

Chaman Lal Setia Exports Limited
Corporate Social Responsibility Policy

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1. Introduction

The Board of Directors (the “Board”) of Chaman Lal Setia Exports Limited (the “Company”) has adopted the following policy and procedures with regard to Corporate Social Responsibility. The Board may review and amend this policy from time to time subject to the recommendations of Corporate Social Responsibility Committee.

2. Policy Objectives

Chaman Lal Setia Exports Limited CSR Policy intends to :

Strive for economic development that positively impacts the society at large with minimal footprint.

Embrace responsibility for the Company’s actions and encourage a positive impact through its activities on Eradication of extreme hunger, poverty, malnutrition, Enhancement of livelihood projects, Rural development of host communities, Promoting Education and creating Social, Environmental and economic value to the society.

3. Definitions :-

“**Board of Director**” or “Board” means the Board of Directors of the Company, as constituted from time to time.

“**Company**” means a company incorporated under the Companies Act, 2013 or under any previous company law.

“**CSR Programmes**” means Programmes, projects and activities carried out in this regard are the subject matter of this Policy.

“**Corporate Social Responsibility Committee or Committee**” means CSR Committee constituted by the Board of Directors of the Company, from time to time.

“**Independent Director**” means a Director of the Company, not being a whole time director and who is neither a promoter nor belongs to the promoter group of the Company and who satisfies

other criteria for independence under the Companies Act, 2013 and the Listing Agreement entered with the Stock Exchanges.

“Policy” means Corporate Social Responsibility.

Any other term not defined herein shall have the same meaning as defined in the Companies Act, 2013 or any other applicable regulation.

4. Policy

- To provide free ration, flour, clothes etc. to widow ladies, poor and needy people and other deprived sections of the society.
- Promoting sanitation, making available safe drinking water.
- Installation of solar lights in rural area for welfare of people.
- To engage in affirmative action/interventions such as skill building and vocational training, to enhance employability and generate livelihoods for persons including from disadvantaged sections of society.
- To pursue CSR program primarily in areas that falls within the economic vicinity of the Company's operations to enable close supervision and ensure maximum development impact.
- To carry out activities at the time of natural calamity or engage in Disaster Management System.
- To contribute to the Prime Minister' National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Caste, the Scheduled Tribes, other backward classes, minorities and women.
- To contribute or provide funds to technology incubators located within academic institutions which are approved by the Central Government.
- To promote education including higher and special education and livelihood enhancements projects and to provide monetary contributions to academic institutions for infrastructure like benches, fans, chairs, tables, water, fans and other allied articles.
- To contribute to any fund setup by the Central Government or State Government including Chief Minister's Relief Fund which may be recognized as CSR activity.

- To take steps for establishment of Hospitals for poor and needy people for free health check-ups, provision of free testing facilities, free medicines & treatments facilities program for preventive diseases and building immunity.
- To ensure environmental sustainability, ecological balance, conservation of natural Resources and for this to set a project of installation of solar panel in villages or backward areas falling within the vicinity of Company's operation and to do all other work for welfare of society.

5. IMPLEMENTATION :-

Chaman Lal Setia Exports Limited will implement its CSR activities approved by CSR Committee through Company Personnel or through external implementing agencies Or through such other Trusts, Foundation and Section 8 Companies that may be established by the Company from time to time.

6. LOCATION OF CSR EFFORTS:-

The CSR Committee will decide on the locations for CSR activities.

7. SCOPE OF CSR ACTIVITIES IN CLSEL

As a practice, we classify only those projects that are over and above our normal course of business as CSR. This policy applies to all our CSR projects and it will be further reviewed and updated.

8. GOVERNANCE:-

Every year, the CSR Committee will place for the Board's approval, a CSR Plan delineating the CSR Programmes to be carried out during the financial year and the specified budgets thereof. The Board will consider and approve the CSR Plan with any modification that may be deemed necessary.

The CSR Committee will assign the task of implementation of the CSR Plan within specified budgets and timeframes to such persons or bodies as it may deem fit.

9. **COMPOSITION OF CSR COMMITTEE :-**

The CSR committee shall consist of following directors :-

Shri Parmod Kumar Kukar , Chairman/Independent Director

Shri Rajeev Setia , Member/ Whole Time Director

Shri Vijay Setia, Member/ Whole Time Director

10. **RESPONSIBILITIES OF THE COMMITTEE :-**

The responsibilities of the CSR include :-

Formulating and recommending to the Board of Directors the CSR Policy and indicating activities to be undertaken.

Suggest areas of intervention to the Board of CLSEL.

Approve projects that are in line with the CSR policy.

Recommending the amount of expenditure for the CSR activities, and

Monitoring CSR activities from time to time.

11. **CSR BUDGET :-**

The total Budget for the CSR projects will be decided by the CSR committee.

12. **Treatment of Surpluses :-**

Any surplus generated from CSR projects undertaken by us will be tracked and channelized into our CSR corpus. These funds will be further used in development of the CSR projects and will not be added to the normal business profits.

13. **Reporting**

The Board's Report of the Company to include an annual report on CSR containing particulars specified in the annexure to the rule pertaining to a financial year commencing from April 1, 2014.

14. **Disclosures**

The contents of the approved CSR Policy shall be disclosed in the Board's Report and displayed on the Company's Website.