

CORPORATE SOCIAL RESPONSIBILITY POLICY

1. INTRODUCTION

Bhagiradha Chemicals & industries Ltd (BCIL) was established in the year 1993 with the objective of manufacturing agrochemicals, having its registered office at Plot No. 3, Sagar Society, Road No. 2, Banjara Hills, Hyderabad - 500 034, India. BCIL believes that holistic approach towards business would remain incomplete unless its strategies also include an approach to participate in Corporate Social Responsibility (“**CSR**”) activities for achieving a balance of economic, environmental and social imperatives (Triple-Bottom-Line Approach) while at the same time addressing the expectations of shareholders and stakeholders.

As part of its CSR activities, BCIL intends to focus on certain projects which shall include initiatives, *inter alia*, in the fields of education, skill development, health care, sanitation, safe drinking water, environment sustainability, women empowerment and rural development which will enable creation of a sustainable livelihood in society and better human capital.

This Policy is aimed at providing a framework within which the Company will endeavour to implement CSR activities in the society by addressing social and environmental concerns of the marginalized sections of the society. This Policy is made in accordance with the Companies Act, 2013 (“**Act**”) along with Companies (Corporate Social Responsibility) Rules, 2014 [including any statutory modification(s) or re-enactment thereof] (“**Rules**”) and forms part of BCIL’s key business processes and is as per the recommendations of the CSR Committee (*as defined herein below*) at its meeting held on August 09, 2019. This Policy has been approved by the Board of Directors of BCIL (“**Board**”) in their meeting held on August 09, 2019.

2. CSR VISION OF BCIL

“To create, facilitate and deliver support for persuasion, continuity and improvement in the fields of education, health care, sanitation and living conditions of the underprivileged sections of the society and build vocational skills aiming at rural development while conserving natural resources thereby creating a quality human capital for the country”

3. CONSTITUTION OF THE CSR COMMITTEE

In accordance with the Act, the Board of BCIL has constituted the Corporate Social Responsibility Committee (“**CSR Committee**”) presently consisting of 3 (Three) members (including one Independent Director).

4. MEETINGS AND QUORUM

The committee shall meet at least once in a year. The presence of two members shall form the quorum for the meeting of the Committee.

5. MISCELLANEOUS :

- The committee may invite other Directors / Officers of the company or an advisor to attend the meeting of the committee as "invitees" from time to time, as and when required.
- Minutes of the Committee will be placed before the Board in its subsequent meeting for its perusal.

6. COMMITTEE RESPONSIBILITIES

The CSR Committee shall, inter alia, perform the following Responsibilities:

- Formulate and recommend to the Board, a CSR Policy which shall indicate the frame work within which the proposed CSR activities would be undertaken;
- Select and approve CSR projects which will be identified based on the proposed thematic areas as provided under the Act and the Rules therein;
- Recommend the amount of expenditure to be incurred on the CSR projects; and
- Monitor the implementation of the CSR Policy from time to time and take such other action as it may deem fit in pursuance of the CSR Vision of BCIL

7. CSR ACTIVITIES

In accordance with the requirements under the Companies Act, 2013, BCIL

CSR activities will focus on:

1. Eradicating hunger, poverty and malnutrition, [“promoting health care including preventive health care”] and sanitation [including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation] and making available safe drinking water.
2. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
3. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.
4. 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 the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga].
5. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts;
6. Measures for the benefit of armed forces veterans, war widows and their dependents;
7. Training to promote rural sports, Nationally recognised sports, Paralympic sports and Olympic sports
8. Contribution to the prime minister's national relief fund or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women;
9. Contributions or funds provided to technology incubators located within academic institutions which are approved by the central govt.
10. Rural development projects.
11. Slum area development.
12. Any other activities as amended from time to time under Companies Act, 2013

8. COMPUTATION OF NET PROFIT FOR CSR.

For the purposes of this section, "Average Net Profit" shall be calculated in accordance with the provisions of section 198 of the Act.

9. SURPLUS OF CSR PROJECTS

In line with the guidelines provided by the Act, surplus, if any arising out of the projects or programs or activities shall not form part of the business profit of BCIL and such surplus shall be invested in appropriate bank deposits, liquid funds and other instruments offering adequate safety and reliability and any interest income earned on the foregoing shall be utilized for CSR purposes.

10. AMENDMENTS

The CSR policy may be reviewed & amended by the Board of Directors of the Company on the recommendation of the CSR Committee of the Board, from time to time.

Approved in 09th August , 2019 Board Meeting