



CORPORATE SOCIAL RESPONSIBILITY POLICY

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1. Introduction

Kalyan Jewellers India Limited (“**Company**”) has always been committed to the cause of social service and has repeatedly channelized a part of its resources and activities, such that it positively affects the society. The Company has taken up various Corporate Social Responsibility (“**CSR**”) initiatives and enhanced value in the society.

With the advent of the Companies Act, 2013 (“**Act**”), constitution of a Corporate Social Responsibility Committee (“**CSR Committee**”) of the Board and formulation of a Corporate Social Responsibility Policy became a mandatory requirement. Further, the Board of Directors shall ensure that, the Company spends, in every financial year, at least two percent of the average net profits of the Company made during 3 immediately preceding financial years, in pursuance of CSR Policy. Therefore, the Company needs to formulate a CSR Policy which covers its philosophy and guides its efforts for undertaking and supporting socially useful programs for the welfare & sustainable development of the society.

2. Scope

In furtherance of its CSR objects, the following are covered under this Policy:

- (i) CSR activities implemented by the Company on its own,
- (ii) CSR activities implemented by the Company through own trust/society or group company trust/society;
- (iii) CSR activities of the Company through an external trust/society, or in such other manner as permissible under the provisions Act and Companies (Corporate Social Responsibility Policy) Rules, 2014 (“**Rules**”).

3. CSR Activities

The following activities and those activities incidental and ancillary or in furtherance of the following activities shall be the activities to be undertaken by the Company under this policy.

- (a) Eradicating extreme hunger and poverty;
- (b) Promotion of education;
- (c) Promoting gender equality and empowering women;
- (d) Reducing child mortality and improving maternal health;
- (e) Combating human immunodeficiency virus, acquired immune deficiency syndrome, malaria and other diseases;
- (f) ensuring environmental sustainability;

- (g) employment enhancing vocational skills;
- (h) social business projects;
- (i) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socio-economic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women; and
- (j) such other matters as may be prescribed under the provisions of Act and/or Rules.

4. Execution of CSR Activities

The CSR activities coming within the purview of the list of activities as indicated in para 3 above can be executed based on the recommendations of the CSR Committee and the CSR Committee while recommending the activities shall ensure that, the proposed activity is covered under CSR Policy. Further CSR Committee may recommend the activities with such conditions or modifications as it may deem fit in relation to each of the proposed activities.

5. Constitution of CSR Committee

In accordance with Section 135 of the Act, the Board of Directors of the Company shall form a Corporate Social Responsibility Committee to inter alia carry out the following functions:

- (i) to formulate and recommend to the Board, A Corporate Social Responsibility Policy indicating the activities to be undertaken.
- (ii) to recommend the amount of expenditure to be incurred on the activities referred to in clause (i).
- (iii) to monitor Corporate Social responsibility Policy from time to time.

6. CSR Expenditure

In accordance with Section 135 of the Act, two per cent of the average net profits of the Company made during three immediately preceding financial years. The term "average net profit" shall be calculated in accordance with the provisions of section 198 of the Act.

CSR Expenditure shall include all expenditure including contribution to corpus for projects or programs relating to CSR activities recommended by the CSR Committee, but do not include any expenditure on an item not in conformity or not in line with activities which fall within the purview of Schedule VII of the Act.

7. Surplus of CSR Projects

The surplus if any, arising out of the CSR projects or programmes or activities shall not form a part of the business profit of the Company.

8. Monitoring and Review Mechanism

The CSR Committee shall institute a monitoring mechanism for implementation the CSR projects or programs or activities undertaken by the Company.

9. CSR Reporting

The Board's report of a Company covered under these rules pertaining to a financial year commencing on or after 1st day of April, 2014 shall include an annual report on CSR in the prescribed format.
