

**KRISHNA INSTITUTE OF MEDICAL SCIENCES LIMITED
CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY**

PREAMBLE:

With the notification of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 every company having net worth of Rs. 500 crores or more **or** Turnover of Rs. 1000 crore or more **or** a net profit of Rs. 5 crores or more during the immediately preceding financial year, shall constitute a Corporate Social Responsibility (“**CSR**”) committee of the board of directors consisting of 3 or more directors, out of which at least 1 director shall be an independent director.

The said CSR committee shall formulate a policy on CSR to the board for directors or adopting the same by the board of directors. While the specifics of the CSR policy may be determined by the CSR committee of the board of directors of the Company, the CSR policy shall be in compliance with the applicable laws and regulations.

A company, which is required to constitute a CSR committee as stated in Section 135 of the Companies Act, 2013 shall spend in every financial year atleast **“2% of the average net profits of the Company made during three immediately preceding financial years”** towards CSR activity. The amount of 2% as specified above shall be spent strictly as per the Corporate Social Responsibility Policy (“**CSR Policy**”) as approved by its board of directors in accordance with the recommendations received from the CSR committee, duly constituted under Section 135 of the Companies Act, 2013. As per the Section 135 of the Act read with Companies (Corporate Social Responsibility) Rules, 2014 the prescribed details related to the CSR Policy, CSR activities undertaken and expenditure shall be disclosed in the director’s report of the company and its website.

VISION STATEMENT:

Krishna Institute of Medical Sciences Limited (“**Company**”) through its CSR initiatives, shall align its mission & values and strive to create and enhance value in the society by providing healthcare services at affordable cost so as to promote sustained growth for the society and community, in fulfillment of its role as a socially responsible corporate entity.

OBJECTIVE:

Company’s CSR Policy intends to embrace responsibility for the company’s action and encourage a positive impact through its activities on education, clean environmental living, genetic research and new drug discovery initiatives, in primary and secondary health-care.

COMPOSITION OF CSR COMMITTEE:

The CSR committee shall consist of following directors:

Dr. B. Bhaskar Rao	-	Chairman
Dr. Abhinay Bollineni	-	Member
Mr. G. Rajeswara Rao	-	Member

RESPONSIBILITIES OF THE COMMITTEE:

- Formulating and recommending to the Board of Directors the CSR policy and indicating activities to be undertaken.
- Recommending amount of expenditure for the CSR activities.
- Monitoring CSR activities from time to time.

IMPLEMENTATION:

The investment in the CSR activity shall be as determined by the Board from time to time on the recommendation of the CSR Committee. The Company can undertake the CSR activities as approved by the CSR Committee either through a registered trust or through registered society or through any other form/means as may be allowed under the applicable laws.

GOVERNANCE & MONITORING:

The CSR Committee, if needed, shall monitor the implementation of all the CSR plans and same will be informed to the Board. The committee will meet in every first quarter of each financial year to discuss on the previous expenditure on CSR activities and on future expenditure to be incurred on CSR activities. If needed the CDR Committee may meet as and when required to govern and monitor the CSR activities in a financial year.

REPORTING:

The detailed report on CSR activities will form part of the in annual Board of Directors report as annexure attached to it, as per the format prescribed under the provisions of Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014.

CSR EXPENDITURE:

CSR expenditure shall include all expenditure including contribution to corpus for projects or programs relating to CSR activities approved by the Board on the recommendation of its CSR Committee, but do not include any expenditure on an item not in conformity or not in line with activities which fall within the purview of Schedule VII of the Companies Act, 2013. A list of activities which can be undertaken by a company as part of CSR is set out under Schedule VII of the Companies Act, 2013 is replicated as **Annexure A** to this document.

EFFECTIVE DATE:

This policy is effective from [●].

ANNEXURE A

The Company will undertake CSR projects related to list of activities prescribed under Schedule VII of the Companies Act, 2013 as amended from time to time:

Activities which may be included by companies in their Corporate Social Responsibility Policies Activities relating to:—

- i. Eradicating hunger, poverty and malnutrition, “promoting health care including preventive health care” and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.
- ii. Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- iii. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.
- iv. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water, including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.
- v. protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts;
- vi. measures for the benefit of armed forces veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;
- vii. Training to promote rural sports, nationally recognised sports, paralympic sports and olympic sports.
- viii. contribution to the prime minister's national relief fund or Prime Minister’s Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women;
- ix. (a) Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and

(b) Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organisation (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).

x. Rural development projects.

xi. Slum area development.

Explanation.- For the purposes of this item, the term `slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.

xii. Disaster management, including relief, rehabilitation and reconstruction activities.