

## ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended.]

### 1. Brief outline of the CSR Policy of the Company:

The CSR policy, which encompasses the Company's philosophy for defining its social responsibility and lays down the guidelines and mechanism for undertaking socially useful programmes for welfare & sustainable development of the community at large. This policy shall apply to all CSR initiatives and activities taken up by the Company, for the benefit of society as per approach and direction given by the board. This policy and the operational guidelines are subject to and pursuant to the provisions of the Companies Act, 2013 (Act) and the Schedules, rules and regulations made thereunder.

### 2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation/Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. K. Nithyananda Reddy	Chairman / Executive Director	5	5
2	Mr. K. Raghunathan	Member / Independent Director	5	5
3	Dr. M. Sivakumaran	Member / Executive Director	5	4
4	Mr. P. Sarath Chandra Reddy	Member / Non-executive Director	5	2
5	Mrs. Savita Mahajan	Member / Independent Director	5	5
6	Mrs. Avnit Bimal Singh	Member / Independent Director	5	5
7	Mr. Girish Paman Vanvari	Member / Independent Director	5	5

### 3. The web-link(s) where composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company.

Composition of the CSR committee is available on the Company's website at:

<https://www.aurobindo.com/investors/disclosures-under-regulation-46/board-committees#csr>

The CSR Policy is available on the Company's website at:

<https://www.aurobindo.com/api/uploads/CSR-policy.pdf>

The various CSR projects and activities approved by the Board for the financial year 2023-24 is available on the Company's website at:

<https://www.aurobindo.com/sustainability/annual-action-plan/>

### 4. The executive summary along with web-link(s) 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:

The Company takes cognizance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and has initiated impact assessment of CSR projects through independent agencies. The reports are available on the Company's website at <https://www.aurobindo.com/sustainability/impact-assessment-reports-csr-projects/>

Impact assessment study – Summary (2022-23)		
Particulars	Participatory Rural Development Initiatives Society (PRDIS), Hyderabad	Poverty Learning Foundation, Hyderabad
Name of Independent agency conducting Impact assessment	Participatory Rural Development Initiatives Society (PRDIS), Hyderabad	Poverty Learning Foundation, Hyderabad
Scope of Project	Infrastructure Development in 20 Schools and 2 Colleges in Pileru & K.V. Palli mandals of Chittoor district, Andhra Pradesh.	Establishment of Jwala Gutta Academy of Excellence, Hyderabad to equip with Gym and other related infrastructure (Co-sponsor), Telangana.
Key highlights of Impact (Through evaluation criteria: Relevance, Coherence, Effectiveness, Efficiency, Impact and Sustainability)	<ul style="list-style-type: none"> <li>Increase in enrolment rate (30%) of children/ students in the schools and colleges.</li> <li>Better educational performance in terms of increased pass rate (40%) and increased exam score (20%).</li> <li>Improved teaching efficiency of the staff due to better infrastructure.</li> <li>Increased hygiene and health due to gender specific toilets and purified drinking water facilities.</li> <li>Parents get motivated to send their children to government schools.</li> </ul>	<ul style="list-style-type: none"> <li>Increased aspirations among 83% of the trainees, particularly senior-level trainees.</li> <li>Due to regular mentoring and monitoring and individual-specific attention by trainers, it is giving positive trends in building endurance and strength for their game, thus improving confidence levels of trainees.</li> <li>The gym's impact is visible as most trainees (78%) have explained the change in their fitness - flexibility and muscle strength and reduced risk of sports injuries.</li> </ul>
Recommendations	<ul style="list-style-type: none"> <li>To provide additional facilities like computers/ digital learning tools, School compound wall, sports equipment, water connectivity etc. which are not being covered under government schemes.</li> </ul>	<ul style="list-style-type: none"> <li>Need to explore funding opportunities for necessary operational costs to ensure sustainability of the academy.</li> <li>Sustainability can be further assessed as the trained players enter the national level competitions, thus creating more visibility and growth for the academy.</li> </ul>

**5. (a) Average net profit of the Company as per sub-section (5) of section 135 :** ₹ 27,721.93 million

**(b) Two percent of average net profit of the Company as per sub-section (5) of section 135 :** ₹ 554.44 million

**(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years :** ₹ 8.47 million  
(Surplus amount is the interests realized on unspent CSR funds of previous years lying in the bank – ₹ 5.82 million+ ₹ 2.65 million)

**(d) Amount required to be set-off for the financial year, if any:** Nil

**(e) Total CSR obligation for the financial year [(b)+(c) - (d)] :** ₹ 562.91 million



6. (a) **Amount spent on CSR Projects (both Ongoing Projects and other than Ongoing Projects):** ₹ 341.67 million
- (b) **Amount spent in Administrative Overheads:** ₹ 25.15 million
- (c) **Amount spent on Impact Assessment:** ₹ 1.05 million
- (d) **Total amount spent for the Financial Year [(a)+(b) + (c)]:** ₹ 367.87 million
- (e) **CSR amount spent or unspent for the Financial Year:**

Total Amount Spent for the Financial Year. (₹ in millions)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135 (6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135 (5).		
	Amount (₹ in millions)	Date of transfer	Name of the Fund	Amount	Date of transfer
367.87	186.57	27.04.2023	-	-	-

Note: Out of the surplus amount of ₹ 8.47 million, an amount of ₹ 1.5 million spent during the financial year 2022-23 and balance amount of ₹ 6.97 million is lying in the respective unspent CSR Accounts of previous years to be spent in succeeding financial years.

The total amount spent for CSR activities during the financial year 2022-23 was ₹ 762.94 million which consists of ₹ 367.87 million spent from the total CSR obligation for the financial year 2022-23, ₹ 391.86 million spent from the unspent CSR amount for the previous years and ₹ 3.21 million spent out of the interest received on the CSR unspent amounts of previous financial years transferred to separate Bank accounts.

(f) **Excess amount for set-off, if any:**

Sl. No.	Particular	Amount (₹ in million)
(i)	Two percent of average net profit of the company as per section 135 (5)	554.44
(ii)	Total amount spent for the Financial Year	367.87
(iii)	Excess amount spent for the financial year [(ii)-(i)]	--
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	8.47
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	--

7. **Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:**

Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under section 135 (6) (₹ in million)	Balance amount in Unspent CSR Account under section 135(6) (₹ in million)	Amount spent in the reporting Financial Year (in ₹ in million)	Amount transferred to any fund specified under Schedule VII as per second proviso to section 135 (5), if any.		Amount remaining to be spent in the succeeding financial years. (in ₹ in million.)	Deficiency, if any
					Amount (₹ in million)	Date of transfer		
1.	2020-21	392.20	154.33	140.99	---	---	13.34	---
2.	2021-22	272.40	272.40	250.87	---	---	21.53	---
3.	2022-23	186.57	186.57	---	---	---	186.57	---
	<b>TOTAL</b>	<b>851.17</b>	<b>613.30</b>	<b>391.86</b>	<b>---</b>	<b>---</b>	<b>221.44</b>	<b>---</b>



8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No
9. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135:

Since the projects are of long-term nature, the total amount committed to some of the projects was not spent during the year but such unspent amount related to on-going projects has been transferred to a separate Unspent CSR Account opened for this purpose by the Company.

Sd/-

**K. Nithyananda Reddy**

Vice Chairman & Managing Director

DIN: 01284195

Sd/-

**K. Nithyananda Reddy**

Chairman CSR Committee

DIN: 01284195

Place: Hyderabad

Date: May 27, 2023