

ANNUAL REPORT ON CSR ACTIVITIES: 2017-18

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

The Company's CSR Policy and Sustainability Policy, Process & Procedure of STC is in force from the year 2014. The policy is a comprehensive guidelines to contribute to inclusive growth and equitable development of marginalized and underprivileged sections/communities, within the broad geographical area in which STC has business activities.

STC's efforts are to undertake CSR initiatives to benefit the weaker/marginalized sections of the society. Weaker sections would include SC, ST, OBC, minorities, women and children, BPL families, old aged and differently abled persons, etc. Subject to availability of funds, CSR project(s) would be designed into short-term, medium-term and long term projects, by defining the annual target of the activities, funds earmarked and periodicity for execution. CSR Policy is uploaded in the Company's website: www.stclimited.co.in

Overview of projects/programs proposed to be undertaken during the FY2018-19

CSR budget is prescribed on the basis of the average net profit of last three immediately preceding financial years. The Company's net profit for the last three years was ₹22.70 Crore (FY15-16), (-) ₹148.37 Crore (FY2016-17) and ₹32.25 Crore (FY2017-18). Since average net profit of last three immediately preceding financial years is in loss, no CSR budget is allocated for the year 2018-19 and thus, no new CSR activities have been planned for the year 2018-19. However, there is an unspent amount of ₹0.75 lakh allocated for Emergency needs is being carrying forward to the financial year 2018-19.

2. The Composition of the CSR Committee

As per Section 135 of Companies Act, 2013, STC has constituted CSR Committee at Board Level headed by Independent Director. As on 31.03.2018, the CSR Committee consists of the following members:

- Shri. Sunil H. Trivedi - Chairperson
- Shri B.P. Parmar - Member
- Shri Arvind Gupta - Member
- Shri S.K. Sharma - Member
- Shri Umesh Sharma - Member

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

Year	Profit (₹ in Lakh)
2014-15	31.40
2015-16	22.70
2016-17	(148.37)
Average net profit for the last 3 years	(31.42)

4. Prescribed CSR Expenditure (2% of the amount as in item 3 above)

In view of the average net loss of ₹31.42 Crore, the Company was not mandatory to prescribe CSR expenditure for the financial year 2017-18.

5. Details of CSR spent during the financial year

a. Total amount to be spent for the financial year

Since the average net profit of FY2016-17 was negative, no CSR budget was allocated in the year 2017-18. However, an amount of ₹15.11 lakh accrued from previous years was carried forward to FY2017-18, out of which, an amount of ₹13.60 lakh was allocated for 'Contribution to Swachh Bharat Kosh', ₹0.75 lakh was allocated towards 'Capacity Building' and ₹0.75 lakh earmarked for 'Emergency Needs'. The total amount spent during the financial year 2017-18 was ₹13.71 lakh.

b. Amount unspent, if any;

The budget allocated for Emergency Needs amounting to Rs. 0.75 lakh could not be spent as need did not arise. This amount will be carried forward to FY2018-19 for the same purpose and it will be utilized when the need arises.

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 and Location	Amount Outlay (₹ In Lakh)	Amount spent on the projects or programs Sub heads: (1) Direct Expenditure on project or program (2) Overheads (₹ In lakh)	Cumulative expenditure upto the reporting period (₹ In Lakh)	Amount Spent: Direct or through implementing agency
1.	Contribution to Swacch Bharat Kosh	Sanitation	Delhi	13.60	1. 13.60 2. Nil	13.60	Implementing Agency (Dept. of Expenditure, Min. of Finance, Gol)
2.	Capacity Building	Education	Delhi	0.75	1. 0.11 2. Nil	0.11	Direct
	Total			14.35		13.71	

d. Reasons for not spending the CSR Fund for the financial year 2017-18

The Company was not mandated to allocate CSR funds for the financial year 2017-18 in view of average net loss of ₹31.42 Crore for the last three years.

e. Responsibility statement on CSR Committee

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

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

Sd/-
(Sunil H. Trivedi)
Chairman (CSR Committee)
DIN: 01670280

Sd/-
(Rajiv Chopra)
Director (Marketing) & Addn.Charge
Chairman & Managing Director
DIN : 06466326

Place : New Delhi
Date : 10th August, 2018