

Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2019-20

1. A brief outline of 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 and Programs.

CSR Policy: The aim of the Corporate Social Responsibility Policy (CSR Policy) of PFCCL is to ensure that the Company becomes a socially responsible corporate entity committed to improving the quality of life of the society at large. At least 2% of the average Net Profit of the Company earned during the three immediately preceding financial years shall be allocated every financial year for CSR activities. Specialized agencies such as Govt./ Semi Govt. Organizations/ PSU's/ NGO's/ Reputed Institutions and Academic Organizations etc. shall be selected for implementation of CSR activities. The Implementing Agency shall be responsible for monitoring the project and shall provide periodic reports to PFCCL on the implementation part. The agency shall ensure that the project gets completed within the specified time period.

Web link:

<http://www.pfcclindia.com/downloads/csr-policy.pdf>

Projects & Programs:

- Ensuring Environmental Sustainability using Renewable energy, energy efficient and environmental friendly technologies etc.
- Sanitation & Provision of safe drinking water.
- Promoting Education & employment enhancing vocational skills.
- Activity related to supporting Differently abled persons.
- Activities related to Health Sector
- Other: contribution towards the Prime Ministers National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief, rehabilitation and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women.

2. The Composition of the CSR Committee.

Sl. No.	Name	Designation
1.	Chairman	Chairman/Director/CMD, PFC
2.	Director	Member/Director/Director (Commercial), PFC
3.	Director	Member Director/Director (Finance), PFC

3. Average Net Profit of the company for last three Financial Years.

S.No.	Financial Year	Consolidated Audited Profit Before Tax (PBT) (figures in ₹)
1	2016-17	97,25,62,754/-
2	2017-18	45,20,24,197/-
3	2018-19	33,52,51,860/-
Total		175,98,38,811/-
Average of above three FYs		58,66,12,937/-
2% of the average consolidated PBT		1,17,32,259/-
2% of the average consolidated PBT excluding dividend received from other companies		1,17,32,259/-

4. Prescribed CSR Expenditure (Two per cent. of the amount as in Item 3 above)

2% of the average consolidated PBT excluding dividend received from other companies is ₹1,17,32,259/- (Rupees One Crore Seventeen Lakh Thirty two thousand two hundred fifty nine only)

5. Details of CSR Spent during the financial year.

Total amount to be spent for the financial year 2019-20 - ₹ 1,17,32,259/- (One Crore Seventeen Lakh Thirty two thousand two hundred fifty nine only)

- a) Amount unspent against identified projects, if any – As per the decision of Board of PFCCL, PFCCL has to utilize its CSR budget in the scheme shortlisted by PFC. Due to Covid-19 lock down

the whole budget of CSR for the FY 2019-20 remained unspent. However as on date an amount of Rs.1,05,59,033 has been disbursed against the budget of Rs.1,17,32,259/-.

6. **In case the company has failed to spend the 2% 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.**

As per the decision of Board of PFCCL, PFCCL has to utilize its CSR budget in the scheme shortlisted by PFC (Holding Company). The Board of Directors of the Company has approved the CSR budget on 24.09.2019. PFC forwarded the shortlisted scheme in the month of March, 2020 only and due to COVID 19 lock-down declared by Govt. of India, the scheme could not be approved by Board and the whole CSR budget for the FY 2019-20 remained unspent.

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.**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.

Sd/-

(Manoj Kr. Rana)
CGM-In charge

Sd/-

(R.S. Dhillon)
Chairman, CSR Committee