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 vision and philosophy of late Jamnalal Bajaj, the founder of Bajaj Group, guide the Corporate Social Responsibility (CSR) activities of the group. He embodied the concept of trusteeship in business and common good, and laid the foundation for ethical, value-based and transparent functioning.

Bajaj Group believes that 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 by 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 and the reason behind the smiles that light up a million faces.

It is this goodwill that has made us **"The World's Favourite Indian"**

Guiding principles

The Bajaj Group believes that social investments should:

- **Benefit generations:** The Company believes in 'investment in resource creation' for use over generations. The Company tries to identify sustainable projects which will benefit the society over long periods.
- **Educate for self-reliance and growth:** To usher in a growth-oriented society and thereby a very strong and prosperous nation, by educating each and every Indian.
- **Promote health:** The Company believes good health is a pre-requisite for both education and productivity.
- **Encourage for self-help:** To guide and do hand holding for self-help, individually and collectively to create excellence for self and for the team.
- **Be focused:** The Company believes that activities should be focused around locations where it has a presence and hence can effectively guide, monitor and implement specific projects.
- **Target those who need it most:** Care for the sections of the society, which are socially at the lowest rung irrespective of their religion or caste or language or colour.
- **Sustain natural resources:** The Company encourages balanced development and ensures least adverse impact on environment – Growth with Mother Nature's blessings.

CSR Policy

A detailed CSR Policy was framed by the Company on 14 May 2014, with approvals of the CSR Committee and Board of Directors. The Policy, inter alia, covers the following:

- Philosophy
- Scope
- List of CSR activities
- Modalities of execution of Projects/Programmes
- Implementation through CSR Cell
- Monitoring and Assessment of Projects/Programmes

CSR Policy gives an overview of the projects or programmes, which are undertaken by the Company from time to time.

The CSR Policy is placed on the Company's website www.bajajauto.com/pdf/csr-policy-bal.pdf

2. Composition of the CSR Committee

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

Rahul Bajaj, Chairman
Rajiv Bajaj
Nanoo Pamnani
Pradeep Shrivastava

During the year under review, the Committee met four times on 20 September 2018, 9 October 2018, 19 December 2018, and 22 February 2019.

3. Average net profit of the Company for last three financial years prior to 2018-19:
₹ 5,559.80 crore

4. Prescribed CSR Expenditure (2% of amount as in item No. 3): ₹ 111.20 crore.

5. Details of CSR spent during the financial year:

Particulars	(₹ In Crore)
a. Total amount to be spent:	111.20
b. Amount spent:	112.32
c. Amount unspent, if any (a-b):	Nil
d. Manner in which the amount spent/committed during the financial year: As provided in enclosed Table 1.	

6. In case the Company fails to spend the 2% of the average net profit (INR) of the last three 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 another detailed report, which is hosted on the Company's website www.bajajauto.com and a physical copy of this report 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.

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

Rajiv Bajaj
Managing Director and CEO

Pune: 17 May 2019

Table 1: Report on manner of expenditure for CSR during the financial year ended 31 March 2019

(₹ In Crore)

Sr. No.	Name/details of the implementing agency	CSR project/activity identified	Sector in which the project is covered	Location of the project/ programme (Local area or state/district)	Amount/ outlay approved	Amount spent direct/ overheads during the year	Cumulative Expenditure upto 31 March 2019
1	Kailash Satyarthi Children's Foundation	**Action for a child friendly world.** To provide assistance for creating a child-friendly world through training, building capacities and networking with NGOs in Maharashtra. It also proposes to generate new knowledge base.	Reducing inequality (iii)	Pan India	15.00	10.00	10.00
2	Grant Medical Foundation, Pune (Ruby Hall)	**Supporting purchase of Digital PET machine for Department of Nuclear Medicine at Ruby Hall Clinic** To setup a state-of-the-art Nuclear Medicine Department in hospital campus that will house a digital PET scanner for early diagnosis of cancer and a digital SPECT scan machine. The digital PET scan machine would be the first of its kind in the country. Also to construct the Nuclear Medicine Centre admeasuring about 6500 sq.ft. with its own resources.	Healthcare (i)	Pune	7.00	7.00	7.00
3	Jankidevi Bajaj Gram Vikas Sanstha (JBGVS)	**Integrated Rural and Urban Development Project** To implement integrated rural and urban development projects in select villages and urban areas in its 5 core districts for particular projects like sanitation, E-learning etc. Apart from this, urban development activities are being carried out through Samaj Seva Kendras.	Rural Development (x)	5 Districts of Maharashtra	6.50	6.50	6.50

Table 1: Report on manner of expenditure for CSR during the financial year ended 31 March 2019 (Contd.)

(₹ In Crore)

Sr. No.	Name/details of the implementing agency	CSR project/activity identified	Sector in which the project is covered	Location of the project/ programme (Local area or state/district)	Amount/ outlay approved	Amount spent direct/ overheads during the year	Cumulative Expenditure upto 31 March 2019
4	JBGVS	**Maharashtra State Drought 2018** Supporting organisations working on in drought relief work The following two activities are proposed for supporting livestock: 1. Fodder Bank 2. Cattle Camps.	Rural Development (x)	Maharashtra	6.00	6.00	6.00
5	Foundation For Ecological Security, Anand	To restore water resources in water-scarce and ecologically degraded dryland regions.	Environment Sustainability (iv)	Nine districts of Rajasthan, Maharashtra, Karnataka and Andhra Pradesh	27.00	5.40	9.45
6	Indian Institute of Science Education And Research (IISER), Pune	For construction of Hall of residence for girl students	Setting up Homes and Hostels for Women (iii)	Pune	50.00	5.00	45.00
7	JBGVS	Integrated rural and urban development project.	Rural Development (x)	Pune, Aurangabad, Wardha, Sikar and Udhamsingh nagar	38.10	5.00	5.00
8	Paani Foundation, Mumbai	To provide assistance to explore other environmental issues, in addition to the core Water Cup, the key to sustainability is restoring the balance of nature. Paani foundation has proposed two additional items that are given below: a) Samruddha Gaon Spardha b) Schools Programme.	Environmental Sustainability (iv)	Maharashtra	5.00	5.00	5.00
9	RTM Nagpur University	Nagpur University building and Administrative building.	Education (ii)	Nagpur	10.00	4.50	10.00

Table 1: Report on manner of expenditure for CSR during the financial year ended 31 March 2019 (Contd.)

(₹ In Crore)

Sr. No.	Name/details of the implementing agency	CSR project/activity identified	Sector in which the project is covered	Location of the project/ programme (Local area or state/district)	Amount/ outlay approved	Amount spent direct/ overheads during the year	Cumulative Expenditure upto 31 March 2019
10	Abhinav Bindra Foundation Trust	**Support for creating Olympic Champions and advance medical rehabilitation-cum-high performance center for sports development.** To provide assistance for setting up "Center for Advanced medical rehabilitation cum high performance center for sport development". The center will undertake Athlete Development, Regular and Professional Training, as well as have facilities for Advanced and Speedy Rehabilitation.	Training to promote sports (vii)	Pune	4.50	4.35	4.35
11	Bharatiya Jain Sanghatana	**Cattle Relief Camp.** For providing fodder and drinking water to 6000 animals.	Environment Sustainability (iv)	Aurangabad, Maharashtra	6.00	4.00	4.00
12	JBGVS-Udhamsingh Nagar	**School Support Programme** To support school improvement by initiating various programmes i.e. i. Infrastructure Development. ii. Language Teaching and Library project. iii. Any other activity as may be agreed by school management committee.	Education (ii)	Udhamsingh Nagar, Uttarakhand	16.00	3.00	3.00

Table 1: Report on manner of expenditure for CSR during the financial year ended 31 March 2019 (Contd.)

(₹ In Crore)

Sr. No.	Name/details of the implementing agency	CSR project/activity identified	Sector in which the project is covered	Location of the project/ programme (Local area or state/district)	Amount/ outlay approved	Amount spent direct/ overheads during the year	Cumulative Expenditure upto 31 March 2019
13	Prashanti Cancer Care Mission	Upgradation of Infrastructure-Replacement of Digital Mammography machine with new machine with advanced specifications.	Health (i)	Pune	3.00	2.80	2.80
14	Dilasa Sanstha	To provide assistance to improve the livelihood of farmers in a cluster of 20 villages.	Environment Sustainability (iv)	20 villages in Zari and Ralegaon blocks of Yavatmal district	5.40	2.37	2.40
15	Sri Chaitanya Seva Trust	To provide assistance for construction of new building with oncology, super specialty units etc.	Health (i)	Thane	6.00	2.00	5.00
16	Others Through Implementing agencies, such as JBGVS,BAIF Institute for Sustainable Livelihood Development, Bharatiya Yuva Shakti Trust, Teach-to-lead (teach for India), Sri Aurobindo Society etc.	For different projects, such as Water Conservation Project, promotion of livelihood, fostering entrepreneurship, sanitation, Education for slum and deprived children, tree plantation, welfare of armed forces veterans etc.	Environmental sustainability (iv), Livelihood enhancement (ii), Employment enhancing vocation skills and livelihood enhancements projects (ii), Education (ii), Health (i), welfare of armed forces veterans (vi), Rural Development Projects (x) etc.	For different locations in Maharashtra, Rajasthan, Uttarakhand and PAN-India	144.33	36.12	66.34
				Total (A)		**109.05**	
	Overhead Expenses (restricted to 5% of total CSR expenditure) (B)					**3.27**	
				GRAND TOTAL (A)+(B)		**112.32**	