

ANNUAL REPORT ON CSR ACTIVITIES

1. Brief Outline of TELK's CSR policy

The Corporate Social responsibility policy of TELK is guided by the vision and philosophy of its Joint Venture partner, NTPC's policy for CSR and Sustainability and is formulated with items specified in the Seventh Schedule of Companies Act, 2013.

A detailed CSR Policy was framed by the Company with approvals of CSR Committee and board taken on 28.02.2017. The policy inter alia covers the following:

- i) Preamble
- ii) Commitment for CSR
- iii) Guiding Principles
- iv) Scope & Coverage
- v) Mechanism & Process
 1. Structure
 2. Programme
 3. Fund Allocation & Expenditure
 4. Planning & Implementation
 5. Monitoring, Evaluation & Reporting

CSR Policy is placed on website:

http://www.telk.com/UserFiles/telk/file/TELK_Policy_for_CSR.pdf

2. Composition of CSR Committee

The company had constituted Corporate Social Responsibility Committee of the board pursuant to section 135 of Companies Act, 2013 with the following composition:

1. Chairman, TELK
2. Managing Director, TELK; and
3. Independent Director

Terms of reference of CSR Committee inter-alia included the following:

- (i) To formulate and recommend to the Board, a CSR policy which shall indicate the activities to be undertaken by the Company as per the Companies act, 2013;

- (ii) To review and recommend the amount of expenditure to be incurred on the activities to be undertaken by the company;
- (iii) To monitor the CSR Policy of the Company from time to time;
- (iv) Any other matter as may be directed by the Board of Directors from time to time.

3. Average net profit for previous three financial years

| FY | PBT (Rs. in lakhs) |
|--------------------|--------------------|
| 2013-14 | 14 |
| 2014-15 | (3316) |
| 2015-16 | (1479) |
| Average Net Profit | (1594) Net Loss |

4. Prescribed amount to be spend for CSR

NIL

5. Reasons for not spending the stipulated amount for CSR activities

The amount of Rs. 0.14 crore required to be spend for CSR activities during 2014-15 shall not be spend for CSR activities for the reason that the company is into serious cash flow issues due to huge losses faced by the Company in 2014-15 and subsequent years.

6. Responsibility Statement, of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policies of TELK and the policy of the company duly signed by the director and Chairman of the CSR Committee.

The CSR Committee confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the company.

Adv. N. C. Mohanan
Chairman

Shri. Prasad B
Managing Director

Sri. S. Venkadeeswaran
Independent Director

Angamally
18.10.2016