

# Annexure-VII to Board's Report

## Annual Report on CSR Activities for F.Y. 2023-24

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

Sterling Tools Limited believes that while everyone is born with equal potential, not everyone is born with equal opportunity. The company's vision is to emphasize sustainable business practices that encompass economic, environmental, and social priorities, benefiting both the business and the surrounding communities.

STL's CSR philosophy is about giving back to society by addressing the needs of local communities through socially beneficial programs aimed at their transformation and sustainable development.

STL executes its CSR initiatives primarily through its social development arm, the Manohar Lal Aggarwal Foundation (formerly Sterling Tools Foundation), established in 2016. The foundation focuses on various areas, including healthcare, sanitation, education (via scholarships, smart classrooms, and improved infrastructure in government schools), rehabilitation of the destitute, and educating the needy about government schemes and plans.

A comprehensive CSR policy, approved by the CSR Committee and the Board of Directors on 5<sup>th</sup> November 2014, outlines the following areas:

- Philosophy of the Company on CSR
- CSR Policy
- Implementation
- Governance
- CSR Expenditure

The projects undertaken align with the broad framework of Schedule VII of the Companies Act, 2013. The detailed CSR policy is available on the company's website.

### 2. Composition of CSR Committee:

S. 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. Anil Aggarwal	Chairman and Managing Director	1	1
2	Mr. Jaideep Wadhwa	Non-Executive Non Independent Director	1	1
3	Mr. C.R. Sharma*	Non-executive Independent Director	1	1

\* The above composition was as on 31<sup>st</sup> March 2024, from 9<sup>th</sup> May 2024, Ms. Rashmi Urdhwareshe was appointed as new Member in place of Mr. C R Sharma

### 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://stlfasteners.com/assets/upload/investors/20240111111425-stl-csr-policy-100113962537.pdf>

### 4. Provide 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, if applicable.

Not Applicable

		(₹ in Lacs)
5	a) Average net profit of the Company as per section 135(5)	4426.51
	b) Two percent of average net profit of the Company as per section 135(5)	88.54
	c) Surplus arising out of the CSR projects or programs or activities of the previous financial years.	NIL
	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)	88.54

(₹ in Lacs)

6	a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project)	88.41
	b) Amount spent in Administrative Overheads	0.13
	c) Amount spent on Impact Assessment, if applicable	Nil
	d) Total amount spent for the Financial Year (a+b+c)	88.54

e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year.	Amount Unspent (₹ in Lacs)				
	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.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
	Not Applicable				

f) Excess amount for set off, if any

Sl. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the Company as per section 135(5)	
(ii)	Total amount spent for the Financial Year	
(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	Not Applicable
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

**7. Details of Unspent CSR amount for the preceding three Financial Years:**

(₹ in Lacs)

S. No	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under subsection (6) of section 135	Balance Amount in Unspent CSR Account under subsection (6) of section 135	Amount Spent in the Financial Year	Amount transferred to a Fund as specified under Schedule VII as per second proviso to subsection (5) of section 135, if any		Amount remaining to be pent in succeeding Financial Years (in Rs)	Deficiency, if any
					Amount	Date of Transfer		
1	2022-23	24.96	Nil	24.96	Nil	Nil	Nil	NA

**8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No**

Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per section 135(5).

Not Applicable

For and on behalf of Board of Directors

**Sterling Tools Limited****(Atul Aggarwal)**

Managing Director

DIN: 00125825

Date:- 13<sup>th</sup> August, 2024

Place:- Faridabad