

Annexure A to Directors' Report

THE ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. **A brief outline of the Company's 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.**

Kalpataru Power Transmission Limited's CSR Policy

Kalpataru Power Transmission Limited ("KPTL") has always been at forefront of Voluntary CSR. The provisions of the Companies Act, 2013 have made it imperative to institutionalize the CSR activities. The objective of your Company's CSR policy is to lay down the guiding principles for proper functioning of CSR activities to attain sustainable development of the society around the area of operations of the Company. Your Company's social responsibility policy focuses on using the capabilities of business to improve lives and contribute to sustainable living, through contributions to local communities and society at large.

Your Company undertook various activities during the year under review in line with its CSR Policy and as prescribed in Schedule VII to the Companies Act, 2013. The activities are healthcare, conducting medical checkups and providing medicine, rural development, preventive healthcare for poor and Tribal children, multidisciplinary rehabilitation to specially abled people including under privileged children and young adults with Special needs, activities for environmental sustainability and ecological balance. While the focus of CSR initiatives were in the areas around Company operations, your Company has also undertaken projects where societal needs were existing.

CSR Policy of the Company is available on the Company's website (weblink <http://www.kalpatarupower.com>).

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

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 was undertaken	Amount Outlay (Budget) project or Program wise** (₹ In Lakhs)	Amount spent on the Projects or programs (Sub heads):* (1) Direct Expenditure on projects or programs (2) Overheads (₹ In Lakhs)	Cumulative expenditure upto the reporting period (₹ in Lakhs)	Amount Spent: Direct or through implementing agency
1.	Provide medical services to poor and needy through the "Kalpa Seva Arogya Kendra" and Medication against complex congenital cardiac diseases.	Promoting Health Care	Gandhinagar, Gujarat	42.00	40.09	105.65	Kalpataru Welfare Trust

2. **The Composition of the CSR Committee:**

The Board of Directors of your Company has constituted the Corporate Social Responsibility Committee of Directors. CSR Committee is formed as per the applicable laws of the Companies Act, 2013 and the Committee is responsible for the implementation/monitoring and review of the policy and various projects/activities undertaken under the policy.

The Members of the CSR committee are:

- Mr. Sajjanraj Mehta - Chairman of Committee (Independent Director)
- Mr. Mofatraj P. Munot - Executive Chairman
- Mr. Parag Munot - Promoter Director
- Mr. Manish Mohnot - Managing Director & CEO

3. **Average Net Profit of the Company for last three financial years: ₹ 5,904.49 Lakhs calculated as per CSR Rules**

4. **Prescribed CSR Expenditure (two percent of the amount as in item 3 above): ₹ 118.09 Lakhs**

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

- Total amount to be spent for the financial year: ₹ 118.09 Lakhs
- Amount unspent, if any: ₹ 45.02 Lakhs

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2.	Construction of Schools in Remote Rural Backward areas near the Project sites under "Project Kalp Education" to ensure that poor / tribal / underprivileged background children are not deprived of regular primary education	Promoting Education & Rural Development	Bihar	60.00	-	-	Project to Commence in FY 2017-18
3.	Project to support based multidisciplinary services centers for People with Parkinson's and their caregivers, which provide multidisciplinary therapy and education, undertake patient welfare initiatives for those from socio – economically disadvantaged backgrounds	Community – Promoting Health Care & promoting education, including special education and employment enhancing vocation skills among differently abled	Panjim, Mapsua and Margao, Goa	11.92	11.92	11.92	Parkinson's Disease and Movement Disorder Society
4.	Curative education to Special Children by providing necessary special education, academic education, vocational training (carpentry, pottery, farming, cooking, weaving, artificial jewelry making etc.), therapy, medical assistance etc. for the benefit of special children.		Chennai, Tamil Nadu	5.00	5.00	5.00	Arvind Foundation
5.	Day Centre activities such as Physiotherapy, speech and communication therapy, vision training, occupational therapy, co-curricular activities, counselling, community based rehabilitation, vocational training, exploring and creating employment opportunities for persons with cerebral palsy and other neurological disabilities		Chennai, Tamil Nadu	5.00	5.00	5.00	Vidya Sagar
6.	Cycle Sharing Project in partnership with Gandhinagar Urban Development Authority	Promoting Healthcare & Ensuring Environmental sustainability	Gandhinagar, Gujarat	5.20	5.20	5.20	Direct

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7.	Mission Secure Raipur	Rural Development	Raipur, Chhattisgarh	2.08	2.08	2.08	Direct
8.	Preventing Health Care for Poor / Tribal Children	Promoting Health Care including preventive health care	Sabarkantha, Gandhinagar, Gujarat	2.00	2.00	5.00	Shri Gajanand Seva Samiti
9.	Maintenance of Garden	Ensuring environmental sustainability, ecological balance and protection of flora	Gandhinagar, Gujarat	1.35	1.35	1.35	Direct
10.	Expenditure on administrative overheads	Administrative expenses	-	0.43 [#]	0.43 [#]	3.81	-
TOTAL				134.98	73.07	145.01	

* The amount indicated in this column above is the direct expenditure on project or programs.

The amount indicated in this column above is the overhead expenditure on project or programs.

** Budget Outlay represents the amount the Company has budgeted in its CSR plan

6. In case the Company has failed to spend the two per cent 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's Report.

In terms of CSR Policy of the Company, atleast 60% of the available funds for CSR, shall be utilized for long term multiyear projects or programmes and balance amount should be spent on the projects or programmes with short term objectives. In addition to existing multi-year projects, the Company has identified long term project of construction of Schools in remote rural backward areas of Bihar. Education is believed to be the stepping stone to improve the quality of life, especially for the poor and the most vulnerable. The ideology behind the "Project

Kalp-education" lies in the very essence of transforming lives through continuous generation of knowledge and empowerment. Therefore, Company has earmarked funds in line with its Policy as well as prescribed CSR Expenditure. However, the implementation of such project will commence in FY 2017-18 as the Company is under process of formulating implementation plan and taking various approvals required in this regards. The Company has incurred CSR Expenditure during the year under review in line with CSR Policy of the Company. The Company has changed lives of many people across the nation with its various social initiatives since many decades. It is the Company's continuous endeavaour to increase its CSR impact and spend over the coming years, supplemented by its continued focus towards sustainable development and responsible infrastructure.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

The Company recognizes its obligations to act responsibly, ethically and with integrity in its dealings with employees, community, customers and the environment as a whole. At KPTL, we know that corporate responsibility is essential to our current and future success as a business. The Company believes it has the greatest opportunity to drive values through CSR initiatives in areas pertaining to Health, Education, Environmental sustainability, Rural development and has committed to improving the quality of life in communities in many years.

In the FY 2016-17, in compliance with its CSR Policy and objectives thereof, the Company focused its activities on

promoting health care including preventive health care, promoting education, including special education and employment enhancing vocation skills among differently abled, Ensuring Environmental sustainability, Ecological balance and protection of flora and rural development. These activities are executed with the strong base of wellbeing in community, sustainability, applicable laws, Kalpataru Group's vision and values.

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

Mr. Manish Mohnot

(DIN: 01229696)

Managing Director & CEO

Mr. Sajjanraj Mehta

(DIN: 00051497)

Chairman of CSR Committee