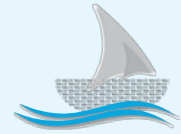


ANNUAL REPORT ON CSR ACTIVITIES: 2015-16



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.

NALCO, keeping the philosophy of Sarve Bhavantu Sukhina continued to be a Socially Responsible Business Enterprise in contributing towards development of its stakeholders, peripheries of its plants and operational areas as well as protection of environment and has kept its aim of achieving sustainable development in the economic, social and environmental dimensions. The implementation of its sound and ethical policies on CSR and environmental protection has led the Company in achieving the said objectives.

The Company has been allocating 2% of its net profit for CSR activities since 2011-12 and from 2014-15 onwards, the Company has been spending 2% of its average net profit during the three immediately preceding financial years under different heads stipulated under Schedule VII of the Companies Act, 2013. These activities are carried out based on the need assessment by its CSR wing as well as in accordance with the need projections made by the local people and their representatives.

The CSR activities of the Company amongst other encompasses the thrust areas like upliftment of economic status & community care, development of infrastructural facilities, health care and health education, promoting education and literacy, promotion of Sports & Games, Arts, Crafts and Culture etc. which helps in minimizing the negative and social environment impact resulting from its economic activities as well as promoting responsible public image of the Company.

The detailed Board approved CSR policy of the Company is placed at Company's website i.e.

www.nalcoindia.com

During 2015-16, the Company also continued to focus its CSR activities in the field of infrastructure development, health care service, sanitation, drinking water facility, promotion of education, environmental sustainability, promotion of sports and cultural activities.

Towards providing better health care services to the periphery village people, four Mobile Health Units (MHUs) are operated with support service of Wockhardt Foundation in periphery villages of M&R Complex, Damanjodi. Similarly, three Mobile Health Units (MHUs) are operating in S&P Complex, Angul with service of Lions Club, Angul. Each MHU provides primary health services to the villagers including free medicines, diagnostics and awareness building Information, Education, Communication (IEC) activities. In addition to above, an OPD centre meant for Out Patient treatment of people of periphery villages in Angul Sector has also been operating since July 2014 in S&P Complex. The centre is functioning with a qualified doctor, para-medical staff. Free medicines are provided to the patients of periphery villages through the Centre. During the year 2015-16, total 1, 05,562 patients have been treated through above facility.

In the context of promoting education and to bring the tribal students to the main stream of education, as an important CSR initiative, 655 students from 18 periphery villages of Damanjodi sector have been sponsored for formal education in 3 residential schools viz. (i) Kalinga Institute of Social Science (KISS), Bhubaneswar, Koraput Development Foundation, Jeypore, Bikash Vidyalaya, Koraput. Total cost related to study, lodging and boarding, of those students till they complete schooling is borne by the Company.

Moreover, peripheral village students are also extended educational facilities in the Company aided schools i.e. Delhi Public Schools and Saraswati Vidya Mandirs located at Damanjodi and Angul.

In line with Governments objective of "Beti Bachao & Beti Padhao", the Company has developed a scheme for promoting education of meritorious & poor girls students by way of monetary support under the name of 'Nalco ra Aliali Jhia' which has been well appreciated by the people in the vicinity of its operations.

Under Swachh Bharat and Swachh Vidyalaya Abhiyan, the Company has constructed 433 toilets against MHRD target of 354 toilets within the stipulated time.



2. The Composition of the CSR Committee:

Sri D. Mahanta, Independent Director
 Sri S. Sankararaman, Independent Director
 Sri M. Sahu, Independent Director
 Sri S.C.Padhy, Director (HR)
 Sri K.C.Samal, Director (Finance)
 Sri V. Balasubramanyam, Director (Production)

3. Average net profit of the company for last three financial years:

₹ 131207.00 lakh

4. Prescribed CSR expenditure (two percent of the amount as in item 3 above):

₹ 2624.00 lakh

5. Details of CSR spent during the financial year:

₹ 2716.65 lakh

(a) Total amount to be spent for the financial year:

₹ 2624.00 lakh

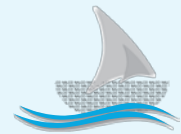
(b) Amount unspent , if any,

Nil

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

(Rs. in lakh)

1	2	3	4	5	6	7	8
Sl. No.	CSR Project or activity identified	Sector in which the Project is covered.	Projects or programmes (1) Local areas or other (2) Specify the State and district where projects or programmes was undertaken	Amount outlay (budget) project or program wise	Amount spent on the projects or programs Sub-head : (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure up to the reporting period	Amount spent: Direct or through implementing agency
01	Health outreach Program- Mobile Medical Units, Diagnostic & awareness building through Information, Education, Communication (IEC) activities.	Point No.(i) of Schedule VII-Promoting preventive health care	Koraput and Angul District of Odisha	165.00	58.03	74.63	Nalco Foundation and Directly by Company
02	Construction of toilets under Swachh Vidyalaya Abhiyan and other purpose	Point No.(i) of Schedule VII-Promoting preventive health care and sanitation	Koraput and Angul District of Odisha and Visakhapatnam district of Andhra Pradesh	500.00	160.30	200.44	Nalco Foundation and Directly by Company
03	Providing safe drinking water to periphery villages of plants and during Nabakalebar at Puri	Point No.(i) of Schedule VII- Making available safe drinking water.	Angul, Koraput and Puri district of Odisha	92.41	70.98	70.98	Nalco Foundation & directly by Company
04	Promoting education, sponsoring formal education of tribal children in reputed residential schools	Point No.(ii) of Schedule VII-Promoting education including special education	Koraput and Angul District of Odisha	1450.07	2053.42	3306.25	Nalco Foundation and Directly by Company



1	2	3	4	5	6	7	8	
05	Providing employment enhancing training to Persons With Disabilities (PWDs) students for their livelihood ,support for skill enhancing training programmes	Point No.(ii) of Schedule VII-Employment enhancing vocational skills specially among children,women,elderly and differently abled and livelihood enhancement programme.	Koraput and Angul district of Odisha	-	-	92.00	Directly by Company	
06	Assistance to Adruta Children Home for Orphans	Point No.(iii) of Schedule VII-Setting up homes and hostels for women and orphans	Angul district of Odisha	55.15	55.15	55.15	Nalco Foundation	
07	Ensuring environmental sustainability, ecological balance through plantation	Point No.(iv) of Schedule VII- Ensuring environmental sustainability, ecological balance	Koraput and Khurda District of Odisha.	252.00	105.74	188.74	Nalco Foundation and Directly by Company	
08	Contribution towards protection of national heritage and culture and development of traditional arts and handicrafts.	Point No.(v) of Schedule VII- Protection of national heritage , art & culture	Koraput district of Odisha	10.00	10.00	35.28	Directly by the Company	
09	Contribution to the Prime Minister's Relief Fund/ Central Govt. Fund for socio-economic development /welfare of SC/ST/OBC/Minorities/ Women/	Point No.(viii) of Schedule VII- Contribution to Prime Minister's Relief Fund or any other fund set up by Central Govt.	PAN India	-	-	400.00	Nalco Foundation	
10	Rural development activities in periphery villages and other areas.	Point No. (x) of Schedule VII- Rural development projects.	Koraput and Angul District of Odisha & Gwalior and Shivpuri district of Madhya Pradesh	584.45	203.03	203.03	Nalco Foundation and Directly by Company	
Total:						2716.65	4626.50	

- The above CSR expenditure forms part of the financial statements for the year 2015-16 audited by the statutory Auditors and CAG.
 - Nalco Foundation is a Trust under Indian Trust Act exclusively set up to take up CSR activities of the Company.
 - Some projects have been executed by Nalco foundation with the help of appropriate NGO's operating within the operational areas of the Company.
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 has spent the two percent of the average net profit of the last three financial years.
7. The implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the Company.

Sd/-
(Dr. T.K.Chand)
 Chairman-cum- Managing Director

Sd/-
(Shri Dipankar Mahanta)
 Independent Director & Chairman
 CSR & Sustainability Development Committee