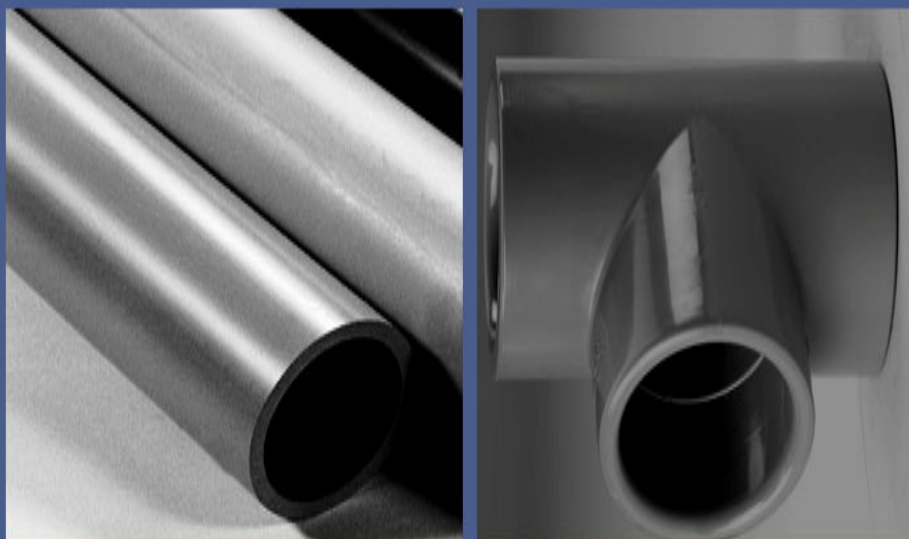


**Sri KPR  
Industries  
limited**



# POLICY ON CORPORATE SOCIAL RESPONSIBILITY

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## INTRODUCTION

Sri KPR Industries Limited is engaged in the manufacturing of various water supply pipes such as AC Pressure pipes and fittings under Mazza process.

## APPLICABILITY

CSR Policy of the Company is governed by:

- a. Section 135 and other applicable provisions of the Companies Act, 2013; Companies (Corporate Social Responsibility) Rules, 2014 and any other applicable rules as amended from time to time.
- b. Guidelines issued by Board of Directors of the Company from time to time.

## CSR VISION

Our CSR Vision is to have a hand in the socio-economic-environmental development of the society.

## **CSR MISSION**

Our CSR Mission is to involve ourselves in contributing to the society by planning and taking part in the activities that help in sustainability of environment and also to indulge in the socio-economic development of the society.

## **CSR ACTIVITIES**

Our CSR activities go in line with our vision and mission. We would plan and act accordingly in achieving all or any of the below mentioned activities along with the activities as mentioned in Schedule VII of the Companies Act, 2013 as amended from time to time either on our own strength or by seeking the assistance of other organizations depending on the activity, cost involved, personnel strength and as such.

We will endeavor to achieve our larger objective of community empowerment, our primary focus will be “Promotion of Education”. This will include basic education for children, adult literacy and vocational skills training and development.

The Company’s CSR activities will focus on the sectors and issues relating to

- Promoting education, and employment enhancing and vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects.
- Training to promote rural sports, nationally recognized sports, Paralympics sports and Olympic sports.
- Construction / providing basic Infrastructural facilities including but not limited drainage system, sanitation facilities, medical facility etc.
- Ensuring that the learning needs of all people including children’s are met through equitable access to appropriate learning and life-skills programmes.
- Improving all aspects of the quality of education and ensuring excellence of all so that recognized and measurable learning outcomes are achieved by all, especially in literacy, numeracy and essential life skills.

## **MONITORING**

The CSR Committee shall submit its recommendations to the Board in adopting the activity to be undertaken after analyzing various internal sources available with the Company and also the external conditions prevailing. The Committee shall also recommend the Board in choosing the implementation channel based on the activity proposed to be undertaken. The Committee may also maintain a cordial relation with other organizations that are sharing the CSR activity be it a trust, society or Company.

## **OUR IMPLEMENTATION CHANNELS**

We sustain to achieve our mission by taking up any of our CSR activities depending on the need. We are well versed to take up some projects on our own and with regard to implementation of CSR activities that are beyond our capacity in terms of monetary contribution or personnel strength, we join our hands with other organizations that are either carrying on the same CSR activity or organizations specially formed to take up such projects. The decision of choosing the channel for implementation of activities is taken by our Board of Directors after considering the recommendations of our CSR committee on case to case basis.

- ❖ The CSR projects will be implemented in a time-bound manner with clear objectives, plan, targets and robust monitoring and evaluation mechanisms.
- ❖ The Company's ongoing CSR projects will be aligned to the Policy.
- ❖ The Company has set up dedicated teams for implementation of CSR projects. The mode of implementation will include a combination of direct implementation and implementation through trust/ foundation/ society set up by the Company and partners such as Foundations, Registered Societies, Trusts, etc. The Company will select its partners after appropriate due diligence.
- ❖ The Company will use services of expert agencies, consultancy firms etc. wherever required for carrying out baseline surveys, guidance on project design and implementation, third-party monitoring and evaluations, impact assessment surveys etc.

## **CSR BUDGET**

- ❖ The Board of Directors of the Company shall ensure that in each financial year, the Company spends at least 2% of the average net profit made during the immediate three preceding financial years.
- ❖ The unutilized CSR budget from the 2% of the average net profit shall be disclosed in the Annual Report of the Company.
- ❖ In case of any surplus arising out of CSR projects the same shall not form part of business profits of the Company.
- ❖ The Company may collaborate or pool resources with its subsidiary companies to undertake CSR activities.

## **CSR COMMITTEE**

The Board of Directors of Sri KPR Industries Limited had constituted a committee of the Board, consisting of 3 Directors, with the nomenclature “Corporate Social Responsibility Committee” (“the committee”).

The committee will act in accordance with the terms specified in Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility) Rules, 2014 as amended from time to time.

### **a) Composition of the CSR Committee:**

<b>S.NO</b>	<b>NAME</b>	<b>CATEGORY</b>	<b>CSR COMMITTEE</b>
1.	S. Krishna Prasad	Independent Director	Chairman
2.	G. Raja Reddy	Whole time Director	Member
3.	Naveena Chandra Thammishetty	Independent Director	Member

The board shall have the power to make any change(s) in the constitution of the committee.

The requisite quorum shall be any two members present at/ for the meeting.

### **b) Roles & Responsibility of the CSR committee:**

- ❖ Formulate and recommend the CSR Policy to the Board for approval. The Committee shall indicate the projects to be undertaken by the Company as specified in Schedule VII.
- ❖ Monitor the Policy from time to time and recommend changes to the Board.
- ❖ Recommend the amount of expenditure to be incurred on CSR projects.
- ❖ The CSR committee shall institute a transparent monitoring mechanism for implementation of the CSR project or programs or activities undertaken by the Company.

### **c) Reporting framework**

The Company will monitor progress on CSR projects and CSR spent and report to the top management quarterly and the CSR Committee half yearly.

The Company will report CSR performance in its annual report as per the structure and format prescribed in the notified CSR Rules.

### **ROLES AND RESPONSIBILITIES OF BOARD OF DIRECTORS**

**The Board of Directors of the Company will be responsible for:**

- ❖ Approval of the CSR policy of the company.
- ❖ Disclosing the content of the policy in its report and place the policy on the company's website in such a manner as prescribed under section 135 of the Companies Act, 2013 read with CSR rules.
- ❖ Ensuring that the social projects included in the policy are undertaken by the company.
- ❖ Ensuring that the Company spends, in every financial year, at least 2% of the average net profits of the company made during the three immediately preceding financial years in pursuance of the Policy.
- ❖ Ensuring that the Company gives preference to the local areas around its operations for spending the amount earmarked for CSR project.
- ❖ Ensuring that it specifies the reasons in its report for not spending the earmarked amount in case the Company fails to spend such amount.

### **REVISION OF CSR POLICY**

The board may, subject to applicable laws, amend any provision(s) or substitute any of the provision(s) with the new provision(s) or replace the Policy entirely with a new policy, based on the recommendation(s) of the CSR Committee.

The Board may also establish further rules and procedures, from time to time, to give effect to this Policy.

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