

**ICICI Home Finance Company Limited**

**Corporate Social Responsibility  
Policy**

# **Corporate Social Responsibility Policy**

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## **A. Introduction**

Corporate Social Responsibility (CSR) is the commitment of companies to provide resources and support activities focused on enhancing economic and social development. It is the effort made by companies to improve the living conditions of the local area in which they operate and the society at large. The activities taken up as part of corporate social responsibility reflect the intent to create a positive impact on society without seeking any commensurate monetary benefits.

CSR has been a long-standing commitment at the ICICI Group, forming an integral part of its activities and anchored by ICICI Bank (Parent Company) till date. The Group's contribution to social sector development includes several pioneering interventions, and is implemented through the involvement of stakeholders within the Group and the broader community. ICICI Bank (Parent Company) established the non-profit organization ICICI Foundation for Inclusive Growth in 2008 with a view to significantly expand the ICICI Group's activities in the area of CSR. Over the last few years ICICI Foundation has developed many projects in specific areas, and has built capabilities for direct project implementation as opposed to extending financial support to other organisations. ICICI Home Finance Company Limited (the Company) would work along with ICICI group in an integrated manner towards achieving its CSR objectives.

The Company's objective is to pro-actively support meaningful socio-economic development in India and enable a larger number of people to participate in and benefit from India's economic progress. This is based on the belief that growth and development are effective only when they result in wider access to opportunities and benefit a broader section of society. The Company aims to identify critical areas of development that require investments and intervention, and which can help to realize society's potential for growth and prosperity.

The Corporate Social Responsibility Policy (CSR Policy) of the Company sets out the framework guiding the Company's CSR activities. The Policy also sets out the rules that need to be adhered to while taking up and implementing CSR activities.

## **B. Scope of Corporate Social Responsibility policy**

The CSR policy would pertain to all activities undertaken by the Company towards fulfilling its corporate social responsibility objectives. The CSR policy would also ensure compliance with section 135 of the Companies Act, 2013 (the Act) and rules/regulations thereunder. The following government notifications also guide the framework for CSR activities to be undertaken by the Company:

- The Companies (Corporate Social Responsibility Policy) Amendment Rules, 2014
- The Companies (Corporate Social Responsibility Policy) Amendment Rules 2021
- The Companies (Corporate Social Responsibility Policy) Amendment Rules, 2022 • Schedule VII of the Companies Act, 2013 as amended from time to time
- FAQs on CSR issued by the Ministry of Corporate Affairs from time to time

## **C. Governance structure**

The Corporate Social Responsibility Committee (CSR Committee) will recommend to the Board the CSR Policy and CSR activities and plan, and review compliance of the same by the Company. The CSR Committee would comprise of three or more Directors including at least one independent Director. The CSR Committee shall:

- i. Formulate and recommend to the Board the CSR Policy and any amendments thereto;
  - (i) Identify the focus areas, from amongst the themes specified in Schedule VII of the Act, for initiatives to be undertaken by the Company;

- (ii) Review and recommend the annual CSR action plan to the Board with details of projects and schedule of implementation;
- (iii) Review for submission to the Board:
  - a) implementation of the CSR action plan from time to time including that the funds disbursed have been utilized for the purposes and manner as approved;
  - b) implementation of on-going projects with reference to the approved timelines and year-wise allocation of funds and suggest modifications if required; An ongoing project would be a multi-year project having timelines not exceeding three years excluding the financial year in which it was commenced, and shall also include such projects that were initially not approved as multi-year project but whose duration has been extended beyond one year by the Board based on reasonable justification;
  - c) Spending of at least 2.0% of the average net profits of the preceding three financial years, failing which the unspent amount be earmarked to be spent in subsequent periods as prescribed in the Act; and
  - d) For any amount spent in excess of the requirement in a particular year, suggest the deployment of such excess amount for set-off in subsequent years.
- (iv) Review impact assessment of projects; and
- (v) Review and implement, if required, any other matter related to CSR initiatives.

The Committee shall meet at least twice in every financial year.

The Board of Directors shall:

- i. Approve the CSR Policy based on the recommendation of the CSR Committee;
- ii. Approve the CSR activities and annual action plan based on the recommendation of the CSR Committee;
- iii. Review the CSR Policy and CSR activities and satisfy itself that the CSR Related funds have been utilized for the purposes and manner as approved;
- iv. Monitor the implementation of on-going projects with reference to the approved timelines and year-wise allocation of funds and suggest modifications if required;
- v. Ensure that the Company spends at least 2.0% of the average net profits of the preceding three financial years, failing which the unspent amount be earmarked to be spent in subsequent periods as prescribed in the Act;
- vi. For any amount spent in excess of the requirement in a particular year, suggest the deployment of such excess amount for set-off in subsequent years; and
- vii. Review the impact assessment reports.
- viii. Ensure that expenses incurred in connection with CSR activities for a financial year does not exceed the financial thresholds prescribed under the Act.

#### **D. Operating framework**

1. While the major CSR activities will be undertaken in focus areas identified by the CSR Committee, the Company can undertake activities that qualify as CSR under Schedule VII of the Companies Act, 2013 and rules relating to CSR as amended from time to time.
2. A CSR plan shall be presented to the CSR Committee and, based on its recommendations, to the Board of Directors of the Company for approval.

3. CSR activities may be undertaken by the Company, or by ICICI Foundation or any other Section 8 Company.
4. The Company may also make contributions directly to entities for CSR-eligible projects. The funding of projects by such entities could be either in the form of donations, or grants, or sponsorships or milestone-based for projects. Such entities and projects shall be supported after ascertaining the credibility of the agency and its track record in implementing projects. The entity shall generally have a track record of three years in implementing such projects. Such entities shall be registered with the Central Government and will have a CSR registration number.
5. The responsibility for implementation of identified activities/ projects shall be as per the organizational structure of the Company and as approved by the CSR Committee and the Board.
6. The annual CSR plan shall incorporate the following:
  - i. The prescribed outlay on CSR as per the Act and related rules as amended from time to time;
  - ii. Key CSR activities proposed to be undertaken during the year, including analysis of their eligibility for classification as CSR under Schedule VII of the Act and related rules as amended from time to time, their conformity with the CSR Policy, provided that the Company may directly or via ICICI Foundation or any other eligible entity undertake other eligible activities based on urgency and need arising out of circumstances such as natural disasters and emergencies;
  - iii. Proposed outlay on each activity and the schedule for implementation of each activity;
  - iv. The manner of execution of the project or programme;
  - v. The modalities of utilization of funds and implementation;
  - vi. The modalities of utilization of funds pertaining to previous years, if

any, lying in the Unspent CSR Account;

vii. Any excess CSR spends of previous three years that has to be offset against the prescribed outlay;

viii. Activities to be undertaken by the Company directly;

ix. Activities to be undertaken by ICICI Foundation and the company's contribution to ICICI Foundation;

x. Activities to be undertaken by other entities and the Company's contribution to such entities;

xi. Mechanism of monitoring and reporting of the activities;

xii. Impact assessment through a third party of any CSR Project/activities that have have outlays of at least ₹10.0 million and have completed at least one year and meet specific conditions as prescribed in the Act and related rules as amended from time to time; and

xiii. Aggregate proposed outlay and action plan for spending shortfall, if any, compared to the prescribed outlay.

7. The authority to incur expenditures under the above plan shall be as per the approved Delegation of Financial Powers in the Company.
8. Funds would be disbursed either in tranches or as one-time payment. The terms, conditions and timing of disbursement would be conditional upon the nature and requirement of the CSR project or programme.
9. The Company may make contributions in the form of donations, grants, sponsorships or project support either to government funds specified in Schedule VII of the Act or any other entity or fund after due verification of the implementing agency and conformity to the activities approved by the Board.

10. Surplus arising from CSR activities will be ploughed back into the same project, or transferred into the Unspent CSR Account and spent as per the CSR Policy and annual action plan or transferred to a fund specified in Schedule VII of the Act, within a period of six months of the end of the financial year.
11. Pursuant to an ongoing project, any amount remaining unspent in a financial year would be transferred within a period of thirty days from the end of the financial year to the Unspent CSR Account and such amount will be spent within a period of three financial years towards the project. In the event the amount is not spent, it will be transferred to a fund specified in Schedule VII of the Act within 30 days from the date of completion of the third financial year.
12. Pursuant to CSR spending on other than on-going projects, any amount remaining unspent in a financial year would be transferred to a fund specified in Schedule VII of the Act within six months of the end of the financial year.
13. The Company would ensure that the CSR amount spent for creation or acquisition of a capital asset would be held in accordance with the Act.

#### **E. Monitoring**

The Board of Directors, on the recommendation of the CSR Committee shall ensure a transparent monitoring mechanism for CSR activities.

1. The CSR Committee shall review the progress of CSR activities at least twice a year, including the annual review.
2. The Finance and Accounts department under the Chief Financial Officer of the Company shall be responsible for monitoring expense on CSR activities with respect to the plan and submission of the same to the CSR Committee and the Board.
3. The Board of Directors shall review the progress of CSR activities and monitoring of projects as per the annual action plan every six months.

4. The Company shall undertake impact assessment of projects as approved by the Board in the CSR action plan and as per extant rules and regulations.

## **F. Disclosure**

The Company shall disclose the CSR Policy and the projects approved by the Board of Directors for the financial year on its website.

The Company shall, as part of the Directors' Report, included in the company's annual report, include the information as per regulatory reporting and any other statutory requirements. The minimum information on CSR would be included :

- i. A description of contents of the CSR policy;
- ii. The composition of the CSR Committee and details of meetings held during the year;
- iii. Details of impact assessment of CSR projects;
- iv. Amount available for set-off and amount required for set off in the financial year
- v. Average net profit for the preceding three financial years;
- vi. Surplus arising from CSR projects of previous years;
- vii. Total CSR obligation;
- viii. Details of amount unspent, if any, and reasons for not spending the amount;
- ix. Details on creation or acquisition of capital assets; and
- x. Responsibility statement of the CSR Committee that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and CSR Policy.

- xi. Such other matters as may be specified from time to time for inclusion in the annual report.

The above information shall also be displayed on the Company's website.

## **G. Corporate Social Responsibility Activities**

The CSR Committee would identify the focus areas, from amongst the themes specified in Schedule VII of the Act, for initiatives to be undertaken by the Company as CSR. While the major CSR activities will be undertaken in focus areas identified by the CSR Committee, the Company may undertake activities that qualify as CSR under Schedule VII of the Companies Act, 2013 and rules relating to CSR, as amended from time to time, based on urgency and need arising out of circumstances such as natural disasters and emergencies

Few guiding principles for selecting CSR projects or programmes and implementation will be as follows:

- i. Selection of CSR projects or programmes would depend on the areas of focus recommended by the CSR Committee and approved by the Board of Directors, and in activities that are in compliance with the areas or subject as specified in Schedule VII of the Act;
- ii. Projects or programmes undertaken shall be either on-going projects of over one year or projects completed within the financial year;
- iii. For engaging any third party for CSR activities, other than ICICI Foundation, the Company shall conform to regulatory requirements and ensure the third party is registered with the central government and has a CSR registration number and fulfils any other condition(s) for an implementing agency as laid out under the CSR Rules issued by the Ministry of Corporate Affairs (MCA);
- iv. Enhanced due diligence may be performed at the time of engaging a third party, other than ICICI Foundation, for undertaking a CSR activity. This

would include checking for negative news on the entity and its promoter(s), verifying possibility of misuse of funds or anti-money laundering and seeking clarifications if required on any matter of relevance. Due diligence may also be undertaken for activities that have been recommended by any public official or third party, including those with whom the Company may have business relations;

- v. Ensure that the CSR activities undertaken are non-discriminatory, apolitical and have no religious affiliations;
- vi. Any project or programme that is exclusively for the benefit of the Company's employees would not be considered as CSR;
- vii. Any surplus generated out of the CSR activities shall be ploughed back for CSR activities or transferred to funds as per Schedule VII of the Act or as required by regulation;

The primary focus areas for the Company for CSR activities are:

### **1. Skill development and sustainable livelihoods**

(Schedule VII (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects; (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups)

Enabling India's youth to gain skills that can provide employment is key to realizing the potential of India's demographic dividend and driving inclusive growth. Improving employability of the youth from lower-income sections of society is hence an important focus area. The Company and ICICI Foundation will focus on providing skill training and improving livelihood opportunities of marginalized segments of the population. In the rural areas, the Company and ICICI Foundation will participate in enhancing the village economy by providing locally relevant skills and facilitate linkages to markets to create

sustainable livelihood opportunities for the beneficiaries.

## **2. Education**

(Schedule VII (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects)

Education represents a critical area of action to realise India's growth potential as also make it inclusive, by enabling children from all sections of society to have access to quality basic education that equips them for taking up higher education or job-oriented skill training. At the same time, India's institutions of higher learning also require investment in capacity building to support India's growing and evolving needs and become global centres of excellence. With the growth and rising complexity of financial needs and available products & services, financial education & counselling is a key area requiring attention. At the same time, educating a wider population on environmental and socially relevant issues is also necessary to increase awareness among the masses. The Company shall focus on activities in these areas and endeavor to improve the quality of education and awareness on relevant issues.

## **3. Environmental projects**

(Schedule VII (iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water, including contribution to Clean Ganga Fund set up for rejuvenation of river Ganga).

Protecting environmental resources and ensuring adoption of environment-friendly practices in the local economy, particularly in the rural areas, is important to ensure sustainable and self-sustaining village economies. The Company will focus on activities promoting environmental sustainability. A particular focus will be in rural areas to promote and create self-sustaining ecosystems and strengthening the village economy. This will include activities relating to soil conservation, water harvesting, management of natural resources, sustainable agricultural practices and other activities pertaining to

the village economy. Encouraging families to become self-sufficient and creating village ecosystem that are environmentally and socially sustainable will be of particular focus.

#### **4. Health care**

(Schedule VII (i) Eradicating hunger, poverty and malnutrition, promoting preventive healthcare and sanitation including contribution to Swachh Bharat Kosh and making available safe drinking water; (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups; (x) Rural development projects)

The healthcare challenge in India spans a number of dimensions, including access to affordable healthcare; awareness of health issues & available facilities/benefits among the less privileged segments of society and specific vulnerable sections of the population and child malnutrition, which impairs the capacity of a child to lead a healthy and productive life. Addressing this challenge is essential to achieve the objective of inclusive growth. The Company will work to improve the delivery of healthcare, access to healthcare facilities, facilitating healthcare for society at large and promoting preventive healthcare through activities like awareness campaigns. The Company will support initiatives to make available clean and safe drinking water.

#### **5. Other areas**

The Company will continue to provide support to specific needs such as during natural disasters, through financial as well as logistical support. Further, the Company will support any other activities that are conforming to Schedule VII of the Act as amended from time to time, and any new areas that may be notified by the government and qualify for CSR.

#### **H. Support employee engagement in CSR activities**

The Company supports the involvement of its employees in CSR activities. The Company will encourage employees to participate in CSR activities of the

Company.

**I. Capacity building for corporate social responsibility**

ICICI Foundation will continue to promote incubation of expertise for implementing corporate social responsibility initiatives. It will also work towards providing a platform for organisations engaged in social initiatives, and discussion & thought leadership on critical challenges to inclusive growth. The Company and ICICI Foundation will continue to support initiatives that promote individual and corporate philanth

## CSR Annual Action plan for the year ending March 31, 2026

Sr. No.	CSR Project or Programme	Manner of execution	Utilization of Funds	Implementation Schedule	Monitoring /Reporting mechanism	Impact assessment, if required
1	Healthcare segment mainly focusing eyecare partnering with credible healthcare institutions	The Company shall undertake the said activity through IFIG	The total expenditure of Healthcare segment sponsored by the Company will be reimbursed to IFIG	Implementation shall be for the year ending March 31, 2026	IFIG will share Progress updates periodically at the meetings of the CSR Committee/Board of the Company. An audited utilization certificate shall also be submitted at the end of each financial year	Impact assessment is not required as per current allocation.
2	Environment related activities mainly related to Forests, Renewable Energy, Water Conservation and Plantation	The Company shall undertake the said activity through IFIG	The total expenditure of environment related activities sponsored by the Company will be reimbursed to IFIG	Implementation shall be for the year ending March 31, 2026	IFIG will share Progress updates periodically at the meetings of the CSR Committee/Board of the Company. An audited utilization certificate shall also be submitted at the end of each financial year	Impact assessment is not required as per current allocation.
3	Livelihood segment – skilled development at army regimental centre and Institutions	The Company shall undertake the said activity through IFIG	The total expenditure of livelihood segment sponsored by the Company will be reimbursed to IFIG	Implementation shall be for the year ending March 31, 2026	IFIG will share Progress updates periodically at the meetings of the CSR Committee/Board of the Company. An audited utilization certificate shall also be submitted at the end of each	Impact assessment is not required as per current allocation.

					financial year	
4	Sports activity – institutionalize sports related activities	The Company shall undertake the said activity through IFIG	The total expenditure of sports activities sponsored by the Company will be reimbursed to IFIG	Implementation shall be for the year ending March 31, 2026	IFIG will share Progress updates periodically at the meetings of the CSR Committee/Board of the Company. An audited utilization certificate shall also be submitted at the end of each financial year	Impact assessment is not required as per current allocation.

Note: CSR activities will be undertaken in the Metro and Tier-1 Cities across North, West and South India