

1	<p><b>CORPORATE SOCIAL RESPONSIBILITY POLICY :</b></p> <p>About the CSR Policy of the Company and its implementation and the initiatives taken by the Company.</p> <p>Pursuant to the provisions of section 135 and schedule VII of the Companies Act, 2013, CSR Committee of the Board of Directors was formed to recommend (a) the policy on Corporate Social Responsibility (CSR) and (b) implementation of the CSR Projects or Programs to be undertaken by the Company as per CSR Policy for consideration and approval by the Board of Directors.</p> <p>REASON FOR NOT SPENDING:</p> <p>ANNUAL REPORT ON CSR :</p> <p>Annual Report on CSR in the prescribed format shall <u>be</u> enclosed ANNEXURE III</p>	All Companies [Based on criteria]	Section 134(3) (o)  Rule 8 of Cos. (CSR Policy) Rules,2014
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**ANNEXURE INDEX**

<u>Annexure number</u>	<u>Details of annexure</u>
<u>III</u>	<b>Annual Report on Corporate Social Responsibility</b>

## ANNEXURE III

### FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT

➤ **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.**

- **Brief Outline of JFS's (Janalakshmi Financial Services Pvt. Ltd.) CSR Policy:** JFS aspires to further its social and environmental commitment by incorporating the vision of CSR laid out by the government in its Companies Act, 2013. Janalakshmi intends to integrate the CSR guidelines in its business operations as well as outline a strategy to invest its CSR monies in socially and environmentally beneficial outcomes. JFS will invest CSR monies in programs run by partner organizations. This shall exclude the activities undertaken in the pursuance of its normal course of business and any programs run by the holding company (JUF-Jana Urban Foundation). JFS will, therefore, partner with a diverse range of stakeholders including well-established NGOs, government bodies and community representatives for its CSR activities.

JFS' CSR monies will not be used for programs run by JUF though they fall under the purview of the activities approved in Schedule VII of the Companies Act. This arrangement has been envisaged to ensure all the eligible CSR monies are channeled towards impactful social activities of JFS partners.

JFS will also encourage employee engagement and volunteerism, where JFS and other Jana group employees can directly participate in development activities.

- **Overview of Projects:**

JFS has invested CSR monies in projects involving Women's Empowerment and Child Development that focus on achieving specific, measurable impact. Considering these parameters JFS has channelized its CSR funds in the following programs:-

- I. Provision of Food & Nutrition for Rescued Children in APSA's Dream School & Namma Mane (Implementing Agency – APSA)
- II. Early Care Child Education (Implementing Agency – GRACE)
- III. Sponsorship of formal education for 70 children (Implementing Agency – SVVS)
- IV. Protection and Safety of Exploited Children of Female Sex workers[PSEC] (Implementing Agency – Vidyanikethan)

- **Implementation and Initiatives taken by the company:**

JFS has focused on investing CSR monies in partner organizations operating in Bangalore or in the rest of Karnataka. Partner organizations will include, but are not limited to; the NGOs Janalakshmi has been involved with since its inception.

Stages involved in allocating the CSR funds are as following:-

**Stage 1:** Request for Proposals

**Stage 2:** Pre-grant evaluation of models

**Stage 3:** Identifying projects for funding

**Stage 4:** Signing of contract/MoU

**Stage 5:** Disbursal of CSR funds

**Stage 6:** Monitoring of metrics

**Stage 7:** Year-end evaluation

**Stage 8:** Stakeholder meeting to share project outcomes and strategize for year ahead

- **Web link:** [http://www.janalakshmi.com/templates/janalakshmi/download/csr\\_policy.pdf](http://www.janalakshmi.com/templates/janalakshmi/download/csr_policy.pdf)

➤ **The Composition of the CSR Committee.**

The CSR Committee has been formed to carry out some of the aspects like developing the CSR strategy, detailed planning on the CSR activities, making decisions on their expenditure and the monitoring and evaluation mechanisms. The Committee comprises of the following members:-

1. Ms. Vijayalatha Reddy (Chairperson)
2. Mr. Ramesh Ramanathan
3. Mr. Vikram Gandhi
4. Mr. Zaheer Sitabkhan

➤ **Average net profit of the company for last three financial years**

Financial Years	Net profit after Tax
	₹
2011-12	12,217,811
2012-13	180,619,815
2013-14	506,276,139
Average net profit	23,30,37,922

➤ **Prescribed CSR Expenditure (two per cent of the amount)**

2% of the Avg. Net Profits of three preceding financial years is ₹ 46, 60,758

➤ **Details of CSR spent during the financial year.**

**Manner in which the amount spent during the financial year is detailed below.**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S. No	CSR project or activity identified.	Sector in which the Project is covered	Projects or programs (1)Local area or other  (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or Programs Sub-heads: (1)Direct expenditure on projects or programs.  (2) Overheads:	Cumulative expenditure upto to the reporting period	Amount spent: Direct or through implementing agency *
1.	Provision of Food & Nutrition for Rescued Children in APSA's Dream School & Namma mane	1. Promotion of education 2. Employment enhancing vocational skills 3. Eradicating extreme hunger and poverty	1. Local Area Program: 34, Annasandrapalya, Vimanapura Post, Bangalore – 560017 2. State: Karnataka District: Bangalore	₹ 22,50,000	1. Direct Expenditure: ₹ 16,38,079 2. Overheads: NA	₹ 16,38,079	Amount Spent: ₹ 16,38,079 Implementing Agency: APSA (Association for Promoting Social Action)
2.	Early Care Child Education	1. Eradicating extreme hunger and poverty 2. Promotion of education	1. Local Area Program: No. 32, 1 <sup>st</sup> Main, 3 <sup>rd</sup> Cross, Rama Tent Road, Venkateshpuram, Bangalore-45 2. State: Karnataka District: Bangalore	₹ 5,44,000	1. Direct Expenditure: ₹ 5,32,370 2. Overheads: NA	₹ 5,32,370	Amount Spent: ₹ 5,32,370 Implementing Agency: GRACE (Grass Root Action for Community Empowerment)
3.	Sponsorship of formal education for 70 children	1. Promotion of education	1. Local Area Program: K.G. Halli, A.C. Post, Bangalore	₹ 7,07,000	1. Direct Expenditure: ₹ 7,07,000 2. Overheads:	₹ 7,07,000	Amount Spent: ₹ 7,07,000 Implementing Agency: SVVS

			-560045 2.State: Karnataka District: Bangalore		NA		(Shamala Vidya Vardhak Sangh)
4.	Protection and Safety of Exploited Children of Female Sex workers[PSEC]	i)Eradicating extreme hunger and poverty (ii)Promotion of education (iii)Promoting gender equality and empowering women	1. Other Area Program: 7/14, Old Mathigiri, TVS Road, Behind RTO Office, Hosur – 635110 2. State: Tamil Nadu District: Krishnagiri	₹11,57,820	1.Direct Expenditure: ₹ 11,56,503 2.Overheads: NA	₹ 11,56,503	Amount Spent: ₹11,56,503 Implementing Agency: Vidyanikethan
<b>TOTAL</b>				4658820		4033952	4033952

- **Total amount to be spent for the financial year:** ₹46,58,820
- **\* Amount unspent, if any:** ₹6,26,806 (Please see the explanation under the implementing agency information)

### Give details of implementing agency:

#### 1. APSA

- **Year of Establishment:** 1981
- **Date of Registration:** 4<sup>th</sup> June 1981
- **Mission and Vision:** APSA's mission is to catalyze the process by which underprivileged and deprived communities participate in their own development and use their own strengths and efforts for problem solving and to improve the quality of their lives.  
The vision of APSA is development without exploitation
- **Thematic sectors of operation:** Child rights; alcohol, drug and tobacco de-addiction; gender and youth empowerment
- **Geographical working area(s):** 100 slums in 4 Assembly Constituencies of Bangalore City (Karnataka)
- **Activities carried out so far:**
  - I. Child Rights Advocacy which includes education for drop-out children, eradication of child labour, shelter for street children and implementation of RTE Act 2009

- II. Gender Empowerment and Advocacy which includes formation of SHGs and women's federation, addressing gender based violence in urban slums and sexual health education for adolescent girls
- III. Alcohol, Drugs and Development which includes de-addiction modules for target groups and awareness on ADD in slums
- IV. Empowerment and Development of Young People which includes vocational training for youth with job placements and follow-ups
- \* **Amount unspent, if any:** Considering the current run rate the remaining balance of INR 6, 11,921 will be fully utilized by the end of July 2015 on our approved programs.

## 2. GRACE

- **Year of Establishment:** 2005
- **Date of Registration:** 3<sup>rd</sup> March 2005
- **Mission and Vision:** Its mission is to work for child development by linking different stakeholders like the urban poor, the urban citizen groups and the government  
Grace's vision is to help the poor by promoting accountability of the different stakeholders involved by providing a platform where various officials get to interact with the people coming from disadvantaged backgrounds
- **Thematic sectors of operation:** Provision of day schools (crèches) for underprivileged children whose parents are mostly rag pickers, waste collectors, coolie workers, etc; reduction of malnourishment and promotion of basic education
- **Geographical working area(s):** Urban slums in Bangalore – East Zone: PK Colony, Nagawara, KM Nagar, Banaswadi, Frazer Town, Desia Nagar  
Yelahanka Zone: K Narayanpuram, HBR Layout
- **Activities carried out so far:**
  - I. Distribution of identity cards which have been authorised by BBMP to the rag pickers and waste collectors
  - II. Promotion of early education to slum children
  - III. Provision of nutritious food for children who attend the crèches
- \* **Amount unspent, if any:** The remaining balance of INR 11,630 has already been accounted for in April 2015.

### 3. SVVS (Shamala Vidya Vardhak Sangh)

- **Year of Establishment:** 1979
- **Date of Registration:** 4<sup>th</sup> November 1982
- **Mission and Vision:** 'For every child an education, for every adult the dignity of self-reliance'  
Vision: To regenerate the rhythm of life of the disadvantaged
- **Thematic sectors of operation:** Formal and non-formal education, community organization and income generation activities, need-based training in sector-specific areas
- **Geographical working area(s):** Bangalore urban and rural districts, Tumkur district and Chitradurga districts
- **Activities carried out so far:**
  - I. Formal education for poor students who are especially from minority communities
  - II. Retaining drop-out children in formal education
  - III. Provision of computer training
  - IV. Health check-ups for school going children

### 4. Vidyanikethan

- **Year of Establishment:** 1988
- **Date of Registration:** 24<sup>th</sup> May 1988
- **Mission and Vision:** Its mission is to ensure that every child enjoys his/her childhood and avails the rights of a child  
Vision: "Exploitation free and environmentally sustainable society"
- **Thematic sectors of operation:** Target group comprises of neglected and exploited children who have been victims of sexual, physical and emotional abuse
- **Geographical working area(s):** Urban, peri-urban and rural areas of Bangalore south, Mandya district of Karnataka and Hosur, Mathagondapally in Tamil Nadu. It works in over 218 villages/slums
- **Activities carried out so far:**
  - I. Preventing, protecting and prosecuting children from different types of abuses
  - II. Promoting health, education and socio-economic programs for the disadvantaged people
  - III. Conducts formal school programs for children
  - IV. Conducts skill training for rural women

V. Conducts poverty alleviation programs in the urban slums

- \* **Amount unspent, if any:** The remaining balance of INR 1, 317 has already been accounted for in April 2015.

➤ **In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.**

The 2% of the Average Net Profits of three preceding financial years of JFS was INR 46, 60,758. The amount allocated to the four implementing agencies was INR 46, 58,820. The unspent amount of INR 1, 938 is insignificant.

➤ **A responsibility statement of the CSR committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company**

(CEO)

(Chairman CSR Committee)

(Person specified under

Clause (d) of Sub-section (1) of

Section 380 of the Act

(Wherever applicable)