

Annexure 10

ANNUAL REPORT ON CSR ACTIVITIES

1. 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. –

Shriram City Union Finance Ltd ("Company") formulated a policy named "Corporate Social Responsibility ("CSR") Policy in line with Section 135 of the Companies Act 2013 ("CA13"), Schedule VII to CA13 and Companies (Corporate Social Responsibility Policy) Rules 2014. The Company's CSR Projects/Activities are carried on by the Company directly or through implementing agency as approved from time to time by the CSR Committee in accordance with CSR policy of the Company.

The CSR spend is planned in advance keeping in view the amount specified under the Companies Act 2013, CSR Policy, scalability and other related matters. The CSR projects of the Company during the financial year 2018-19 were undertaken on education, skill development, livelihood, art and culture. The Company is open to join hands with other implementing agencies for optimal use of resources and skill. The CSR policy of the Company continues to be displayed at Link to be given

2. The Composition of the CSR Committee

Sl. No.	Name of the Director	DIN	Type of Director	Position
i	Smt Maya S Sinha	03056226	NE, I	Chairperson
ii	Sri Debendranath Sarangi	01408349	NE, I	Member
iii	Sri Duruvasan Ramachandra	0223052	E, NI	Member

Executive ("E"), Non Executive ("NE"), Non Independent ("NI"), Independent ("I")

3. Average net profit of the Company for last three financial years : ₹ 901.99 crores

4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above): ₹ 18.04 crores

5. (a) Details of CSR spent during the financial year 2018-19 : ₹ 8.50 crores (Refer Notes no- 38 of Notes to account)

(b) Total amount to be spent for the financial year : ₹ 18.04 crores

(c) Amount unspent if any : ₹ 9.54 crores

(d) Manner in which the amount spent during the financial year is detailed below

Sl. No.	Name of the Program (s)	Name of Project	Location	Total proposed amount	Total Amount Spent (actual)	Date of commencement	Purpose	% of progress
1	Shriram Matriculation School,		Mangalagiri, Guntur District, Andhra Pradesh	1.02	0.9490	Apr-18	Essential infrastructure, teacher training and student activities	Ongoing
2	Shriram Matriculation School, Tiruneermalai		Tiruneermalai, Chennai, Tamil Nadu	2.98	2.7902	Apr-18	Essential infrastructure, teacher training and student activities	Ongoing
3	Mission 25		Krishna District, Andhra Pradesh	3.08	3.0070	Apr-18	Essential infrastructure, teacher training and student activities	Ongoing- Exit will be in March 2020

Annexure 10 (Contd.)

Sl. No.	Name of the Program (s)	Name of Project	Location	Total proposed amount	Total Amount Spent (actual)	Date of commencement	Purpose	% of progress
4	Two wheeler mechanic program	Skill Development and Livelihood	Multiple locations in UP, Chattisgarh and Telengana	2.07	1.7278	Apr-18	Proving livelihood through training and placement	Ongoing
5	Commercial Tailoring program		Vijayawada, Krishna District, Andhra Pradesh	0.1	0.0260	Apr-18		
6	South India Club, New Delhi	Art and culture	New Delhi	4.00		Apr-18	Support for art and culture	
Total				13.25	8.50			

Eligible amount of CSR spend for FY19 is calculated based on the profits appearing in respective financial statements published following Indian Generally Accepted Accounting Practices for FY18, FY17 and FY16

6. In case the Company has failed to spend the two percent of the average net profit of the last three financial Years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

The Company had spent ₹ 8.50 crores during the year ended March 31, 2019 (March 2018 ₹ 14.00 crores). There was a short spending to the tune of ₹ 9.54 crores due to the time taken in identifying executable projects, suitable training partners, and working out modalities. The CSR projects tried in new locations could not start full fledged due to difficulty in mobilising participants/trainees/students and midway drop outs. Having able teachers in schools at remote locations and mobilising adequate number of students posed a challenge. The Company is committed to spend resources on CSR activities and projects. By virtue of learning from past experiences, the Company would act differently and is confident that it would be able to spend the amount allocated for CSR. The efforts of past years is expected to fructify in future.

We hereby affirm that the CSR Policy (“Policy”) of the Company as approved by the Board of Directors of the Company is monitored by the CSR Committee and the CSR activities have been implemented in accordance with the Policy.

Duruvasan Ramachandra

Managing Director and Chief Executive Officer

DIN - 00223052

Maya S Sinha

DIN – 03056226

Chairperson – CSR Committee

Place : Chennai

Date : April 24, 2019