

**GOVERNMENT OF INDIA  
MINISTRY OF CORPORATE AFFAIRS  
LOK SABHA  
UNSTARRED QUESTION NO. 5695  
ANSWERED ON FRIDAY THE 7<sup>th</sup> APRIL, 2017  
CHAITRA 17, 1939 (SAKA)**

**CSR**

**QUESTION**

**5695. SHRI NALIN KUMAR KATEEL:  
SHRI RAM KUMAR SHARMA:  
SHRI D.K. SURESH:**

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

कारपोरेट कार्य मंत्री

**(a) whether it is mandatory for companies to spend two per cent of their profits on social welfare as per the Companies Act, 2013; and**

**(b) if so, the details thereof?**

**ANSWER**

**THE MINISTER OF STATE IN THE  
MINISTRY OF CORPORATE AFFAIRS**

**(SHRI ARJUN RAM MEGHWAL)**

कारपोरेट कार्य मंत्रालय में राज्य मंत्री

(श्री अर्जुन राम मेघवाल)

**(a) and (b): Section 135 of the Companies Act 2013, mandates every company above the specified thresholds of turnover, or net worth, or net profit to spend at least two per cent of the average net profits earned during three immediately preceding financial years on Corporate Social Responsibility (CSR) activities specified in Schedule VII of the Act.**

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