

Corporate Social Responsibility (CSR) Policy

Garuda Power Pvt. Ltd

This summary condenses the key provisions of the company's CSR Policy, which is framed under Section 135 of the Companies Act, 2013 and the rules, 2014.

Purpose and Objective

- Establish a framework for complying with CSR requirements and dedicating part of the company's profits to social projects.
- Ensure CSR initiatives are properly implemented, monitored and reported.
- Encourage associates participation and create sustainable, scalable solutions that improve communities.

Applicability and CSR Spending

- The policy describes CSR applicability under Section 135, including prescribed thresholds relating to net worth, turnover and net profit.
- Where applicable, the company is to spend at least 2% of the average net profits of the three immediately preceding financial years on CSR activities.
- Surplus arising from CSR projects is not to form part of the company's business profits.

CSR Committee

- The CSR Committee recommends the CSR Policy and activities, recommends expenditure, monitors implementation and reviews the policy from time to time.
- The policy states that the committee should meet at least twice a year, with a quorum of two members.
- **Team members are:**
 - D R Deshpande (Chairman)
 - Abhay Jayant (CFO)
 - Abhyuday Kumkarni (CEO)
 - Jaspinder Chahal (Director)

Main CSR Focus Areas

- **Education:** technical/vocational support, school education, adult literacy, girl education, professional education and support for poor/meritorious students.
- **Health and welfare:** health awareness camps, mother and child care, diet and nutrition, blood donation, diabetes/hypertension camps, family welfare, senior citizen care and telemedicine.
- **Sports and culture:** promotion of sports and cultural activities, village-level tournaments, sports materials, state-level teams and cultural events.

Geographical Preference

- Preference is to be given to local areas and communities around the company's operations, although the CSR Committee may recommend other suitable areas.

Implementation

- CSR investment should generally be project-based with defined time frames and periodic milestones.
- Projects may be implemented through specialized agencies such as community organizations, Panchayats, NGOs, academic institutions, trusts, self-help groups and government/semi-government/autonomous bodies.

Budget, Funding and Administration

- The annual CSR budget is based on the prescribed 2% of average net profits; unutilized allocation is described as being carried forward to the next financial year.
- The company is to report reasons for underspending in its annual reporting as applicable.
- CSR projects may be carried out directly or through eligible third-party organizations. The policy also provides an internal sanction limit for the Managing Director, with Board approval required above that limit.

Review and Amendment

- The Board may amend the CSR Policy on its own or on the recommendation of the CSR Committee, subject to applicable statutory requirements and future regulatory changes.