

# TOYOTA FINANCIAL SERVICES INDIA LIMITED

## CORPORATE SOCIAL RESPONSIBILITY POLICY

*Version 1.0  
2016*

***Approved by Board  
of Directors on  
August 12, 2016***

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## CSR OBJECTIVE

As a corporate citizen, Toyota Financial Services India Limited (TFSIN) is well aware of its responsibility to society where it operates in. TFSIN wishes to contribute to sustainable development of society by undertaking various projects and programs which will enhance the quality of life and well-being of diverse people clusters in society.

This Corporate Social Responsibility (CSR) Policy will set a framework of the Company's CSR activities, being pursuant to the Section 135 of the Companies Act, 2013 (hereinafter referred as "the Act") read with the Companies (Corporate Social Responsibility Policy) Rule, 2014.

## FOCUS AREA

Guided by the Act and Toyota's basic philosophy regarding CSR, the Company has listed below focus areas for undertaking CSR activity:

- Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and differently abled.
- Promoting Sanitation and Cleanliness and creating a Healthy Environment .
- Promoting and ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro-forestry, conservation of natural resources and maintaining the quality of soil, air and water.
- Promoting gender equality and empowering women; setting up homes, hostels and day care centers for women and orphans; setting up old age homes and such other facilities for senior citizens; and adopting measures for reducing inequalities faced by socially and economically backward groups.
- Strengthening rural areas by improving accessibility, housing, drinking water, sanitation, power and livelihoods, thereby creating sustainable village.
- Protecting national heritage, art and culture including restoration of building and sites of historical importance and works of art; setting up public libraries; promoting and developing traditional arts and handicrafts.
- Promoting road safety including traffic rule awareness program and improvement of road facilities
- Contributing to Prime Minister's National Relief Funds or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Schedule Castes, the Scheduled Tribes, other backward classes, minorities and women.

## CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Company has constituted a CSR Committee which consists of the following members:-

Sl.No.	Name of the Director	Designation
1.	Mr. Tomohei Matsushita	Managing Director & CEO ( Chairman)
2.	Mr. Takeshi Amakasu	Non-Executive Director
3.	Ms. Renu Lata Rajani	Independent Director

## **ROLE AND RESPONSIBILITIES OF THE COMMITTEE:**

The CSR Committee is responsible to undertake following activities / terms of reference which shall be inclusive but not limited to the following terms:

- Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in CSR Policy.
- Recommend the amount of expenditure to be incurred on the activities (see section “CSR BUDGET”)
- Monitor the Implementation of the CSR activities/ projects semi-annually.
- Institute a transparent monitoring mechanism for implementation of the projects/programmes/activities undertaken;
- Provide “Responsibility Statement” in the Annual Report, stating that the implementation and monitoring of the CSR policy is in compliance with the CSR objectives and Policy of the Company.

## **CSR BUDGET:**

In accordance with the Section 135 of the Companies Act, 2013, TFSIN's CSR budget will be, but not restricted to, at least two percent of the average net profits made by the Company during the three immediately preceding financial years or as may be prescribed by amendment to Companies Act and rules thereon.

The CSR budget for the corresponding financial year, will be updated, with due consideration in and revised each financial year.

## **MONITORING AND DISCLOSURE**

The CSR Committee will be responsible for monitoring implementation of CSR activities and expenditure thereon, with reporting to the Board from time to time. The CSR Committee shall be able to access record of CSR expenditure. In case surplus arises out of CSR activities, it shall not form part of the business profit of the Company. The Chairman of the CSR Committee may decide the CSR activities in which the CSR spending can be made and he may appoint such person or group of person to overlook the implementation and monitoring of CSR activity.

The Annual Report of the Company shall include a section on CSR outlining the CSR policy, CSR Committee, CSR initiatives undertaken by Company, the CSR spending during the financial year and other information as required by the prevailing law.

## **POLICY REVIEW AND AMENDMENT**

This policy shall remain in force unless modification approved by the CSR Committee.