

**GOVERNMENT OF INDIA
MINISTRY OF CORPORATE AFFAIRS**

**LOK SABHA
UNSTARRED QUESTION NO. 1825
ANSWERED ON FRIDAY THE 27th JULY, 2018/
SHRAVANA 5, 1940 (SAKA)**

IMPLEMENTATION OF CSR

QUESTION

**1825. SHRI BHARTRUHARI MAHTAB:
SHRI SANJAY DHOTRE KUNWAR:
SHRI BHARATENDRA:
SHRI VINOD LAKHAMASHI CHAVDA:
SHRI RAHUL SHEWALE:**

**Will the Minister of CORPORATE AFFAIRS
be pleased to state:**

कारपोरेट कार्य मंत्री

- (a) whether the Government has the details of the CSR fund used for the social cause of the society in last four years and if so, the details thereof;**
- (b) whether the Government has no role to keep a check on spending of mandatory profit under Corporate Social Responsibility (CSR) by Public and Private Sector Companies in the country, if so, the details thereof and the reasons therefor;**
- (c) the manner in which the Government unearthed clandestine activities adopted by the companies to get rid of their mandatory spending under CSR;**
- (d) the number of companies against which the Government has taken penal action for non-compliance of the provisions of the companies Act, 2013 pertaining to CSR during each of the last four years and the current year, Company-wise; and**
- (e) the details of the funds spent on various projects by the said companies under their CSR during the said period, Project-wise?**

ANSWER

**MINISTER OF STATE FOR LAW AND JUSTICE
AND CORPORATE AFFAIRS
CHAUDHARY)**

(SHRI P. P.

विधि और न्याय एवं कारपोरेट कार्य मंत्रालय में राज्य मंत्री

(श्री पी. पी. चौधरी)

(a) to (e) : Every company having networth of Rs. 500 crore or more or turnover of Rs. 1000 crore or more or net profit of Rs. 5 crore or more during

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the immediately preceding financial year shall ensure that company spends, in every financial year, at least 2% of the average net profits of the company made during the three immediately financial years on Corporate Social Responsibility (CSR) activities in areas or subjects specified in Schedule VII of the Companies Act, 2013 ('Act'). The details of CSR expenditure of such companies including development sector-wise is as per Annexure.

Further, section 135 (3) & (4) of the Act, empower the Board of the company and its CSR Committee to take decisions regarding allocation of CSR funds for items enlisted in Schedule VII of the Act. Whenever violation of CSR provision is reported, the Registrar of Companies initiates action against such non-compliant companies after due examination of records. For the FY 2014-15, prosecution against 254 companies were sanctioned out of which 33 companies have filed application for compounding. In addition to this, Ministry has established Centralized Scrutiny and Prosecution Mechanism in April, 2018 for the financial year 2015-16 onwards on pilot basis for enforcement of CSR provisions.

ANNEXURE**ANNEXURE REFERRED TO IN REPLY TO LOK SABHA UNSTARRED QUESTION NO. 1825****CSR EXPENDITURE FOR FY 2014-15, FY 2015-16 AND FY 2016-17**

Sl. No	Financial Year	No. of Companies	Total Amount Spent (in Rs. Crores)
1.	2014-15	14944	9,564.77
2.	2015-16	19184	13,827.86
3.	2016-17*	6286	4,719.00

***Filings up to 30.11.2017 have been factored.**

SECTOR-WISE CSR EXPENDITURE FOR FY 2014-15, FY 2015-16 AND FY 2016-17

CSR Expenditure (In Rs. Crores)				
Sl. No.	Sectors	2014-15	2015-16	2016-17*
1.	Health/ Eradicating Hunger/ Poverty and malnutrition/ Safe drinking water / Sanitation	2,382.27	4,330.21	1,201.37
2.	Education/ Differently Abled/ Livelihood	3,021.47	4,689.81	1,605.05
3.	Rural development	1,031.02	1,327.57	628.56
4.	Environment, Animal Welfare, Conservation Of Resources	812.31	901.80	306.68
5.	Swachh Bharat Kosh	94.52	323.24	89.35
6.	Any Other Funds	272.58	322.63	137.70
7.	Gender equality / Women empowerment / Old age homes / Reducing inequalities	172.63	331.50	122.60
8.	Prime Minister's National Relief Fund	211.04	206.08	109.81
9.	Encouraging Sports	53.36	134.76	51.73
10.	Heritage Art and Culture	113.62	114.90	49.64
11.	Slum Area Development	101.07	13.60	1.97
12.	Clean Ganga Fund	4.64	32.52	22.97
13.	Other Sectors (Technology Incubator And Benefits To Armed Forces, Admin Overheads and others**)	1,294.24	1,099.24	391.57
	Total Amount (in Rs. Crores)	9,564.77	13,827.86	4,719.00

*** Filing up to 30.11.2017 have been factored**

**** not specified**
