

# Annexure-IV to Board's Report

## ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) FOR FY 2022-23

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

The CSR Policy of Sterling Tools Limited is based on this belief that all are born with equal potential but not with equal opportunity. The vision of the Company is to focus on sustainable business practices including economic, environmental and social priorities that not only cover business, but also the communities around us. The CSR philosophy of STL is 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 needy communities at large.

STL conducts its CSR Programs mainly through its social development arm, Sterling Tools Foundation which has been promoted by STL in 2016 to develop the community in the areas of healthcare, sanitation, supporting education through scholarships/providing better infrastructure in form of smart classes/transforming the basic infrastructure of Government schools, rehabilitating the destitute and to run the programs for educating the needy community of the Society about the various schemes/plans run by the Government including local and State Authorities.

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 05 November, 2014. The said policy covers the followings:

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

Broadly, the Projects undertaken/to be undertaken are 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. Composition of CSR Committee:

Sl. 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 & Managing Director	1	1
2	Mr. Jaideep Wadhwa	Director	1	1
3	Mr. Chhotu Ram Sharma	Non-Executive Independent Director	1	1

### 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/wp-content/uploads/2017/02/STL\\_CSR\\_Policy.pdf](https://stlfasteners.com/wp-content/uploads/2017/02/STL_CSR_Policy.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)	3,756.69
	b) Two percent of average net profit of the company as per section 135(5)	75.13
	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)	75.13

(₹ in Lacs)

6.	a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project)	49.60
	b) Amount spent in Administrative Overheads	0.57
	c) Amount spent on Impact Assessment, if applicable	NIL
	d) Total amount spent for the Financial Year (a+b+c)	50.17
	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
50.17	24.96	29 March, 2023	N.A.	N.A.	N.A.

f) Excess amount for set off, if any

Sl. No.	Designation / Nature of Directorship	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(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	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

7. Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under subsection (6) of section 135 (in ₹)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in ₹)	Amount Spent in the Financial Year (in ₹)	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 spent in succeeding Financial Years (in ₹)	Deficiency, if any
					Amount (in Rs)	Date of transfer		
Not Applicable								

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). During FY ended March 31, 2023, the Company has spent ₹50.17 Lacs. on various projects. The unspent balance of ₹24.96 Lacs, towards ongoing projects, had been transferred to the unspent CSR account and will be spent in accordance with the CSR Amendment Rules.

For and on behalf of Board of Directors

(Anil Aggarwal)

Chairman & Managing Director  
and Chairman – CSR Committee

DIN: 00027214

Date: 2 August, 2023

Place: Faridabad