

**" Corporate Social Responsibility Policy of Delhi
State Civil Supplies Corporation Ltd.(DSCSC)"**

1 PRELUDE

The DSCSC has been, since its inception in the year 1980-81, focusing its activities on providing services for General Public by arranging the supplies of SFAs i.e. Specified Food Articles i.e. Wheat, Rice and Sugar under Public Distribution System as per direction of Govt. of India and State Government. Although DSCSC has been undertaking various CSR activities, a formal structured CSR in line with the provisions of Companies Act, 2013 has created an exclusive budget earmarking a part of its net profits for activities under Corporate Social Responsibility (CSR). The activities under CSR from this exclusive budget would be regulated under the provisions of Companies Act, 2013 and the rules framed there under as amended from time to time.

2. OBJECTIVE

The CSR activities of DSCSC need to align with the business objective and its mandate. The main objectives of the CSR Policy shall be the Corporation's continuous commitment to operate in economically, socially and environmentally sustainable manner to ensure upliftment of the marginalized and under-privileged sections of the society to promote inclusive socio-economic growth. Empowerment of communities, and development of backward regions by specially focusing on the project relating to economic infrastructure public facilities and skill development for the benefit of poor and women.

3. CSR THURST AREAS

In accordance with these primary objectives, the CSR activities of DSCSC will have the following thrust areas:-

- i) During the crises period as and when the edible items like pulses, onion, potato etc. the Corporation has successfully arranged these items on subsidized rates for general public specially for the weaker sections of the society.
- ii) Besides, the Corporation is also contributing its share of revenue by making sale of IMFL though its

89 IMFL liquor vends and 19 Country liquor vends. During the last financial year i.e. 2014-15 an amount of Rs.423.10 crores has been paid as Excise Revenue and Rs. 12.24 crore has been paid on account of VAT by the Corporation.

iii) As a social responsibility Corporation has arranged livelihood for the 1984 riot effected widows and also providing its share to Aap ki Rasoi project started by the then Delhi Govt. Corporation is also contributing for the Army widows through donations on yearly basis on the occasion of the Army Flag Day.

iv) Support/taking up project for the improvement of quality of life by focusing on the project of social health, education and economic infrastructure in Delhi and specially with a focus on projects of public facilities/aminities/utilities.

V) Promotion of education

Vi) Ensuring environmental sustainability.

vii) Initiatives for cleanliness and sanitation programme under the Swachh Bharat Mission of Govt. of India.

viii) Any other initiatives / activities /projects found relevant and as approved by the Board/ guidelines issued by Govt.of NCT of Delhi/Govt. of Delhi.

4. PLANNING.

The CSR activities of the Corporation are to be aligned with the business activities of the Corporation as far as possible. Divisional head of various departments of the Corporation shall help in identification/formulation of the proposal for the benefit of intended beneficiaries.

Further, the divisional heads shall ensure need assessment of the proposal, targeted group and benefits likely to accrue from the proposal to the intended beneficiaries at the project formulation stage, as far as possible by the obtaining the details of the present status through primary sources/secondary sources.

Further, the activities planned for the year shall also identify the period / time frame in which these are likely to be taken up and will be completed etc. and further, for carrying the CSR in a particular year, annual plan for that year shall also be prepared in line

with the provisions of Section 135 of the Companies Act, 2013 and the Corporate Social Responsibility rules framed by the Ministry of Corporate Affairs, Government of India.

5 . ELIGIBLE AGENCIES

The agencies eligible under the section 135 of the Companies Act, 2013 read with Corporate Social Responsibility Rules, 2014.

6 SOURCE OF FUNDS

The CSR activities could be undertaken out of a part of net profit, as may be approved by the Board every year, in line with the provisions of Companies Act, 2013 and rules framed by the Ministry of Corporate Affairs for CSR Responsibility.

As per the provisions of Companies Act, 2013, the Company shall spend in every financial year at least 2% of the average net profits of the Company made during the 3 immediately preceding financial years. Provided, that the company shall give preference to the local area [and] areas around it where it operates, for spending the amount earmarked for corporate social responsibility activities. The average net profit shall be calculated in accordance with the provisions of section 198 of the Companies Act, 2013.

7. IMPLEMENTATION

Any agency selected for carrying out the CSR activities should fulfill the basic mandatory requirements of being in formal existence for over 5

years, having executed a similar project or engaged in project related activity during the last three years.

The CSR activities will be coordinated at Head Office with active support from all concerned divisional heads. For dealing with CSR projects a committee is constituted consisting of all the Directors of Board. The CSR committee will be assisted by the concerned division.

The quorum of committee shall be two members. Board of Directors would have the powers to make any changes in the constitution of the CSR committee. The projects shall be examined as per the prevailing procedure/guidelines.

8. REFLECTION OF THE CSR ACTIVITIES

The CSR activities would be reflected in the Annual Report of DSCSC. All the major CSR projects would be documented and hosted on DSCSC's website.

9. REVIEW MECHANISM

The CSR Policy outlines the framework with in which CSR activities would be undertaken. The Policy would be reviewed as may be necessary, based on experience and statutory requirements. Further, any or all provisions of the CSR Policy would be subject to revision/amendment in accordance with the

provisions of Companies Act, 2013 and the rules framed there under as amended from time to time.

N/A/22/11

(CO. SECRETARY)