

Rampur Fertilizers Limited

Corporate Social Responsibility (CSR) Policy

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1 INTRODUCTION

Rampur Fertilizers Limited was established with an abiding faith in the manufacturing of Sulphuric Acid, and Fertilizers.

Rampur Fertilizers Limited is mainly engaged in the manufacturing of Sulphuric Acid (Chemical). Sulfuric acid has widely varied uses and plays great in the production of nearly all manufactured goods. The few example of use of sulfuric acid is in the production of fertilizers, e.g., superphosphate of lime and ammonium sulfate. It is some part used in the manufacture of chemicals, e.g., in making hydrochloric acid, nitric acid, sulfate salts, synthetic detergents, dyes and pigments, explosives, and drugs. Sulfuric acid is used in petroleum refining to wash impurities out of gasoline and other refinery products. Sulfuric acid is used in processing metals, e.g., in cleaning iron and steel before plating them with tin/zinc. It facilitate as the electrolyte in the lead-acid storage battery widely used in motor vehicles.

It's our Philosophy to Build partnership with customers, pursue industry leading positions, promote total quality management, focus on strategic vision for globalized and long-term business, act decisively with the courage of risk taking, encourage innovation and inclusiveness, create a challenging and learning work environment, and Fulfill Corporate Social Responsibility.

CSR in India

The new Companies Act 2013 (hereinafter referred to as 'the Act'), has introduced the idea of CSR. It mandates qualifying companies to constitute Corporate Social Responsibility Committee to effectively monitor CSR activities of the Company. Further the Section 469 (1) & (2) of Companies Act 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014 (hereinafter referred to as "CSR Rules") lays down the framework and modalities of carrying out CSR activities which are specified in Schedule VII of the Act.

2 OBJECTIVES

The main objective of the CSR Policy is to lay down guidelines for Rampur Fertilizers Limited ("the Company") to make CSR as one of the key focus areas to adhere to Company's strategy.

This Policy covers current as well as proposed CSR activities to be undertaken by the Company and examining their alignment with Schedule VII of the Act as amended from time to time. It covers the CSR activities which are being carried out in India only and includes strategy that defines plans for future CSR activities.

The Company proposes to implement its CSR activities in various sectors stated hereunder:

Targeted Sectors

Education: Promotion of education including special education, education of poor childrens and employment enhancing vocation skills, etc.

Health: Eradicating hunger, poverty and malnutrition, promoting health care and sanitation, advertisement **including contribution to the Swach Bharat Kosh set-up by the Central Government.**

Woman Empowerment: Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes.

Environment: 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 **including contribution to clean Ganga Fund set-up by Central Government.**

Power: Installation of solar panel at different locations to save consumption of direct diesel oil & save electricity from the mains.

Art & Culture and Sanitation: Protection of national heritage, art and culture, and training to promote rural sports, nationally recognized sports, Paralympic sports and Olympic sports, Rural development projects, Slum area development disaster management, including relief, rehabilitation and reconstruction activities. etc.

Donation to Government Fund and other institutions: Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and other charitable trusts/institutions, which is solely formed to pursue the above objects.

Any other area as may be prescribed by Schedule VII amended from time to time.

Provided that Company shall give preference to the local areas around it where it operates, for spending the amount.

The Company will review the sectors from time to time and make additions/deletions/clarifications to the above sectors.

3 DEFINITIONS:

1. **Corporate Social Responsibility (CSR)** means and includes but is not limited to:
 - (i) Projects or programs relating to activities specified in Schedule VII to the Companies Act, 2013 ('Act').
 - (ii) Projects or programs relating to activities undertaken by the Board of Directors of the company in pursuance of recommendations of the CSR Committee of the Board as per declared CSR Policy of the company subject to the conditions that such policy will cover subjects enumerated in Schedule VII of the Act.
2. **CSR Committee** means the Corporate Social Responsibility Committee of the Board referred to in Section 135 of the Act.
3. **CSR Policy** relates to the activities to be undertaken by the Company as specified in Schedule VII to the Act and the expenditure thereon.
4. **Net Profit** means the net profit of the Company as per its financial statement prepared in accordance with applicable provisions of the Act (Section 198), but shall not include the following ;
 - i. Any profit arising from any overseas branch or branches of the Company, whether operated as a separate company or otherwise and
 - ii. Any dividend received from other companies in India, which are covered under and complying with the provisions of Section 135 of the Act Provided that net profit in

respect of a financial year for which the relevant financial statements were prepared in accordance with the provisions of the Companies Act, 1956 shall not be required to be re-calculated in accordance with the provisions of the Act.

4. CSR COMMITTEE:

4.1 Constitution

In accordance with the provisions of Section 135 of Companies Act, 2013, the Corporate Social Responsibility (CSR) Committee of the Company constituted by the Board of Directors of the Company at their meeting held on 12th August, 2019.

The composition of the said Committee comprises of three directors:

Mr. Gangesh Khaitan, Chairman/Wholetime Director,	Chairman of the committee
Mr. Anshuman Khaitan, Managing Director,	Member of the committee
Mr. Pulak Wardhan Jain, Director	Member of the committee

4.2 Powers of the Committee:

Following are the Powers of the CSR Committee:

- i. Formulate CSR Policy and recommend the same to the Board of Directors of the Company for approval.
- ii. Recommend CSR activities as stated under Schedule VII of the Act.
- iii. Approve to undertake CSR activities in collaboration with other Companies/firms/NGOs etc. and to separately report the same in accordance with the CSR Rules.
- iv. Recommend the CSR Budget.
- v. Spend the allocated CSR amount on the CSR activities once it is approved by the Board of Directors of the Company in accordance with the Act and the CSR Rules.
- vi. Submit the Reports to the Board in respect of the CSR activities undertaken by the Company.
- vii. Monitor CSR Policy from time to time.
- viii. Authorize executives of the Company to attend the CSR Committee Meetings.
- ix. The CSR Committee shall institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the company.

4.3 Frequency of the Meetings of the CSR Committee

The CSR Committee shall meet at least once in a year. Members of the CSR Committee can agree after consultation regarding time and place for the said meetings. Quorum for the meeting should be two. The Members of the Committee may participate in the meeting either in person or through video conferencing or other audio visual means in accordance with the provisions of the Companies Act, 2013 and rules made there under from time to time. Minutes of the CSR Committee shall be placed before the Board for noting.

5 CSR INITIATIVES:

In line with Schedule VII of the Act and the CSR Rules, the Company shall undertake CSR activities included in its Annual CSR Plan, as recommended by the CSR Committee at the beginning of each year. The Committee is authorized to approve any modification to the existing Annual CSR Plan or to propose any new program during the financial year under review.

The Company may collaborate with any other Company as may be approved by CSR Committee to implement CSR activities and the same shall form a part of the Annual CSR Plan. The Company may collaborate with trusts or NGOs for implementation of its projects or processes to carry out CSR activities in accordance with the CSR Rules and to administer its CSR activities.

CSR MONITORING AND REPORTING FRAMEWORK:

In compliance with the Act and to ensure funds spent on CSR Activities are creating the desired impact on the ground a comprehensive Monitoring and Reporting framework has been put in place.

The CSR Committee shall monitor the implementation of the CSR Policy through periodic reviews of the CSR activities.

The respective CSR personnel will present their annual budgets along with the list of approved CSR activities conducted by the Company to the CSR Committee together with the progress made from time to time as a part of the evaluation process under the monitoring mechanism.

CSR EXPENDITURE

CSR Expenditure shall include all expenditure including contribution to corpus for CSR activities approved by the Board on the recommendation of the CSR Committee but does not include any expenditure on an item not in conformity or not in line with activities which fall within the purview of Schedule VII of the Act.

The CSR Rules prohibit the CSR projects and programs that are implemented by the Company for benefit of the employees of the Company and their families. The CSR activities implemented outside India also fall outside the purview of the Rules and hence CSR expenditure on such activities will not be considered for inclusion in the CSR Report. Any amount directly or indirectly contributed towards any political party under Section 182 of the Act shall not be considered as CSR Spend. Activities that are undertaken by the Company in pursuance of its normal course of business will not be considered as CSR activities.

CSR REPORT

CSR Committee shall prepare reports that are required to be placed before the Board. The format of the Report shall be the format prescribed under the CSR Rules stated hereunder:

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S.No.	CSR project or activity identified	Sector in which the project is covered	Projects or Programmes (1) Local area or other (2) Specify the State and District where projects or programs was undertaken	Amount outlay project or program wise	Amount spent on the projects or programs Sub-heads: (1)Direct expenditure on projects or program. (2) Overheads	Cumulative expenditure upto the reporting period.	Amount spent : Direct or through implementing agency
TOTAL							

6 PUBLICATIONS OF CSR POLICY & PROGRAMS

As per the CSR Rules, the contents of the CSR Policy shall be included in the Directors' Report and the same shall be displayed on the Company's website.

7 POLICY REVIEW & FUTURE AMENDMENT

The Committee shall annually review its CSR Policy from time to time and make suitable changes as may be required and submit the same for the approval of the Board.

For Rampur Fertilizers Ltd.

For Rampur Fertilizers Ltd.

Gangesh Khaitan
(Chairman)

Anshuman Khaitan
(Managing Director)

For Rampur Fertilizers Ltd.

Pulak Wardhan Jain
(Director)