

MAWANA SUGARS LIMITED



Corporate Social Responsibility Policy

1. **Preamble:**

CSR is defined as the activities that promote poverty reduction, education, health, environmental sustainability, gender equality and skill development.

In order to contribute to the social and economic development of the community in alignment with the MSL Philosophy certain guidelines have been laid down which encompasses the most disadvantaged sections of society helping MSL strengthen its position as "**a Company that Society will want to exist**".

These set of rules or guidelines are called **MSL -CSR Policy**.

2. **Applicability:**

The Policy is applicable to all the CSR activities/projects taken up within India for the benefit of different segments of society.

3. **Vision:**

To be an active contributor in raising the country's human development index and fulfill the role of a Socially Responsible Corporate, with environmental concerns.

4. **Objective:**

- a. To align and integrate the MSL -CSR activities with the MSL philosophy and make them outcome oriented.
- b. To sustain and continuously improve the quality of life and economic well being of the local populace.
- c. To create an image of MSL which society will want to exist as a socially responsible image.

5. **Resources:**

- a. For achieving the CSR vision, MSL will allocate at least 2% of its average net profits made during the three immediately preceding financial years as Annual CSR Budget.
- b. Any unspent /unutilized CSR allocation of a particular year will be carried forward to the following year.
- c. CSR expenditure will include all expenditure including contribution to corpus for projects or programs relating to CSR activities approved by the Board of Directors on recommendation of CSR Committee.

6. **Programs/Activities under CSR**

- (i) 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.
- (ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.

- (ii) 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.
- (iii) 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 ⁴[including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga].
- (iv) 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 art and handicrafts;
- (v) 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];
- (vii) training to promote rural sports, nationally recognised sports, paralympic sports and olympic sports
- (viii) 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 govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women;
- (ix)
 - (a) 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
 - (b) 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 Defense 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 in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).]
- (x) rural development projects

- (xi) slum area development.
Explanation.- For the purposes of this item, the term `slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.]
- (xii) disaster management, including relief, rehabilitation and reconstruction activities.

7. **Organizational Mechanism, responsibilities and Implementation Process:**

MSL provides the vision under the leadership of its Corporate Social Responsibility Committee (Hereinafter referred to as 'Committee') comprising of following Members:

Committee Members:

- | | |
|--------------------------|------------|
| 1. Mrs. Manju Vira Gupta | - Chairman |
| 2. Mr. Satish Agrawal | - Member |
| 3. Mr. Dharam Pal Sharma | - Member |

The vision underlines all CSR activities and the Responsibilities of CSR Committee includes the following:

- To take role of a mentor and to work for the successful and time bound implementation of the projects.
- Identification of CSR Activities and recommending to the Board of Directors.
- To allocate the expenditure from the CSR Budget for the Projects to be undertaken.
- To decide about the Implementation schedule of specific project/activity and also set the mechanism for measuring the effectiveness.

Further, the Company may also undertake the above activities through a registered trust or a registered Society or a Company having an established track record of Three Years in undertaking similar activities/projects and further meet the following eligibility criteria:

- i. Has a permanent office/address in India and should have at least 3 years of proven track record of carrying such activity.
- ii. The NGO is a registered society under Societies Registration Act.
- iii. Possesses a valid Income Tax Exemption Certificate.
- iv. The antecedents of the NGO/ Agency are verifiable/subject to confirmation.

Once the Program is approved by the Committee, it will be required to enter into an agreement/MOU between MSL and Executing Agency.

8. **Monitoring Mechanism:**

- a. To ensure effective implementation of the CSR programs undertaken by the Company, a monitoring mechanism will be put in place by Committee.
- b. Appropriate documentation of the MSL CSR Policy, annual CSR

activities, executing partners, if any, and expenditures entailed will be undertaken on a regular basis and will be updated on the Company's Website.

- c. Annual report on CSR initiatives undertaken by the Company will also be reported in the Board's Report of the Company, format annexed at **ANNEXURE-I.**

9. **General:**

- a. The Committee may modify, cancel, add, or amend any of these rules in accordance with the guidelines on the subject as may be issued from Government/Regulatory Authorities or otherwise, from time to time with prior approval of the Board of Directors.
- b. In case of any doubt with regard to any provision of the policy and also in respect of the matters not covered herein, reference can be made to CSR Committee. In such matters, the interpretation and decision of the CSR Committee shall be final.
- c. The surplus arising out of the CSR projects or programs or activities shall not form part of the business profit of MSL.

**For and on behalf of the Board
Mawana Sugars Limited**

**(Manju Vira Gupta)
Chairman**

Format for the Annual Report on CSR Activities to be included in the Board's Report

1. A brief outline of the MSL- 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.
2. The Composition of the CSR Committee.
3. Average net Profit of the Company for last three financial years.
4. Prescribed CSR expenditure (two percent of the above amount.)
5. Details of CSR spent during the financial year.
 - Total amount to be spent for the financial year.
 - Amount unspent if any.
 - Manner in which the amount spent during the financial year is detailed below.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr.No	CSR Project or Activity Identified	Sector in which the Project is covered	Projects or Programs 1.Local area or other 2.Specify the state and district where project or programs was undertaken	Amount Outlay (budget) project or programs wise.	Amount spend on the projects or programs Sub-heads: 1. Direct expenditure on projects or programs. 2. Over-heads	Cumulative expenditure upto the reporting period.	Amount spend: Direct or through implementing agency.

*Give details of Implementing Agency.

6. In case the Company has failed to invest the 2 % of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in the Board Report.
7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.