

**CORPORATE SOCIAL
RESPONSIBILITY POLICY
OF
LORDS CHLORO ALKALI
LIMITED**

1. INTRODUCTION

Lords Chloro Alkali Ltd. (LCAL) was incorporated in 1979, for producing and exporting a wide range of chemicals, which commanded the market in North India.

LCAL has built sophisticated manufacturing facilities at Alwar (Rajasthan), having locational advantage in chloro-alkali deficit region. A well integrated Caustic-Soda Plant is presently upgraded to 220 t.p.d. Laden, with a production potential to tap by-products, both functional and non-functional.

LCAL is committed to operate and grow its business in a socially responsible way with a vision to be an environmental friendly corporate citizen.

Corporate Social Responsibility is strongly connected with the principles of Sustainability; an organization should make decisions based not only on financial factors, but also on the social and environmental consequences.

Therefore, it is the core corporate responsibility of LCAL to practice its corporate values through its commitment to grow in a socially and environmentally responsible way, while meeting the interests of its stakeholders.

As per the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of Directors of any eligible company (i.e companies meeting the requirements of Section 135 of the Act) shall, after taking into account the recommendations of the CSR Committee, approve the CSR Policy for the company and disclose the contents of such policy in its Report and the disclose the same on the website of the Company

2. CSR VISION

Improve quality of life for all our communities through integrated and sustainable development in every possible way.

3. CSR FRAMEWORK

Company has constituted Corporate Social Responsibility Committee, under the provisions of Section 135 of Companies Act, 2013, to formulate & recommend CSR policy for the Company to the Board. The CSR Committee is responsible to recommend the budget/expenditure as may be needed for the financial year and monitor the execution of CSR Policy of the Company and if required, to recommend modification in CSR Policy to Board.

In terms of section 135 of the Companies Act, 2013 and the Rules made thereunder, Board of Directors of the Company has constituted a CSR Committee and the following are its members;

S.No	Name	Designation
1	Shri Ajay Virmani	Chairperson
2	Yuvraj Ahuja	Member
3	Madhav Dhir	Member
4	Mrs Poonam Rawat	Member

The CSR Committee to, inter alia, carry out the following functions;

- a. To formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and the rules made thereunder.
- b. To recommend the amount of expenditure to be incurred on the CSR activities.
- c. To monitor the implementation of framework of CSR Policy.
- d. To carry out any other function as mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable, necessary or appropriate for performance of its duties.

4. CSR ACTIVITIES

While the company strive to undertake all or any suitable activity as specified in Schedule VII of the Companies Act, 2013, currently, the company focuses to support and implement the following activities as our thrust areas;

- promotion of education;
- promoting gender equality and empowering women;
- reducing child mortality and improving maternal health;
- ensuring environmental sustainability;
- employment enhancing vocational skills;
- social business projects;
- contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socio-economic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women; and
- such other matters as may be prescribed.

5. IMPLEMENTATION OF CSR POLICY

Pursuant to the provisions of the Companies Act, 2013, 2% of the average net profit of an eligible company for the last 3 financial years needs to be allocated towards CSR activities. From the annual CSR Budget, provision will be made towards the CSR activities on a year-on-year basis.

The CSR activities will be carried out directly or indirectly at the corporate office, in and around the areas of the projects of the Company.

However, this shall not bar the Company from pursuing its CSR activities in any other areas. The CSR activities will be carried out / implemented, directly or indirectly by the Company or through any other Trust / Society / Section 8 Companies / Agencies established / registered to carry on the CSR activities as defined under the Rules.

6. MONITORING AND REPORTING

The following instructions are to be followed for monitoring and implementation of CSR activities:

- Monitoring of CSR projects are absolutely essential.
- For all CSR projects / activities, close Supervision & Monitoring have to be done by the CSR Committee.
- After completion of the Project, a detailed Project Completion report must be prepared by the implementing agency in consultation with the Company Management, and a copy of the same must be made available to the Board of Directors along with Photographs and Audio/Visual presentations (Progress based) duly endorsed by the CSR Committee for acceptance.
- The physical status should include photographs (preferably before and after completion of the project) with appropriate branding of the company's CSR initiative including company logo, name, etc. displayed in the background.
- With a view to derive the optimum mileage/visibility of the various CSR endeavors, appropriate and adequate measures shall be taken using all existent communication tools/media to project the company's contributions.

Annexure 1

Format for the Annual Report on CSR Initiatives to be included in the Board Report by qualifying companies

- (1) Provide a brief outline of the Company's CSR policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.
- (2) The composition of the CSR Committee.
- (3) Average Net Profit of the Company for last 3 financial years.
- (4) Prescribed CSR expenditure (2% of the amount as in item no. 3 above)
- (5) Details of CSR spent during the financial year:
 - (a) total amount to be spent for the financial year:
 - (b) amount unspent, if any:
 - (c) manner in which the amount spent during the financial years is detailed below:

S.No.	CSR project / activity identified	Sector in which The Project Is covered	Projects/ Programmes 1. Local area/ others 2. Specify the state/ district (Name of the District/s State/s where the project / programme was undertaken)	Amount outlay (budget) project/ programme wise	Amount spent on the project/ programme Subheads : 1. Direct expenditure on project 2. Overheads	Cumulative spend upto the reporting period	Amount spent: Direct/ through implementing agency*

* Give details of implementing agency

- (6) In case the company has failed to spend 2% of its Average Net Profit (INR) of the last 3 financial years or any part thereof, the Company shall provide reasons for not spending the amount in its Board Report.
- (7) A responsibility statement, of the CSR Committee, that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

(CEO/Managing Director/Director)