

MARIS SPINNERS LTD
CORPORATE SOCIAL RESPONSIBILITY POLICY

PREAMBLE

Maris Spinners Corporate Social Responsibility (CSR) builds a dynamic relationship between Maris Spinners on one hand and the society and environment on the other. The key objective of Maris Spinners is to promote education, fight against hunger, provide medical relief and help in combating chronic disease and addressing environmental issues.

SHORT TITLE & APPLICABILITY

This policy, which encompasses the company's philosophy for delivering its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programmes for welfare & sustainable development of the community at large, is titled as the "**MARIS SPINNERS LTD CSR Policy**". It has been prepared keeping in mind the company's business ethics and to comply with the requirements of Companies Act, 2013 (hereinafter called as "the Act") and the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, notified by the Ministry of Corporate Affairs vide Notification dated 22nd January 2021.

This policy shall apply to all CSR initiatives and activities taken up at the various locations of the Company, for the benefit of different segments of the society, specifically the deprived, under-privileged and differently abled persons.

CSR VISION STATEMENT & OBJECTIVE

Corporate Social Responsibility of Maris Spinners is a form of corporate self-regulation integrated into a business model. Therefore, the policy will function as a built-in, self-regulating mechanism whereby the business will monitor and ensure its active compliance with the spirit of law, ethical standards and international norms.

The main objective of the Policy is to establish the basic principles and the general framework of action for the management to undertake and fulfil its corporate social responsibility.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

As per Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021, CSR Committee is not mandatory when the amount of CSR expenditure to be spent is less than Rs. 50 lakhs. Hence the constituting CSR Committee is not warranted at present and at appropriate time CSR Committee would be formed.

ROLE OF BOARD OF DIRECTORS:

- a. The Board of Directors shall, approve the CSR policy and the Annual CSR Action Plan of the company.
- b. The Board of Directors shall endeavor that the Company spends 2% of the average pretax net profits of the Company made during the 3 immediately preceding financial years in pursuance of its CSR Policy.
- c. The Board of Directors of the Company shall disclose CSR Policy and Projects approved by the Board on their website, if any, for public access.

- d. The Board shall ensure that the CSR activities are undertaken by the Company itself or through a registered and eligible Implementation Agency.
- e. The Board of the Company shall satisfy itself that the funds so disbursed have been utilized for the purposes and in the manner as approved by it and the Chief Financial Officer or the person responsible for financial management shall certify to the effect.
- f. In case of ongoing project, the Board of the Company shall monitor the implementation of the project with reference to the approved timelines and year-wise allocation and shall be competent to make modifications, if any, for smooth implementation of the project within the overall permissible time period.
- g. The Board may alter the CSR Annual Action Plan at any time during the financial year, based on reasonable justification to that effect.
- h. The Board shall ensure that the administrative overheads shall not exceed five percent of total CSR expenditure of the Company for the financial year.
- i. Where the Company spends an amount in excess of requirement, such excess amount may be set off by the Board against the requirement to spend up to immediate succeeding three financial years subject to the conditions that –
 - (i) the excess amount available for set off shall not include the surplus arising out of the CSR activities, if any.
 - (ii) the Board of the Company shall pass a resolution to that effect.

RESOURCES

FUNDING & ALLOCATION

For achieving its CSR objectives through implementation of meaningful & sustainable CSR programmes, the Company will allocate 2% of its average net profits made during the 3 immediately preceding financial years as its Annual CSR Budget.

The Annual CSR Budget shall be spent on projects / activities as laid down in this Policy.

“Administrative Overheads” expenses incurred by the Company will be used for ‘General Management & Administration’ of the Corporate Social Responsibility functions in the Company but shall not include the expenses directly incurred for the designing, implementation, monitoring, and evaluation of a particular Corporate Social Responsibility project or programme.

Any surplus arising out of the CSR activities shall not form part of the business profit of the Company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR Policy and Annual Action Plan of the Company or transfer such surplus amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year.

Transfer of unspent CSR amount. - Until a separate fund is specified by the Government, the unspent CSR amount, if any, shall be transferred by the Company to a fund specified in Schedule VII of the Act.

ACTIVITIES, PLANNING & IMPLEMENTATION

AREAS FOR ACTIVITIES

The Company shall identify projects / programmes in accordance with Schedule VII of the Companies Act, 2013 which will fall specifically in any one or more of the following areas /sectors for its CSR spending:

(i) Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.

(ii) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.

(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.

(iv) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water

(v) 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 art and handicrafts.

(vi) Measures for the benefit of armed forces veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows.

(vii) Training to promote rural sports, nationally recognized sports, paralympic sports and Olympic sports.

(viii) Contribution to the Prime Minister's National Relief Fund or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)] or any other fund set up by the Central Govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women.

(ix) Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government.

(x) Rural development projects.

(xi) Slum area development.

xii) Disaster management, including relief, rehabilitation and reconstruction activities.

The CSR projects or programs or activities undertaken by the Company as per the Company's CSR Policy in India only shall amount to CSR Expenditure in accordance with the provisions of the Act.

The Company will prefer to take up projects for spending the amount earmarked for CSR at local areas and areas where the Company operates.

All expenses and contributions for CSR activities will be made after approval from the Board and it will ensure that the expenses/contribution will be in full compliance of the CSR Policy.

Activities not covered under CSR

The following activities are **excluded** from the list of CSR activities:-

(a) Activities undertaken in pursuance of the **normal course of business** of the company.

Exception: A company engaged in research & development of a new vaccine, drugs and medical devices in their normal course of business may undertake such activities related to Covid 19 for the financial year 2021-22 & 2022-23 as CSR activities subject to following conditions :

Conditions: Such activities shall be undertaken in collaboration with any of the institutions or organizations mentioned in item ix of Schedule VII of the Companies Act 2013 and the details of such activities shall be disclosed separately in the Board's Report under the heading 'Annual report of CSR'.

(b) Any activity is undertaken by the company **outside India** except for training of Indian sports personnel representing any State at a national level or India at the International level.

(c) **Contribution** of any amount directly or indirectly to **any political party** under section 182 of the Act.

(d) The activities **benefitting employees** of the company (Apprentice engaged under the Apprentices Act 1961 are not covered under the definition of an employee)

(e) The activities supported by the companies on a **sponsorship basis for deriving marketing benefits** for its products or services;

(f) The activities carried out for the fulfilment of **any other statutory obligations under any law** in force in India

OFFICERS FOR IMPLEMENTATION

The Company shall appoint officers at its business places (Units & Corporate Office) to undertake, supervise and monitor the CSR activities and expenditures.

Such officers will be responsible to ensure that the expenditures are made in full compliance with this policy.

They will submit periodical report to the Board .

The Company will see that these officers have CSR capacities of their own and if required, they will be given required training to take up these tasks.

IMPLEMENTING AGENCY

The Board shall ensure that the CSR activities are undertaken by the Company itself or through 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

(a) 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

(b) any entity established under an Act of Parliament or a State legislature; or

(c) 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. Every entity who intends to undertake any CSR activity, shall register itself with the Central Government by filing the form CSR-1 electronically with the

Registrar.

CAPITAL ASSET

The CSR amount may be spent by the Company for creation or acquisition of a capital asset, which shall be held by -

A company established under section 8 of the Act, or a Registered Public Trust or Registered Society, having charitable objects and CSR Registration Number.

Beneficiaries of the said CSR project, in the form of self-help groups, collectives, entities; or a public authority

GENERAL

In case of any doubt with regards to any provision of the policy and in respect of matters not covered herein, a reference to be made to Board . In all such matters, the interpretation & decision of the Board shall be final.

Any or all provisions of the CSR Policy would be subject to revision/amendment in accordance with the guidelines on the subject as may be issued from the Government from time to time.

The Board reserves the right to modify, add, or amend any of provisions of this Policy as when it deems fit.

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Note-This policy has been approved by the Board of Directors of the Company at their meeting held on 13-8-2021.