

ANNUAL REPORT ON CSR ACTIVITIES

1. A brief outline of the Company's CSR policy, including overview of the projects or programs undertaken and a reference to the web-link to the CSR policy and projects or programs.

Policy Statement

For Hindustan Copper Limited (HCL), the Corporate Social Responsibility (CSR) is a planned set of activities taking into consideration the Company's capabilities, expectations of the communities living in and around the areas of its operation as well as where it has its presence, targeted to have a significant positive impact in the long term. The aim is to play a catalytic role in the sustainable socio-economic development in the regions where the industry is located or where its interests lie, attempting to create an enabling working environment for HCL as well as income generation opportunities for the community keeping sight of sustained regional development.

Organization setup

The CSR projects in HCL are implemented under the guidance of the Board's Sub-Committee on CSR which presently comprises four directors out of which two are Independent directors. The terms of reference of the Committee is given below:

- (i) Formulate and recommend CSR policy to the Board for approval.
- (ii) Recommend for approval of the Board the amount of expenditure to be incurred on the activities in a financial year along with projects to be undertaken earmarking funds for broad area-wise projects.
- (iii) Monitor from time-to-time the implementation of the CSR projects undertaken by the Company.

A Nodal Officer for CSR at Corporate level preferably one rank below the Board level [presently DGM (HR)] coordinates Company's CSR initiatives and is assisted by a team of designated officers. A Nodal Officer at each of the three Units coordinates CSR initiatives at unit level.

Scope of activities

The CSR activities of HCL are as per the provisions of Schedule VII of the Companies Act, 2013.

Geographical Span

The CSR activities are undertaken essentially around areas of HCL Units, within a radius of 15-20 Km. At least 75% of the amount earmarked for CSR activities shall be spent in these areas.

Of the remaining 25% of the CSR allocation after (a) above, around 15-20% may be utilized in areas beyond 15-20 Km. of the Unit but within the State in which the Units are located. Up to a maximum of 5% of the amount earmarked for CSR activities may be utilized anywhere in India to be decided by the CMD.

Planning

The identification of CSR activities at Unit / Corporate level are done by any one or combination of the following methods.

- (i) In-house planned projects
- (ii) Proposals from District Administration / Local Govt. body / Public Representatives etc.
- (iii) Proposals/Requests from a registered & specialized body for providing financial assistance for carrying out specific CSR initiative subject to the condition that it fulfils the criteria as prescribed in the statute in this regard.

Implementation methodology

The CSR activities / projects are implemented using internal resources or through collaborating with NGOs / specialized agencies / trusts / institutions / foundations / societies / Government bodies, etc., in accordance with the provision of Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014.

Web Link to CSR policy and projects or programs

Annual Report on CSR activities is also available at the Company's website (www.hindustancopper.com)

2. Composition of the CSR Committee

- i) Shri Niranjana Pant, Independent Director, Chairman
- ii) Smt. Simantini Jena, Independent Director, Member
- iii) Shri Anupam Anand, Director (Personnel), Member
- iv) Shri V V Venugopal Rao, Director (Finance), Member
- v) Shri C S Singhi, GM & Co Secretary, Secretary

3. Average net profit of the Company for last three financial years

Rs 185.48 Crores

4. Prescribed CSR expenditure (i.e., two percent of the amount as in 3 above)

Rs 3.71 Crores

5. Details of CSR spent during FY 2016-17

(a) Total amount to be spent for FY 2016-17: Rs 738.00 Lakhs*

*(The allocated amount of Rs 738.00 Lakhs includes Unspent CSR amount of previous years)

(b) Amount unspent, if any -: Rs 223.35 Lakhs

(c) Manner in which the amount spent during the FY 2016-17 is detailed below.

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|-------|---------------------------------------|--|---|---|--|---|--|
| S. 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 was undertaken | Amount outlay (budget) project or programs-wise (in lakh) | Amount spent on Projects or programs Sub-heads (1) Direct expenditure on projects or programs. (2) Overheads (in lakh) | Cumulative expenditure up to the reporting period (in lakh) | Amount spent: Direct or through implementing agency |
| 1 | Drinking Water, Health and Sanitation | Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making | Dist- East Singhum, Jharkhand | 166.70 | 151.03 | 151.03 | M/s Vidyaniketan, Ghatsila, M/s Bharat Power, Ranchi |
| | | | Dist- Balaghat, Madhya Pradesh | 162.22 | 146.08 | 146.08 | Direct, State Government & M/s Satosh Patle and M/s |

| | | | | | | | |
|---|---|--|--|-------|-------|-------|---|
| | | available safe drinking water | | | | | Thakre Krishi Farm |
| | | | Dist- Jhunjhunu, Rajasthan | 55.28 | 54.98 | 54.98 | State Government |
| 2 | Education, Vocational Skills and Livelihood | Promoting education including special education and employment enhancing skills especially among children, women and elderly and the differently abled and livelihood enhancement projects | Dist- East Singbhum, Ranchi, Jharkhand | 32.57 | 19.68 | 19.68 | M/s Vidyaniketan, Ghatsila, NSDC |
| | | | Dist- Balaghat, Madhya Pradesh | 32.13 | 12.12 | 12.12 | NSDC |
| | | | Dist- Jhunjhunu, Rajasthan | 73.86 | 21.47 | 21.47 | Skill Council for Mining Sector, M/s Balaji Contractor, Khetri Nagar, M/s Joshi Electronics Buhana, M/s Satyanarayan Sharma, Singhana, NSDC |
| | | | Dist- Raigarh, Maharashtra | 3.88 | 2.74 | 2.74 | NSDC |
| | | | Dist- Kolkata, West Bengal | 5.00 | 4.16 | 4.16 | SERVE INDIA |
| 3 | Environmental and Animal Welfare | Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water. | Dist- East Singbhum, Jharkhand | 2.27 | 2.27 | 2.27 | M/s Vidyaniketan, Ghatsila |
| | | | Dist- Balaghat, Madhya Pradesh | | | | |
| | | | Dist- Jhunjhunu, Rajasthan | 15.02 | 3.15 | 3.15 | M/s Jaibaba Const., M/s Chandra Construction |
| 4 | Sports | Training to promote rural sports, nationally recognised sports, Paralympics sports and Olympic sports | Dist- East Singbhum, Jharkhand | 8.00 | 8.00 | 8.00 | Direct, M/s Vidyaniketan, Ghatsila |
| | | | Dist- Balaghat, Madhya Pradesh | 2.00 | 2.00 | 2.00 | State Government |
| | | | Dist- Jhunjhunu, Rajasthan | | | | |
| 5 | Rural | Rural | Dist- East | 44.50 | 14.50 | 14.50 | M/s Purnima |

| | | | | | | | |
|--------------|---------------|--|---------------------------------|---------------|---------------|---------------|---|
| | Development | Development Projects | Singbhum, Jharkhand | | | | Engineering & Construction Company, Ghatsila |
| | | | Dist- Balaghat, Madhya Pradesh | 40.81 | 40.81 | 40.81 | M/s Parmanand Patle & M/s Gajanand Patle |
| | | | Dist- Jhunjhunu, Rajasthan | 66.40 | 28.22 | 28.22 | M/s Krishna Construction, Singhana, Municipal Board, Khetri, M/s Jaibaba Puranmal Const, Nalpur, Khetri |
| 6 | Miscellaneous | Miscellaneous activities, Management Cost, Institutional Cost, WCST etc. | Dist- East Singhbhum, Jharkhand | 6.30 | 2.25 | 2.25 | M/s Vidyaniketan, Ghatsila, Direct |
| | | | Dist- Jhunjhunu, Rajasthan | 5.00 | 0.69 | 0.69 | |
| | | | District- Kolkata, West Bengal | 16.06 | 0.50 | 0.50 | |
| TOTAL | | | | 738.00 | 514.65 | 514.65 | |

6. Reasons for not spending the 2% of average net profit of last three financial years

Not Applicable

7. Responsibility statement of the CSR Committee

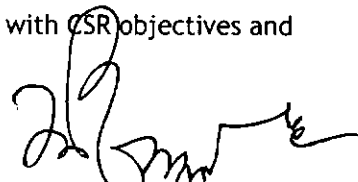
The implementation and monitoring of HCL's CSR Policy is in compliance with CSR objectives and Policy of the Company.



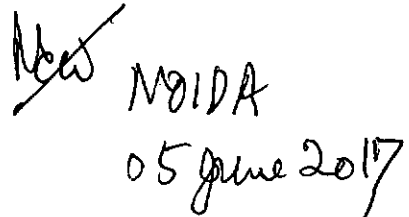
(Anupam Anand)
Director (Personnel)

Place: New Delhi

Date: 17.5.2017



(Niranjana Pant)
Chairman, CSR Committee


Noida
05 June 2017