

CORPORATE SOCIAL RESPONSIBILITY POLICY OF TUFIDCO

1. Preamble

Pursuant to section 135 of the Companies Act 2013, read along with applicable rules thereto, the Board of Directors of TUFIDCO have formulated Corporate Social Responsibility Policy of the Company.

2. Objectives

TUFIDCO is committed to do business by adding value to the community and society on a sustainable basis through responsible practices and good governance.

TUFIDCO's CSR Policy will focus primarily on safe drinking water, sanitation, environmental sustainability, education, promotion of health care, including preventive health care and sanitation and disaster management and contribution to Tamil Nadu State Disaster Management Authority.

TUFIDCO's CSR Policy will be operative within the overall ambit of CSR provisions contained in the Companies Act 2013, Companies (CSR Policy) Rules 2014, Schedule-VII to the Companies Act 2013 and amendments thereof from time to time.

3. Composition of the CSR Committee

The members of the CSR Committee are as follows:

Chairman and Managing Director ,TUFIDCO.

Commissioner/ Director of Municipal Administration.

Chairman and Managing Director , TNUIFSL.

Independent Director.

The Chairman and Managing Director of TUFIDCO is the Chairman of the Committee.

4. CSR Budget and Expenditure

The budget for implementation of CSR projects, programs and activities for every financial year will be at least 2% of the average net profits of the company made during the three immediately preceding financial years.

CSR expenditure shall include all expenditure for implementing CSR projects, programs and activities approved by the Board on the recommendations of the CSR Committee.

The unspent amount will be carried forward and utilized for implementing CSR projects, programs and activities.

The surplus arising out of the CSR projects or programs or activities shall not form part of the business profit of the company.

5. Area of operation

TUFIDCO's CSR activities will be concentrated primarily on urban area.

6. Project execution

CSR activities will be executed either by TUFIDCO or through local bodies, Government Departments, State Government Undertakings, Boards and Universities.

TUFIDCO may also collaborate with other Companies for undertaking projects or programs or CSR activities in such a manner that the CSR Committees of respective companies are in a position to report separately on such projects or programs in accordance with these rules.

7. Monitoring process

The administration of the CSR policy and the implementation of identified CSR projects, programs and activities shall be carried out under the overall superintendence and guidance of an internal monitoring group formed for this purpose from time to time.

CSR Committee will monitor the implementation of the CSR policy through periodic reviews of the activities carried out under CSR policy.