

**NATURAL SUGAR AND ALLIED INDUSTRIES LIMITED**  
**SAINAGAR, RANJANI, TAH. KALLAM, DIST. OSMANABAD – 413528**  
**Corporate Social Responsibility( CSR)**

**Introduction:**

The Natural Sugar and Allied Industries Limited (NSAI) believes that, the return to the society equally important as it (NASAI) receiving from the society. . Also it believes in the social growth, with human prosperity and pursuing people, especially farmers centered development. The NSAI is incorporated with a view and vision for the social upliftment of farmers living in the company-covered area and beyond the area.

The NSAI is located at Sainagar, Ranjani Village, Th. Kallam, Dist. Osmanabad – 413528, Maharashtra, India.

**CSR Applicability:**

A Company registered under the Companies Act, 1956 [and the new act to follow]; AND

Where the Net Worth is greater than or equal to INR 500 crores [~USD 100mn]; OR

Where the Turnover has been greater than or equal to INR 1,000 crores [~USD 200mn]; OR

Where the Net Profit has been greater than or equal to INR 5 crore in any financial year.

**Compliances:**

**a. Formation of Committee:**

The Board shall constitute the Committee of Directors known as 'Corporate Social Responsibility Committee' for the administration and management of the Corporate Social Responsibility Activities and expenses to be made over CSR Activities. The Committee will decide and recommend the Board of Directors of the Company for allocation of fund for each financial year. The Committee shall consist of three directors of the Company. The Chairman of the Committee shall be an Independent Director appointed on the Board for the time being. This committee shall be called the.

**b. Functioning of the CSR Committee;**

The Corporate Social Responsibility Committee shall,—

- (a) Formulate and recommend to the Board, a Corporate Social Responsibility Policy which shall indicate the activities to be undertaken by the company as specified in Schedule VII;
- (b) Recommend the amount of expenditure to be incurred on the activities referred to in clause (a); and
- (c) Monitor the Corporate Social Responsibility Policy of the company from time to time.

**c. Disclosure in Board Report of the committee**

The composition and role of this committee shall be disclosed in the Directors' report each year. The Committee shall formulate the Company's CSR policy, recommend the amount of expense to be incurred in each CSR activity and monitor CSR activities periodically. The Committee shall report to the Board.

**d. Disclosure in the Board Report of the CSR activities:**

The Board of Directors is responsible for ensuring that the Company's CSR activities are disclosed in the Directors' report, and that the policy is complied with. More importantly, the Board will ensure that at least 2 per cent of the average net profits of the Company in the three immediately preceding years is spent on CSR activities or provide an explanation as to why not.

**e. Compliances by the Board of Directors:**

The NSAI –Board of Directors of NSAI will constitute a Committee for the administration and management of the Corporate Social Responsibility Activities and expenses to be made over CSR Activities. The Committee will decide and recommend the Board of Directors of the Company for allocation of fund for each financial year

The Board, shall ensure that the Company spends, in every financial year, at least two percent of the average net profits of the company made during the three immediately preceding financial years, in pursuance of its Corporate Social Responsibility Policy:

Provided that 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:

**f. Areas where the NSAI shall do the CSR activities**

The NSAI shall undertake the CSR Activities

- To promote preventive health care and sanitation and making available safe drinking water in the nearby localities of the plant and coal mines.
- To ensure environmental sustainability - by way of plantation and green initiation in the nearby localities of the Plant.
- To promote primary education and employment enhancing in the nearby localities of the plant.
- To undertake rural development projects in the nearby localities of the plant.
- The NSAI may also undertake certain other activities mentioned in the schedule V of the Companies Act, 2013 and Companies (CSR) Rules, 2014