

CSR Plan (FY 2014-15)

Torrent has consciously decided as a matter of policy:

1. to concentrate its efforts diligently in the areas of (i) Community Health care, Sanitation and Hygiene (ii) Education and Knowledge Enhancement and (iii) Social Care and Concern; and
2. to confine its activities to where Torrent headquarters is situated and locations in and around its operations so that the twin objectives of service to neighbourhood and community and participation of employees along with necessary admin set up can be achieved.

It has been decided to undertake the following activities for FY 2014-15 in line with its CSR Policy:

1. Paediatric Care – ₹ 5.00 Cr.:

Torrent has been active in the Health care segment; an encouraging initiative being the setting up of the UN Mehta Cardiology Institute and Research Centre (UNMICRC), a state of the art cardiac hospital at Civil Hospital, Ahmedabad along with the State Government. This involved taking over the activities of an existing civil hospital with limited freedom. Torrent, over the years has made sizeable financial contribution and provided substantial inputs in terms of manpower. The financial contribution was used for constructing a 200 bed hospital initially and also for expansion to 450 bed facility thereafter. Torrent was involved in the project management of this initiative and its employees, as volunteers rendered many services in its operations. Our involvement so far with UNMICRC has been very encouraging and emotionally satisfying. Torrent had thus, experienced the advantages and limitations of government-private sector partnership model, an experience which was both educative and enlightening.

Now Torrent is contemplating to undertake a pioneering initiative by establishing a landmark healthcare institute in the area of paediatric care. Prior to finalizing this discipline of paediatric care various other disciplines were screened such as Cardiology, Diabetology, Neurology, etc. However, paediatric care was finalised on the premise of the fact that this discipline is less intensely prevalent and offers a vast potential for a pioneering initiative. Of course paediatric care of such type will also include prefix services, which at bare minimum would cover neo natal and mother's health & hygiene. This subject matter is under study and is likely to take a few months for finally evolving the comprehensive integrated Project proposal alongwith proposed project outlines based on further understanding of the subject through necessary studies and visits.

In the meantime, an allocation of ₹ 5.00 Crores has been made for this proposed activity for the year FY 2014-15.

2. New building for High School at Chhapi - ₹ 5.65 Cr.

A new building for high school at Chhapi in the land acquired through donations from Torrent Group is being constructed. The existing premise is inadequate to accommodate the increasing number of students at 2,400 approximately. Also, the school is running in two shifts whereas as per the government norm, the school should be run only in one shift. Further, in the existing premises, no playground exists. The proposed new high school building is expected to have 24 class rooms, science and computer lab, library, administrative block, assembly and dining hall, kitchen area, sports complex, etc. This new building would accommodate 1500 students of class 9-12. The construction activity of the building commenced during 2013-14 and is expected to be completed during FY 2014-15. The overall project cost is expected to be ₹ 15.00 Cr. During FY 2014-15, the Company proposes to spend approx. ₹ 5.65 Cr. The Company has already contributed ₹ 0.40 Cr. up to 31st March, 2014.

3. Shiksha Setu – ₹ 0.90 Cr.

The project is aimed at achieving visible improvement in the quality of primary education being imparted to the students at the 21 identified schools in the areas of Ahmedabad, Sugan, Memadpur, Chhapi and Indrad. The project spread over a 5-year period, would cover 4,560 students on an average per year.

The overall achievements so far include:

- A cumulative improvement of 51% in learning of the students for the first two years.
- Positive impact of students' attendance.
- Significant improvement in teachers' involvement.
- Increased interactions between teachers and parents.
- Approx. one third teachers started taking lead as advanced trainers.
- More than 50% of teachers started using MS.
- Around 40% of teachers have started working with improved pedagogy.
- 50% schools have initiated the exchange of learning and teaching materials through social media.
- Total 537 employees volunteered in the FY 2013-14.

The overall project cost for 5 years (FY 2011-12 to FY 2015-16) is expected to be ₹ 8.50 Cr. During FY 2014-15 an amount of ₹ 0.90 Cr. is proposed to be donated by the Company. The Company had already contributed ₹ 1.36 Cr. up to 31st March, 2014.

4. Baddi School – ₹ 0.10 Cr.:

The Company proposes to expend the amount majorly for salaries of school teachers and housekeeper ₹ 0.04 Cr. and infrastructural & maintenance activities ₹ 0.05 Cr. The balance would cater to extra-curricular activities for students.

5. Sanskardham – ₹ 2.50 Cr.:

Sanskardham is an Ahmedabad based trust that runs schools. The trust has its inception in 1992. From knowledge to performance, Sanskardham ensures that the child becomes a better individual and not just a better student tomorrow. The child besides education learns the foremost values of love, trust and truth. The aim of the trust is to impart an all-round education which will make students physically fit, mentally alert, intellectually capable, emotionally balanced, socially responsible and morally forthright.

The Company contemplates to contribute to Sanskardham for betterment of Children education. The overall contribution proposed for this project is expected to be ₹ 5.00 Cr. for FY 2014-15. The Company proposes to contribute ₹ 2.50 Cr. during FY 2014-15.

6. Others – ₹ 0.85 Cr.:

- a) Salaries of CSR Staff: Salaries paid by the Company to its regular CSR staff amounting to ₹ 0.75 Cr. are factored as part of the CSR expenditure as per MCA Circular.
- b) Miscellaneous Budget for routine activities – ₹ 0.10 Cr.

The above details are summarised in the Annexure - 1.

Thus, the total spend by the Company for FY 2014-15 would be approximately ₹ 15 Crores (i.e. 2% of its Average Net Profits of the Company made during the three immediately preceding financial years).

Monitoring of the CSR Activities:

The monitoring of the CSR activities shall be undertaken as per CSR Policy.

Annexure 1

₹ Crores

Sr. No.	CSR project or activity identified	Sector	Timeline	Conducted through	Total Budget for the Programme	Spent upto 31.03.2014 by Torrent Power Limited	Spent upto 31.03.2014 by Torrent Pharma Limited	Budget for 2014-15 for Torrent Power Limited	Budget for 2014-15 for Torrent Pharma Limited
1	Paediatric Care [at Ahmedabad]	Healthcare	To be decided	Group Company trust/Section 25 Company/ Directly	To be decided	-	-	6.00	5.00
2	New building for High School [at Chhapi]	Education	2 years	External trust	15.00	3.45	0.40	5.50	5.65
3	Shiksha Setu [at Ahmedabad, Sugan, Memadpur, Chhapi, Indrad]	Education	5 years	Group Company trust	8.50	3.17	1.36	0.90	0.90
4	Urja Vidyalaya [at Ahmedabad]	Education	Every year	Directly by Company	NA	NA	NA	0.20	0
5	Baddi School [at Baddi]	Education	Every year	Directly by Company	NA	NA	NA	0	0.10
6	Sanskardham	Education	Every year	External Trust	5.00	NA	NA	2.50	2.50
7	Others	-		Directly by Company	-	-	-	-	-
	- Salaries of CSR Staff	-	Every year	-	NA	NA	-	0.80	0.75
	- Miscellaneous	-	Every year	-	NA	NA	-	0.10	0.10
Total					23.50	6.62	1.76	16.00	15.00