

## Annual Report on Corporate Social Responsibility (CSR) activities for the financial year 2016-17

- 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.

- The Composition of the CSR Committee.**

Sl. No.	Name	Designation
1.	Shri Rajeev Sharma	Chairman
2.	Shri D. Ravi	Member
3.	Shri C.Gangopadhyay	Member

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

S.No.	Financial Year	Consolidated Audited Profit Before Tax (PBT) (figures in ₹ Crores)
1	2013-14	40.85
2	2014-15	33.33
3	2015-16	57.10
Total		131.28
Average of above three Financial Years		43.76
2% of the average consolidated PBT		0.88 i.e. 0.88 (approx.)
2% of the average consolidated PBT excluding dividend received from other companies		0.88

**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 ₹ 88,00,000/- (Rupees Eighty Eight Lakhs only).

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

- a) Total amount to be spent for the financial year 2016-17 - ₹ 88,00,000/- (Rupees Eighty Eight Lakhs only)
- b) Amount unspent against identified projects, if any – NIL
- c) Manner in which the amount spent during the financial year is detailed below:

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 and district where projects or programs was undertaken	Amount Outlay (budget) project or programs wise	Amount spent on the project or programs Sub heads: (1) Direct expenditure on projects or programs (2) Over-heads	Cumulative expenditure up to the reporting period	Amount Spent: Direct or through implementing agency (Give details of Implementing agency)
1	Contribution to 'Swachh Bharat Kosh' set up by the Central Government	Sanitation	All over India	101.30 [81.11 (for FY 2016-17) + 20.19 (unspent amount of FY 2015-16)]	1) 101.30 2) Nil	101.30	Govt. of India
2	Installation of Solar Photo Voltaic Power Pack for development of the tribal villages of patalkot area of distt. Chhindwara, Madhya Pradesh	Power	(2) Patalkot Area of Distt. Chhindwara (MP)	6.89	1) 6.89 2) Nil	19.75	Through implementing agency - Madhya Pradesh Urja Vikas Nigam Ltd. (MPUVNL)
3	Project for supply, installation and commissioning of LED based Solar Street Lighting System in Arunachal Pradesh	Power (Renewable Energy and Energy Efficient and Environment friendly Technologies)	(2) East Kamaeng, Arunachal Pradesh	17.8	1) 17.8 2) Nil	89.8	Through implementing agency - M/s Energy Efficiency Services Limited (EESL)
4	Construction of 30 toilet units in schools in Rewa district of Madhya Pradesh	Other	(2) Rewa, Madhya Pradesh	1.10	1) Nil 2) Nil	31.86	Through implementing agency - Rajya Shiksha Kendra
<b>Total (in Lakh)</b>				<b>127.09</b>	<b>1) 125.99 2) Nil</b>	<b>242.71</b>	

**Note:** During the FY 2016-17, PFCCL has released the balance amount of ₹ 17.8 Lakh towards the earlier sanctioned project for supply, installation and commissioning of LED based Solar Street Lighting System in Arunachal Pradesh through Energy Efficiency Services Limited (EESL) under PFCCL's CSR activities. Further, the unspent amount of ₹ 20.19 Lakh of FY 2015-16, is contributed towards 'Swachh Bharat Kosh' under PFCCL's CSR activities.

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.**

Not Applicable

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.



**(Subir Mulchandani)**  
Chief Executive Officer



**(Rajeev Sharma)**  
Chairman, CSR Committee