

CSR POLICY

TRICHUR HEART HOSPITAL LTD.

1. Introduction

Corporate bodies' involvement in CSR activities is not a new concept in India. Industrial majors are engaged in social development activities since long back. However, the Companies Act, 2013 has brought it under the legal purview. The concept of CSR is introduced through "Comply-or-Explain" mandate. It mandates qualifying companies to constitute Corporate Social Responsibility Committee to effectively monitor CSR activities of the Company. Further the Companies (Corporate Social Responsibility Policy) Rules, 2014 (hereinafter referred to as "the CSR Rules") lay down the framework and modalities for carrying out CSR activities which are specified in Schedule VII of the Act.

Trichur Heart Hospital Ltd., a leading super speciality hospital in trichur is also going to engage in the CSR activities as we are eligible as per rules to spend money for corporate social responsibility projects. The board of directors of company is very much excited to execute company's CSR plans effectively.

2. Objective and Scope

2.1. Objective

The main objective of the CSR Policy is to lay down guidelines for **Trichur Heart Hospital Ltd.** to make CSR as one of the key focus areas to adhere to global interest in environment and society that focuses on making a positive contribution to society through effective impact and sustainable development programs. This Policy covers the proposed CSR activities to be undertaken by the Company and ensuring that they are in line with Schedule VII of the Act as amended from time to time. It covers the CSR activities which are being carried out in India only and includes strategy that defines plans for future CSR activities.

2.2. Scope & Coverage

The CSR activities of the Company shall include, but not limited to any or all of the sectors/activities as may be prescribed by Schedule VII of the Companies Act, 2013 amended from time to time. Further, the Company will review the sectors/activities from time to time and make additions/ deletions/ clarifications to the above sectors/activities.

3. Corporate Social Responsibility (CSR) Committee

3.1. Constitution

Pursuant to the provisions of Section 135 of the Act, the Board of Directors shall constitute the

Corporate Social Responsibility (CSR) Committee. The Members of CSR shall be appointed by the Board of Directors of the Company which must consist of at least two or more Directors. Accordingly, the constitution of CSR Committee formed by Trichur Heart Hospital Ltd is as follows:

SI No	Name Of The Committee Member	Designation in Company	Designation in CSR Committee
1	CA.T.S Anantharaman,FCS	Director	Chairman
2	Mr.Prathap Varkey	CEO & Managing Director	Committee Member
3	Dr.Prof.V.K Vijayakumar	Director	Committee Member

3.2. Functions and Powers of Committee

To effectively implement the objectives of the Company with respect to CSR, the Committee is vested with the following functions and powers:

- a. Formulate CSR Policy and recommend the same to the Board of Directors of the Company for approval
- b. Recommend CSR activities as stated under Schedule VII of the Act
- c. Approve to undertake CSR activities, if necessary, in collaboration with group companies/other Companies/firms/NGOs etc., and to separately report the same in line with the CSR Rules
- d. Recommend the CSR Budget as per computation.
- e. Spend the allocated CSR amount on the CSR activities once it is approved by the Board of Directors of the Company in accordance with the Act and the CSR Rules
- f. Create transparent monitoring mechanism for implementation of CSR initiatives in India
- g. Submit the Reports to the Board in respect of the CSR activities undertaken by the Company
- h. Monitor CSR Policy from time to time
- i. Monitor activities/charter of Internal Working and Monitoring Group (WG) who are authorized to ensure that the CSR activities of the Company are implemented effectively
- j. Authorize executives of the Company to attend the CSR Committee Meetings, if necessary

3.3. Meetings of the Committee

For smooth functioning of the Committee, the members shall meet as below to discuss such matters and to take such decisions as may be necessary;

- a. The CSR Committee shall hold a minimum number of two meetings in a year.

b. The members of the Committee may mutually agree between them regarding time and place for the said meetings.

c. The quorum for the CSR Committee Meeting shall be one-third of its total strength (any fraction contained in that one-third be rounded off as one) or two members, whichever is higher.

d. The Members of the Committee may participate in the meeting either in person or through video conferencing or other audio visual means as may be convenient.

4. CSR Spend

The Companies Act, 2013 prescribes that the companies which meet the criteria specified U/s. Sec. 135 shall allocate certain portion of its annual net profits (calculated as per Sec. 198) during the three immediately preceding financial years to be spent on CSR Activities that fall under the categories specified under Schedule VII of the Act.

4.1. CSR Expenditure

Net profit for the purpose of allocation towards CSR means profit more fully described under Rule 2(f) of the CSR Rules. The CSR expenditure shall include all expenditure including contribution to corpus or on projects or programs relating to CSR activities approved by the Board of Directors on the recommendation of its CSR Committee but does not include any expenditure on an item not in conformity or not in line with activities stated under Schedule VII of the Act.

4.2. Failure to spend the CSR Money

If the Company fails to spend the required amount in a particular financial year, it is the duty of the Committee to submit a report in writing to the Board of Directors specifying the reasons for not spending the amount. Surplus, if any, arising out of the CSR projects or programs or activities shall not form part of the business profit of the Company.

5. CSR Initiatives

Pursuant to Schedule VII of the Act and the CSR Rules, the Company shall undertake CSR activities included in its Annual CSR Plan, as recommended by the CSR Committee at the beginning of each year. The Committee is authorized to approve any modification to the existing Annual CSR Plan or to propose any new program during the financial year under review.

5.1. Annual CSR Plan

The Annual CSR Plan is a yearly plan of CSR activities that would be placed before the Board of Directors of the Company based on recommendation of its CSR Committee which outlines inter alia the following aspects of CSR initiatives of the Company:

- Project Proposals
- Targeted Beneficiaries and their key needs
- Alignment with Schedule VII
- Project Goals and milestones
- Activities and Timelines including expected closure dates
- CSR Budget with projections Monitoring mechanism
- Progress reporting and frequency of reports
- Risks and mitigation strategies

- Any other information as may be required by the CSR Committee.

5.2. Collaboration

It is expressly allowed under the CSR Rules that the Company may collaborate with any other Company or association formed in this regard subject to approval by CSR Committee, to implement CSR activities and the same shall form a part of the Annual CSR Plan.

6. Reporting and publication of CSR policy

As per the CSR Rules, the contents of the CSR Policy shall be included in the Directors' Report and the same shall be displayed on the Company's website, if any.

7. Monitoring Mechanism

An Internal Working and Monitoring Team comprising of below mentioned employees of the Company will be set up to ensure effective implementation and monitoring of the projects approved by the CSR Committee from time to time.

TRICHUR HEART HOSPITAL LIMITED

CSR COMMITTEE ACTIVITIES

BOARD MEETING

In compliance of the provisions under Section 135 of the Companies Act, 2013, the Corporate Social Responsibility (CSR) committee be and is hereby constituted as follows and the committee will continue to function until the Board otherwise decide:

CA.T.S Anantharaman FCS	-	Director
Mr.PrathapVarkey	-	CEO & Managing Director
Dr.Prof.V.KVijayakumar	-	Director

The Committee will discharge its duties as per the provisions of the Companies Act.

1st CSR COMMITTEE MEETING

The members of the CSR Committee unanimously elected Shri.CA.T.S Anantharaman FCS as Chairman of the Committee.

1. The members verified the Audit Report and Financial Statements for the year ended on 31.03.2022 and found that minimum amount to be spent for the year ended 31.03.2023 for CSR activities is **Rs.7,12,000/-**

After discussion, the CSR Policy of the company is formulated as below:

- ❖ To promote health care including preventive health care particularly of old aged, disabled, children and women.
 - ❖ To promote education
 - ❖ To promote social equality
 - ❖ To empower women
 - ❖ To ensure environmental sustainability
2. Since the CSR fund to be spent for the year is only **Rs.7,12,000/-** it is decided to find out eligible and willing NGOs to carry out the above CSR Policies.

2nd CSR COMMITTEE MEETING

The Chairman presented the profiles of NGOs, willing to carry out CSR Policy of the committee:

1. M/S ATMA FOUNDATION

2. M/S SWASRAYA SPECIAL CHILD DEVELOPMENT AND VOCATIONAL TRAINING CENTRE FOR DIFFERENTLY - ABLED

3. AUTISM ASSOCIATION KERALA

The 3rd NGO has complied with registration u/s.12A & 80G of the Income Tax Act, but has yet to file CSR-I. Other two NGOs are eligible to carry out CSR activities on behalf of the company. Hence it is recommended to pay **Rs.1,08,347/-** to **M/S ATMA FOUNDATION** and **Rs.3,03,653/-** to **M/S SWASRAYA** For capital expenditure for the promotion of health care particularly of old aged and disabled children.

3rd CSR COMMITTEE MEETING

The Chairman informed that the company has spent **Rs.4,12,000/-** by disbursement to NGOs for CSR implementation and there is a balance of **Rs.3,00,000/-** to be spent under CSR.

M/s AUTISM ASSOCIATION NGO has not complied with for the eligibility of CSR implementation. Hence it is recommended to pay the balance of CSR fund **Rs.3,00,000/-** to **PMNRF** before 30.09.2023.

The company paid the balance amount of Rs.3,00,000/- to Prime Minister's National Relief Fund on **13.07.2023**