

**CHENAB VALLEY POWER PROJECTS (PVT) LTD.**  
**ANNUAL REPORT ON CSR & SUSTAINABILITY ACTIVITIES (FY 2017-18)**

1. A brief outline of the company's CSR Policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes.

CVPP is committed to the concerns of its stakeholders and strives to promote and maintain good standards of CSR and Sustainability in all its business activities. To meet this commitment CVPP respects the rule of law, local communities and societies at large and it makes conscious efforts to enhance the quality of life and environmental sustainability through its CSR & Sustainability activities.

The CSR & Sustainability Policy of CVPP forms the basis of conducting CVPP's business in a socially responsible manner with the aim to integrate the objectives of hydro power development and long term growth of the Company with social responsibility and sustainability by maintaining high level of organizational integrity and ethical behavior, in conformity with expected standards of transparency in reporting and disclosing the performance in all spheres of activities and by understanding and addressing the social, economic and environmental concerns of key stakeholders directly impacted by Company's operations and activities.

CSR Committee of the Board of CVPP, immediately upon its constitution, formulated the CSR & Sustainability Policy of the Company and the Board approved the same as per the recommendation of CSR Committee.

The Policy provides for the provisions pertaining to implementation of CSR activities under various sectors in pursuance to the inviolable Companies Act 2013, Schedule VII of the Act, CSR Rules and amendments thereof.

The CSR & Sustainability Policy of CVPP has been placed in public domain on the website of CVPP at the link <https://www.cvppindia.com/csr.aspx>

#### **Highlights of the Policy**

The budget provision for CSR & Sustainability works for a financial year will be 2% of the average net profits made by CVPP during the three immediately preceding financial years or any limit prescribed by the law.

The average net profit of the Company shall be calculated in accordance with the provisions of Section 198 of the Companies Act 2013, as amended.

Being a hydro power developer, CVPP will undertake CSR & Sustainability activities primarily near to its projects/power stations or Corporate Office. It will be ensured that at least 80% of the CSR & Sustainability activities are executed in and around CVPP's Projects, Power Stations and Offices preferably within 25 Km and in the District where the Project is located. However, other locations beyond 25 Km may also be chosen, based on the needs and as per the direction of Government of India on National Schemes / Campaigns, wherein upto 20% amount of CSR Budget may be spent, for the larger benefit of society/environment.

The CSR activities shall be undertaken by CVPP in accordance to the list of activities provided under Schedule-VII of the Companies Act and invariably includes activities for promoting education, skill development, healthcare, sanitation, women empowerment, environmental protection, sports, rural development, etc. in accordance with Schedule-VII of the Companies Act, 2013.

Expenditure on any other activity/item not in conformity with Schedule-VII of the Companies Act 2013, as amended from time to time, will not be accounted towards CSR expenditure.

#### **CSR & Sustainability Activities for FY 2017-18**

The Annual CSR Plan & Budget for FY 2017-18 was approved by the Board with emphasis on Education and Healthcare sectors for the overall benefit of the community. Total four CSR activities (03 under Education Sector and 01 under Healthcare Sector) were approved for FY 2017-18. The projects of CVPP are located in District Kishtwar, therefore all the activities for FY 2017-18 were undertaken within the project areas so as to maximize the benefits to the local population.

The 03 activities implemented under Education Sector included providing of necessary and unavailable furniture and other items to 10 schools located in the project areas of our projects in District Kishtwar (i.e. 07 schools under Pakal Dul HEP, 02 schools under Kwar HEP and 01 School under Kiru HEP).

The activity implemented under Healthcare Sector included strengthening of one Health Care Centre (i.e. Health & Family Welfare Sub Centre, Padyarna) by providing the necessary equipments and furniture under Kwar HEP.

Further, the component of sustainable development, though small, was included in the CSR activities approved and implemented for FY 2017-18 through the provision of providing dust bins to the schools. The aim was to inculcate the concept of waste



segregation and management among the students of these schools from beginning of their educational ladder.

The activity wise list of items provided under CSR-2017-18 to the educational and healthcare establishments is provided in **Annexure-1**. The photographs of CSR activities are provided in **Annexure-2**.

**2. The composition of CSR Committee.**

The CSR Committee of CVPP comprises of:

- i. Sh. Shah Faesal, Director CVPP
- ii. Sh. M. K. Mittal, Director CVPP
- iii. Sh. M. S. Babu Managing Director CVPP

**3. Average net profit of the Company for last three financial years.**

The average net profit of CVPP (P) Ltd for FY 2014-15, 2015-16 and 2016-17, in pursuance to Section 198 of Companies Act 2013, was **Rs. 347.46 lacs**.

**4. Prescribed CSR expenditure (two percent of the amount as in item 3 above)**

Rs. 6.95 lacs

**5. Details of CSR spent during the financial year.**

**a. Total amount to be spent for the financial year 2017-18.**

The prescribed expenditure for FY 2017-18 was **Rs. 6.95 lacs**, however, the Board of CVPP approved a total financial provision of **Rs. 6.991 lacs** for implementation of CSR activities for the financial year on the recommendation of the CSR Committee. Out of this, an amount of **Rs. 6.9846 lacs** has been spent and all the approved activities stand implemented.

**b. Amount unspent, if any.**

Nil

**c. Manner in which the amount spent during the financial year is detailed below:**

(Rs. In lacs)

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. 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 & 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	Cumulative expenditure upto the reporting period	Amount spent: Direct or through Implementing Agency*
1.	Providing furniture in 07 schools by Pakal Dul HEP	Promoting Education	Local Area District Kishtwar, J&K State	3.00	2.9856	2.9856	Direct
2.	Providing furniture in 01 school by Kiru HEP	Promoting Education	Local Area District Kishtwar, J&K State	2.00	2.00	2.00	Direct
3.	Providing furniture in 02 schools by Kwar HEP	Promoting Education	Local Area District Kishtwar, J&K State	1.70	1.70	1.70	Direct
4.	Providing equipments/ furniture in Health & Family Welfare Sub-Centre, Padyarna by Kwar HEP	Promoting Healthcare	Local Area District Kishtwar J&K State	0.291	0.299	0.299	Direct
<b>Total</b>				<b>6.991</b>	<b>6.9846</b>	<b>6.9846</b>	

\* Give details of implementing agency: Implementing Agency was not involved.

6. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board Report.

N.A.

7. Responsibility Statement of the CSR Committee of the Board that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

Implementation of CSR & Sustainability activities and monitoring thereof is in compliance with Companies Act 2013 and the CSR objectives and Policy of the Company.

 <b>M.K. Mittal</b> Director CVPP Member CSR Committee of the Board	 <b>Shah Faesal</b> Director CVPP Member CSR Committee of the Board	 <b>M.S. Babu</b> Managing Director CVPP Member CSR Committee of the Board
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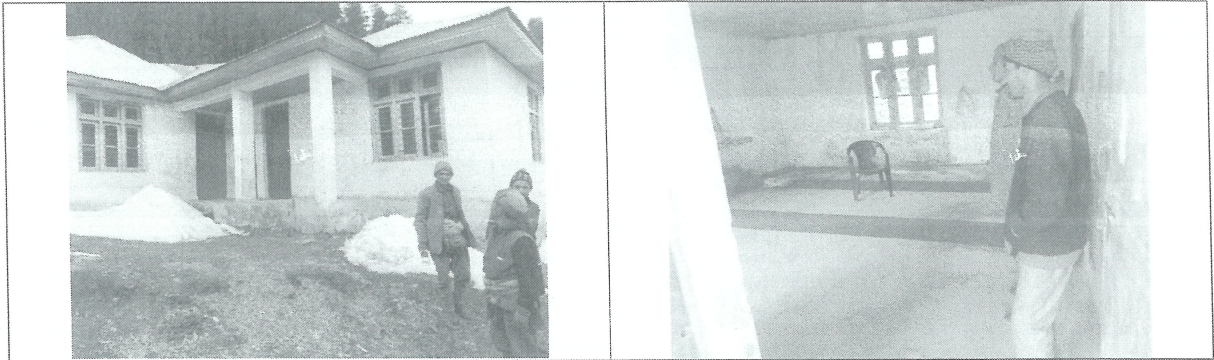


**Activity wise list of items (with quantity) provided  
to the identified schools and health care centre under CSR 2017-18**

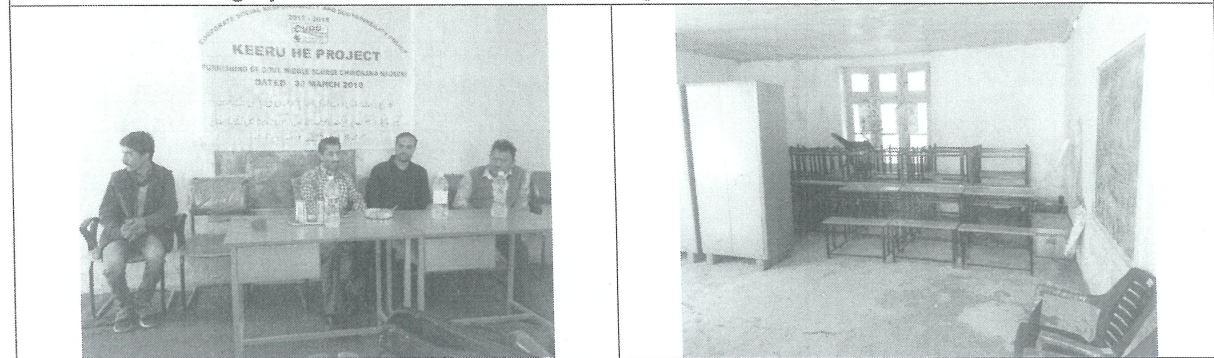
S. No.	CSR Activity	Sector	Name of Project Office	Name of Institution where CSR activity was implemented	Items provided under CSR 2017-18	Qty.
1.	Providing furniture in 07 schools.	Promoting Education	Pakal Dul HEP	1. Govt. Middle School, Sounder, Dachhan, Kishtwar.	White Board	04
					Chairs with cushion	06
					Dust Bin	02
					Volley Ball	02
					Net	02
				Office Table	01	
				2. Govt. Middle School, Kalnoo, Sounder, Kishtwar	White Board	04
					Chairs with cushion	08
					Dust Bin	02
				3. Govt. Middle School, Krossa, Sounder, Kishtwar	White Board	04
					Chairs with cushion	06
					Dust Bin	02
					Office Table	01
				4. Govt. Middle School, Dangdoro, Kishtwar	White Board	04
					Chairs with cushion	08
					Dust Bin	02
				5. Govt. Middle School, Ikhal, Kishtwar	White Board	04
					Chairs with cushion	08
					Dust Bin	02
				6. Govt. Girls Hr. Secondary School, Sounder, Dachhan, Kishtwar	Office Table	01
					Chairs with cushion	06
Volley Ball	03					
Cricket Kit	01					
Dust Bin	02					
7. Govt. High School, Lopara, Dachhan, Kishtwar	Office Almira	01				
	Chairs with cushion	08				
	Dust Bins	02				
2.	Providing furniture in 01 school.	Promoting Education	Kiru HEP	1. Govt. Middle School, Chingnana, Tehsil Nagesni, Kishtwar	Desks	80
					Steel table	01
					Revolving chair	01
					Plastic chairs	15
					Chairs with arms cushion seat & back	08
					Dustbin	02
					Steel Almira	02
					Class type table	02
					Pigen hole rack	01
					Steel Rack for books	02
3.	Providing furniture in 02 schools.	Promoting Education	Kwar HEP	1. Govt. Hr. Secondary School, Nagesni, Kishtwar	Desks	30
					Chairs	20
					Almira	2
				2. Govt. Girls Middle School, Nagesni, Kishtwar	Desks	50
					Chairs	10
					Almira	2
4.	Providing equipments/ furniture in Health & Family Welfare Sub Centre, Padyarna.	Promoting Healthcare	Kwar HEP	1. Health & Family Welfare Sub Centre, Padyarna, Nagesni, District Kishtwar	Almira	02
					Tables	02
					Heaters (Pillar type)	02
					Dust bins (for bio-medical waste)	02
					Ambu Bag (Bag Valve Mask or manual resuscitator)	01



**Photographs of the CSR Activities implemented by Kiru HEP in FY 2017-18**



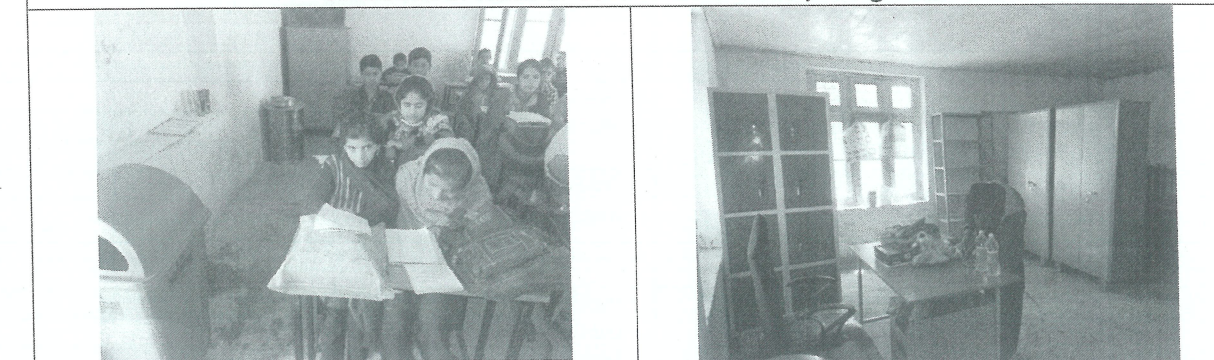
**Photographs of Govt. Middle School, Chingnana depicting pre activity scenario**



**Handing over of items to Govt. Middle School, Chingnana in presence of Tehsildar, Nagseini**



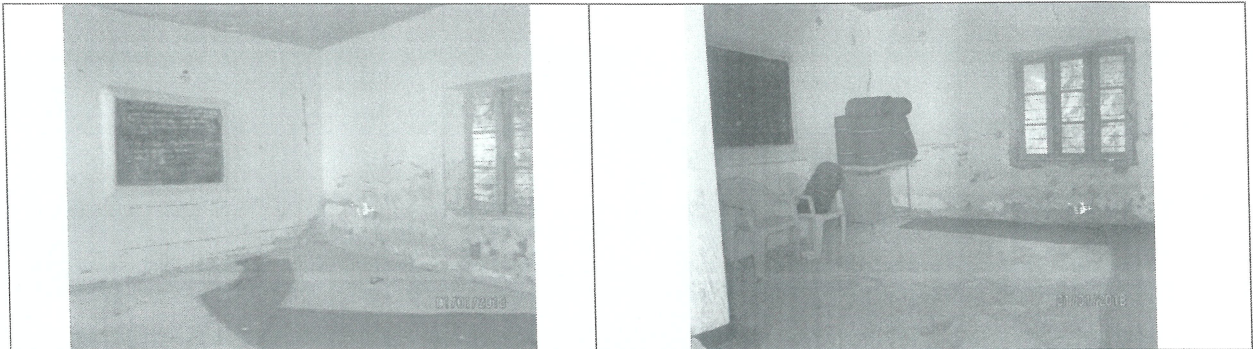
**Utilisation of items in Govt. Middle School, Chingnana**



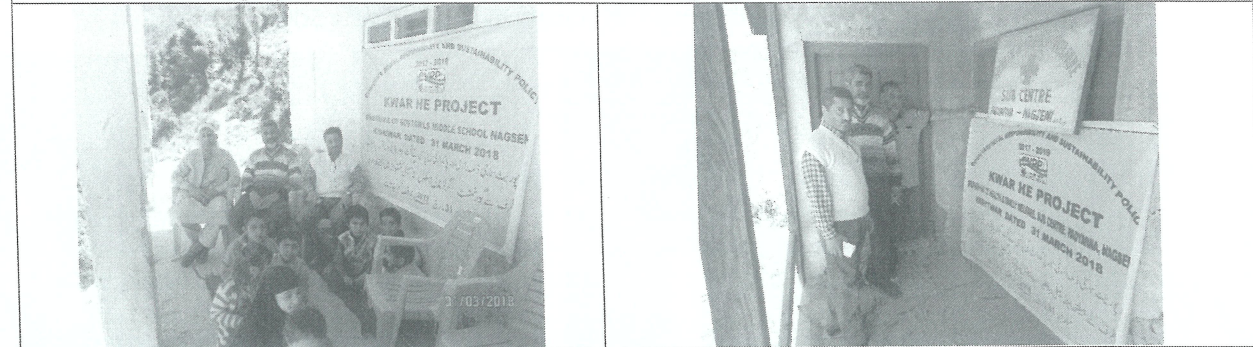
**Utilisation of items in Govt. Middle School, Chingnana**



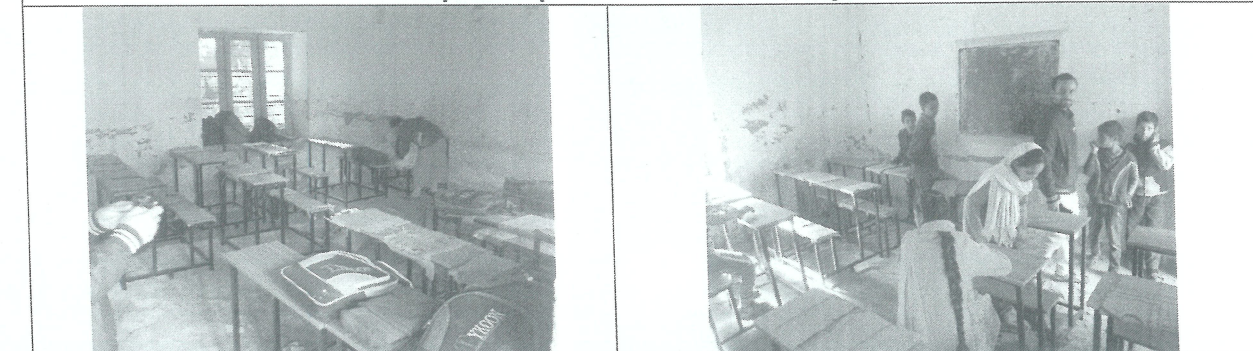
**Photographs of the CSR Activities implemented by Kwar HEP in FY 2017-18**



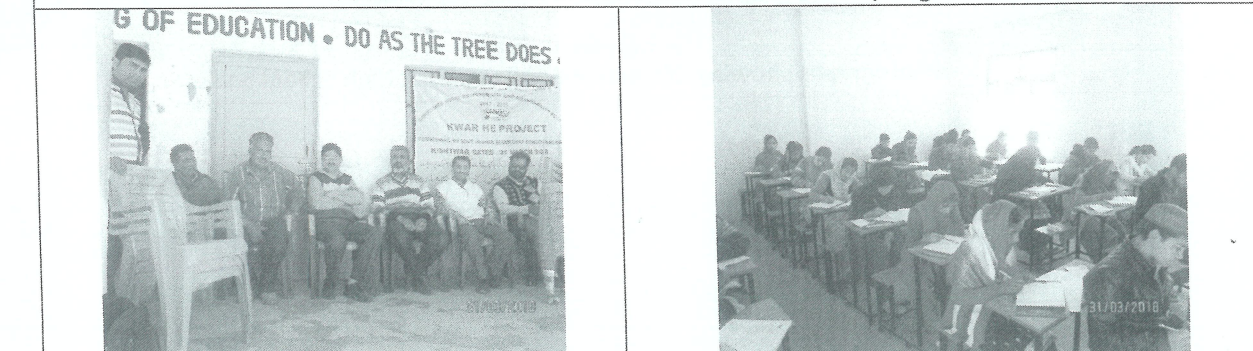
**Photographs of Govt. Girls Middle School, Nagseni depicting pre activity scenario**



**Handing over of items to Govt. Girls Middle School, Nagseni and Health & Family Welfare Sub Centre, Padyarna in presence of Tehsildar, Nagseni**



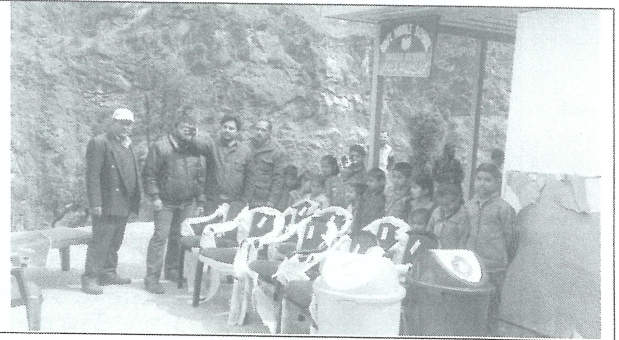
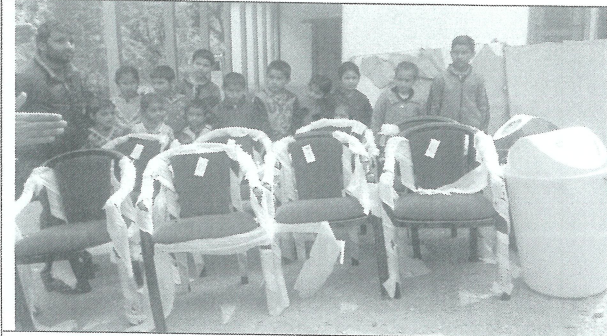
**Utilisation of items in Govt. Girls Middle School, Nagseni**



**Handing over of items to Govt. Hr. Secondary School, Nagseni in presence of Tehsildar, Nagseni and utilisation of items in the school**



**Photographs of the CSR Activities implemented by Pakal Dul HEP in FY 2017-18**



**Photographs showing CSR activity at Govt. Middle School Ikhala**



**Photographs showing CSR activity at Govt. Middle School Dhangduran**



**Photographs showing CSR activity at Govt. Girls High School Sounder**