

GMR KAMALANGA ENERGY LIMITED

Corporate Social Responsibility (CSR) Policy

GMR Kamalanga Energy Limited (the Company) forming part of GMR Group has adopted the CSR Policy of GMR Group. GMR Group (the Group) recognizes that its business activities have wide impact on the societies in which it operates and therefore an effective practice is required giving due consideration to the interests of its stakeholders including shareholders, customers, employees, suppliers, business partners, local communities and other organizations.

Statutory Requirement:

The concept of CSR is governed by clause 135 of the Companies Act, 2013, which was passed by both Houses of the Parliament, and had received the assent of the President of India on 29 August 2013. The CSR provisions within the Act is applicable to companies with an annual turnover of 1,000 crore INR and more, or a net worth of 500 crore INR and more, or a net profit of five crore INR and more. The new rules, which will be applicable from the fiscal year 2014-15 onwards, also require companies to set-up a CSR committee consisting of their board members, including at least one independent Director.

GKEL has met the net worth criteria for the financial year ended March 31, 2014 as specified under section 135 of the Companies Act, 2013. The GKEL Board on 29.04.2014 passed the resolution that a CSR Committee of the Board of Directors of the Company be and constituted comprising the following members of the Board of Directors of the Company as members of CSR Committee.

1. Mr. S. Rajagopal [Independent]
2. Mr. R V Sheshan
3. Mr. Bhaskar Anand Rao
4. Mr. Aditya Aggarwal

Since Section 135 applicable to GKEL, it shall ensure to spend atleast 2% of average profits before tax, made during the three immediately preceding financial years as computed under Section 198 of the Companies Act, 2013.

The Company is driven by Group's vision to make a difference, specifically to society by contributing to the economic development of the country and improving the quality of life of the local communities. Towards this vision, the Group including the Company, through GMR Varalakshmi Foundation (GMRVF), partners with the communities around the businesses to drive various initiatives in the areas of education, health, hygiene, sanitation, empowerment, livelihood and community development.

Projects / Activities / Programs proposed to be undertaken under CSR Policy

Company proposes to carry out CSR activities through GMR Varalakshmi Foundation (GMRVF) and also directly by the Company. Company also proposes to carry out CSR activities as per the recommendations of the District administration. The CSR activities will be broadly towards the following projects / activities / programs:

a) Education:

- Support for promotion of education of all kinds (school education, technical, higher, vocational education), to all ages and in various forms, with a focus on vulnerable and under-privileged;
- Education for girl child and the underprivileged by providing appropriate infrastructure and groom them as future citizens and contributing members of society;
- Financial support to the DAV school functioning in GKEL township, where majority of the students are from nearby villages

b) Health, Hygiene and Sanitation:

- Health awareness programs and camps, medical check-ups, HIV/AIDS awareness initiatives, health care facilities and services, sanitation facilities;
- Eradicating hunger, poverty and malnutrition, promotion of preventive health care and sanitation, and making available safe drinking water;
- Reducing child mortality and improving maternal health;
- Supply of drinking water to the nearby villages
- Medical insurance to land loser's families

c) Empowerment & Livelihoods:

- Employment enhancing vocational skills training, marketing support and other initiatives for youth, women, rural population and livelihood enhancement projects;
- promoting gender equality, empowering women, working for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- Assist in skill development by providing direction and technical expertise for empowerment;
- Promoting Agricultural & Allied Activities to improve family income for the under privileged communities

d) Community Development:

- Encouraging youth and children to form clubs and participate in community development activities such as like cleanliness drives, plantation drives etc;
- Promoting sports and games,
- Support the under privileged communities during natural calamities
- Establishing Community libraries

e) Rural development projects

- f) Such other activities included in Schedule VII of the Companies Act, 2013 as may be identified by CSR Committee from time to time, which are not expressly prohibited.**

