



**YOGAKSHEMAM LOANS Ltd.**  
Corporate Social Responsibility (CSR) Policy,2020

**Revision History**

<b>History</b>	<b>Adopted By</b>	<b>Approval Date</b>
<b>Originally Adopted</b>	Board meeting	05.08.2020

**CONTENTS**

<b>Contents</b>	<b>Page No.</b>
Title and Commencement	1
Introduction	1
Regulatory background	1
CSR Committee	1
CSR expenditure	2
Implementation of projects	3
Disclosure	3
Review and amendments	4
Schedule-1 CSR projects and programs	4

## **1. Title and commencement**

This policy will be called as **Corporate Social Responsibility policy,2020** (Hereafter referred to as CSR Policy) and it will come into force from the date on which the Board approves the same.

## **2. Introduction**

The company sincerely believe that its development and social developments are interdependent. As the organisation grows with its routes deep in to the socio economic ecosystem of its periphery, it shall consciously contribute within its own resources and capabilities for the wellbeing and sustainability of the social organs. The policy is framed with an objective to structure its responsibilities to the society and to act as the guiding principles in its endeavour to support on projects and programs of social relevance. This policy shall also meet the statutory/ regulatory expectations from time to time.

## **3. Regulatory back ground**

Section 135 of the Companies Act, 2013 (hereafter referred to as the ‘Act’) provides that every company having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year shall constitute a Corporate Social Responsibility Committee of the Board. It also provides that the Corporate Social Responsibility Committee shall formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company. Since the company has earned a net profit of rupees five crores for the year ended on 31st March 2020, the provisions of Section 135 became applicable and hence this policy.

## **4. CSR Committee**

- a) Pursuant to the provisions of Section 135 (1) and all other applicable provisions of the ACT, or Rules made thereunder, the Board shall constitute a committee consisting of such number of executive, non-executive and independent directors from time to time.
- b) The Chairman of the Committee shall be the Managing Director and CEO.
- c) The Secretary of the Committee shall be the Company Secretary.

d) Roles and responsibilities of the Committee.

- i. Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company in areas or subject, specified in Schedule VII of the Companies Act, 2013.
- ii. Recommend the amount of expenditure to be incurred on the activities referred to in clause (i); and
- iii. Monitor the implementation of the CSR Policy of the company from time to time.
- iv. Evaluate the status/ progress of various CSR projects or programs the company has undertaken at periodical intervals as it may deem fit.
- v. Selection of implementation agency, wherever required, for any project or programs where the company requires expertise in the execution of such project/programs.
- vi. Such other functions as may be delegated to it by the Board from time to time.

**5. CSR Expenditure**

- i. According to the provisions of Section 135 (5) of the Act, read with the Companies (Social Responsibility Policy) Rules, 2014, the Board shall ensure that the company spends, in every financial year, at least *two per cent* of the average net profits of the company made during the *three immediately* preceding financial years in pursuance of this policy for any project or programs specified in Schedule I of the policy.
- ii. The company shall give preference to the local area and areas around it where it operates, for spending the amount earmarked for Corporate Social Responsibility activities( Local area for the purpose of this policy means and include the local area of its Corporate Office, branches or other representative offices and adjoining Corporation, Municipality or Panchayath as the case may be)

- iii. In case the specified amount is not expended in any financial year, the Board shall explain the reason for such failure in spending in the directors' report for the year. The amount not so expended shall be utilised in the next financial year.
- iv. The Board may at its discretion spend any amount towards CSR under any project or program covered in schedule-1 over and above the amount specified in sub clause (i) above and the excess so spent can be set off against the requirement in the subsequent years.
- v. In cases where a CSR project is of a continuing nature or the activities spread across two or more financial years the expenditure incurred in each financial year for the project or program can be considered as CSR activity of the company for that year.

#### **6. Implementation of CSR projects**

- i. The Board may approve any project or program under this policy as recommended by the CSR Committee for implementation by the company. The long term objective of the company shall be to build up necessary capabilities to implement its CRS objectives.
- ii. The Board may also decide to undertake various CSR activities through a Company registered under Section -8 of the Act or any registered trust or a registered society established by the company.
- iii. The Board may also undertake activities through companies, trusts or societies established by Central or State Governments.
- iv. Where CSR activities are approved to be undertaken through companies, trusts or societies other than those mentioned in sub clause (ii) & (iii), the Board shall ensure that such companies, trusts, societies have an established track record of three years in undertaking same or similar projects or programs.

#### **7. Disclosures**

The Board shall make appropriate disclosures in respect of this policy and the CSR activities the company has undertaken in each financial year in its report as required under the Companies Act, 2013 or the rules made thereunder. The policy shall be displayed in the website of the company.

## 8. Review and amendments

The Board may on the recommendation of the CSR Committee amend the policy and the amendment will become effective from the date of its approval by the Board.

### Schedule-1

CSR Activities the Company may pursue

Sl. No.	CSR activities (Project/programs)	Remarks
1	i) Eradicating hunger, poverty and malnutrition ii) promoting health care including preventive health care iii) sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.	a. Includes financial supports to patients undergoing critical illness, lifelong medication, organ transplantations will form part of the health care initiatives of the company; b. Financial aids to build up infrastructure in primary health centres, Govt. hospitals or laboratories run/aided by Govt. or local authorities including Covid-19 related infrastructures. c. Financial support to care homes, orphanages run by reputed organisations as part of poverty eradication initiatives of the company.
2.	Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.	Includes financial aid to one or more causes either to individuals or to institutions engaged for the promotion of



		one or more of such causes.
3.	<p>i) Promoting gender equality, empowering women</p> <p>ii) Setting up homes and hostels for women and orphans;</p> <p>iii) Setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.</p>	<p>a. Includes financial support for building homes for homeless women or senior citizens for reducing social inequalities.</p> <p>b. Support in cash or kind to economically weaker sections in the society as a measure of earning them regular livelihood.</p>
4.	Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water.	
5.	<p>i) protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art;</p> <p>ii) setting up public libraries; promotion and development of traditional art and handicrafts;</p>	
6.	Measures for the benefit of armed forces veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows.	
7.	Training to promote rural sports, nationally recognised sports, Paralympic sports and Olympic sports	Includes financial support or sponsorships for sports training of athletes or sports events.
8.	Contribution to the prime minister's national relief fund <sup>8</sup> [or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)] or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward	

	classes, minorities and women;	
9.	Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and	
10.	Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organisation (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).]	
11.	<p>i. Rural development projects</p> <p>ii. Slum area development.</p> <p><i>For the purposes of this item, the term `slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.</i></p>	
12	Disaster management, including relief, rehabilitation	Includes financial support for



	and reconstruction activities.	disaster management activities or relief, rehabilitation and restoration activities undertaken by reputed organisations.
--	--------------------------------	--