

FAKIRSONS PAPCHEM PRIVATE LIMITED

CORPORATE SOCIAL RESPONSIBILITY POLICY

1. Brief outline on Company's CSR Policy :

PREAMBLE

Corporate Social Responsibility (CSR) is linked to sustainability. Such decisions are mainly based on the social and environmental consequences. It is the Company's intent to make a positive difference to society.

FOCUS AREAS:

As a responsible corporate citizen, the company is committed to sustainable development and inclusive growth and has been focusing on a wide range of issues in relation to water, environment, healthy living, music, grass roots education, social advancement and promoting gender equality and empowerment of women. The Company is planning to undertake CSR Projects in areas of Animal welfare, Promoting education and environmental sustainability projects.

CSR OBJECTIVES

The Corporate Social Responsibility Policy of FAKIRSONS PAPCHEM PRIVATE LIMITED (hereinafter referred to as "the Policy" or "CSR Policy") is being framed to align the Company's corporate social responsibility activities in accordance with the requirement under Section - 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014.

The objective of the CSR Policy is to contribute positively towards sustainable and inclusive growth of the society with focus on India's most pressing development challenges as highlighted under schedule - VII of the Companies Act, 2013 and as amended from time to time. The Policy shall apply to all the CSR projects, programs or activities (herein after referred to as CSR Activities) undertaken by the Company.

GOVERNANCE

Board-level CSR Committee –

During the year under review Board had decided to dissolve the committee as company's total obligation towards CSR spending is below Rs. 50,00,000/- during the year under review. Until the applicability for formation of CSR Committee, the Board shall be responsible for implementing the mandate of CSR Policy and shall ensure that the CSR Activities are carried out in accordance with the CSR Policy read with the Act and CSR Rules.

ACTIVITIES NOT CONSIDERED AS CSR:

The following shall “not be” considered as CSR activities:

- Activities undertaken in pursuance of normal course of business.
- Contributions made, if any, to any political party. Monies, if any, spent exclusively for the benefit of employees [as defined in clause (k) of section 2 of the Code on Wages, 2019) and their families].
- Activities, if any, undertaken outside India, except for training of Indian sports personnel representing any state or union territory at the national or international level
- Activities, if any, supported on “sponsorship basis” for deriving marketing benefits for its products or services.

CSR SPENDS:

The company is committed to spend 2% of its average net profits made during the immediately preceding three financial years on CSR activities every financial year. If during any financial year the company spends an amount in excess of 2% of its average net profits, the same will be considered as excess CSR spends for the financial year and will be set-off in the immediately succeeding three financial years subject to fulfilment of conditions prescribed under the 2013 Act and the CSR Rules, if the Board decides to do so.

IMPLEMENTATION:

The Company will take up its CSR Activities through eligible entity as defined under the CSR Rule 4(1), as amended, reproduced hereunder -

Rule (Eligible Entities- Rule 4(1):) of the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021.

The Board shall ensure that the CSR Activities are undertaken by the company itself or through-

(a) 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 established by the company, either singly or along with any other company, or

(b) 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

(c) Any entity established under an Act of Parliament or a State legislature; or

(d) A company 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.

The Company has constituted a CSR Committee of its Directors. The proposals of CSR Activities recommended by the CSR Committee will be placed before the Board of Directors for its approval.

CSR EXPENDITURE

CSR expenditure shall include all expenditure including contribution to corpus for projects or programs relating to CSR activities approved by the Board.

SURPLUS ARISING OUT OF CSR ACTIVITIES

Any surpluses arising out of CSR projects or programs or activities shall not form part of the business profits of the Company.

PROCESS

The board shall institute a transparent monitoring mechanism for implementation of the Corporate Social Responsibility projects or programs or activities undertaken by the Company and significantly higher engagement for the community.

MONITORING, EVALUATION AND REPORTING:

To ensure effective implementation of the CSR Activities within specified budgets and timeframes as approved by the Board, a monitoring mechanism will be put in place by the Board. The progress of CSR Programmes under implementation and status of the work done shall be reported to the board.

The Board will review periodically the status of the progress of implementation of the approved CSR Activities.