
SUDARSHAN CHEMICAL INDUSTRIES LIMITED
162 Wellesley Road, Pune – 411 001

**ANNUAL ACTION PLAN AS PER CORPORATE SOCIAL RESPONSIBILITY (CSR)
POLICY FOR FINANCIAL YEAR 2021-22**

Based on the recommendation of the CSR Committee, the Board of Directors are requested to consider, review and approve the Annual Action Plan as per the CSR Policy of Sudarshan Chemical Industries Limited (the Company) for the Financial Year 2021-22, after considering the following points:

1. List of CSR projects/programmes to be undertaken in the areas/subjects as specified in Schedule VII of the Act –

As per the provisions of the CSR Framework, Company should undertake CSR projects/programmes in only such areas/subjects as specified in Schedule VII of the Act, which include the following areas/projects:

- a) eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water;
- b) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- c) 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;
- d) 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 the Clean Ganga Fund setup by the Central Government for rejuvenation of river Ganga;
- e) protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
- f) measures for the benefit of armed forces veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;
- g) training to promote rural sports, nationally recognised sports, paralympic sports and Olympic sports;

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- h) contribution to the Prime Minister's National Relief Fund or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) or any other fund set up by the Central Government for socio-economic development and relief and welfare of the scheduled caste, tribes, other backward classes, minorities and women;
 - i) contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and
 - j) contributions to public funded Universities, Indian Institute of Technology (IITs), National Laboratories and Autonomous Bodies established under Department of Atomic Energy (DAE), Department of Biotechnology (DBT), Department of Science and Technology (DST), Department of Pharmaceuticals, Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH), Ministry of Electronics and Information Technology and other bodies, namely Defence Research and Development Organisation (DRDO), Indian Council of Agricultural Research (ICAR), Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research of science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDG's);
 - k) rural development projects;
 - l) slum area development;
 - m) disaster management, including relief, rehabilitation and reconstruction activities

2. Manner of execution of such projects/programmes as specified by CSR Rules:

As specified in Rule 4(1) of the Companies (CSR) Rules, 2014, as amended from time to time, the Company's CSR projects/programmes should be carried out by the Company itself or through the following implementing agencies –

- i. a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80 G of the Income Tax Act, 1961 (43 of 1961), established by the company, either singly or along with any other company, or
- ii. a company established under section 8 of the Act or a registered trust or a registered society, established by the Central Government or State Government; or
- iii. any entity established under an Act of Parliament or a State legislature; or
- iv. any entity established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80G of the Income Tax Act, 1961, and having an established track record of at least three years in undertaking similar activities; and

- v. any type of an entity having registered itself with the Ministry of Corporate Affairs (MCA) and having a valid unique CSR Registration Number.

During the Financial Year 2020-21, the CSR funds were spent by the Company itself and through various implementing agencies on such projects/programmes which were specified under Schedule VII of the Act.

3. Modality of utilization of funds and implementation schedule for the CSR projects/programmes:

• Obligation of spending CSR funds in the Financial Year 2021-22:

As per the applicable legal provisions, the Company is required to spend in every financial year at least 2% of the average net profits of the Company made during the three immediately preceding financial years on its CSR activities.

Obligation of spending CSR funds during the Financial Year 2021-22 is as follows:

- a. Average Net Profit of the Company for the last three Financial Years (i.e. 2018-19, 2019-20 and 2020-21) – Rs. 159,05,74,505/-
- b. Prescribed CSR expenditure (two percent of the amount mentioned in item (a)) – Rs. 3,18,11,491/-
- c. Funds already spent, if any – Nil

• Modality of CSR Projects/programmes:

Sr. No.	CSR project or activity identified	Sector in which the Project is covered	Project location	Amount outlay (budget) project or Program wise	Amount spent on the project	Amount Spent: directly or through implementing agency
	Training, Marketing and Self Development	Skill Development	Raigad and Pune	10,00,000	-	Sudarshan CSR Foundation
	JMRE School	Promotion of Education	Roha, Raigad	20,00,000	-	JM Rathi Trust
	Teach for India	Promotion of Education	Pune	5,00,000	-	Sudarshan CSR Foundation
	Development of Peripheral School in the Community	Promotion of Education	Pune	10,00,000	-	Teach to Lead
	Sustainable Waste Management	Ensuring Environment Sustainability	Raigad and Pune	35,00,000	-	Directly
	Ideal Village Development, Swachh Bharat Abhiyan, Community Bonding Activity	Community Development	Raigad, Pune	1,20,00,000	-	Know How Foundation

	Management of Disaster, Covid Medical Relief and Awareness on Vaccination	Disaster Management	Raigad, Pune	1,00,00,000	-	Karve Institute of Social Science, Pune
	Any other project in consultation with Govt. / Leadership Team	Community Development	Raigad, Pune	10,00,000	-	Directly
	Administrative Overheads	Administrative Overheads	All locations	10,55,000	-	-
	TOTAL			3,20,55,000		

(A budget of Rs. 3,20,55,000/- is proposed against the statutory limit of Rs.3,18,11,491/-)

Also, a periodical review of the CSR projects/programmes carried out by the Company shall be given to the Board.

4. Monitoring and reporting mechanism for the CSR projects/programmes:

The CSR Committee shall continuously monitor the CSR projects/programmes of the Company for a Financial Year and updates from time to time shall be given to the Board about the status of the same.

5. Details of need of impact assessment, if applicable, for the CSR projects/programmes undertaken by the company:

As per the applicable legal provisions, if the Company has an average CSR obligation of Rs. 10 Crores or more in the three immediately preceding Financial Years, then an impact assessment shall be undertaken through an independent agency, of such CSR projects/programmes which have outlay of Rs. 1 Crore or more and which were completed not less than one year before undertaking the impact study.

At present, the Company does not fulfil the above mentioned criteria, therefore, there is no requirement of undertaking an impact assessment of its CSR projects/programmes. However, if the Company decides to undertake Impact Assessment of its CSR projects/programmes on a voluntary basis, then it shall be updated to the CSR Committee and Board of Directors.

