

CORPORATE SOCIAL RESPONSIBILITY POLICY (CSR Policy)

CONCEPT

The Company's philosophy on Corporate Social Responsibility (CSR) is that "as the organisation grows, the society and community around it should also grow".

VISION

The Company's vision is to contribute to the social and economic development of the communities in which it operates, resulting in building a better and sustainable way of life for the society at large.

LEGAL REQUIREMENT

Pursuant to Section 135 of the Companies Act, 2013 (hereinafter referred to as "the said act") read with Companies (Corporate Social Responsibility) Rules, 2014, the company is required to formulate a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII of the said act and the expenditure to be incurred thereon, excluding activities undertaken in pursuance of normal course of business of a company. The company shall give preference to the local area and areas around it where it operates, for spending the amount earmarked for Corporate Social Responsibility activities. CSR activities do not include the activities undertaken in pursuance of normal course of business of the company. The surplus arising out of the CSR projects or programs or activities, if any, shall not form part of the business profit of a company

APPLICABILITY

This Corporate Social Responsibility policy (CSR Policy) shall apply to all CSR initiatives and activities taken up at various factories and other locations of the Company, for the benefit of different segments of society.

OBJECTIVES

The objective of the CSR Policy is to -

- a) Ensure an increased commitment at all levels in the organisation, to operate its business in an economically, socially & environmentally sustainable manner, while recognising the interests of all its stakeholders.
- b) To directly or indirectly take up programmes that benefit the communities in & around its factory locations and results, over a period of time, in enhancing the quality of life & economic well-being of the local populace.
- c) To generate, through its CSR initiatives, a community goodwill for the company and help reinforce a positive & socially responsible image of the company as a corporate entity.

AREAS OF INITIATIVES

The Company has been involved in a number of community-focused activities, in the areas of sports, health, education and preservation of the country's rich culture and heritage. Continuing the tradition, it is recommended that the Company may focus primarily on the following activities to be referred to as "CSR activities":

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- a) Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water;
- b) Training to promote rural sports, nationally recognised sports, Paralympics sports and Olympic sports;
- c) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- d) 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
- e) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro-forestry, conservation of natural resources and maintaining quality of soil, air and water;
- f) 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;
- g) Measures for the benefit of armed forces veterans, war widows and their dependents;
- h) Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
- i) Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
- j) Rural development projects;
- k) Slum area development; and
- l) Such other activities and projects covered in Schedule VII to the Companies Act 2013 from time to time.

EXPENDITURE

It shall be the endeavour of the Company 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 for its CSR activities.

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IMPLEMENTATION

The CSR activities may be undertaken either directly by the Company or through a registered trust or a registered society or a company established by the Company or its subsidiary or associate company or through any other trust, society or company which shall have an established track record of 3 years in undertaking similar programmes or projects.

The Company may also collaborate with other companies for undertaking projects or programmes or CSR activities in such a manner that the CSR committees of respective companies are in a position to report separately on such projects or programmes.

The projects or programmes undertaken under the CSR Policy shall be monitored by the CSR Committee on a periodical basis.

The surplus arising out of CSR projects or programmes or activities shall not form part of the business profits of the Company.

The CSR expenditure shall include all expenditure including contribution to corpus, for projects or programmes relating to CSR activities.

CSR REPORTING

The CSR Policy and the annual report on CSR activities shall be reported as statutorily required and as warranted, such as Annual Reports and Company's website, if any.

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**ARISE INDUSTRIES AND AGENCY PRIVATE LIMITED**

No. 54, Mettupalayam Road, GN. Mills Post, Coimbatore – 641029

CIN: U27310TZ2007PTC013519

Email: info@arisesteel.com

Annexure I

**ANNUAL REPORT ON CSR ACTIVITIES FOR FINANCIAL YEAR COMMENCING  
FROM 01.04.2022 TO 31.03.2023****Sl. No. Particulars**

- 1 Brief outline on CSR Policy of the Company The Board of Directors has recommended that the Company may focus primarily on the following activities to be referred to as "CSR activities":
- a) Promotion Education especially among children, women, differently-abled and livelihood enhancement projects;
  - b) Training and Promoting of Rural Sports;
  - c) Eradication of hunger, poverty and malnutrition and making available safe drinking water;
  - d) Providing sanitation facility and promoting preventive health care;
  - e) Ensuring environmental sustainability, animal welfare, conservation of natural resources;
  - f) Rural development projects; and
  - g) Such other activities and projects covered in Schedule VII to the Companies Act 2013 from time to time.

**2 Composition of CSR Committee**

| No. | Name of Director | Designation | Number of CSR Committee Meetings held during the year | Number of CSR Committee Meetings attended |
|-----|------------------|-------------|-------------------------------------------------------|-------------------------------------------|
| 1   | G.NATARAJAN      | Director    | 1                                                     | 1                                         |
| 2   | R.LAXMIPATHY     | Director    | 1                                                     | 1                                         |

- 3 Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company <https://www.arisesteel.com/>
- 4 Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). Not Applicable
- 5 Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

| No. | Financial Year                                                    | Amount available for set-off from preceding financial years (in Rs) | Amount required to be set-off for the financial year, if any |
|-----|-------------------------------------------------------------------|---------------------------------------------------------------------|--------------------------------------------------------------|
| 1   | 2021-22                                                           | -                                                                   | -                                                            |
| 2   | 2020-21                                                           | -                                                                   | -                                                            |
| 3   | 2019-20                                                           | -                                                                   | -                                                            |
|     | <b>TOTAL</b>                                                      | -                                                                   | -                                                            |
| 6   | Average net profit of the company as per section 135(5)           |                                                                     | Rs. 15,13,37,006                                             |
| 7   | (a) 2% of average net profit of the company as per section 135(5) |                                                                     | Rs. 30,26,740                                                |

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(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. NIL

(c) Amount required to be set off for the financial year, if any NIL

(d) Total CSR obligation for the financial year (7a+7b-7c) Rs. 30,26,740

8 (a) CSR amount spent or unspent for the financial year  
Total Amount Spent for the Financial Year. Amount Unspent (in Rs.)

(in Rs.)

Total Amount transferred to Unspent CSR Account as per section 135(6)

Amount

(in Rs.)

Date of transfer

Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)

Name of the Fund

Amount

(in Rs.)

Date of transfer

Rs. 43,31,560

NIL

(b) Details of CSR amount spent against **ongoing projects** for the financial year:

| (1)     | (2)                 | (3)                                                         | (4)                  | (5)                     | (6)              | (7)                                       | (8)                                                 | (9)                                                                                      | (10)                                     | (11)                                               |
|---------|---------------------|-------------------------------------------------------------|----------------------|-------------------------|------------------|-------------------------------------------|-----------------------------------------------------|------------------------------------------------------------------------------------------|------------------------------------------|----------------------------------------------------|
| Sl. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes /No) | Location of the project | Project duration | Amount allocated for the project (in Rs.) | Amount spent in the current financial year (in Rs.) | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.) | Mode of Implementation Direct (Yes / No) | Mode of Implementation Through Implementing Agency |
|         |                     |                                                             |                      | State & District        |                  |                                           |                                                     |                                                                                          |                                          | Name & CSR Regn. No.                               |
|         |                     |                                                             |                      |                         |                  |                                           |                                                     |                                                                                          |                                          |                                                    |

NIL

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:

| (1)     | (2)                       | (3)                                                         | (4)                 | (5)                       | (6)                                   | (7)                                      | (8)                                                |
|---------|---------------------------|-------------------------------------------------------------|---------------------|---------------------------|---------------------------------------|------------------------------------------|----------------------------------------------------|
| Sl. No. | Name of the Project       | Item from the list of activities in Schedule VII to the Act | Local area (Yes/No) | Location of the project   | Amount spent for the project (in Rs.) | Mode of Implementation Direct (Yes / No) | Mode of Implementation Through Implementing Agency |
|         |                           |                                                             |                     | State & District          |                                       |                                          | Name & CSR Regn. No.                               |
| 1       | Education                 | II                                                          | YES                 | Coimbatore, Tamil Nadu    | 30,26,740                             | No                                       | Martin Charitable Trust – Reg No. CSR00005066      |
| 2       | Rural Development Project | X                                                           | No                  | Ramanathapuram, Tamilnadu | 13,04,820                             | Yes                                      | -                                                  |
|         | Total                     |                                                             |                     |                           | 43,31,560                             |                                          |                                                    |

(d) Amount spent in Administrative Overheads

Nil

(e) Amount spent on Impact Assessment, if applicable

Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e)

Rs.43,31,650

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(g) Excess amount for set off, if any

| Sl. No. | Particular                                                                                                  | Amount (in Rs.) |
|---------|-------------------------------------------------------------------------------------------------------------|-----------------|
| (i)     | 2% of average net profit as per section 135(5)                                                              | 15,13,37,006    |
| (ii)    | Total amount spent for the Financial Year                                                                   | 43,31,560       |
| (iii)   | Excess amount spent for the financial year [(ii)-(i)]                                                       | 13,04,820       |
| (iv)    | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | NIL             |
| (v)     | Amount available for set off in succeeding financial years [(iii)-(iv)]                                     | 13,04,820       |

9 (a) Details of Unspent CSR amount for the preceding three financial years:

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. |                |                  | Amount remaining to be spent in succeeding financial years (in Rs.) |
|---------|--------------------------|--------------------------------------------------------------------------|-------------------------------------------------------|--------------------------------------------------------------------------------------------|----------------|------------------|---------------------------------------------------------------------|
|         |                          |                                                                          |                                                       | Name of the Fund                                                                           | Amount (in Rs) | Date of transfer |                                                                     |
|         |                          |                                                                          |                                                       | NIL                                                                                        |                |                  |                                                                     |

(b) Details of CSR amount spent in the financial year for **ongoing projects** of the preceding financial year(s):

| (1)<br>Sl. No. | (2)<br>Project ID | (3)<br>Name of the Project | (4)<br>Financial Year in which the project was commenced | (5)<br>Project duration | (6)<br>Total amount allocated for the project (in Rs.) | (7)<br>Amount spent on the project in the reporting Financial Year (in Rs.) | (8)<br>Cumulative amount spent at the end of reporting Financial Year (in Rs.) | (9)<br>Status of the project<br><br>Completed /Ongoing |
|----------------|-------------------|----------------------------|----------------------------------------------------------|-------------------------|--------------------------------------------------------|-----------------------------------------------------------------------------|--------------------------------------------------------------------------------|--------------------------------------------------------|
|                |                   |                            |                                                          |                         |                                                        |                                                                             |                                                                                | NIL                                                    |

- 10 In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year **(asset-wise details)** Nil
- a) Date of creation or acquisition of the capital asset(s) Nil
- b) Amount of CSR spent for creation or acquisition of capital asset Nil
- c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. Nil
- d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) Nil
- 11 Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) Nil

(G.NATARAJAN)

Director

DIN : 05155956

(R.LAXMIPATHY)

Director

DIN : 09108738