

## **ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES**

[As prescribed under Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014]

### **1. A brief outline of the Company's Corporate Social Responsibility (CSR) Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programs:**

#### **INTRODUCTION**

The Company's aim is to be one of the most respected companies in India delivering superior and everlasting value to all customers, associates, shareholders, employees and society at large. The CSR initiatives focus on holistic development of mass communities and create social, environmental and economic value to the society.

#### **APPLICABILITY**

The Company's CSR Policy has been prepared in accordance with Section 135 of the Companies Act, 2013 (referred to as the Act in this policy) on CSR and in accordance with the CSR Rules (hereby referred to as the Rules) notified by the Ministry of Corporate Affairs, Government of India, in 2014.

#### **ROLES AND RESPONSIBILITIES OF THE CSR COMMITTEE**

The roles and responsibilities of the CSR Committee shall be as under:

- Formulate, monitor and recommend to the Board, the CSR Policy;
- Recommend to the Board, modifications to the CSR Policy as and when required;
- Recommend to the Board, the amount of expenditure to be incurred on the activities undertaken;
- Review the performance of the Company in the area of CSR, including the evaluation of the impact of the Company's CSR activities;
- Review the Company's disclosure of CSR matters;
- Consider other functions, as defined by the Board, or as may be stipulated under any law, rule or provisions of the Companies Act, 2013.

#### **POLICY REVIEW**

This Policy is framed based on the provisions of the Act and Rules thereunder.

In case of any subsequent changes in the provisions of the Act or any other regulations which makes any of the provisions in the Policy inconsistent with the Act or regulations, then the provisions of the Act or regulations would prevail over the Policy and the provisions in the Policy would be modified in due course to make it consistent with law.

This Policy shall be reviewed by the CSR Committee as and when any changes are to be incorporated in the Policy due to change in regulations or as may be felt appropriate by the Committee. Any changes or modification on the Policy as recommended by the Committee would be given for approval of the Board of Directors.

**2. Composition of the CSR Committee:** Shri Vijay Kumar Gupta (Chairman), Shri Manish Gupta and Shri Rohit Patel

**3. Average net profit of the Company for last three financial years (2012-13 to 2014-15):** ₹ 138.61 crores

**4. Prescribed CSR expenditure (two per cent of the amount as in item 3 above) (2012-13 to 2014-15):** ₹ 2.77 crores

**5. Details of CSR spend during the F.Y. 2015-16:**

(a) Total amount to be spent for the F.Y. 2015-16: ₹ 2.77 Crores

(b) Amount unspent, if any: Refer Note 6

(c) Manner in which the amount spent during the F.Y. 2015-16 is detailed below:

(Amt in ₹)							
Sr. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs were undertaken	Amount outlay (Budget ) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads : 2015-16	Cumulative expenditure upto to the reporting period	Amount spent : Direct or through implementing agency
1	Expenditure incurred for school building	Education	Sabarkantha (Gujarat)	N.A.	35,100	35,100	Direct
2	Donation of computer system to school	Education	Haveri (Karnataka)	N.A.	86,826	1,21,926	Direct
3	Contribution for Relief of people of Nepal	Disaster Relief	Kashipur (Uttarakhand)	N.A.	1,50,000	2,71,926	Direct
4	Distribution of Books to students of Govt. Primary School	Education	Ukrauli (Uttarakhand)	N.A.	13,503	2,85,429	Direct
5	Distribution of coin operated water vending machine	Sanitation and making available safe drinking water	Akola (Maharashtra)	N.A.	75,000	3,60,429	Direct
6	Donation for Artificial Leg Replacement Shibir	Promoting healthcare including preventive health care	Akola (Maharashtra)	N.A.	25,000	3,85,429	Direct
7	Donation for educational tour for poor students	Education	Sabarkantha (Gujarat)	N.A.	10,000	3,95,429	Direct
8	Expenditure incurred towards the Boundary gate work for school	Education	Sabarkantha (Gujarat)	N.A.	8,100	4,03,529	Direct

	building						
9	Distribution of ceiling fans for class rooms to Government College	Education	Sitarganj (Uttarakhand)	N.A.	5,569	4,09,098	Direct
10	Renovation of school building	Education	Haveri (Karnataka)	N.A.	60,000	4,69,098	Direct
11	Contribution towards installation and erection of drinking RO Plant with the capacity of 2000 litres per hour for use of Villagers	Making available safe drinking water	Haveri (Karnataka)	N.A.	4,40,675	9,09,773	Direct
12	Contribution to Government Higher Primary School for purchase of chairs and tables	Education	Haveri (Karnataka)	N.A.	22,000	9,31,773	Direct
13	Renovation of School building	Education	Haveri (Karnataka)	N.A.	3,90,303	13,22,076	Direct
14	Renovation of School building	Education	Haveri (Karnataka)	N.A.	2,00,000	15,22,076	Direct
15	Expenditure incurred towards the need of toilet room for school students	Promotion of Sanitation	Sitarganj (Uttarakhand)	N.A.	1,20,148	16,42,224	Direct
16	Renovation of School building	Education	Sabarkantha (Gujarat)	N.A.	11,001	16,53,225	Direct
17	Contribution towards 33 toilets kit under Swachh Bharat Mission Abhiyan	Promotion of Sanitation	Sabarkantha (Gujarat)	N.A.	1,10,550	17,63,775	Direct
	<b>TOTAL</b>				<b>17,63,775</b>		

CSR Policy and details of amount spent during the F.Y. 2015-16 are available on the website of the Company (URL: <http://www.ambujagroup.com/LinkFiles/CSR%20Policy.pdf>).

**6. Reason for not spending the amount (in case the Company has failed to spend two per cent of the average net profit of the last three financial years or any part thereof):**

The Company is committed to focus on inclusive growth and improve lives by contributing towards communities around which it operates. This dedicated commitment towards inclusive growth is manifested through the Company's CSR initiatives undertaken around the manufacturing facilities as well as across many places in India during the F.Y. 2015-16. The overall CSR expenditure was ₹ 0.18 crores during the F.Y. 2015-16 as against gross amount required to be spent of ₹ 2.77 crores during the F.Y. 2015-16. During the F.Y. 2015-16, the Company endeavored to meet the budgeted expenditure by contributing in various eligible CSR activities and has committed to incur expenditure for CSR initiatives in the coming years through structured events or programs and projects. The Company has taken steps in the right direction and going forward is committed to actively engage with the partners/NGOs to execute the said events or projects and programs and incur expenditure in accordance with Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014. The Company is under process of identification of some key projects which will be executed during the F.Y. 2016-17.

7. The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

sd/-	sd/-
(Chief Executive Officer or Managing Director or Director)	(Chairman CSR Committee)