



Chiripal Poly Films Limited

Corporate Social Responsibility Committee Charter

Introduction

Corporate social responsibility (CSR) is a field that impacts on all aspects of human presence. Corporates and professionals in both advanced and emerging countries have a lot to consider in the quest to ensure that their activities do not undesirably affect society or if they do; how they can best reduce the adverse impact should be of utmost importance to them in our world today. Being socially responsible on the part of corporate entities has been identified as one of the sine qua non of success in modern markets. If this is so, then it is in the best interest of the organization to source out what actions they need to take in order to act responsibly.

The Companies Act, 2013 has introduced the idea of CSR to the forefront and through its disclose-or-explain mandate, is promoting greater transparency and disclosure. Schedule VII of the Act, which lists out the CSR activities, suggests communities to be the focal point. On the other hand, by discussing a company's relationship to its stakeholders and integrating CSR into its core operations, the rules suggest that CSR needs to go beyond communities and beyond the concept of philanthropy.

Objective of CSR Policy

The main objective of CSR policy is to make CSR a key business process for sustainable development of the society. Company will act as a good corporate citizen and aims at supplementing the role of Government in enhancing the welfare measures of the society within the framework of its policy.

The Company, firmly believes that CSR is primarily, the responsibility of the Company in relation to the impact of its decisions and activities on the society and also the environment, through a transparent and ethical behaviour which is:

- (a) Consistent with sustainable development and welfare of society,
- (b) Takes into account the expectations of stakeholders,
- (c) Is in compliance with applicable law, and
- (d) Is uniformly integrated and practiced throughout the Company

Scope

In continuance of its CSR objects, the following are covered under this Policy:

- (a) CSR activities implemented by the Company on its own,

- (b) CSR activities implemented by the Company through own trust/society or group companies /its trust/its society,
- (c) CSR activities of the Company through an external trust/society.

Definitions

1. "Agency" (or Agencies) means any Section 8 Company or a registered trust/society/NGO/ institution, performing social services for the benefit of the society and excluding a registered trust/society/ NGO/institution/ Section 8 Company which is formed by the Company or its holding or subsidiary company/ group companies.
2. "CSR Committee" shall mean the Corporate Social Responsibility Committee constituted by the Board of the Company in accordance with the Act, consisting of three or more directors, out of which at least one director shall be an independent director.
3. "CSR expenditure" means all CSR expenditure of the Company as approved by the Board upon recommendation of the CSR committee, including the following:
 - i. Contribution to CSR Projects which shall be implemented and/or executed by the Company;
 - ii. Contribution to CSR Projects (including for corpus as required) which shall be implemented and/or executed by its Trust or Society; and
 - iii. Contribution to CSR Projects (including for corpus as required) which shall be implemented and/or executed by an Agency.
 - iv. Any other contributions covered under Schedule VII.

Contribution of any amount directly or indirectly to any political party under section 182 of the Act, shall not be considered as CSR expenditure.

4. "CSR Projects" or "Projects" means Corporate Social Responsibility projects/activities /programs/ initiatives, instituted in India, either new or ongoing, and includes, but is not limited to those undertaken by the Board in pursuance of recommendations of the CSR Committee as per the declared CSR Policy of the Company.

Projects/activities/ programs/ initiatives undertaken in pursuance of normal course of business of the Company and projects which benefit only the employees of the Company and their families shall not be considered as CSR Projects.

5. "Group Companies" means companies covered by the same management under Chiripal gorup, including such other entity /organisation, trusts , section 8 companies promoted by the Chiripal Group..

6. "Rules" shall mean the Companies (Corporate Social Responsibility) Rules 2014, including any re-enactment, modifications or amendments thereof.
7. "Society" means a Society formed and registered under the Societies Registration act, 1860 by the Company and includes a society jointly formed and registered by the Company with all or any of its Group Companies.
8. "Trust" means a Trust created and registered under the India Trusts Act, 1882 by the Company and includes a Trust jointly created and registered by the Company with all or any of its Group Companies.

Roles

The Corporate Social Responsibility (CSR) Committee shall look into such activities specified by its terms of reference which shall include but are not limited to:

- (I) Formulating CSR policy for projects or programmes or activities (either new or ongoing) this shall be undertaken by the Company.
- (II) Approving projects or programs or activities relating to CSR in line with activities specified in Schedule VII of the Companies Act, 2013 to be undertaken by the Board.
- (III) Monitoring and review of utilization of funds/expenditure allocated on such approved CSR projects or programs or activities undertaken by the Board.
- (IV) The committee shall institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the Company.

Over and above the activities specified above the Committee shall at all times thrive to improve the overall CSR mechanism.

Prime Focus Areas

In accordance with the requirements under the Companies Act, 2013, CSR activities, will focus on:

Agriculture - Promoting agricultural activities, providing irrigation facilities in rural areas, organic farming, maintaining lakes near factories and such other activities which promote agriculture.

Eradicating Poverty – Eradicating extreme hunger, malnutrition, poverty, promoting preventive healthcare and sanitation, providing mid-day meals schemes in schools.

Sanitation - Strengthening rural areas by improving accessibility, sanitation, drainage connections, drinking water facilities, housing, power and livelihoods, thereby creating sustainable villages.

Women Empowerment - Adopting measures for empowering women, reducing inequalities faced by socially and economically backward women by providing them facilities to promote dairy business from their homes in order to eradicate the gender differences.

Education & Training - Promoting special education and vocational skills among children, women , youth in order to ensure an educational and prosperous career in the near future.

Rural Development - The Company shall persist to achieve goals of rural development by providing electricity, infrastructure, drainage and such other facilities to achieve the mission of community development.

Review and Monitoring Process

The CSR Committee of Chiripal Poly Films Limited will review the policy from time to time based on the changing needs and aspirations of the target beneficiaries and make suitable modifications as may be necessary, thereby ensuring compliance with Companies Act, 2013

Our Corporate Social Responsibility policy conforms to the Section 135 of the Companies Act, 2013 on Corporate Social Responsibility as spelt out by the Ministry of Corporate Affairs, Government of India.

Effective Date

The policy shall be effective with effect from 7th December, 2015.
