

ANNUAL REPORT ON CSR ACTIVITIES

1.(a) Brief outline of the company's CSR policy

STC adopts the following commitments for CSR:

- i. Corporate Social Responsibility and Sustainability is a company's commitment to its stakeholders to conduct business in an economically, socially and environmentally sustainable manner. Stakeholders include employees, investors, shareholders, customers, business partners, clients, civil society groups, Government and non-government organizations, local communities, environment and society at large.
- ii. Corporate Social Responsibility and Sustainability is essentially a way of conducting business responsibly.
- iii. STC will undertake the CSR and Sustainability activities for execution with the approval of the Competent Authority (Board of Directors/ Board Level Committee on CSR) as per delegation of power made in this regards by the Board of Directors. In case, due to exceptional situation/ circumstances, a project is taken up for execution with the approval of management, ex post facto approval shall be obtained in the next Board meeting itself.

1.(b) Overview of projects/programs proposed to be undertaken during the FY 2015-16:

The net profit of the Corporation for the FY 2012-13 was ₹ 17.95 Cr. The Corporation had posted losses of ₹492.20 Cr in the FY 2013-14. The net profit of the Corporation for the FY 2014-15 is ₹26.19 Cr. Therefore, average net profit of the company for the last three financial years is Nil. Since the average net profit of the company for the last three financial years is Nil, the prescribed CSR expenditure as per CSR Rules provided in the Companies Act, 2013 is Nil for the FY 2015-16. Thus, no CSR budget allocation is envisaged for the year 2015-16. In view of the Nil budget position, CSR projects for the year 2015-16 have not been proposed.

1.(c) The weblink to the Corporation's CSR SD Policy, Process & Procedures is as under:

http://stc.gov.in/WriteReadData/CSRPOLICY_24042014.pdf

2. The composition of CSR Committee of Board of Directors in STC as on 31.03.2015 was as follows:

- Dr. (Mrs) B. Kinnera Murthy, Independent Director - Chairperson of the Committee
- Sh. Manoj Mishra, Director (Finance) - Member
- Sh. S.K. Sharma, Director (Personnel) - Member

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

The net profit of the Corporation for the FY 2011-12 and 2012-13 was ₹16.47 Cr and ₹17.95 Cr respectively.

The Corporation had posted losses of ₹492.20 Cr in the FY 2013-14. Therefore, average net profit of the company for the last three financial years was Nil.

4. Prescribed CSR expenditure

Since the average net profit of the company for the last three financial years is Nil, the prescribed CSR expenditure as per CSR Rules provided in the Companies Act, 2013 was Nil.

5. Details of CSR spent for the financial year

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

In view of 4. above, the Corporation was not mandated to allocate CSR funds for FY 2014-15. However, to keep the spirit of CSR alive, the Corporation had allocated ₹39.70 Lakhs towards CSR & Sustainability initiatives for the FY 2014-15. In addition to this, ₹5 Lakh was carried forward as unspent fund from previous year.

(b) Amount unspent, if any

To be finalised on completion of on-going projects.

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

S . No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the state and district where project or program was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Skill Development programme for weaker sections of society for enhancing employability	Skill development/ Income generation	Sunder Nagri slum area, Delhi (covering 40 beneficiaries)	₹1.25 Lakhs	Direct: ₹1 Lakh Overheads: Nil	₹1 Lakh	Through Implementing agency: NGO Bal Aarogya, Mayur Vihar, Delhi.
2	Providing Community health facilities in a notified backward district	Health	Oddanchatram, Dindigul district, Tamil Nadu	₹6 Lakhs	Direct: ₹5 Lakhs Overheads: ₹0.49 Lakhs	₹5.49 Lakhs	Through Implementing agency: NGO Anugraha Dristidaan Mayur Vihar, Delhi
3	Promotion of art & culture-scholarship assistance/ training to 5 persons each for classical music and painting	Promotion of art/ culture/ heritage	New Delhi (covering total of 14 beneficiaries)	₹4 Lakhs	Direct: ₹3.50 Lakhs Overheads: Nil	₹3.50 Lakhs	Through Implementing agencies: Gandharva Mahavidyalaya, DDU Marg, New Delhi & Lalit Kala Academi, Delhi
4	Construction of Toilet Complex	Health	Prembari Pul, near Wazirpur, New Delhi	₹29.25 Lakhs	Direct: ₹23.12 Lakhs*	₹2.31 Lakhs	Through Implementing agency: NGO M/s Sulabh International, Okhla
5**	Recreational and informative books in Braille for visually challenged children	Skill Development	Vishakhapatnam	₹5 Lakhs	Direct: ₹5 Lakhs*	₹4 Lakhs	Through Implementing agency: NGO LV Prasad Eye Institute, Hyderabad
6***	For preservation of monument/ heritage (Conservation of Jai Prakash Yantra at Jantar Mantar, New Delhi)	Promotion of art/ culture/ heritage	Jantar Mantar, New Delhi	₹22 Lakhs	Direct: ₹22 Lakhs Overheads: Nil	₹15 Lakhs	Through Implementing agency: Archaeological Survey of India, New Delhi

*The project(s) is yet to be completed, thus the final cost cannot be indicated at this stage

**Project deferred from FY 2013-14

*** Ongoing project from FY 2013-14

6. The Corporation was not mandated to allocate CSR funds for FY 2014-15. In spite of that, the Corporation had allocated a CSR budget of ₹39.70 Lakhs towards CSR initiatives.

7. CSR Committee's responsibility statement

It is hereby confirmed that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company.

Sd/-
(Khaleel Rahim)
(Chairman & Managing Director)
DIN 02455606

Sd/-
(Manoj Mishra)
(Director-Finance)
DIN 06408953

Sd/-
(S.K. Sharma)
(Director-Personnel)
DIN 06942536