

TAMIL NADU FOREST PLANTATION CORPORATION LTD

CSR POLICY AND GUIDELINES

TAFORN is committed to high standards of Corporate Social Responsibility (CSR).

As a responsible operator, TAFORN places strong emphasis on the Environmental Sustainability. The CSR policy will protect and nourish the interest of all Stakeholders. It is also committed to continuously upgrade its CSR initiatives in order to make a positive impact on the people staying in and around the areas of its plantation regions on a continuous basis.

Objectives:

The objectives of TAFORN's CSR activities are as follows:

- a. In conformity to the provisions of the Companies Act, 2013, read with Companies (Corporate Social Responsibility Policy) Rules, 2014, and the CSR Guidelines issued by Department of Industries from time-to-time, TAFORN plans to undertake initiatives for Environmental Sustainability and Biodiversity Conservation.
- b. To create value for the stakeholders and society that is fundamentally linked to TAFORN's core business and operations through its initiatives for their sustainable development.
- c. To enhance value creation for the community around TAFORN's areas of operation by fostering goodwill among the stakeholders towards the Company by enhancing their quality of life.
- d. To carry out developmental initiatives in order to meet the calls of the present without compromising the ability of future to meet its needs.

CSR Committee

The Committee comprises of Nominee Directors of PCCF & Chief Wildlife Warden, Managing Director, Joint Managing Director and Addl. Director & Ex-officio Joint Secretary to Government Finance (BPE).

Scope of Activities:

Core Area:

TAFORN CSR activities will be concentrated primarily on environmental sustainability and Biodiversity Conservation.

Activities under Environmental sustainability:

- Bio-diversity Conservation at Butterfly park at Srirangam, Trichy
- Massive Tree planting programme
- Conservation of endangered Flora and Fauna
- Eco development of villages adjoining to the plantation areas

Additional Area:

The Company will also undertake other need based initiatives in compliance with the Schedule VII to the Companies Act, 2013.

Budgeting:

TAFORN shall, in every financial year, spend at least 2% of the average net profits of the Company made during the three immediately preceding three financial years on its CSR activities as per the provision of Companies Act, 2013. CSR budget shall be allocated for each financial year with the approval of the Board of Directors on the recommendation of the Board's Sub-Committee on CSR. Every endeavor shall be made to spend the entire annual CSR budget in that year itself. However, the unspent CSR amount, if any, will carry forward to the next year.

Planning:

The identification of CSR activities at Unit / Corporate level shall be 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 / NGOs etc.

Implementation

The CSR activities shall be implemented through collaborating with specialized agencies / institutions / societies / Government Bodies etc.

Monitoring and reporting

The CSR Committee shall monitor and review the progress of activities undertaken / completed

The CSR Committee shall prepare and report as per the format prescribed under the Rules.

Amendment

TAFORN reserves its right to amend or modify the Policy in whole or in part, so long as it is not inconsistent with the provision of the Act and Rules

Dated: 27.06.2014

Sd/- M.Govinda Rao
Managing Director