

CORPORATE SOCIAL RESPONSIBILITY POLICY of SIDBI Venture Capital Limited

(Approved by the Board of Directors at their meeting held on January 27, 2015, amended vide Circular Resolution dated March 06, 2019)

1. INTRODUCTION:

Corporate Social Responsibility (CSR) is strongly connected with the principles of Sustainability; an organization should take decisions based not only on financial factors, but also on the social and environmental consequences. Therefore, it is the corporate responsibility of **SIDBI Venture Capital Limited** (hereinafter referred to as "the Company") to practice its corporate values through its commitment to grow in a socially and environmentally responsible way, while meeting the interests of its stakeholders.

The Board of Directors of the Company shall approve activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and the related expenditure.

2. ACTIVITIES TO BE UNDERTAKEN:

All activities, including education, covered in Schedule VII of the Companies Act, 2013 and as amended, from time to time.

3. IMPLEMENTATION OF CSR:

CSR contribution, as per approved CSR policy / activity of Company and within the approved CSR expenditure budget by the Board of SVCL may be approved by CSR Committee of the Board and CEO / MD & CEO, SVCL shall do all such things required for disbursing the CSR contribution from time to time.

3.1 CSR funds / budget

- 2% of the average Net Profit made by the Company during immediately preceding three Financial Years.
- surplus arising out of CSR activities carried out by the company and such surplus will not be part of business profit of the company.
- Any unspent budget shall be reported in the Annual Report.

3.2 Constitution of CSR Committee

The Board of Directors of the Company are authorized to constitute the CSR Committee of the Company in terms of the provisions of the Companies Act, 2013.

4. Responsibilities of the Committee:

- Formulate and update CSR Policy, which will be approved by the Board of the Company
- Recommend the CSR expenditure to the Board of the Company for their approval
- Shall institute a transparent monitoring mechanism for implementation of the CSR activities undertaken by the Company
- Suggest areas of intervention to the Board of the Company

- Approve activities that are in line with the CSR policy
- Monitor the CSR policy from time to time
- Approve CSR contribution, as per approved CSR policy / activity of the Company and within the approved CSR expenditure budget by the Board

5. Frequency of Meeting of Committee:

Meetings shall be held at such times as the CSR Committee deems appropriate, and in any event shall be held not less than once a year.

Quorum:

Quorum for the meeting shall be two Members or 1/3rd of the total strength of the Committee, whichever is higher, subject to the provisions of the Companies Act, 2013. A duly convened meeting of the CSR Committee at which requisite quorum is present shall be competent to exercise all or any of the authorities, powers and discretions vested in or exercisable by the CSR Committee.