

Annual Report on CSR activities

1. Brief outline of Company's CSR Policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programmes.

Introduction:

The Corporate Social Responsibility (CSR) activities of Bajaj Group are guided by the vision and philosophy of its Founder, Late Jamnalal Bajaj, who embodied the concept of trusteeship in business and common good, and laid the foundation for ethical, value-based and transparent functioning.

Bajaj Group, thus, took the unprecedented step of using business to serve society over a century ago. Jamnalal Bajaj strongly believed that 'common good was more important than individual gain'. His philosophy has stood the test of time as it has been successfully taken forward by the succeeding generations i.e. firstly by his sons, Kamalnayan Bajaj and Ramkrishna Bajaj and now spearheaded by his grandson Rahul Bajaj. This philanthropic approach has taken the Group to higher levels of success and respect.

Though, the Group stands tall in the corporate world, with high ranking in terms of market capitalisation, turnover, profits, range of products and services and various other parameters, Bajaj Group believes that the true and full measure of growth, success and progress lies beyond balance sheets or conventional economic indices. It is best reflected in the difference that business and industry make to the lives of people. Through its social investments, Bajaj Group addresses the needs of communities residing in the vicinity of its facilities, taking sustainable initiatives in the areas of health, education, environment conservation, infrastructure and community development and response to natural calamities.

For society, however, Bajaj is more than a corporate identity. It is a catalyst for social empowerment. It is the reason behind the smile that lights up a million faces. Its goodwill resonates in the two simple words that live in the collective consciousness of Indians - Hamara Bajaj.

CSR Policy:

A detailed CSR Policy was framed by the Company on 15 May 2014, with approvals of the CSR Committee and Board. The Policy, inter alia, covers the following:

- Philosophy
- Scope
- List of CSR activities
- Modalities of execution of projects/programmes
- Implementation through CSR Cell
- Monitoring assessment of projects/programmes

CSR Policy gives an overview of the projects or programmes, which are proposed to be undertaken by the Company in the coming years.

The CSR Policy is placed on <http://www.bhil.in/inv/pdf/csr-policy-020514-bhil.pdf>

2. The composition of the CSR Committee

A Committee of the directors, titled 'Corporate Social Responsibility Committee', was constituted by the Board at its meeting held on 28 March 2014 with the following members:

Rahul Bajaj, Chairman
Nanoo Pamnani
Sanjiv Bajaj

During the year under review, the Committee met four times on 13 May 2015, 1 September 2015, 5 October 2015 and 13 January 2016.

3. Average net profit of the Company for last three financial years prior to 2015-16: ₹ 342.89 crore.

4. Prescribed CSR Expenditure (2% of amount as in item No. 3): ₹ 6.86 crore

5. Details of CSR spent during the financial year:

(₹ In Crore)

Particulars

a. Total amount to be spent	6.86
b. Amount spent	6.91
c. Amount unspent, if any (a-b)	Nil
d. Manner in which the amount spent during the financial year detailed below:	

(₹ In Crore)

Name/Details of the Implementing Agency	CSR Project/Activity identified	Sector in which the project is covered	Location of Project/ programme (Local area or State/District)	Amount outlay/ Approved	Amount spent direct/ overheads during 2015-16	Cumulative Expenditure upto 2015-16
Divine Shakti Foundation, Rishikesh	Relief of earthquake victims at Nepal	Eradicating hunger, poverty, malnutrition, promoting health care and sanitation	Nepal	0.50	0.50	0.50
PM's National Relief Fund	Relief of earthquake victims at Nepal	Contribution to PM's National relief fund	Nepal	2.00	2.00	2.00
St. Ursula Society, Pune	School repairs and maintenance at Kamalnayan Bajaj School	Education	Pune	0.76	0.76	0.76
Marathwada Medical and Research Institute (Kamalnayan Bajaj Hospital), Aurangabad	Construction of building of Centre for Hematology Hemo-Oncology	Promoting health care and sanitation	Aurangabad	2.00	2.00	2.00
Marathwada Medical and Research Institute (Kamalnayan Bajaj Hospital), Aurangabad	Contribution towards corpus	Promoting health care and sanitation	Aurangabad	1.50	1.50	1.50
Shri Jamnalal Bajaj Balmandir, Wardha	Salaries of Balsevikas and other employees of Balmandir, and maintenance of Balmandir building/s	Education	Wardha	0.15	0.15	0.15
Total					6.91	

Notes:

a) All amounts mentioned above as spent relate to amounts spent through implementing agency, unless stated otherwise.
b) There is no expenditure on overheads in the above list.

6. **In case the Company fails to spend the 2% of the average net profit (INR) of the last 3 financial years, the reasons for not spending the amount shall be stated in the Board report. - Not applicable**

In addition to what is stated above, Bajaj Group implements many CSR initiatives of substantial value through its Group Charitable Trusts operating at various locations in the country. Major initiatives that continued and/or that were taken up anew by the Bajaj Group through such entities during the year under review are given in an annexure to this report. This annexure is hosted on the Company's website www.bhil.in and a physical copy of this annexure will be made available to any shareholder on request.

7. **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 duly signed by Director and Chairperson of the CSR Committee.**

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

Rahul Bajaj
Chairman of CSR Committee

Sanjiv Bajaj
Managing Director

Pune: 25 May 2016