

ANNEXURE - D TO DIRECTORS' REPORT

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES

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 of programs.**

As a responsible Corporate, National Insurance believes in contributing to the community at large through initiatives which have positive Social, Economic and Environmental impact. Accordingly, our CSR policy has been formulated wherein all activities as enlisted in Schedule VII of the Company's Act are incorporated. As per our Board approved CSR Policy, National Insurance would focus on the following –

- ▶ Education/Literacy Enhancement & Vocational training.
- ▶ Sanitation & drinking water projects including rain water harvesting.
- ▶ Healthcare/Medical Facility.
- ▶ Welfare & Rehabilitation of underprivileged & differently abled persons.
- ▶ Environment Protection.
- ▶ Relief to victims of natural calamities/disasters.
- ▶ Any other area of contemporary importance.

The CSR policy and projects undertaken by the Company are displayed on the website of the Company at <https://nationalinsurance.nic.co.in>

Overview of the projects or programs undertaken during the financial year 2018-19:

a. Friends of Tribal Society (FTS)- OTS

The Friends of Tribal Society, registered under the West Bengal Societies Registration Act, headquartered at Kolkata, is working in the field of education, rural development, livelihood, conservation and environment. The Board has approved for renewal of 250 One Teacher Schools (OTS) which provides basic level education upto class III in tribal areas and backward villages, for the upliftment of Tribals in the States of West Bengal, Bihar, Jharkhand and Kerala.

b. Ramakrishna Mission- Project Gadadhar Abhyudaya Prakalpa- Educational & development programme

The Ramakrishna Mission– a worldwide philanthropic organization founded by Saint Swami Vivekananda for overall welfare of the mankind is headquartered at Belur Math, West Bengal. The Mission runs a project named Gadadhar Abhyudaya Prakalpa (GAP) for providing for holistic development of underprivileged children. It is a composite programme having different activities for physical, mental and intellectual development. The Mission identifies underprivileged children living in cities, slums, streets and interior villages across the country. These children are provided with nutritious food, tooth brush and soap, towels, etc. They are also given two sets of uniforms, school bags, stationery, umbrellas, etc. Apart from academic coaching, they are also given moral education and

taught prayers and meditation. Various physical activities including pranayama and yogasanas are taught for their mental and intellectual development. We have renewed the project for the fourth year and provided financial assistance & support for 15 GAP units.

c. Sulabh International

The Sulabh International Social Service Organization is a non-profit voluntary social service organisation registered under the Societies Registration Act, 1860. It was founded in the year 1970 and is engaged in the field of environmental sanitation, health & hygiene and a host of other sanitation activities for more than four decades.

We have sponsored 10 Toilet cum Bath Complexes in different places across the country.

d. Swasth Parivar Ek Prayas

Swasth Parivar Ek Prayas is an NGO registered under the Societies Registration Act, 1860 and also with NITI Aayog, working in the field of health care, education & training, women & youth empowerment, rural development and environment. They had submitted a proposal to build Toilets in backward districts identified by the NITI Aayog. The proposal is for construction of Community Toilets in high footfall areas of backward district towns and Government Girl's Schools.

We have sponsored the construction of 22 toilet blocks in Government Girls Schools in 11 Aspiring Districts.

e. Safe drinking water facility in schools in Motihari, Bihar

Patna Regional Office has recommended for drinking water RO equipments with UV purifiers for four schools in Motihari, Bihar. As there is a shortage of clean drinking water and during summers situation gets worse. RO gives high level of purification while the UV purifier are combined with various forms of filtration as UV light can kill bacteria and viruses.

Accordingly, we have sponsored the drinking water RO in four schools of Motihari.

f. AIM(All India Movement) for Seva:

AIM for Seva is an NGO involved in providing value-based education to rural and tribal children across India. The Semmangudi Higher Secondary School in Village Semmangudi was established in the year 1958 by philanthropist Shri S.S. Natesa Iyer. It was taken over by The Swami Dayananda Educational Trust who are an associate of AIM for Seva. They had submitted a proposal for construction of Toilet block for girl students.

We have sponsored construction of one toilet block comprising of 13 toilets for girl students.

g. THE ROTARY CLUB OF BHUBANESWAR- Proposal for supply of water to village Kalapita

The Rotary Club of Bhubaneshwar was chartered on 11th May, 1965 and the Rotary Community Service Projects (RCSP) was created by the Rotary Club, Bhubaneswar to own the assets with the requirements of Rotary International and to undertake the

community service activities of the club. They have proposed a project for supply of water to Kalapita Village in Odisha, to address the issue of water supply and eliminate the problem of open defecation. We have sponsored for the digging of deep bore well system with facilities such as overhead tank, trunk line, and pipelines to each house with two taps (one for drinking water and the other for toilets)

h. SUPPLY OF WATER PURIFIERS- Ahmednagar District of Maharashtra

Government of Maharashtra has requested for funding 200 water purifying units in two blocks of the district, as the water, where available is not fit for consumption and where not available arrangements is made through tankers , which needs further filtration and purification for consumption.

Accordingly, we have sponsored 50 water purifier units in 50 Govt. schools in villages.

i. Jeevoday Education Society Special School for Mentally Handicapped, Nagpur

The Jeevoday Education Society Special School for Mentally Handicapped, Nagpur was started in 1989 under the aegis of a society called Jeevoday Education Society registered under the Bombay Public Trust Act bearing PTR No. F. 9733(N). The teachers at the school work to moulding and shaping the students in pursuit of learning their individual behaviors, understanding their physical nuances, taking social and academic responsibilities and letting out unsullied empathy to unearth them in to new creations. Their motto is to enable the differently intellectual person to become independent and gain recognition in the society.

We have donated six wheel chairs for the students of the school as requested by them.

j. Kerala State - Chief Minister's Distress Relief Fund

We have contributed Rupees one crore towards the Kerala floods 2018 relief fund

2. The Composition of the CSR Committee of the Board:

The CSR Committee comprises of the following Members of the Board as at 31st March, 2019-

- Smt Tajinder Mukherjee (Chairperson)
- Shri John Pulinthanam
- Ms. Bhumika Verma
- Shri Sudhakar Pahi

1. Average Net Profit of the Company for last three financial years:

Net Profit as per Section 135 of the Companies Act, 2013

- Financial Year 2017-18: (-) Rs. 2422.42 crore
- Financial Year 2016-17: (-) Rs. 214.50 crore
- Financial Year 2015-16: (-) Rs.21.50 crore

Total Net Profit of the immediately preceding three financial years: Rs.(-) 2658'42 crore

Average Net Profit: (-) Rs. 886.14 crore

2. Prescribed CSR Expenditure (two percent of the amount as in item 3 above):

2% of the Average Net Profit: Nil

3. Details of CSR spent during the financial year 2018-19:

(a) Total amount to be spent for the financial year (Budget): Rs. 12,28,49,942 /- (Brought forward)

(b) Amount unspent, if any (amount c/f to next year): Rs. 5,67,13,312/-

(c) Manner in which the **amount spent** during the **financial year 2018-19** is detailed below-

(1) Sl.	(2) CSR Project or activity identified	(3) Sector in which the project is covered	(4) Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	(5) Amount of outlay (budget) project or programs wise (in Rs.)	(6) Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads (in Rs.)	(7) Cumulative expenditure upto to the reporting period (i.e. 31.03.2019) (in Rs.)	(8) Amount spent Direct or through implementing agency
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A. Projects completed [approved in the F.Y. 2015-16]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	Sponsored the project for supply and installation of desktop, projector, and projector screens in 100 government schools in Maharashtra	Promoting education	Ahmednagar Maharashtra	75,00,000	70,00,000	70,00,000	Through office of District Collection Ahmednagar.
2.	Sponsored 2 medical equipments, 2 vehicles and setting up of 2 Kidney Transplant Operation Theatres.	Promoting Health Care	In Pune, Maharashtra	5,18,80,000	0	40,48,680	Through Implementing Agency, B J Government Medical College at Sassoon General Hospitals, Pune, Maharashtra.
Sub-total (A)				5,93,80,000	70,00,000	1,10,48,680	

B. Ongoing Projects [approved in the F.Y. 2016-17]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
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3.	Sponsored the distribution of artificial limbs, aid & appliances to differently abled persons.	Promoting Health Care including preventive health care	In the states of Assam, Tripura, Nagaland, Manipur, Odisha, Sikkim, West Bengal, Jharkhand and Meghalaya	2,50,00,000	0	1,25,00,000	Through Implementing Agency, Artificial Limbs Manufacturing Corporation India (ALIMCC) Kanpur.
Sub-total (B)				2,50,00,000	0	1,25,00,000	

C. Projects completed [approved in the F.Y. 2017-18]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
4.	Community Kitchen	Eradicating hunger, poverty and malnutrition	In Kolkata	2,63,250	22,482	2,59,407	Through Implementing Agency, Salt Lake City, Prayasam, Kolkata
5.	Repair and renovation of school	Promoting education	Panchayat Union Middle School, Sivagiri, Tamil Nadu	5,63,333	38,101	4,60,600	Through Implementing Agency, Pasumai Ulagam, Tamil Nadu
6.	Construction of Bridge cum Check Dam across Goyai river	Addressing the issue of water scarcity and making available water for various purpose	Goyai river near Dimdiha, Ghaghra and Chatka villages in Ghaghra Gram Panchayat within the periphery of Ananda Nagar	34,22,363	8,28,320	34,22,363	Through Implementing Agency, Ananda Marga Pracharaka Sangha
7.	Funding for construction of one room in Dharamshala at the adopted village	Rural development	Village Buta Singh Wala, Mohali, Punjab	1,20,000	58,850	1,18,850	Through our Ludhiana Regional Office
8.	Sponsored 40 beds for the treatment of patients suffering from Tuberculosis primarily from tribal/tribe communities.	Promoting Health Care including preventive health care	In Ranchi, Jharkhand	50,00,000	25,00,000	50,00,000	Through Implementing Agency, Ramakrishna Mission Tuberculosis Sanatorium, Ranchi, Jharkhand.
9.	Sponsored 30 GAP Units of Ramakrishna Mission for holistic development of under privileged	Promoting Education & Health Care	In the states of Assam, Gujarat, Jharkhand, Karnataka, Kerala, Madhya Pradesh, Maharashtra, Odisha, Tamil Nadu, Uttar Pradesh, Uttarakhand & West	1,99,80,000	99,90,000	1,99,80,000	Through Implementing Agency, Ramakrishna Mission, Belur Math, District Howrah, West Bengal.

	children.		Bengal				
10.	Sponsored running of Nivedita Vidyapeeth School comprising of 90 children.	Promoting Education	In Dakshineswar, West Bengal	4,10,000	2,05,000	4,10,000	Through Implementing Agency, Ramakrishna Sarada Mission, Kolkata, West Bengal.
Sub-total (C)				2,97,58,946	1,36,42,753	2,96,51,220	

D. Ongoing Projects [approved in the F.Y. 2017-18]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
11.	Computed Radiography System	Health care	In Cherrapunji	10,50,000	0	8,40,000	Through Implementing Agency, Ramakrishna Mission Ashrama, Cherrapunji
12. (a)	Sponsored 2 Digital Computer Vans	Promoting digital literacy in rural/tribal areas	In the states of West Bengal, Jharkhand, Odisha and Bihar	46,24,000	0	22,75,682	Through Implementing Agency, The Friends of Tribal Society, Kolkata
(b)	Sponsored 250 OTS for providing primary education to the tribal and rural children.	Promoting Education	In the states of West Bengal, Jharkhand, Odisha and Bihar	50,00,000	12,50,000	37,50,000	
13.	Sponsored installation of deep tube wells for safe drinking water	Healthcare, sanitation and safe drinking water	5 villages in Block Mogrhat, District South 24 Parganas, West Bengal	9,30,000	7,00,000	7,00,000	Through Implementing Agency, The Rota Club of Calcutta South Central, Kolkata
Sub-total (D)				4,70,65,562	19,50,000	75,65,682	

E. Projects completed [approved in the F.Y. 2018-19]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
14.	Supply of 6 wheel-chairs to handicapped students	Healthcare	Jeevoday Education Society, Nagpur	25,200	25,200	25,200	Implementation through our Nagpu Regional Office
15.	Relief for victims of Natural Catastrophe	Natural Catastrophe	Flood affected districts of Kerala	1,00,00,000	1,00,00,000	1,00,00,000	Chief Minister's Distress Relief Fur
Sub-total (E)				1,00,25,200	1,00,25,200	1,00,25,200	

F. Ongoing Projects [approved in the F.Y. 2018-19]:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
16.	250 OTS for providing primary education to the tribal and rural children.	Promoting Education	In the states of West Bengal, Jharkhand, Odisha Bihar and Kerala	50,00,000	0	0	s250 OTS for providing primary education to the tribal and rural children.
17.	Sponsored 15 GAP Units of Ramakrishna Mission for holistic development of under privileged children.	Promoting Education & Health Care	In the states of Jharkhand, Karnataka, Kerala, Uttar Pradesh, & West Bengal	99,90,000	24,97,500	24,97,500	Through Implementing Agency, Ramakrishna Mission, Belur Math, District Howrah, West Bengal.
18.	Construction of 10 Community Toilet Complex with Bath Facilities	Health and sanitation	Various across the country	1,99,68,530	99,84,265	99,84,265	Through Implementing Agency, Sulabh International Social Service Organisation
19.	Sponsored construction of toilet blocks in Government Girls High Schools in aspiring districts	Health and sanitation	Various schools in aspiring districts	87,75,000	21,93,750	21,93,750	Through Implementing Agency, Swasth Parivaar Ek Prayaas
20.	Sponsored RO for safe drinking water in schools	Healthcare, sanitation and safe drinking water	4 schools in Motihari district, Bihar	1,75,000	0	0	Implementation through Patna Regional Office
21.	Sponsored construction of toilet block for girls in higher secondary school	Health and sanitation	Tiruvuru district of Tamilnadu	16,14,900	8,00,000	8,00,000	Through Implementing Agency, AIM for Sewa
22.	Sponsored construction of deep bore well system including submersible pumps	Healthcare, sanitation and safe drinking water	Village Kalapita, Bhubaneswar	4,40,000	2,20,000	2,20,000	Through Implementing Agency, The Rotar Club of Bhubaneswar
23.	Sponsored 50 water purifier units	Healthcare, sanitation and safe drinking water	50 villages in Ahmednagar District	1,01,48,000	0	0	Implementing Agency- Collector Zilla Parishad Ahmednagar district State Level Agency
Sub-total (F)				5,61,11,430	1,56,95,515	1,56,95,515	

GRAND TOTAL (A+B+C+D+E+F)	23,48,41,138	4,83,13,468	8,64,86,297	
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4. Reasons for not spending 2% of the average net profit of the last three financial years:

CSR budget, allocation and amount spent during FY 2015-16, 2016-17, 2017-18 and 2018-19 is shown herein below –

Projects approved in Financial Year 2015-16

Sl.	Particulars		Amount (Rs.)
(a)	CSR Budget for F.Y. 2015-16	16,20,07,000	
	Amount b/f from the previous year	5,20,00,000	
	Total budget		21,40,07,000
(b)	Total amount allocated/approved on projects during the year		13,87,20,343
(c)	Out of the total allocated amount of Rs.13,87,20,343/-		
	➤ Amount spent in F.Y. 2015-16	2,43,09,173	}
	➤ Amount spent in F.Y. 2016-17	5,39,23,806	
	➤ Amount spent in F.Y. 2017-18	29,69,884	
	➤ Amount spent in F.Y. 2018-19	70,00,000	
	Total amount spent as on 31.03.2019		8,82,02,863
(d)	Amount remaining unspent upto F.Y. 2017-18 [b-c]		5,05,17,480
(e)	Unallocated amount c/f to next year [a-b]		7,52,86,657

Projects approved in Financial Year 2016-17

Sl.	Particulars		Amount (Rs.)
(a)	CSR Budget for F.Y. 2016-17	11,78,49,180	
	Amount b/f from the previous year	7,52,86,657	
	Total budget		19,31,35,837
(b)	Total amount allocated/approved on projects during the year		6,58,99,871
(c)	Out of the total allocated amount of Rs.6,58,99,871/-:		
	➤ Amount spent in F.Y. 2016-17	2,96,02,821	}
	➤ Amount spent in F.Y. 2017-18	2,33,82,500	
	Total amount spent as on 31.03.2019		5,29,85,321
(d)	Amount remaining unspent upto F.Y. 2017-18 [b-c]		1,29,14,550
(e)	Unallocated amount c/f to next year [a-b]		12,72,35,966

Projects approved in Financial Year 2017-18

Sl.	Particulars		Amount (Rs.)
(a)	CSR Budget for F.Y. 2017-18	5,05,43,600	
	Amount b/f from the previous year	12,72,35,966	

(c)	Amount spent out of the total allocated amount of Rs.5,77,64,471/-		
	➤ Amount spent in F.Y. 2017-18	3,20,88,921	
	➤ Amount spent in F.Y. 2018-19	1,55,92,753	
	Total Amount Spent as on 31.03.2019		4,76,81,674
(d)	Amount remaining unspent upto F.Y. 2018-19 [b-c]		1,00,82,797
(e)	Unallocated amount c/f to next year [a-b]		12,00,15,095

Projects approved in Financial Year 2018-19

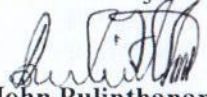
Sl.	Particulars		Amount (Rs.)
(a)	CSR Budget for F.Y. 2018-19	0	
	Amount b/f from the previous year	12,00,15,095	
	Differential unspent amount from completed projects	28,34,847	
	Total budget		12,28,49,942
(b)	Total amount allocated/approved on projects during the year		6,61,36,630
(c)	Amount spent out of the total allocated amount of Rs 6,61,36,630/-		
	➤ Amount spent in F.Y. 2018-19	2,57,20,715	
	Total Amount Spent as on 31.03.2019		2,57,20,715
(d)	Amount remaining unspent upto F.Y. 2018-19 [b-c]		4,04,15,915
(e)	Unallocated amount c/f to next year [a-b]		5,67,13,312

- The Net profit during the three immediately preceding years calculated as per Section 135 of the Companies Act, 2013 is as follow –
 - Financial Year 2016-17: (-) Rs. 214.5 crore
 - Financial Year 2017-18: (-) Rs. 2422.42 crore
 - Financial Year 2018-19: (-) Rs. 1906.18 crore
- The 2% of average Net Profit of the immediately preceding three years is **NIL** and the CS R Budget for the Fiscal 2019-20 will be Nil only.
- There has been no profit during these last three financial years.
- The focus for 2018-19 was Swacch Bharat projects like building toilets, community baths, hygiene, safe drinking water
- The proposals received during the year have been scrutinized thoroughly to check for viability of the proposals and few proposals have been taken up as approved by the Board.

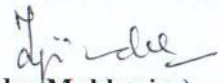
We hereby declare that the implementation and monitoring of the CSR Policy is in compliance with CSR objectives and Policy of the Company.

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(John Pulinthanam)

Director & General Manager-CSR
Kolkata, ^{29th July} 2019


(Tajinder Mukherjee)
Chairman-cum-Managing Director