

Annexure-V to Board's Report

ANNUAL REPORT ON CSR ACTIVITIES

1. A brief outline of the Company' CSR Policy including an overview of projects or programs proposed to be undertaken:

The CSR Policy of Sterling Tools Limited is based on the philosophy of giving back to the society by addressing the needs of communities residing in the local vicinity by undertaking socially useful programs for the transformation and sustainable development of the rural communities at large.

A detailed policy was framed on CSR and it was duly approved by the CSR Committee and Board of Directors vide their meeting held on 5th November, 2014. The said policy covers the followings:

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

The Projects to be undertaken, inter alia, include the promotion of education, providing preventive healthcare and providing sanitation and drinking water to those from disadvantaged sections of society, especially in the Company' local vicinity in Faridabad as well as to promote sports.

Broadly, the Projects undertaken/to be undertaken will be within the broad framework of Schedule VII of the Companies Act, 2013. The detailed CSR Policy of the Company is available on the website of the Company.

- 2. The composition of the CSR Committee:** The Company has a CSR Committee of directors comprising of Mr. Anil Aggarwal as Chairman of the Committee, Mr. Atul Aggarwal and Mr. C.R. Sharma as Members of the Committee.
- 3. Average Net Profit of the Company for the last three financial years for the purpose of computation of CSR:** Rs. 57.81 Crores
- 4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above):** Rs. 11562247/-
- 5. Details of CSR spent during the financial year:** Rs. 1,15,62,247/-
- a. **Total amount to be spent for the financial year:** Rs. 1,15,62,247/-
 - b. **Amount unspent:** Rs. NIL/-
 - c. **The manner in which the amount spent during the financial year:** The Company is managing its CSR activities through Sterling Tools Foundation, an NGO established by the Company for said purpose. The said foundation is spending on the Projects/ Activities as outlined under the CSR Policy of the Company, primarily focusing on:



- Health care
- Education including digital/smart education
- Running Orphanage and Old Age Homes
- Protection of Art & Culture
- Promoting sports including Paralympic Sports

6. In case the Company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reason for not spending the amount in its Board report.

Based on the calculation as provided in the provisions of Section 198 read with Section 135 of Companies Act, 2013, our Company was required to incur Rs. 1,15,62,247/- on Corporate Social Responsibility activities against which, the Company had actually incurred Rs. 1,15,62,247/- during Financial Year 2020-2021.

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company.

We hereby declare that the implementation and monitoring of the CSR policy are in compliance with CSR objectives.

The manner in which the amount spent by Sterling Tools Limited during the financial year is detailed below:

Sr. No.	CSR Project or Activity identified	The sector in which Project is covered	Specify the area where projects or programs were undertaken	Budget project or programs wise	Amount spent on the projects or programs	Cumulative expenditure upto the reporting period	Amount spent: direct or through implementing agency
1.	Promoting health care including preventive health care, Education, promotion of sports/Paralympic games, Art & culture	Healthcare Education Running Orphanage and Old Age Homes, Protection of Art and Culture, Promotion of Sports	Delhi, NCR	1,15,35,083/-	1,15,35,083/-	1,15,35,083/-	Through Sterling Tools Foundation (Regd.)
2.	Education	Govt. School	Palwal	27,164/-	27,164/-	27,164/-	Direct
Total				1,15,62,247/-	1,15,62,247/-	1,15,62,247/-	

For and on behalf of Board of Directors of Sterling Tools Limited

(Anil Aggarwal)
Chairman & Managing Director
DIN No. 00027214

(Atul Aggarwal)
Whole Time Director
DIN No. 00125825