

**STERLITE POWER TRANSMISSION LIMITED**  
**POLICY ON CORPORATE SOCIAL RESPONSIBILITY**

**Owner:**  
Corporate Secretarial Department

**Issue Date:**  
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**Version:**  
CSR Policy - 1.0

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**The Board of Directors (the “Board”) of Sterlite Power Transmission Limited (the “Company” or “SPTL”), acting upon the recommendation of the Corporate Social Responsibility Committee, has adopted the following policy with regard to Corporate Social Responsibility of the Company as required by Section 135 of the Companies Act, 2013 at its meeting held on February 15, 2017. The Corporate Social Responsibility Committee will review and may amend this policy from time to time, subject to the approval of the Board.**

#### **A. Purpose and Effective Date**

Sterlite Power Transmission Limited (‘SPTL’ or ‘the Company’) has adopted this Policy on Corporate Social Responsibility (the "Policy") as required under the provisions of Section 135 of the Companies Act, 2013 (the "Act") read with Schedule VII of the Act and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force).

The Company is committed to conduct its business in a socially responsible, ethical and environmentally friendly manner and to continuously work towards improving quality of life of the communities in its operational areas.

This policy shall apply with effect from the date of approval of this policy by the Board of Directors.

#### **B. Focus Areas**

Company will focus on the following areas for carrying out its CSR activities, from time to time, as specified under Schedule VII of the Companies Act, 2013 and the Rules made thereunder:-

- i. 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.
- ii. Rural development projects.
- iii. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects.
- iv. Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water.
- v. Contribution or funds provided to technology incubators located within academic institutions which are approved by the Central Government, and
- vi. CSR committee may recommend to the Board of Directors, additional CSR initiatives, based on specific merit, provided that these projects fall under the scope of schedule VII of the Companies Act, 2013, as may be amended from time to time.

We at SPTL through CSR initiatives of the company will remain committed to our duty to improve the lives of individuals and communities in the country.

### **C. Constitution of CSR Committee**

In accordance with the provisions of Section 135 of the Act, the Board of Directors of the Company has constituted a Corporate Social Responsibility Committee ("**CSR Committee**") to, *inter-alia*, carry out the following functions:

- (i) Formulate and recommend to the Board, a Corporate Social Responsibility Policy, from time to time, which shall indicate the activities to be undertaken by the Company towards its CSR;
- (ii) Recommend the amount of expenditure to be incurred on the CSR activities;
- (iii) Monitor the CSR Policy of the Company from time to time.

### **D. Composition of the Committee:**

The composition of the Committee is / shall be in compliance with the Act, Rules made there under as amended from time to time.

### **E. CSR Funds**

The corpus for the purpose of carrying on the aforesaid activities would include the followings:

- 2% of the average Net Profit made by the Company during immediately preceding three Financial Years.
- any income arising there from.

The Company in every financial year shall ensure that it spends 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.

Provided that 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.

Provided further that if the company fails to spend such amount, the Board of Directors shall, in its report made under clause (o) of sub-section (3) of Section 134 of the Companies Act, 2013, specify the reasons for not spending the amount.

### **F. CSR Budget and Utilisation:**

CSR Committee will recommend the budgeted expenditure for CSR activities to the Board for its consideration and approval and shall be utilized on approved projects in accordance with the CSR Policy.

Surplus arising out of CSR activities carried out by the company and such surplus will not be part of business profit of the company. [Pursuant to Rule 6 of the Companies (Corporate Social Responsibility Policy) Rules, 2014].

**G. Monitoring:**

Company's CSR Committee shall monitor the implementation of the CSR Policy through periodic reviews of the approved projects.

**H. Compliance with the Policy**

It shall be the responsibility of the CSR Committee to ensure compliance with the Policy.

In case of non-compliances, the CSR Committee/Board of Directors shall take appropriate mitigating actions in compliance with prevailing laws.

In case there is any conflict between the provisions of this Policy and the Act or any other Statute/Rule/Regulation, the provisions of the Act or such other Statute/Rule/Regulation shall prevail over this Policy.

This Policy shall be communicated to all employees and other concerned persons of the Company. Further, if required, this Policy shall be uploaded on the website of the Company and website link for the same shall be provided in the Annual Reports of the Company.

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