

Annexure-II

**ANNUAL REPORT ON CSR ACTIVITIES FOR THE FINANCIAL YEAR ENDING
31ST MARCH, 2021**

*[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the
Companies (Corporate Social Responsibility) Rules, 2014]*

1. **A brief outline of the Company's CSR policy:** To take up following activities as per Schedule VII of the Companies Act, 2013:

Shanmukha Agritech Limited's CSR Policy intends to actively contribute to social and economic development of the communities in which we operate. And strive for economic development that positively impacts the society at large, with minimal resource footprint. Our focus areas include Healthcare, Education, and Rural Development. The Company has also placed the CSR Policy on its Website at: www.shanmukhaagritech.com.

- a. Sch VII(i)- Eradicating hunger, poverty and malnutrition, "promoting health care including preventive health care" and sanitation including contribution to the Swach Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.
- b. Sch VII(ii)- Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- c. Sch VII(iii)- 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.
- d. Sch VII(x)- Rural development projects.
- e. Sch VII(xii)- Disaster management, including relief, rehabilitation and reconstruction activities.
- f. To take up any one or combination of one or more activities as stated in Schedule VII to the Companies Act, 2013.

2. The Composition of the CSR Committee:

| Sl. No. | Name of the Director | Designation / Nature of Directorship | DIN | No. of CSR Committee Meetings held during the year | No. of CSR Committee Meetings attended during the year. |
|---------|----------------------------|--------------------------------------|----------|--|---|
| 1 | Mr. Harish Gonuguntla | Director | 03368559 | 4 | 4 |
| 2 | Mr. Srinivasa Rao Nandigam | Director | 00035849 | 4 | 4 |
| 3 | Mrs. Leelavathi Gonuguntla | Director | 00035560 | 4 | 4 |

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|----|---|---|
| 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. | The company has placed the said details on its website. |
| 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) Rules, 2014 and amount required for set off for the financial year, if any

| Sl. No. | Financial Year | Amount available for set-off from preceding Financial Years (in Rs.) | Amount required to be set-off from Financial Year, if any (in Rs.) |
|---------|----------------|--|--|
| 1 | FY 2019-20 | 0 | 0 |
| 2 | FY 2018-19 | 0 | 0 |
| 3 | FY 2017-18 | 0 | 0 |
| | Total | 0 | 0 |

6. Average Net Profit of the Company as per Section 135(5):

Average net profit of the company for last three financial years

| Sl. No. | Net Profits (Amt in Rs.) | | | Average Net Profits | 2% of Avg. Net Profits |
|---------|--------------------------|-------------|--------------|---------------------|------------------------|
| | FY 2017-18 | FY 2018-19 | FY 2019-20 | (Amt in Rs.) | |
| 1 | 2,28,80,344 | 5,24,01,007 | 11,13,05,509 | 6,21,95,620 | 12,43,912 |

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|------|--|----------------|
| 7(a) | Two percentage of average net profit of the Company as per Section 135(5): | Rs.12,43,912/- |
| (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.12,43,912/- |

8(a) CSR amount spent or unspent for the Financial Year:

| Total amount spent for the Financial Year (in Rs.) | Amount unspent (in Rs.) | | | | |
|--|--|------------------|--|-----------------|------------------|
| | Total amount transferred to Unspent CSR Account as per Section 135(6). | | Amount transferred to any Fund specified in Schedule VII as per second proviso to Section 135(5) | | |
| | Amount | Date of Transfer | Name of the Fund | Amount (in Rs.) | Date of Transfer |
| Rs.13,00,000/- | Nil | NA | NA | NA | NA |

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

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|--------|---------------------|---|---------------------|-------------------------|------------------|---|---|--|--|---|
| S. 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 | Mode of Implementation - Direct (Yes/No) | Mode of Implementation Through Implementing |

| | | | | | | | | | Section 135 (6) (in Rs.) | Agency | | |
|---|----|----|----|-------|----------|----|----|----|-----------------------------|--------|------|---------------|
| | | | | State | District | | | | | | Name | CSR Regn. No. |
| 1 | NA | NA | NA | NA | NA | NA | NA | NA | NA | NA | NA | NA |

(c) Details of CSR amount spent against **other than ongoing projects** for the Financial Year.

| (1) | (2) | (3) | (4) | (5) | | (7) | (10) | (11) | |
|--------|---|---|-----------------------|-------------------------|-----------------|--------------------------------------|---|--|---------------|
| S. 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 (inRs.) | Mode of Implementation - Direct (Yes/ No) | Mode of Implementation Through Implementing Agency | |
| | | | | State | District | | | Name | CSR Regn. No. |
| 1 | Rural Development: (For Development of Rural Areas in Vinukonda Region) | Sch VII (x) | YES | ANDHRA PRADESH | GUNTUR DISTRICT | 13,00,000 | No | SHIVASHAKTHI LILA & ANJAN FOUNDATION | --- |
| | | Total | | | | 13,00,000/- | | | |

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| (d) | Amount spent in administrative overheads: | Nil |
| (e) | Amount spent on Impact Assessment, if applicable: | NA |
| (f) | Total amount spent for the Financial Year (8b+8c+8d+8e): | Rs.13,00,000/- |

(g) Excess amount for set off, if any

| Sl No. | Particular | Amount (in Rs.) |
|--------|--|-----------------|
| (i) | Two percent of average net profit of the company as per Section 135(5) | 12,43,912/- |
| (ii) | Total amount spent for the Financial Year | 13,00,000/- |
| (iii) | Excess amount spent for the Financial Year [(ii)-(i)] | 56,088/- |
| (iv) | Surplus arising out of CSR Projects or Programmes or activities of the previous financial years, if any. | Nil |
| (v) | Amount available for set off succeeding financial years [(iii)-(iv)] | 56,088/- |

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

| S. 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 | |
| 1 | FY 2019-20 | Nil | Nil | NA | Nil | NA | Nil |
| 2 | FY 2018-19 | Nil | Nil | NA | Nil | NA | Nil |
| 3 | FY 2017-18 | Nil | Nil | NA | Nil | NA | Nil |

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

| S. No. | Project ID | Name of the Project | Financial Year in which project was commenced | Project duration | Total amount allocated for the Project (in Rs.) | Amount spent on the project in the reporting Financial Year (in Rs.) | Cumulative amount spent at the end of the reporting Financial Year (in Rs.) | Status of the Project Completed /Ongoing. |
|--------|------------|---------------------|---|------------------|---|--|---|---|
| 1 | NA | NA | NA | NA | NA | NA | NA | NA |

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| 10. | In the 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). | |
| (a) | Date of creation or acquisition of capital asset(s): | NA |
| (b) | Amount of CSR spent for creation or acquisition of capital asset: | NA |
| (c) | Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc., | NA |
| (d) | Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): | NA |

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| 11. | Specify the reason(s), if the company has failed to spend two percent of the average net profit as per Section 135(5): | NA |
|-----|--|----|

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|---|---|---|
| Signature:  | Signature:  | Signature: Not Applicable |
| Harish Gonuguntla Managing Director  | Srinivasa Rao Nandigam Chairman CSR Committee | [Person specified under clause (d) of Sub-section(1) of Section 380 of the Act.] (Where ever applicable.) |