

ANNEXURE - B: ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2018-19

[Pursuant to Section 135 of the Companies Act, 2013 read with Clause (1) of Rule 8 of Companies (Corporate Social Responsibility) Rules, 2014.]

1. A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

The Board of Directors at its meeting held on 27th May, 2014 adopted the CSR Policy pursuant to the provisions of Section 135 of the Companies Act, 2013 read with Rule 5 of Companies (Corporate Social Responsibility Policy) Rules, 2014, (as amended). In line with the guidelines given under Schedule VII of the Companies Act, 2013, the CSR committee has identified activities primarily in four major areas viz., Primary Health, Primary Education, Water Conservation & providing Safe Drinking Water and Responsible Consumption of Alcohol around which your Company focuses its CSR initiatives and channelizing the resources in a sustained manner.

The CSR Policy is placed on the Company's Website www.unitedbreweries.com and the CSR Projects/Programmed undertaken by the Company can be accessed through the weblink www.unitedbreweries.com/csr under the head Corporate Social Responsibility.

2. The composition of the CSR committee is as follows:

| | | |
|-------------------------|---|--|
| Mr. Madhav Bhatkuly | - | Chairman |
| Mr. Shekhar Ramamurthy | - | Managing Director |
| Mr. Steven Bosch | - | Director (Chief Financial Officer) (*) |
| Mr. Sunil Alagh | - | Director |
| Ms. Kiran Mazumdar Shaw | - | Director |

(*) Mr. Steven Bosch resigned with effect from January 01, 2019.

Financial Details

Rs. in Million

| | | |
|----|--|-------|
| 3. | Average net profit of the company for last three financial years | 4,691 |
| 4. | Prescribed CSR Expenditure (two percent of the above average net profit) | 94 |
| 5. | Details of CSR spent during the financial year: | |
| | (a) Total amount to be spent for the financial year | 94 |
| | (b) Amount unspent, if any | NIL |

Rs. in Million

(c) Manner in which the amount spent during the financial year is detailed below:

| Sl. No. | CSR project or activity identified | Sector in which the Project is covered | Project or programs (1)Local area or other (2)Specify the State and district where projects or programs was undertaken | Amount outlay (budget) project or programs wise | Amount spent on the projects or programs Sub heads: (1) District expenditure on projects or programs (2) Overheads | Cumulative expenditure up to the reporting period | Amount spent: Direct or through implementing agency |
|---------|---|--|--|---|--|---|---|
| 1. | Primary Education Vocational training to students, providing of uniforms, books, note books, stationary, Teachers' Salary, Computer Education, etc. | Promotion of education and vocational skills | 1. Local area in the vicinity of our Brewery locations. 2. State and Units: Rajasthan (Chopanki, Alwar District), Karnataka (Nanjangud Industrial Area, Mysore District & Baikampady Industrial Area, Mangalore District, Bengaluru Rural District), Andhra Pradesh (Srikakulam), Telangana (Sangareddy 2 units), Odisha (Khurda), West Bengal (Kalyani), Tamil Nadu (Thiruvallur District), Kerala (Palakkad & Cherthala), Maharashtra (Aurangabad 1 Unit and Talaja, Raigad District), Goa (Ponda), Haryana (Dharuhera) and Punjab (Ludhiana) | 12.03 | (1) 12.03 (2) NIL | 12.03 | Direct |
| | School Infrastructure Development and Enhancing Quality of Education | | Rajasthan (10 villages in Tijara Block of Alwar District) Kamathi village of Nagpur district in Maharashtra | 5.66 | (1) 4.52 (2) 1.14 | 17.69 | Sir Syed Trust |
| | Water Management Maintaining quality of water and providing water tanks and safe drinking water and conservation. | Safe drinking water and Environmental Sustainability | 1. Local area in the vicinity of our Brewery locations. 2. State and Units: Karnataka (Nelemangala, Bengaluru Rural District), Maharashtra (Aurangabad District and Talaja, Raigad District), Kerala (Palakkad), Telangana (Sangareddy District), Tamil Nadu (Thiruvallur District), Odisha (Khurda) and Rajasthan (Chopanki) | 18.90 | (1) 17.01 (2) 01.89 | 36.59 | Dilasa Janvikas Pratishtan |
| 2. | | | | 4.10 | (1) 4.10 (2) NIL | 40.69 | Direct |

| Sl. No. | CSR project or activity identified | Sector in which the Project is covered | Project or programs (1)Local area or other (2)Specify the State and district where projects or programs was undertaken | Amount outlay (budget) project or programs wise | Amount spent on the projects or programs Sub heads: (1) District expenditure on projects or programs (2) Overheads | Cumulative expenditure up to the reporting period | Amount spent: Direct or through implementing agency |
|---------|---|--|---|---|--|---|---|
| | Safe Drinking Water: Project 1 | Safe drinking water | Eleven villages in Nanjungad Taluka, Mysore District of Karnataka State | 11.16 (1) 9.88 (2) 1.28 | (1) 9.88 (2) 1.28 | 51.85 | ASSIST |
| | Safe Drinking Water: Project 2 | | Eighteen villages in Khurda District of Odisha State | 1.04 | (1) 0.92 (2) 0.12 | 52.89 | Springhealth Water (India) |
| | Safe Drinking Water Project 3 | | Bagepalli government high school/college and government CHC, Bagepalli town, Chikkaballapura District of Karnataka State | 0.96 | (1) 0.87 (2) 0.09 | 53.85 | Sarvodaya Integrated Rural Development Society |
| | Rejuvenation of lake and Rain Harvesting | | Nandi Lake at Chikkaballapura District of Karnataka State and Restoration of Kalyani and Gundlupu lakes | 10.00 | (1) 9.09 (2) 0.90 | 63.85 | United Way Bengaluru |
| | Water Conservation and Ground Water recharge | | Three villages at Rewari District of Haryana State – Rejuvenation of four water bodies | 11.05 | (1) 9.61 (2) 1.44 | 74.90 | Through Implementation Agency – ABGUS |
| 3. | Primary Health Free Medicine for underprivileged people, Health Care activities, Health awareness camps | Preventive Health Care and Sanitation | 1. Local Area in the vicinity of our Brewery locations. 2. State and Units: Karnataka (Nelemangala), Andhra Pradesh (Srikakulam), Telangana (Sangareddy), Goa (Ponda), Kerala (Palakkad & Cherthala), Rajasthan (Chopanki), Maharashtra [Taloja, Raigad District and Aurangabad (one) unit], West Bengal (Kalyani) | 2.92 | (1) 2.92 (2) NIL | 77.82 | Direct |
| 4. | Mid-Day Meal Programme | Eradicating Hunger and Poverty | Twelve villages in Mangalore, Dakshina Kannada District of Karnataka State | 2.02 | (1) 2.02 (2) NIL | 79.84 | Akshaya Patra Foundation |

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|---------|--|--|--|---|--|---|---|
| 5. | Responsible Consumption of Alcohol | "Don't Drink and Drive" Workshop for Truck Drivers | 1. Thirteen Breweries 2. State and Units: Karnataka (Mangalore), Andhra Pradesh (Srikakulam), Tamil Nadu (2 units at Thiruvallur District), Kerala (Palakkad and Cherthala), Maharashtra (Aurangabad-2 units and rural Mumbai-1 unit), Goa (Ponda), Rajasthan (Shahjahanpur and Bhiwadi), Punjab (Ludhiana) | 8.27 | (1) 7.42 (2) 0.85 | 88.11 | Through Implementing Agency: Sambhav Foundation |
| | | | Logistic expenses for Truck Drivers Workshop | 0.71 | (1) 0.71 (2) Nil | 88.82 | Direct |
| | | Awareness Generation | Across India | 0.20 | (1) 0.20 (2) Nil | 89.02 | Direct |
| 6. | Monitoring and Reporting of CSR Programme | Project Monitoring | Across India | 1.23 | (1) 1.23 (2) Nil | 89.99 | Goodera / Nextgen Project Management Services Pvt. Ltd. |
| 7. | Needs Assessment | Needs Assessment for Water Project | Andhra Pradesh and Rajasthan | 1.00 | (1) 1.00 (2) Nil | 91.25 | Samhita Social Ventures Pvt. Ltd. |
| 8. | Take the Back Seat Campaign | Don't Drink and Drive Media Campaign | Across India | 10.91 | (1) 10.91 (2) Nil | 102.16 | Direct |
| | SUB TOTAL | | | | | | |
| | Administrative Expenses | Personnel Expenses | | 5.54 | 5.24 | 107.40 | Direct |
| | Total | | | 107.40 | 107.40 | | |

6. The implementation and monitoring of CSR Policy, is in compliance with CSR objectives and policy of the Company.

By Authority of the Board

May 20, 2019
Bengaluru

Chairman of CSR Committee
DIN: 00796367

Managing Director
DIN: 00504801