

### ANNUAL REPORT ON CSR ACTIVITIES FOR THE YEAR 2018-19

#### 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 or programs

Inspired by noble ideas of the founder Chairman late Shri U N Mehta, Torrent Group deeply subscribes to its responsibilities as a corporate citizen and believes in carrying out its industrial and business activities in a socially and environmentally responsible manner balancing the needs of all stakeholders and contributing to the upliftment and well being of the disadvantaged sections of the society.

The Company, as a part of its CSR programs / activities, made dedicated efforts in the fields of Community Healthcare, Sanitation & Hygiene, Education & Knowledge Enhancement and Social Care & Concern. It is in this backdrop that the Company has drawn up its CSR policy and conducted its programs and activities for the year 2018-19.

#### Overview of projects or programs undertaken

Major CSR initiatives undertaken by the Company during the year 2018-19, are enumerated hereunder:

##### i. REACH:

Driven by the belief of our Chairman Emeritus, Shri Sudhir Mehta '**Children are the future of our nation and this future must be well preserved**', the flagship CSR program of the Group "**REACH**" – **Reach EAch CHild** was initiated in the year 2016 under the aegis of Tornascent Care Institute. REACH has three major pillars: **(a) SHAISHAV (b) JATAN and (c) MUSKAN**. The program has made a strong headway in the current year at all the four centres viz. Sugem (near Surat), Dahej, Indrad and Nadiad / Balasinor and across all the three pillars, with increase in the scope and reach. Salient achievements are:

- Under the first pillar of the program "**Shaishav**", so far 289 paediatric camps covering 372 villages and 58,000+ underserved children (in the age group of 6 months to 6 years) were conducted, to obtain their base line health status, identify and treat anaemia and malnutrition and provide specialised treatment to those identified with cardiac, neurological, respiratory and the like disorders. Till date, more than 90% of the children were cured of their anaemic condition and around 79% of children were brought out of severe malnourishment. To improve the effectiveness in treatment of malnourishment an extensive in-house research was carried out to develop palatable nutri-dense recipes from easily available local ingredients, without any compromise in the nutrient content. After duly testing for nutrient content in certified laboratories, "**Mauji Biscuits**" were launched. "**Mauji Biscuits**" proved to be a success story as 63% of 12,976 children addressed were cured. In the year 2018-19, emphatic focus was to ensure complete recovery in children having specific ailments, identified during camps or in Jatan centers. Specialised treatment was coordinated with referral hospitals and 985 children were restored to normalcy till 31<sup>st</sup> March, 2019.
- "**Jatan**", the second pillar of the program, focuses on providing the paediatric care through well equipped Paediatric centres to children in the age group of 0 -18 years. Established in year 2017, all four centres at Sugem, Dahej, Balasinor and Indrad are successfully supporting the basic medical needs of children in these four areas. Treatment by doctors, medicines & basic laboratory tests are provided free of cost. 1,47,000+ children have benefitted till 31<sup>st</sup> March, 2019.

#### A Paediatric Hospital at SUGEN:

To provide intensive and inclusive healthcare solution to paediatric patients, a 150 bedded secondary care hospital is being constructed near Sugem plant. The target date for commissioning and dedicating the hospital is 2<sup>nd</sup> October 2019.

- Under "**Muskaan**", the third pillar of the program, counselling and support is provided to the adolescent girls of villages near Sugem, Dahej & Indrad centers for menstrual hygiene and sanitation by giving them free health and hygiene kits which include sanitary pads, soap, shampoo etc. About 6,300 adolescent girls of 125 villages near above specified centres, between 11-18 years of age were provided kits on monthly basis during the year. This programme has helped gradual eradication of physiological and social taboos and increased confidence and self-esteem amongst them.

Through large scale employee participation, a new initiative was launched in the name of “જાગરણ એ જ નિવારણ”, with an aim to spread health awareness amongst the communities about curative facilities available at Bal Arogya Kendras so as to prevent diseases. The targetted population includes patients waiting for consultation at Jatan, mothers hailing from villages where camps are conducted and others who come in contact during follow up interventions.

**ii. Shiksha Setu :**

The Teaching and Learning program conducted through UNM Foundation completed third year of Phase II. This program covers 13 schools located near Sugan, Chhatral, Chhapi, Memadpur and Ahmedabad locations having 4,600+ students and 150+ teachers of 3<sup>rd</sup> to 8<sup>th</sup> standards. Focus in the year 2018-19 continued to be on enhancing learning levels of students through academic workshops and technology based education tools provided in the schools. About 4,600 students from 3<sup>rd</sup> to 8<sup>th</sup> standard (including 13 program schools and 7 control schools) participated in technology based learning assessment and achieved 21% YoY improvement in learning levels compared to previous year's result.

Based on the result analysis, gaps in concepts and skills were identified and continuous inputs were provided to teachers and students. 1,037 academic sessions were carried out on different topics for 150+ teachers on strengthening academic concepts. Additionally focused intervention through remedial tools was carried out to improve basic skills in Language & Mathematics of academically weak students and bring them at par with others.

**iii. Development and Maintenance of Public Parks:**

The Torrent Group along with one of India's best known landscape design firm, developed a detailed process that is an exemplar on how public projects should be undertaken and embarked upon. Six other firms in Ahmedabad have joined hands under LEAF (Landscape Environment and Advancement Foundation) to undertake this work. After visiting many parks in Ahmedabad, 15 parks with differing sizes, which were equally distributed in Ahmedabad, were chosen for development. During the year, 6 parks measuring approx. 33,000 Sq. mt (under Phase I) have been fully developed by the Torrent Group and are opened for public use. The design of the other parks of Phase II is in Progress.

**iv. National Cancer Institute:**

The Company contributed to Dr. Abaji Thatte Seva Aur Anusandhan Sanstha, Nagpur to establish laboratory sciences department and to procure 1 mobile cancer detection unit complete with CR, Mammography X-Ray, with necessary furniture and other medical equipment. Dr. Abaji Thatte Seva Aur Anusandhan Sanstha is a registered charitable trust established in 1996 focuses on alleviating suffering of people with various medical illnesses.

The CSR Policy and approved CSR budget for the year 2018-19 are available for reference on the website of the Company at:

<http://www.torrentpharma.com/pdf/investors/CSRPolicy.pdf>

[http://www.torrentpharma.com/pdf/investors/CSR\\_Plan\\_2018-19.pdf](http://www.torrentpharma.com/pdf/investors/CSR_Plan_2018-19.pdf)

respectively.

A brief outline of the CSR Policy is given below:

- three thrust areas in which CSR activities are planned (a) Community healthcare, sanitation and hygiene (b) Education and knowledge enhancement (c) Social care and concern
- the CSR projects are conducted, preferably in local area and areas around which the Company (including its Units) operates, after approval of CSR Committee and Board with estimated expenditure and implementation schedules thereto. Half-yearly monitoring of the implementation of the CSR Policy and Plan be done by the CSR Committee.
- CSR Projects may be implemented directly by the Company whereby Company implements the CSR Projects on its own or through its Trust / Society / Section 8 Company or Group Company Trust / Society / Section 8 Company and / or indirect whereby the Company implements the CSR Projects through an external Trust / Society / Section 8 Company.

## 2. The Composition of CSR Committee:

Name of Director	Category of Directorship
Ms. Ameera Shah <sup>1</sup>	Independent Director
Ms. Nayantara Bali <sup>2</sup>	Independent Director
Dr. Chaitanya Dutt	Whole time Director

Note: Shri Pradeep Bhargava ceased to be the Member and Chairperson of the Committee on completion of his term on the Board on 31<sup>st</sup> March, 2019.

1. Appointed as member w.e.f. 2<sup>nd</sup> August, 2018 and Chairperson w.e.f. 20<sup>th</sup> May, 2019.
2. Appointed as member w.e.f. 6<sup>th</sup> April, 2019.

## 3. Average net profit of the Company for last three financial years: ₹ 1,318 crores.

## 4. Prescribed CSR Expenditure (2% of the above amount): ₹ 26.35 crores.

## 5. Details of CSR spent during the financial year.

a) Total amount spent for the financial year 2018-19: ₹ 26.45 crores.

b) Amount unspent, if any: Nil

c) Manner in which the CSR amount was spent during the financial year 2018-19 is detailed below:-

(₹ in crores)

1	2	3	4	5	6	7	8
Sr. 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 were undertaken	Amount Outlay (Budget) Project or Program wise	Amount spent on the projects or programs Subheads: (1) Direct expenditure on projects or programs, (2) Overheads	Cumulative expenditure upto the reporting period*	Amount Spent: Direct or through implementing agency
1	<b>REACH - Paediatric Healthcare Programme</b>	Community Healthcare, Sanitation and Hygiene (Promoting healthcare including preventive healthcare)	Various district in the State of Gujarat like Kamrej, Mandvi, Mangrol, Olpad in Surat, Vagra, Amod in Bharuch, Balasinor in Mahisagar, Jotana, Kadi in Mehsana, Galteshwar, Kapadvanj, Kathlal, Thasra, Nadiad in Kheda, Kalol in Gadhinagar	9.30	9.30	64.99	Directly: (1) Through Tornascent Care Institute (Section 8 Company of the Group) (2) By Company
2	<b>Development and Maintenance of Public Parks</b>	Social Care and Concern (Ensuring environmental sustainability, ecological balance and protection of flora and fauna)	Ahmedabad, Gujarat	8.45	8.45	12.95	Directly: Through UNM Foundation (Section 8 Company of the Group)

(₹ in crores)

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3	<b>Shiksha Setu (Quality Education Programme) (Rural and Urban Slum Area)<sup>5</sup></b>	Education and Knowledge Enhancement (Promoting education)	Sabarmati in Ahmedabad, Kamrej in Surat, Vadgam in Banaskantha Kadi in Mehsana, in the State of Gujarat	1.00	1.00	7.00	Directly: Through UNM Foundation (Section 8 Company of the Group)
4	<b>Primary School Education &amp; Community Development work</b>	a. Education and Knowledge Enhancement (Promoting education) b. Community Development Work	At Village Bhud (Rural Area, Baddi) Makhnu Majra, Ta Nalagarh, Dist Solan, Himachal Pradesh	0.80	0.53	1.03	Directly by Company
5	<b>Indrad School and Medical OPD</b>	Promoting education & healthcare	At Village Indrad, Taluka Kadi, Dist Mehsana, Gujarat	0.18	0.13	0.25	Directly by Company
6	<b>Supporting the establishment of a Cancer Care Centre</b>	Community Healthcare, Sanitation and Hygiene (Promoting healthcare including preventive healthcare)	Nagpur, Maharashtra	5.35	5.35	13.00	Indirectly through Implementing Agency: Dr. Abaji Thatte Seva Aur Anusandhan Sanstha
7	<b>Upgradation / Maintenance of School and other infrastructure facilities</b>	a. Education and Knowledge Enhancement (Promoting education) b. Community Development Work	Sikkim, Dahej, Vizag & Pithampur locations	0.87	0.50	0.50	Directly by Company

(₹ in crores)

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8	<b>Others</b>						
	CSR capacity building cost including Administrative overhead			1.30	1.10	4.45	Directly by Company
	Miscellaneous			0.10	0.09	0.77	
	<b>Total</b>			<b>27.35</b>	<b>26.45</b>	<b>104.94</b>	

\*Starting from 1<sup>st</sup> April, 2014.

\$ Amount of ₹ 1.15 Crore was contributed till 31<sup>st</sup> March, 2014.

6. 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's Report.

Not Applicable

7. The CSR Committee confirms that the implementation and monitoring of the CSR Policy, is in compliance with CSR objectives and Policy of the Company.

Ahmedabad  
20<sup>th</sup> May, 2019

**Samir Mehta**  
Executive Chairman

**Ameera Shah**  
Chairperson, CSR Committee