

CORPORATE SOCIAL RESPONSIBILITY POLICY
OF
KERALA TRANSPORT DEVELOPMENT FINANCE CORPORATION LTD

Preamble

We, the KTDFC Ltd, believe that our business is built around strong social relevance with the main objective of the development of Transport infrastructure in the state by facilitating enhancement of the existing Transportation Network, with the new vision of SAFEST (Safe, Accessible, Feasible, Efficient, Sustainable Transport) systems, integrating Urban-Rural connectivity to the best satisfaction of the society. Now we have also established our status as a catalyst behind K S R T C, the largest public sector undertaking in Kerala engaged in Public Transport System. We are putting in place a formal C S R policy as a guide towards our social commitment going forward.

Key words and meanings

Act – Means the Companies Act 2013 as amended from time to time.

CSR – Means Corporate Social Responsibility.

CSR Policy- Means the policy relates to the activities to be undertaken by the Company as specified in Schedule VII to the Act and the expenditure thereon, excluding activities undertaken in pursuance of normal course of business of a Company.

CSR Rules or Rules - Means Companies (Corporate Social Responsibility Policy Rules) 2014.

Policy Objectives and Purpose

The objective of the C S R Policy is to lay down the guiding principles in undertaking various programs and projects by or on behalf of the Company relating to Corporate Social Responsibility (C S R) within the meaning of section 135 of the Companies Act-2013 read with Schedule vii of the Act and the C S R Policy Rules 2014. The purpose of the policy is to make clear to all stakeholders what we mean by C S R and how we propose to work towards achieving it.

Applicability

C S R policy shall be applicable to all C S R activities of the Company whether carried by it or through any implementation agency.

C S R Committee

C S R Committee means the Corporate Social Responsibility Committee of the Board constituted in terms of Section 135 of the Act, read with the Rule 5 of the Rules.

Role of the Committee include:-

- 1) Draft the C S R policy and recommend the same to the Board for approval.
- 2) Review and recommend any new C S R initiatives to be taken up by the Company including the selection/appointment of implementation agencies.
- 3) Monitor and Review the progress of C S R projects already undertaken by the Company and the utilization of budgets for each such project.
- 4) Recommend to the Board the amount of expenditure to be incurred by the Company on each CSR activity.

- 5) Review and recommend the C S R report to be included in the Board's report.
- 6) Review and recommend any amendments to be made in the C S R policy of the Company.
- 7) To carry such other functions as may be delegated to it by the Board from time to time relating to C S R activities of the Company.

C S R Activities

The Company has formulated the C S R policy consisting of the following C S R activities falling under Schedule vii of the Act 2013.

1. Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water.
2. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects.
3. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.
4. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water.
5. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting

- up public libraries; promotion and development of traditional arts and handicrafts.
6. Measures for the benefit of armed forces veterans, war widows and their dependents.
 7. Training to promote rural sports, nationally recognized sports, Paralympics Sports and Olympic sports.
 8. Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Caste\$, the Scheduled Tribes, other backward classes, minorities and women.
 9. Contributions or funds provided to technology incubators located within academic - institutions which are approved by the Central Government, and
 10. Rural development projects.

Execution of Projects /programs:

The Company may undertake one or more projects or programs or activities provided in the policy either as its own or through any implementation agency. It shall be the endeavor of the Company to build up necessary capabilities to implement the C S R projects on its own in the long run. It can also acquire the services of experts in respective fields by appointing them as consultants in a particular program or project.

Monitoring of C S R activities

C S R committee of the Board will be responsible for the monitoring of various C S R projects or programs undertaken by the Company directly or indirectly. The committee shall ensure that:

1. Company undertakes the C S R activities provided in the C S R policy.
2. The projects or programs are implemented as per the program /project, as the case may be, approved by the Board.
3. The budget allocated to each project is utilized for the projects as per the approved plans.
4. The objective of the project /program is achieved as per the plans.

Company shall provide necessary resources and human capital for implementation and the effective monitoring of the C S R projects and programs as may be directed by the C S R committee. The services of external agencies or persons who have experience in the same or similar projects or programs undertaken or proposed to be undertaken by the Company may also be made available for successful implementation and monitoring of the project.

Surplus arising out of C S R:

Surplus arising out of C S R project or program or activities shall not form part of the business profit of the Company.

Amendment of Policy:

C S R policy of the Company may be amended at any time by the Board of Directors of the Company on the recommendation of the C S R committee.

Reporting

On approval of the C S R policy or any amendments thereof the contents of the policy shall be included in the Board's report and the same shall be displayed on the website of the Company.

At the end of each financial year the C S R committee shall prepare a report of the C S R program in the prescribed form relating to the financial year and submit to the Board for its inclusion in the Board's report.
