

ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company

A. CSR Policy

The CSR Policy of the Company inter-alia specifies the key focus areas for CSR activities/projects that could be undertaken by the Company, approach and process for undertaking CSR projects and the monitoring mechanism.

The Policy is available on the website of the Company - www.hdfcergo.com.

B. Organization setup

The CSR projects are implemented under the guidance of the CSR Committee of Directors, which presently comprises six (6) Directors. The Company also has a Sub-Committee of CSR (SC-CSR) comprising of the Senior Management team including the Executive Directors.

The terms of reference of the CSR Committee inter-alia includes:

- i. Formulate and review the CSR Policy and recommend the same to the Board for its approval;
- ii. Formulate and recommend to the Board an Annual Action Plan on CSR activities;
- iii. Recommend the amount of expenditure to be incurred on the CSR activities;
- iv. Review the CSR projects/ programmes from time to time;
- v. Ensure overall governance and compliance for CSR; and
- vi. Annually report to the Board, the details of the CSR activities.

C. Scope of activities

The CSR activities of the Company are as per the provisions of Schedule VII of the Companies Act, 2013 ('Act').

i. Geographical Span of CSR Projects

The CSR activities are taken up primarily in and around areas near HDFC ERGO's places of business.

ii. Planning

The identification of CSR activities is done using one or combination of the following methods:

- (i) In-house planned projects;
- (ii) Proposals from District Administration/ Local Govt. body/ Public representatives etc; and

- (iii) Proposals/requests from a registered and specialized body for providing financial assistance for carrying out specific CSR initiatives subject to the condition that it fulfills the criteria as prescribed in the statute in this regard.

iii. Implementation Methodology

The CSR activities/ projects are implemented using internal resources or through collaborating with NGOs/ specialized agencies/ trusts/ institutions/ foundations/ societies/ Government bodies; etc. in accordance with the provisions of the Act and the Companies (Corporate Social Responsibility Policy) Rules, 2014.

The details of major CSR initiatives undertaken by the Company during the financial year 2020-21 are given below:-

I. Gaon Mera Government School Reconstruction & Development Project in 4 Identified Villages -

The focal area for the Company's CSR intervention is a dedicated "Adopt a Village" Program called "GAON MERA". The program is aimed at improving the current status of Education, Sanitation and Healthcare in selected village(s).

The Company has selected villages through an internal employee nomination program. The Company aims to work holistically towards development of education with all relevant stakeholders in these villages on Government School Reconstruction Program to make a sustainable impact in the lives of the marginalized communities living in these villages.

Charities Aid Foundation (CAF India), Yuva Unstoppable and Habitat for Humanity are working as Implementation Partners for above activities.

The main objective of Gaon Mera program is to address the need for sustainable educational infrastructure, support system for rural development and holistic advancement of education in the communities. The project works towards sustainable development in core focus area of education in the selected village(s).

Preliminary evaluation in the start-up phase was done by the Implementation Partners in the form of rapid need assessment and development of project proposal. Government School Construction Project is adopted using BaLA (Building as Learning Aid), an innovative concept for qualitative improvement in education, through developing child-friendly, learning and fun based physical environment.

2. Composition of CSR Committee:

Sr. No.	Name of Director	Designation/ Directorship	Nature of	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Ameet P. Hariani	Chairman (Independent Director)		4	4
2	Mr. Mehernosh Kapadia	Independent Director		4	4
3	Mr. Deepak S. Parekh	Non - Executive Director		4	1
4	Ms. Renu Sud Karnad	Non - Executive Director		4	4
5	Dr. Oliver Martin Willmes*	Non - Executive Director		2	2
6	Mr. Theodoros Kokkalas*	Non - Executive Director		2	1
7	Mr. Anuj Tyagi	Deputy Managing Director		4	4

*Dr. Oliver Martin Willmes was inducted as a Member of the Committee in place of Mr. Theodoros Kokkalas w.e.f October 12, 2020.

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company:

<https://www.hdfcergo.com/corporate-social-responsibility>

4. Provide the details of Impact Assessment of CSR projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):

Not Applicable

5. Details of the amount available for set-off in pursuance of sub-rule (3) of Rule 7 of the Companies (Corporate Social Responsibility

Policy) Rules, 2014 and amount required for set-off for the financial year, if any:

Not Applicable

6. Average net profit of the Company as per Section 135(5) of the Act: ₹ 475.95 crore

7. (a) Two percent of average net profit of the Company as per Section 135(5) of the Act - ₹ 9.52 crore

(b) Surplus arising out of the CSR projects or programmes or activities for the previous financial years - NIL

(c) Amount required to be set-off for the financial year, if any - NIL

(d) Total CSR obligation for the financial year (7a+7b-7c) - ₹ 9.52 crore.

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6) of the Act		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5) of the Act		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
95,201,616	NIL	NA	NA	NIL	NA

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sr. No.	Name of the Projects Activities	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Project duration	Amount allocated for the project (in ₹)	Amount spent in the current financial year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) of the Act (in ₹)	Mode of Implementation Direct (Yes/No)	Mode of Implementation -Through Implementing Agency	
				State	District						Name	CSR Registration number
1	Reconstruction project of Govt. School in 3 villages under Gaon Mera FY20 Projects	Education	NO	Haveri	Karnataka	3 Years	10,284,836	Direct expenditure: 514,242 Overheads- Nil	NA	NO	Yuva Unstoppable	CSR00000473
2	Reconstruction project of Govt. School in 3 villages under Gaon Mera FY20 Projects	Education	NO	Patan	Gujarat	3 Years	8,388,594	Direct expenditure: 661,374 Overheads- Nil	NA	NO	Yuva Unstoppable	CSR00000473
3	Reconstruction project of Govt. School in village under Gaon Mera FY21 Projects	Education	NO	Jhajjar	Haryana	3 Years	9,097,760	Direct expenditure: 2,729,328 Overheads- Nil	NA	NO	Habitat For Humanity	CSR00000402
4	Supporting Professional Graduate Education for Girls through Lila Poonawalla Foundation	Education	NO	Wardha and Amravati	Maharashtra	3 Years	5,207,250	Direct expenditure: 1,598,250 Overhead- Nil	NA	NO	Lila Poonawalla Foundation	CSR00000090
5	Supporting 3 students on full scholarship for three year undergraduate program	Education	NO	Ranchi, Thane and Unnao	Jharkhand, Maharashtra and Uttar Pradesh	3 years	3,030,000	Direct expenditure: 3,030,000 Overhead- Nil	NA	NO	International Foundation For Research and Education	CSR00000712
6	Reconstruction project of Govt. School in village under Gaon Mera FY20 Projects	Education	NO	Madhya Pradesh	Jabalpur	2 years	7,360,000	Direct expenditure: 736,000 Overheads - Nil	NA	NO	CAF-India	CSR00001692
Total								9,269,194				

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sr. No.	Name of the Projects Activities	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent in the current financial year (in ₹)	Mode of Implementation -Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
1	Running Teleclinic Centers in 11 villages	Health care	NO	8 States	9 Districts	Direct expenditure: 1,089,389 Overheads - Nil	YES	NA	NA
2	Financial assistance and extending co-guardianship to special adults of ADHAR	Health care	YES	Maharashtra	Nashik, Thane	Direct expenditure: 1,910,541 Overheads - Nil	NO	Association of Parents of Mentally Retarded Children, Mumbai (ADHAR)	CSR00000230

(1) Sr. No.	(2) Name of the Projects/ Activities	(3) Item from the list of activities in Schedule VII to the Act	(4) Local area (Yes/No)	(5) Location of the project		(6) Amount spent in the current financial year (in ₹)	(7) Mode of Implementation -Direct (Yes/No)	(8) Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
3	COVID-19 Awareness campaign	Health care	NO	pan India	pan India	Direct expenditure: 11,500,001 Overheads - Nil	YES	NA	NA
4	COVID-19 Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	Prime Minister's National Relief Fund	NO	pan India	pan India	Direct expenditure: 50,000,000 Overhead - Nil	YES	NA	NA
5	COVID-19 Support - Contribution to Action Northeast Trust (ANT) for distributing cotton masks to students of Government schools for precaution.	COVID-19 Support	NO	Bongaigaon	Assam	Direct expenditure: 500,000 Overhead - Nil	NO	The Action Northeast	CSR00003562
6	COVID-19 Support - Distribution of ration kits to ~ 1000 families affected through BIG FM (United ways of India)	COVID-19 Support	NO	Maharashtra	Mumbai	Direct expenditure: 1,539,900 Overhead - Nil	YES	NA	NA
7	Project Save Little Hearts (Genesis Foundation)	Health care	NO	pan India	pan India	Direct expenditure: 2,700,000 Overhead - Nil	NO	Genesis Foundation	CSR00001713
8	Girl Child Education Program With IIMPACT by supporting 50 Learning Centers	Education	NO	Mewat	Haryana	Direct expenditure: 2,725,000 Overhead - Nil	NO	IIMPACT	CSR00002935
9	Support Cataract Surgeries through Vision Foundation of India	Health care	NO	pan India	pan India	Direct expenditure: 5,000,000 Overhead - Nil	NO	Vision Foundation of India	CSR00002065
10	COVID-19 Support - Contribution for Childcare Centers for COVID testing and Quarantine facilities	COVID-19 Support	NO	Delhi, Rajasthan, West Bengal, Tamil Nadu, Telangana and Assam	7 Districts	Direct expenditure: 924,112 Overhead - Nil	NO	St. Jude India Childcare Centres	CSR00001026
11	COVID-19 Response -Strengthen COVID-19 clinical care management at various COVID hospitals	COVID-19 Support	NO	Bihar, Delhi, Maharashtra and Karnataka	4 Districts	Direct expenditure: 7,543,604 Overhead - Nil	NO	Doctors for You	CSR00000608
12	COVID-19 Support - Hygiene Kits to farmers in 7 States	COVID-19 Support	NO	Assam, Tripura, Rajasthan, Maharashtra, Karnataka, Uttar Pradesh and Odisha	16 Districts	Direct expenditure: 499,875 Overhead - Nil	YES	NA	NA
Total						85,932,422			

- (d) Amount spent in Administrative Overheads – Nil
- (e) Amount spent on Impact Assessment, if applicable – Nil
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e) - ₹ 95,201,616
- (g) Excess amount for set-off, if any – Nil

Sr. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the Company as per Section 135(5) of the Act	95,190,622
(ii)	Total amount spent for the financial year	95,201,616
(iii)	Excess amount spent for the financial year [(ii)-(i)]*	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years[(iii)-(iv)]	NIL

*The difference between (ii) and (i) i.e excess of ₹ 10,994 is not proposed to be carried forward

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135 (6) of the Act (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per Section 135(6) of the Act, if any			Amount remaining to be spent in succeeding financial years (in ₹)
				Name of the fund	Amount (in ₹)	Date of transfer	
NIL							

9. (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

Sr. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project Duration	Total amount allocated for the project (in ₹)	Amount allocated for the project (in ₹)	Amount spent on the project in the reporting Financial Year (in ₹)	Cumulative amount spent at the end of the reporting Financial Year (in ₹)	Status of the project – Completed/ Ongoing
NIL									

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details):

The Company has not constructed or acquired any asset in its name. However, the Company has refurbished/reconstructed Govt. Schools as detailed below:

A. Govt. School in Jamkhar village, Jabalpur, Madhya Pradesh under Gaon Mera Projects –

(a)	Date of creation or acquisition of the capital asset(s)	October 23, 2020
(b)	Amount of CSR spent for creation or acquisition of capital asset	₹ 7,360,000
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc	School Management Committee, Jamkhar village, Jabalpur, Madhya Pradesh
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	Project completed and inaugurated virtually in October 2020. A brief overview of facilities provided by us in project is as follows - <ol style="list-style-type: none"> 1. Reconstruction of 2,942 sq.ft. area of school provided with all amenities with BaLA tools. A new drinking water area with water filter has been constructed; 2. New garden area with play section has been created. A variety of indoor and outdoor play items have been provided; 3. BaLA tools like knowledge grill, charts, maps, play of light and shadow, periscope, toy making area, etc

		<p>4. Furnishing items like wooden benches and wooden desk for students, almirah for all classes, notice board, etc;</p> <p>5. Complete uniforms including shoes and socks, school bags and stationery kits for all students;</p> <p>6. Refurbishment work includes:</p> <p>a. Walls have been plastered, Tiling, plumbing, kitchen platform and all cooking and serving utensils have been provided; and</p> <p>b. MDM Kitchen, Office room, Computer room and store room.</p> <p>Total 60 students getting benefitted and expecting to increase at least 6% number of students in newly constructed school.</p>
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B. Govt. School in Domabaramattur village, Haveri, Karnataka under Gaon Mera Projects –

(a)	Date of creation or acquisition of the capital asset(s)	October 30, 2020
(b)	Amount of CSR spent for creation or acquisition of capital asset	₹ 9,770,595
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc	School Management Committee, Domabaramattur village, Haveri, Karnataka
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	<p>Project completed in October 2020 as per plan and inaugurated virtually on November 2021. A brief overview of facilities provided by us in project is as follows –</p> <ol style="list-style-type: none"> 1. Reconstruction of 4,428 sq.ft. area of school provided with all amenities with BaLA tools. A new drinking water area with water filter has been constructed; 2. New garden area with play section has been created. A variety of indoor and outdoor play items have been provided; 3. BaLA tools like knowledge grill, charts, maps, play of light and shadow, periscope, toy making area, etc; 4. Furnishing items like wooden benches and wooden desk for students, almirah for all classes, notice board, etc; 5. Complete uniforms including shoes and socks, school bags and stationery kits for all students; 6. Refurbishment work includes: <ol style="list-style-type: none"> a. MDM kitchen, Walls have been plastered, Tiling, plumbing, kitchen platform and all cooking and serving utensils have been provided; b. Boy's toilet with all sanitary fittings; and c. Repainting of MDM shed and providing a new roof. <p>Total 186 students getting benefitted and expecting to increase at least 10% number of students in newly constructed school.</p>

C. Govt. School in Mithivavdi village, Patan, Gujarat under Gaon Mera Projects –

(a)	Date of creation or acquisition of the capital asset(s)	December 9, 2020
(b)	Amount of CSR spent for creation or acquisition of capital asset	₹ 7,969,164
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc	School Management Committee, Mithivavdi village, Patan, Gujarat
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	<p>Project completed and inaugurated virtually in December 2020. A brief overview of facilities provided by us in project is as follows -</p> <ol style="list-style-type: none"> 1. Reconstruction of 4,000 sq.ft. area of school provided with all amenities with BaLA tools. A new drinking water area with water filter has been constructed; 2. New garden area with play section has been created. A variety of indoor and outdoor play items have been provided; 3. BaLA tools like knowledge grill, charts, maps, play of light and shadow, periscope, toy making area, etc; 4. Furnishing items like wooden benches and wooden desk for students, almirah for all classes, notice board, etc; 5. Complete uniforms including shoes and socks, school bags and stationery kits for all students; 6. Refurbishment work includes: <ol style="list-style-type: none"> a. MDM kitchen, Walls have been plastered, Tiling, plumbing, kitchen platform and all cooking and serving utensils have been provided; b. Boy's toilet with all sanitary fittings; and c. Repainting of MDM shed and providing a new roof. <p>Total 55 students getting benefitted and expecting to increase at least 7% number of students in newly constructed school.</p>

11. Specify the reason(s), if the Company has failed to spend two percent of the average net profit as per Section 135(5) of the Act – NIL

Ritesh Kumar
(DIN: 02213019)
(Managing Director & CEO)

Ameet Hariani
(DIN: 00087866)
(Chairman - CSR Committee)