



CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY
OF
UJJIVAN FINANCIAL SERVICES PRIVATE LIMITED

March 25, 2015

A. UJJIVAN'S MISSION & OBJECTIVE ON CORPORATE SOCIAL RESPONSIBILITY (CSR)

Ujjivan mission and objective is to provide full range of financial services to the economically active poor to enable customers lead a "better life, reaching out to underserved communities is a part of our DNA. This entails transcending business interests and grappling with the "quality of life" challenges that underserved communities face, and working towards making a meaningful difference to their lives. The company also has a holistic approach to poverty reduction and in partnership with Parinaam Foundation, is engaged in social welfare programs in healthcare, education, vocational training, community development, shelter, and disaster relief.

B. UJJIVAN'S VISION ON CSR

In order to enable NBFCs to adopt best practices and greater transparency in their operations, RBI has, on May Through sustainable measures, actively contribute to the Social, Economic and Environmental Development of the community in which we operate ensuring participation from the community and thereby create value for the nation.

C. UJJIVAN CSR COMMITTEE OF THE BOARD OF DIRECTORS

The Board of Directors of Ujjivan has constituted a board committee for CSR called as Corporate Social Responsibility Committee which is constituted by at least One Independent Director and Two Non Independent Directors. The CSR committee will review the progress of CSR activities and the funds utilized with impact achieved on a periodical basis.

D. UJJIVAN CSR ACTIVITIES

The company constantly strives to ensure strong corporate culture which emphasizes on integrating CSR values with business objectives. It pursues initiatives to eradicate hunger poverty; promoting preventive health care and making available safe drinking water; promoting education, including special education, employment enhancing vocational skill training for women , promoting gender equality , programs for empowering women and projects for environmental protection .

Ujjivan CSR activities span five key areas and our single-minded goal here is to holistically approach poverty reduction and bettering quality of lives through social development projects.

- **Community infrastructure development projects:**

Minor constructions and renovations such as bus stands (waiting sheds), public parks, schools and anganwadis, public toilets, water connections and public taps, public library, Construction of foot over bridges, reconstruction / renovation of existing damaged infrastructure etc.

- **Environmental Projects:**

Ensuring environmental sustainability, recharge-pit for bore wells, solar lamps at public places (e.g. Government hospitals), conservation of natural resources and maintaining quality of soil, air and water.

- **Public amenities, Health and Hygiene:**

a) Safe drinking water facility at public places (bus stand, schools, hospitals etc),

b) safety for public (fencing electric transforms, road signals),

c) Public health and hygiene (supporting PHCs & maternity homes, cleaning public places, clearing garbage dumps, providing dust bins, improving drainage, area spraying for Malaria, Chikengunya, Dengue, public awareness programs etc)

- **Promoting Education:**

Providing facilities in schools & Anganwadis, Initiatives for Girl child education, merit scholarships for technical education.

- **Social Welfare:**

Relief programs and facilities to orphanages, old age homes, mentally & physically challenged personals etc.

- Any other projects that are relevant and qualifies for CSR activities under the Companies Act, 2013.

E. UJJIVAN MANAGEMENT COMMITMENT ON CSR IMPLEMENTATION

Our Board of Directors, our Management and all of our employees subscribe to the philosophy of proactive participation in the social development programmes as a part of their Corporate Social Responsibility and commitment to human welfare. We believe and act on an ethos of generosity and compassion, characterized by a willingness to build a society and make it a better place to live in that works for everyone. This is the cornerstone of our CSR policy.

Our Corporate Social Responsibility policy conforms to the provisions of the Companies Act, 2013, Schedule VII of the Act and the Companies (Corporate Social Responsibility Policy) Rules, 2014.

F. UJJIVAN CSR Funds

The corpus for the purpose of carrying on the aforesaid activities would include the followings:

- 2% of the average Net Profit made by the Company during immediately preceding three Financial Years.
- any income arising there from.
- surplus arising out of CSR activities carried out by the company and such surplus will not be part of business profit of the company.

G. Monitoring

The CSR department will provide regular progress report to the CSR Committee of the Board. This report would indicate:

1. Achievement since last progress report / during the last quarter in terms of coverage compared to the target.
2. Achievement of the year-to-date in terms of coverage compared to the target, plans to overcome shortfalls if any and support required from the CSR Committee/Board to overcome the shortfalls.
3. Actual year-to-date spends compared to the budget and reasons for variance.

The Board shall seek a short progress report from the CSR Committee on a quarterly basis.