

## **Information on CSR for DIRECTOR'S REPORT**

### **Details about the policy developed and implemented by the company on Corporate Social Responsibility initiatives taken during the year.**

#### **Constitution of CSR committee**

Board Level CSR & Sustainability Committee was constituted on 17<sup>th</sup> May 2013, in line with the directives of the DPE Guidelines on CSR & Sustainability 2013. The CSR & S Committee consisted of the following members at the time of constitution of the Committee:

1. Sh. G.S. Vedi, Chairman of the Committee
2. Sh. K.M.Singh, Chief Executive Director
3. Sh. Shiv Kumar, Director.

The Committee was re-constituted and re-named as CSR Committee in line with Companies Act, 2013 on 15<sup>th</sup> July 2014. The re-constituted CSR Committee consisted of the following members:

1. Sh. G.S. Vedi, Chairman of the Committee
2. Sh. K.M.Singh, Chief Executive Director
3. Sh. Mukesh Jain, Director.
4. Sh. Shiv Kumar, Director.

The CSR Committee was reconstituted by the Board of NHDC in its meeting held on 19<sup>th</sup> February, 2015, following completion of tenure of the Chairman of the Committee. The newly constituted Committee consists of the following members:

1. Sh. Jayant Kumar, Director – Chairman of the Committee
2. Sh. K.M.Singh, Chief Executive Director
3. Sh. S.K. Panwar, Director

#### **Deliberations**

The CSR Committee has held its meeting six times till date. Dates of meetings of CSR Committee are as below:

1 <sup>st</sup> Meeting	12 <sup>th</sup> June 2013
2 <sup>nd</sup> Meeting	11 <sup>th</sup> September 2013
3 <sup>rd</sup> Meeting	28 <sup>th</sup> January 2014
4 <sup>th</sup> Meeting	06 <sup>th</sup> May 2014
5 <sup>th</sup> Meeting	16 <sup>th</sup> June 2014
6 <sup>th</sup> Meeting	22 <sup>nd</sup> September 2014

### **Adoption of policy**

The CSR Committee recommended for approval of Board a draft policy on CSR which was proposed in line with the Companies Act 2013 and CSR Rules. The policy was approved by the Board in its meeting held on 22.09.2014, and adopted by NHDC Ltd. as its CSR Policy.

### **CSR Policy**

The CSR Policy of NHDC Ltd was framed in conformity with the DPE Guidelines on CSR & Sustainability which was in effect from 1<sup>st</sup> April 2013, as well as the Companies (Corporate Social Responsibility Policy) Rules, 2014. The policy aims to integrate the objectives of profit maximization and long term growth with sustainable development & ethical business practices, by conducting business in a socially responsible way addressing the concerns of key stakeholders. The policy lays down the criteria to be followed during selection and planning of a CSR activity and while choosing the area of implementation of CSR projects. The management structure for CSR implementation consists of a Board level CSR Committee, nodal officer for CSR, the project head and his team for planning, implementing and monitoring CSR activities. The roles and responsibilities of each tier of the management structure is defined in the policy. The policy lays down that activities which fall within the purview of Schedule VII of companies act shall be taken up by the company and the resource allocation for CSR would be as per fund allocation norms specified under sub-section (5) of Section 135 of Companies Act, 2013. The criteria for selection of agencies for implementation of CSR and the steps in implementation, as well as the monitoring and evaluation of activities are specified in the policy.

### **Activities under CSR proposed in MoU**

The following activities were proposed in the MoU for FY 2014-15 under CSR and Sustainability:

1. Creation of Biodiversity Park & Plant Repository for Conservation & propagation of species and education purpose
2. Augmentation of Fish stock in Reservoir of Indira Sagar Project and/ or Omkareshwar Project for enhanced potential for livelihood of local fisherman/ population along with social business aspects.
3. Promotion of handicrafts of Madhya Pradesh for enhanced potential of livelihood/ income generation for local population along with social business aspects in Madhya Pradesh.

The performance indicators for the activity were the identification of broad area for the work and preparation of DPR

### **Swachh Vidyalaya Abhiyaan**

“Swachh Vidyalaya Abhiyaan” as part of “Swachh Bharat Abhiyaan” launched by the Hon’ble Prime Minister was included as CSR Activity as per directives of the Govt. of India. NHDC is given the target of building 1300 toilets in Govt. schools of Madhya Pradesh. The work of construction of toilets is under progress in Sehore, Harda, Burhanpur, Indore, Ujjain and Barwani districts of Madhya Pradesh. Toilet construction in Govt. Schools was the major CSR Activity during the Current Financial Year and is expected to be the major activity during the next Financial Year also.