

ANNUAL REPORT ON CSR ACTIVITIES FOR FY 2014-15

1. A brief outline of the 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 or programs.

The CSR Policy of the Company inter-alia specifies the broad areas of CSR activities 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.

The details of CSR initiatives undertaken by the Company during the financial year 2014-15 and other particulars are given below.

A. Safe drinking water project in 15 villages spread across 5 states, in association with Sarvajal

Worldwide, as many as 1 billion people lack access to clean potable drinking water. Waterborne ailments account for 80% of health disease and deaths. Millions of people in India still lack access to clean drinking water and basic sanitation. The Company believes that providing safe drinking water is one of the most effective ways to preventive health care and recognises its responsibility to get involved with the rural population for upliftment of their living standards.

The Company in association with Sarvajal continues to provide clean, accessible and affordable drinking water in each of the 15 villages of 5 states i.e. Maharashtra, Bihar, Jharkhand, Karnataka & Madhya Pradesh. The main source of water in these villages is privately dug submersible pumps or government dug hand-pumps. There is no provision of piped water being supplied to each household through a community tank. The facility provided by the Company through Sarvajal will help the villagers get access to good quality drinking water at a minimal cost of 30 paisa per liter. The entire project is funded and monitored by the Company and Sarvajal will take care of consistent supply and purification maintenance. The Company has witnessed positive results of its efforts in the past and is happy that the rural community of villages shall have reliable access to affordable and safe drinking water in a sustainable manner through these water dispensers.

B. Sanitation Units for Families in 3 districts, in association with Habitat for Humanity India

Of the 2.5 Billion people in the world that defecate openly, some 665 million live in India. This is of greater concern as 88% of deaths from diarrhea occur because of unsafe water, inadequate sanitation and poor hygiene. The Company

feels it is its responsibility to get involved with the pain points of rural population for upliftment of their living standards. Being in the business that is a key component of overall healthcare, it is its responsibility to ensure infrastructure for better health of the underprivileged people in rural India.

In association with Habitat for Humanity India, the Company has extended its support to the underprivileged families who are deprived of individual sanitation units by supporting the construction of 250 units in Sangli, 200 units in Aurangabad and 100 units in Bharatpur.

C. Prince Aly Khan Hospital (PAKH) Pathology Lab Upgrade

PAKH is an acute care, multispecialty hospital serving all communities over a period of seventy years. The hospital functions within the framework of the international Aga Khan Development Network, which is committed towards improving the health and living conditions of the people. The hospital provides Diagnostic Services (including Pathology), Oncology, Cancer Rehabilitation Clinic, Emergency Services & Special clinics. The hospital has 162 inpatient beds, 5 operation theatres, a 27 bed critical care unit (ICU), an intensive cardiac care unit (ICCU), neonatal and pediatric intensive care units.

Under this initiative, the Company in association with PAKH will be providing critical and high end Tuberculosis detection and control equipment, for prevention of occupational health hazard to the Doctors and technical staff in histopathology laboratory by eliminating exposure to toxic fumes and infectious agents and upgrading staining quality through high end equipment facilitating speed, accuracy as well as health safety.

All sponsored equipments will enhance medical services, decrease health hazard and provide speedy and accurate medical reports thereby leading to higher health preservation.

- 2. The Composition of the CSR Committee:** Dr. Jagdish Khattar (Chairman), Ms. Renu Sud Karnad, Mr. Andreas Kleiner and Mr. Mukesh Kumar.
- 3. Average net profit of the Company for last three financial years:**
₹ 1,221,784,329
- 4. Prescribed CSR Expenditure (two percent of the amount as in item 3. above):** ₹ 2,44,35,687
- 5. Details of CSR spent during the financial year:**
 - (a) Total amount to be spent for the financial year: ₹ 2,44,35,687

(b) Amount spend during the year: ₹ 2,44,53,376

(c) Amount unspent, if any: Nil

(d) Manner in which the amount spent during the financial year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	Projects / Activities	Sector	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken {District (State)}	Amount outlay (budget) project or programs –wise (₹)	Amount spent on projects on programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads (₹)	Cumulative expenditure up to the reporting period (₹)	Amount spent: Direct or through implementing agency
1.	Formation of Self-Help Groups and training in areas of spice cultivation and dairy development	Livelihood enhancement projects	Rudraprayag (Uttarakhand)	3,58,461	Direct expenditure	3,58,461	Through implementing partner AT India. (Note 1)
2.	Provision of affordable, pure and safe drinking water	Making available Safe Drinking Water	Rohtas and Aurangabad (Bihar), Palamu (Jharkhand), Yadgir (Karnataka), Sheopur (Madhya Pradesh), Aurangabad and Sangli (Maharashtra)	1,03,85,315	Direct expenditure	1,03,85,315	Through implementing partner Sarvajal (Note 2)

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3.	Construction of individual household latrines	Sanitation	Aurangabad and Sangli (Maharashtra), Bharatpur (Rajasthan)	85,50,000	Direct expenditure	85,50,000	Through implementing partner Habitat (Note 3)
4.	Upgradation of Pathology Laboratory of Prince Aly Khan Hospital (PAKH) at Mumbai by provision of critical and high end Tuberculosis detection & control equipment.	Preventive Health Care	Mumbai (Maharashtra)	51,59,600	Direct expenditure	51,59,600	Direct
	TOTAL			2,44,53,376		2,44,53,376	

Note 1: AT India is a non-government organization that works with mountain communities of Uttarakhand, offering them innovative alternatives to subsistence agriculture. Its broad mission is to assist village communities in the Western Himalayan eco-region to conserve their natural resources while utilizing these resources and non timber forest products (NTFPs) in a socially equitable, economically efficient and ecologically sustainable manner. The organization operates under the premise that attaining economic and managerial control over their natural resources will instinctively provide local communities the impetus to support long-term biodiversity conservation goals. More information about AT India can be accessed from its website www.atindia.org.

Note 2: Sarvajal was founded in 2008 by the Piramal Foundation to develop market based models for providing clean drinking water at the base of the pyramid. Piramal Water Private Limited is a social enterprise which creates affordable access to safe drinking water for the under-served at the last mile. This is accomplished through a wide network of decentralized safe drinking water treatment and distribution technologies. More than 8.8 Billion litres of clean drinking water served, 100,000 served daily in over 6 states, 400+ jobs that encourage safe water practices in local communities. Sarvajal was named as one of the World's top 10 most innovative companies in India for 2013. Sarvajal partners with entrepreneurs, companies, philanthropic organizations, non-profits and agencies around the world to deploy drinking water solutions for communities, facilities and institutions. Sarvajal operates through a growing base of local entrepreneurs and in collaboration with government agencies, philanthropic organizations and private companies. More information about Sarvajal can be accessed from its website www.sarvajal.com.

Note 3: Habitat for Humanity India Trust (Habitat) is a Public Charitable Trust having its trust deed registered vide registration No. 700 dated 19/01/2005 with the office of the Sub-registrar of Assurances, Mahrauli Tehsil and having its office at CNI Bhavan, 3rd Floor, No.16, Pandit Pant Marg, New Delhi 110 001. Habitat for Humanity's vision is a world where everyone has a decent place to live. Its mission is to put God's love into action by bringing people together to build homes, communities and hope. More information about Habitat can be accessed from its website www.habitat.org.

6. In case the company has failed to spend the two percent 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 against the total CSR amount to be spent during the financial year 2014-15 of ₹ 2,44,35,687 the Company has spent ₹ 2,44,53,376.

7. The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

Sd/-

Mukesh Kumar
(Executive Director)

Sd/-

Dr. Jagdish Khattar
(Chairman – CSR Committee)