

## ANNUAL REPORT ON CSR ACTIVITIES: 2019-20

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.

With a legacy of over four decades, the Company continues to be State owned largest Aluminum Industry with the ethos of 'Corporate Social Responsibility' strongly embedded in its DNA. The Company continues to nurture the core value of '**giving back to society**'. In this endeavor, your Company has been taking up several CSR initiatives focusing on community need and national priority.

As per the mandate of Companies Act 2013, since 2014-15 onwards, the Company has been spending 2% of its average net profit (calculated in accordance with the provisions of Section 198 of the Companies Act, 2013) during the three immediately preceding financial years under different heads stipulated under Schedule VII of the said Act.

The detailed Board approved CSR Policy of the Company is placed at Company's website i.e. [www.nalcoindia.com](http://www.nalcoindia.com).

Following is the overview of the initiatives, the Company is continually giving focus.

- **Indradhanush:** Residential education to poor tribal children from Maoist-infested villages of Koraput district in reputed schools of the State of Odisha.
- **Nalco Ki Ladli:** Supporting meritorious girl students of BPL families for pursuing education in line with the GoI's "Beti Bachao Beti Padhao" initiative.
- **Door step Health service in periphery villages:** Primary healthcare service at door step of remote peripheral villages reaching out to around 1.5 lakh patients annually in collaboration with M/s. HelpAge India & M/s Wockhardt Foundation.
- **Drinking water facility for the needy:** Safe drinking water facility in the periphery villages as well as pilgrims during world famous Ratha Yatra at Puri.
- **Support to Skill India:** Skill enhancement training imparted to unemployed youths of the peripheral areas to make them market ready.
- **Swachh Bharat initiatives:** Swachh iconic shrine development projects at Puri and Open Defecation Free (ODF) villages towards cleanliness, hygiene and overall wellbeing.
- **Rural infrastructure building:** Construction of roads, culverts, drains, shelter homes, renovation and revamping of community centers and water bodies in the periphery areas.
- **Response to FANI cyclone:** The Company has quickly intervened on relief, restoration & rehabilitation in the severely affected places in and around Bhubaneswar & Puri just after the cyclone FANI. In addition, NALCO had also undertaken massive plantation at Chandaka-Damapada Wild Life Sanctuary in collaboration with Forest Department of Odisha to restore back the damage caused due to cyclone.

2. The Composition of the CSR Committee:

(From 01.04.2019 to 20.11.2019)

Shri D. Mahanta, Independent Director, Chairman

Shri S. Sankararaman, Independent Director

Shri M. Sahu, Independent Director

Smt. Kiran Ghai Sinha, Independent Director

Shri N. N. Sharma, Independent Director

Shri V. Balasubramanyam, Director (Production)

Shri B. K. Thakur, Director (HR)

Shri S. Patra, Director (Finance)

After completion of tenure of Independent Directors viz. Shri D. Mahanta, Shri S. Sankararaman and Shri M. Sahu on 20.11.2019, the Committee was reconstituted with the following members.

Smt. Kiran Ghai Sinha, Chairperson

Shri N. N. Sharma

Smt. Achla Sinha

Shri V. Balasubramanyam, Director (Production)

Shri B. K. Thakur, Director (HR)

Subsequently, after completion of the tenure of Smt. Kiran Ghai Sinha on 02.02.2020, the composition of the Committee is presently as detailed below.

Shri N. N. Sharma, Independent director, Chairman

Smt. Achla Sinha, Independent Director

Shri V. Balasubramanyam, Director (Production)

Shri R. S. Mahapatro, Director (HR)

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

₹1,91,731.00 lakh.

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

As per guidelines under Schedule VII of the Companies Act, 2013, the prescribed CSR expenditure for 2019-20 is ₹3,835.00 lakh.

**5. Details of CSR spent during the financial year:**

**a) Total amount spent for the financial year:**

₹3,971.35 lakh

**b) Amount unspent, if any**

Nil

**c) Manner in which the amount spent during the financial year is detailed:**

(₹ 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 programs (1) Local areas or other (2) Specify the State and district where projects or programs 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 (a) Operation of Mobile Health Units & awareness building through Information, Education, Communication (IEC) activities. (b) Operation of OPD.	Point No.(i) of Schedule VII- Promoting preventive health care	Koraput & Angul District of Odisha	657.04	162.83	1,030.51	NALCO Foundation & directly by the Company
02	Sanitation: (a) Construction of Toilets under Swachh Vidyalaya Abhiyan (b) Construction of Individual House Hold Toilets under ODF initiative (c) Provision of water supply to toilets constructed under Swachh Vidyalaya Abhiyan.	Point No.(i) of Schedule VII- Promoting preventive health care and sanitation	Koraput & Angul District of Odisha & Visakhapatnam and Kakinada in Andhra Pradesh	583.35	421.23	1,404.52	NALCO Foundation & directly by the Company

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
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02	(b) Swachh Iconic City Project- Puri	Point No.(i) of Schedule VII- Promoting preventive health care and sanitation	Puri district of Odisha	316.21	192.64	925.70	NALCO Foundation & directly by the Company
03	Providing safe drinking water to periphery villages of plants and during Ratha Yatra at Puri	Point No.(i) of Schedule VII- Making available safe drinking water	Angul, Koraput & Puri district of Odisha	348.28	312.38	830.13	NALCO Foundation & directly by the Company
04	Promoting education: a) Supporting formal education of tribal children in reputed residential schools b) Supporting Nalco ki Ladli c) Quality education to students of periphery area at Saraswati Vidya Mandir Angul & Damanjodi	Point No.(ii) of Schedule VII- Promoting education including special education	Koraput, Angul and Khurda district of Odisha & Varanasi in Uttar Pradesh	875.01	2,144.65	10,066.67	NALCO Foundation
05	Providing employment enhancing training to unemployed youth	Point No.(ii) of Schedule VII- Employment enhancing vocational skill	Angul, Koraput & Khurda district of Odisha and Gwalior in Madhya Pradesh	167.80	42.91	390.13	Directly by the Company
06	Empowering women / Hostels for Orphans	Point No.(iii) of Schedule VII- Employment women	Khurda, Koraput and Puri district of Odisha	25.00	5.00	73.50	NALCO Foundation
07	Ensuring environmental sustainability, ecological balance through plantation	Point No.(iv) of Schedule VII- Ensuring environmental sustainability, ecological balance	Koraput, Angul & Khurda district of Odisha	293.43	224.67	734.55	NALCO Foundation & directly by the 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 & Sambalpur district of Odisha	202.00	46.62	250.34	Directly by the Company
09	Promotion of Rural Sports	Point No.(vii) of Schedule VII- Training to promote Rural sports, Nationally recognized Sports, Para-Olympic sports & Olympic sports	Koraput, Angul and Khurda district of Odisha	12.00	12.20	21.45	NALCO Foundation & directly by the Company
10	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	0.00	0.00	400.00	NALCO Foundation

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11	Rural development activities in periphery villages and other area	Point No. (x) of Schedule VII- Rural development projects	Angul and Koraput district of Odisha, Gwalior and Shivapuri district of Madhya Pradesh & Vizianagaram and Visakhapatnam district in Andhra Pradesh	201.66	67.18	827.18	NALCO Foundation & directly by the Company
12	Disaster Management including relief, rehabilitation and reconstruction activities	Point No. (xii) of Schedule VII	Puri and Khurda district of Odisha	286.57	187.63	187.63	NALCO Foundation & directly by the Company
13	Administrative Expenditure for carrying various CSR Projects/ Programme			195.00	151.41	392.51	NALCO Foundation
<b>Total:</b>				<b>4,163.45</b>	<b>3,971.35</b>	<b>17,534.82</b>	

- Sl. No.10 of the above table is running project.
  - Cumulative expenditure at column 7 of the above table is since FY: 2014-15.
  - The above CSR expenditure forms part of the financial statements for the year 2019-20.
  - NALCO Foundation, the CSR arm of NALCO is a Trust under Indian Trust Act exclusively set up to take up CSR activities of the Company.
  - Most of the projects have been executed by NALCO Foundation, the CSR arm of NALCO in association with 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. **Future CSR Strategy:**
- In year ahead, NALCO will formulate sustainable projects, based on community need, in convergence with suitable stake holders. While formulating the CSR Strategy, Company will continue to give importance to projects of community need and national priority.
8. **The implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the Company.**

Sd/-  
(Sridhar Patra)  
Chairman-cum-Managing Director

Sd/-  
(N. N. Sharma)  
Independent Director & Chairman  
CSR & Sustainability Development Committee