

REPORT ON CSR ACTIVITIES
(Pursuant to Section 135 of the Companies Act, 2013)

1. Brief outline on CSR Policy of Company.

NETC envisions CSR as Company's commitment to conduct its business in economically, socially and environmentally sustainable manner so that the organisation serves the interest of society and create positive and lasting social impact by addressing various needs of society through its CSR programs such as promoting education, sports, health, skill & livelihood development and rural development in and around area of its operation.

CSR Policy of NETC has been drafted in line with Section 135 & Schedule VII of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014. The Statutory disclosures with respect to the CSR Committee and annual report on the CSR activities forms part of this Report. The Company's CSR policy, including overview of projects or programs undertaken or proposed to be undertaken, is provided on the Company's website.

2. The composition of CSR Committee:

In compliance of Section 135 of the Companies Act, 2013 read with the allied rules, the Company has in place CSR Committee. Below is the composition of CSR Committee as on 31.03.2024 and details of CSR Committee meetings attended by the said members during FY 2023-24:

Sl. No.	Name of Director	Designation with respect to Committee	Nature of Directorship	Number of meetings held during the year	Number of meetings attended during the year
1	Mrs. Chaitali Dutta	Chairperson	Women Director	4	4
2	Mr. R.T. Agarwal*	Member	Independent Director	4	3
3	Mr. Sanil C. Namboodiripad**	Member	Managing Director	4	3
4	Mr. Dilip N. Rozekar***	Member	Nominee Director	4	3

* Mr. R.T. Agarwal inducted as a member of the CSR Committee w.e.f. 10.5.2023.

**Mr. Sanil C. Namboodiripad inducted as a member of the CSR Committee w.e.f. 27.06.2023.

*** Mr. Dilip N. Rozekar inducted as a member of the CSR Committee w.e.f. 15.02.2023 and he has vacated his membership due to his cessation of Directorship with effect from 10.05.2024.

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:

Composition of CSR Committee: <http://netcindia.in/Composition-of-%20CSR-Committee.aspx>.

CSR Policy: <http://www.netcindia.in/CSR1.aspx>

CSR projects approved by the board: <http://www.netcindia.in/CSR1.aspx>

4. 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.

5. TOTAL CSR OBLIGATION FOR THE FINANCIAL YEAR FY 2023-24:

Sl. No.	Particulars	Amount in ₹
a)	Average Net Profit of the Company as per section 135(5)	102,66,43,914
b)	Two (2%) percent of average net profit of the company as per section 135(5)	205,32,878
c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	0
d)	Amount required to be set - off for the financial year, if any	0
e)	Total CSR obligation for the financial year (b + c – d)	205,32,878

Note: In addition to the CSR obligation as mentioned above in point no. 5(e), the following obligation were also considered for FY 23-24:

1. Commission from EESL for sale of ceiling fans to one CSR project Rs. 1,50,000/-
2. Value of Projects approved over and above two percent of average net profit as per Section 135(5)- Rs. 3,85,113/-

6. CSR AMOUNT SPENT OR UNSPENT

Sl. No.	Particulars	Amount in ₹
a)	Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project)	1,68,10,068
b)	Amount spent in Administrative Overheads	0
c)	Amount spent on Impact Assessment, if applicable	0
d)	Total amount spent for the Financial Year- (a+b+c)	1,68,10,068

e) CSR AMOUNT SPENT OR UNSPENT FOR THE FINANCIAL YEAR 2023-24:

Total Amount spent for the Financial Year (in ₹.)	Amount Unspent (in ₹)				
	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
1,68,10,068	42,58,291	30.04.2024	NA	Nil	NA

Two per cent of average net profit of the Company as per section 135(5): Rs. 205.33 Lacs (The Company has undertaken the projects of CSR for Rs. 209.18 Lacs against obligation of Rs. 205.33 lacs. Also, the Company has earned Rs. 1.50 lacs as Commission from EESL for sale of ceiling fans to one CSR project. Therefore, the Company has shown Rs. 210.68 lacs (209.18 lacs +1.50 lacs) as CSR obligation in its Financial Statements for the year ended on 31.03.2024)

(f) Excess amount for set off, if any - Nil

Sl. No.	Particular	Amount (in ₹)
i.	Two percent of average net profit of the company as per section 135(5)	205,32,878
ii.	Total amount spent for the Financial Year 23-24	1,68,10,068
iii.	Excess amount spent for the financial year [(ii)-(i)]	NIL
iv.	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
v.	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

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

1	2	3	4	5	6		7	8
Sl. No.	Preceding Financial Year	Amount transferred to unspent CSR Account under section 135(6) (in ₹)	Balance Amount in Unspent CSR Account under section 135(6) (in ₹)	Amount Spent in the Financial Year (in ₹)	Amount transferred to a fund specified under Schedule VII as per second proviso to section 135(5), if any		Amount remaining to be spent in succeeding financial years. (in ₹)	Deficiency if any
					Amount (in ₹)	Date of transfer		
1.	22-23	Nil	12,75,081	12,75,081	Nil	Nil	Nil	Nil
1	21-22	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2	20-21	Nil	Nil	Nil	Nil	Nil	Nil	Nil

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year

YES NO

If Yes, enter the number of Capital assets created/ acquired

The details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **NIL**

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
1	2	3	4	5	6		
					CSR Registration Number, if applicable	Name	Registered Address
Not Applicable							

9. 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

Sd/-
Sanil C. Namboodiripad
Managing Director
DIN: 07963665
Date: 23.08.2024

Sd/-
Chaitali Dutta
Chairperson, CSR Committee
DIN: 08681238
Date: 23.08.2024