



BP India Services Private Limited Corporate Social Responsibility Policy- 2019

Title and applicability

This document articulates the BP India Services Private Limited (“BPISPL”) Corporate Social Responsibility (“CSR”) Policy.

This Policy applies to all CSR activities of BPISPL in India and seeks to conform to the requirements of Section 135 of the Companies Act 2013, the notified rules thereof and other such provisions. The Policy is underpinned and guided at all times by the BP Code of Conduct (CoC). The BP Code of Conduct is available at www.bp.com.

BPISPL is a part of the BP Group of Companies in India. BPISPL is in the business of providing business advisory & support services, business development & investigation support services and trained skilled manpower resources to the BP Group Companies and other Companies in India and abroad in respect of their current or future proposed activities.

Mission and objectives

At BPISPL we strongly believe in building long term and sustainable partnerships with the communities around us. We aim to make a positive difference, wherever we do business. CSR is one of the many ways in which we contribute to communities around us. Seeking alignment with the national development agenda and business objectives, the BPISPL CSR strategy aims to create value through:

- Skills: creating access to skill development opportunities to ensure improved quality of life; skills to build a safer and globally competitive workforce.
- Safer Mobility: safety in mobility solutions with a considered focus on reducing accidents, injuries and loss of life on roads in India.
- Energy Transition: strengthening the role of energy in achieving sustainable growth; addressing climate change and the need for access to energy for the citizens of India.

India is set for a period of rapid and sustained growth in energy demand. Already the 3rd largest economy in the world, policies are in place to press ahead with the country’s modernization and expansion of its manufacturing; “24X7 Power for All” and “Make in India” campaigns converge as the country develops the resources and infrastructure to meet the growing aspirations of its people. Energy in general and hydrocarbons in particular are an important part of the Prime Minister’s vision for India’s future. India needs energy which is accessible to the poor. It needs efficiency in energy use. As a responsible global citizen, India is committed to combating climate change, curbing emissions and ensuring a sustainable future. Given global uncertainties, India also needs energy security. The vision for India’s energy future has four pillars:

- Energy access
- Energy efficiency
- Energy sustainability
- Energy security

India’s vast population, its diversity, the variability of services and the differing baselines across regions complicate the aspiration of “development for all”. More than 300 million young people will enter the workforce over the next two decades. Several developmental challenges remain, including equitable access to basic health and education facilities, sustainable livelihoods and access to energy.

BP began investing in India more than 100 years ago through the Castrol India lubricants business. Today, BP India's activities span oil and gas, lubricants, petrochemicals, IT, financial and marine services. As we grow our business we seek to support to India's development agenda, directly and through our partners, in the areas of skills, safer mobility and the energy transition.

Planning and implementation

The BPISPL CSR strategy establishes the direction and scope for our social investment, in alignment with both business and national priorities.

BPISPL will undertake all CSR activities as stated in Annexure 1, in the above-mentioned focus areas preferably around the operations or areas of presence of the Company.

The CSR Committee may, if required, recommend to the Board as part of the CSR Policy, activities outside of the above-mentioned areas.

All activities will be undertaken in project mode with defined objectives and deliverables, clarity on target beneficiaries, implementation plans with schedule of timeline agreed prior to commencement of activities.

As applicable and appropriate, necessary processes including baseline, midline and end of project assessments will be undertaken to allow for a structured approach and mid-course correction as required.

A robust monitoring and evaluation system will be developed for each project as per its specific requirements. As appropriate, third party evaluations may be built in to assess impact on beneficiaries and progress towards achievement of the objectives of the CSR Policy

Documentation and reporting will be undertaken for all projects to aid availability of updated information and to capture learning for posterity.

Budgets

A specific budget will be allocated for CSR activities. This budget will be in accordance with the tenets of Section 135 of the Companies Act 2013 and project driven. Utilisation certificates, as appropriate will be sought for all projects implemented by registered partners. In line with Companies (Corporate Social Responsibility) Rules 2014, the surplus if any, arising out of the CSR activities shall not form part of the business profit of the BPISPL.

Monitoring & Evaluation Framework

All activities will be governed by a pre-set monitoring and evaluation framework.

The framework will include the key performance indicators, milestones and reporting periodicity prior to commencement.

Key performance indicators will include both quantitative and qualitative measurable. Financial and timelines based measurement will be included with regular financial and progress reporting mechanisms.

Key objectives of monitoring throughout the implementation period will be to establish whether:

- The projects are making satisfactory and timely progress towards the objectives agreed.
- The financial management and reporting are satisfactory.
- To flag any course correction required.

Projects will evaluate the success of social investments at the end of their implementation period and document any lessons learned.

Governance

The Board of Directors of BPISPL:

- Have constituted a Board level CSR Committee
- Will approve the CSR Policy for BPISPL, based on the recommendations made by the CSR Committee and disclose contents of the Policy in its Report.
- Will ensure that the activities included in the CSR Policy in accordance with the specified activities under Schedule VII of the Companies Act, 2013, are undertaken by the Company.
- Will monitor the CSR Policy of the Company from time to time.

The BPISPL CSR Committee shall:

- Formulate and recommend to the Board, the CSR Policy indicating the activities to be undertaken in accordance with Schedule VII of the Companies Act, 2013 and the expenditure to be incurred thereon.
- Provide oversight and guidance on CSR performance and monitor compliance with the CSR Policy, commitments and the Statutory Regulations.
- Review effectiveness of the CSR Policy and activities included in the Policy.
- Determine the overall scope of, provide input on, and recommend adoption of the CSR report to the Board of Directors of BPISPL.

Annexure 1

CSR Budget Plan for the 2019

CSR budget for 2019

Based on the calculation of 2% of the average net profit made during the three-immediate preceding financial years, the CSR budget for BPISPL is ~Rs 36 Lakhs.

CSR Action Plan

The following CSR action plan is proposed for 2019. The areas of focus are 'ensuring environmental sustainability' and "promotion of education' as covered in the Schedule VII of the Companies Act 2013 and falls under the BPISPL focus area of 'Energy Transition: strengthening the role of energy in achieving sustainable growth; addressing climate change and the need for access to energy for the citizens of India' and 'Skills: creating access to skill development opportunities to ensure improved quality of life; skills to build a safer and globally competitive workforce.' One or more projects will be initiated by Q4 for up to ~Rs 12 Lakhs. The proposed partners are NGOs that are experts in the field of sustainability and research with a proven track record.

#	CSR Programmes	Schedule VII	Budget (In lakhs)	Implementation Agency	Implementation schedule			
					Q 1	Q 2	Q 3	Q 4
1	A comprehensive programme of policy research aimed at raising awareness in India regarding 'Development and Sustainability', and to design high-quality solutions to these challenges	vi	11	Brookings India (NGO)	√	√	√	√
2	Strengthening scientific temperament and learning of students and teachers from underprivileged communities	ii	12.93	Door Step School (NGO)	√	√	√	√
3	TBD	TBD	12.07	TBD			√	√