

**Annexure "F" to Board's Report**

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2022-23**

1. <b>Brief outline on CSR Policy of the Company:</b>	<p>The Corporate Social Responsibility Policy ("CSR Policy") of the Company outlines the aim and objective behind the Corporate Social Responsibility ("CSR") projects and programmes of the Company and includes the guiding principles for selection, implementation and monitoring of CSR activities of the Company as well as formulation of the annual action plan.</p> <p>CSR Policy also contains the CSR activities to be undertaken by the Company which covers the areas of Education including Technical and Vocational Education, Rural Development, Health care and Sanitation, Employability and Empowerment, Environmental Sustainability, Animal Welfare and Soil Health, Disaster Management and Promotion of Sports. The CSR Policy also allows the Company to make contribution(s) to the Prime Minister's National Relief Fund or any other fund set up by the Central Government from time to time.</p>			
<b>2. Composition of CSR Committee:</b>				
SI. 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. Chandra Shekhar Nopany	Chairman / Non-Executive Director	2	2
2	Mr. Gaurav Mathur	Member / Executive Director	2	2
3	Ms. Radha Singh	Member / Independent Director	2	1
4	Mrs. Rita Menon	Member / Independent Director	2	1
<p><b>Note:</b> Mrs. Rita Menon was appointed as member of the Corporate Social Responsibility Committee with effect from August 04, 2022 and Ms. Radha Singh ceased to be member of the Corporate Social Responsibility Committee with effect from September 15, 2022.</p>				
3. <b>Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the company.</b>	<p align="center"><a href="http://www.chambalfertilisers.com/csroverview">http://www.chambalfertilisers.com/csroverview</a></p>			
4. <b>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.</b>	<p>The impact assessment of the following CSR projects/ programmes of the Company was carried out by Federation of Indian Chambers of Commerce and Industry ("FICCI") during the Financial Year 2022-23:</p> <ul style="list-style-type: none"> <li>i) Project Akshar - Pre-primary and School Education;</li> <li>ii) Project Saksham - Technical and Vocational Education;</li> <li>iii) Project Saakar - Rural Development Initiatives; and</li> <li>iv) Project Bhoomi - Environmental Sustainability, Animal Welfare and Soil Health Initiatives.</li> </ul> <p>The executive summary of impact assessment report of FICCI is attached herewith and detailed report is available on the website of the Company at the weblink: <a href="http://www.chambalfertilisers.com/impactassessmentreport/">http://www.chambalfertilisers.com/impactassessmentreport/</a></p>			
5. (a) Average net profit of the company as per sub-section (5) of section 135.	Rs. 1713.75 crore			
(b) Two percent of average net profit of the company as per sub-section (5) of section 135.	Rs. 34.28 crore			
(c) Surplus arising out of the CSR Projects or programmes 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)].	Rs. 34.28 crore			
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).	Rs. 33.14 crore			
(b) Amount spent in Administrative Overheads.	Rs. 1.10 crore			
(c) Amount spent on Impact Assessment, if applicable.	Rs. 0.06 crore			
(d) Total amount spent for the Financial Year [(a)+(b)+(c)].	Rs. 34.30 crore			

(e) CSR amount spent or unspent for the Financial Year:								
<b>Amount Unspent (in Rs.)</b>								
<b>Total Amount Spent for the Financial Year. (in Rs.)</b>		<b>Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135.</b>			<b>Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.</b>			
		<b>Amount.</b>	<b>Date of transfer.</b>	<b>Name of the Fund</b>	<b>Amount.</b>	<b>Date of transfer.</b>		
Rs. 34.30 crore		Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable		
(f) Excess amount for set-off, if any:								
<b>Sl. No.</b>	<b>Particular</b>						<b>Amount (in Rs. crore)</b>	
(1)	(2)						(3)	
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135						34.28	
(ii)	Total amount spent for the Financial Year						34.30	
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]						0.02	
(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)]						0.02	
7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:								
1	2	3	4	5	6	7	8	
<b>Sl. No.</b>	<b>Preceding Financial Year(s)</b>	<b>Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)</b>	<b>Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)</b>	<b>Amount Spent in the Financial Year (in Rs)</b>	<b>Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any</b>		<b>Amount remaining to be spent in succeeding Financial Years (in Rs)</b>	<b>Deficiency, if any</b>
					<b>Amount (in Rs)</b>	<b>Date of Transfer</b>		
1	Financial Year 2021-22	Nil	Nil	Nil	Nil	-	Nil	-
2	Financial Year 2020-21	Nil	Nil	Nil	Nil	-	Nil	-
3	Financial Year 2019-20	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: No If Yes, enter the number of Capital assets created/ acquired <input type="text" value="Not Applicable"/>								
<b>Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:</b>								
<b>Sl. No.</b>	<b>Short particulars of the property or asset(s) [including complete address and location of the property]</b>	<b>Pin code of the property or asset(s)</b>	<b>Date of creation</b>	<b>Amount of CSR amount spent</b>	<b>Details of entity/ Authority/ beneficiary of the registered owner</b>			
(1)	(2)	(3)	(4)	(5)	(6)			
					CSR Registration Number, if applicable	Name	Registered address	
Not Applicable								
(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)								
9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135.						Not Applicable		

Date: May 26, 2023

Gaurav Mathur  
Managing Director  
DIN: 07610237Chandra Shekhar Nopany  
Chairman - Corporate Social Responsibility Committee  
DIN: 00014587

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## Executive Summary of Impact Assessment Report

May 25, 2023

**Chambal Fertilisers and Chemicals Limited**  
Gadepan, District Kota  
Rajasthan- 325208

Dear Sir(s)

As per the provisions of the Companies (Corporate Social Responsibility Policy) Rules, 2014 ("CSR Rules"), every company having average Corporate Social Responsibility ("CSR") obligation of ten crore rupees or more in pursuance of sub-section (5) of section 135 of the Companies Act, 2013, in the three immediately preceding financial years, shall undertake impact assessment, through an independent agency, of their CSR projects having outlays of one crore rupees or more, and which have been completed not less than one year before undertaking the impact study.

We have been engaged by M/s Chambal Fertilisers and Chemicals Limited ("CFCL/ Company") to carry out impact assessment of its CSR projects and programmes in compliance of CSR Rules. Accordingly, we have carried out an Impact Assessment of CSR projects undertaken by CFCL.

The executive summary of our impact assessment findings is as under:

### STUDY AREA

Federation of Indian Chambers of Commerce and Industry carried out an impact assessment of four eligible CSR projects. These projects are **Project Akshar** – Pre-primary and School Education, **Project Saksham** – Technical and Vocational Education, **Project Saakar** – Rural Development Initiatives and **Project Bhoomi** – Environment Sustainability, Animal Welfare and Soil Health Initiatives. The assessment was carried out to ascertain the effectiveness of project initiatives and its overall impact.

### METHODOLOGY

Qualitative and Quantitative methods were adopted by reviewing and analysing documents and data pertaining to the interventions carried out by the Company. Primary research was carried out using appropriate survey tools to examine the direct and indirect impact of the project initiatives undertaken by the Company on primary and secondary stakeholders.

### SAMPLING DESIGN

To represent the widespread geographical population, a cluster sample design was deployed wherein primary stakeholders and secondary stakeholders were involved in impact assessment study through observation checklist, in-depth interviews and focus group discussions.

### IMPACT OF PROJECT AKSHAR - PRE-PRIMARY & SCHOOL EDUCATION

Project Akshar aims to enhance access to quality education in rural areas with a special focus on students from the disadvantaged background by adopting Aanganwadi Centers and Government Schools (Primary, Upper Primary, Secondary and Senior Secondary Schools) of Kota and Baran districts of Rajasthan State.

The relevant findings are as under:

- Project Akshar ensured children's basic safety and security by developing easily accessible Aanganwadi Centers and Government Schools with adequate light, proper ventilation, adequate indoor and outdoor spaces, provision of electricity with light fittings, fans and a clear exit with a boundary wall and gate.
- Provision and supply of stationery in all Aanganwadi Centers such as crayons, papers, sketch pens, colored chalks, educational toys and story books to engage children in free and group play.
- CFCL ensured the physical spaces were clean, clean drinking water was available, kitchen spaces were upgraded for cooking mid-day meals with adequate sanitation facilities. The project has been consistent in enrolling children between the age group 3 to 6 years and is attributed to the upgraded and child friendly Aanganwadi Centers.
- The Aanganwadi workers have undergone practical training from Integrated Child Development Services department and were highly motivated and confident in their tasks and assignments.
- Due to the adoption of a holistic approach by the Company in Government Primary, Upper Primary, Secondary and Senior Secondary Schools led to the all-round development and enhanced learning outcome amongst children.
- Infrastructure development that included the construction, renovation and repair of classrooms, boundary walls, playground, sanitation facilities, clean drinking water facilities created conducive learning environment for the children.
- Provision for additional classes, supplementary educators, learning materials as well as provision for school uniforms and health check-up improved the learning abilities of students.
- Project Akshar was able to promote Science Technology Engineering and Mathematics and digital fluency due to well-equipped Science and Computer Labs.
- Improvement in academic performance of Grade 10<sup>th</sup> and 12<sup>th</sup> students continued during the assessment period.
- The project promoted sportsmanship and healthy competition among students through renovation and upgradation of existing sports and play areas in Schools.
- Interactive learning environment encouraged local children to come to school regularly, which is a definite change from the usual absenteeism and high dropout rates.

- A collaborative approach was adopted for monitoring the project initiatives. CFCL, Government Departments and community members worked together to ensure smooth implementation of project. This indicates a strong stakeholder connection. Additionally, the program was successful in bringing together primary stakeholders to one platform through various interactive meetings, annual functions and exhibitions which, not only strengthen Community-Parent-School Engagement but also facilitated improving and building solidarity, awareness, and engagement for both the parents the students, and community members in the learning process.
- The government of Rajasthan awarded and appreciated the efforts of the CFCL to bring positive impact in the quality of education in Kota and Baran district of Rajasthan.

#### **IMPACT OF PROJECT SAKSHAM - TECHNICAL & VOCATIONAL EDUCATION**

Project Saksham of the Company is a strategic Skill Development program for the youth of Rajasthan that aligns with the skill vision of the country. To realize these strategic goals, CFCL has adopted five Industrial Training Institute (ITIs) and Government Polytechnic College in Baran to improve and development of technical skills of the youth.

The relevant findings are as under:

- The adopted 5 Industrial Training Institute (ITIs) are in Sangod, Sultanpur, Baran, Jhalawar and Khanpur in the Kota, Baran and Jhalawar District of Rajasthan.
- Female students continue to enroll in the adopted ITIs for the assessment year and the increasing rate of female enrolment is a positive indicator towards the shift in the perspective of the parents and society at large.
- Project Saksham was able to break down gender stereotypes and assisted in generating employment and self-employment opportunities for the female students.
- Significant improvement in infrastructure facilities resulted in providing a safe and secure learning environment for the students.
- Well-equipped workshops and state-of-the-art practical labs provided students with practical knowledge and exposure for industry readiness.
- Students are exposed to shop floor practices and are aligned with industry needs through training. They also get ample opportunities to attend lectures and training provided by subject matter experts that are aligned with the industry requirements.
- During the assessment year, placement of eligible students from the adopted ITIs was hundred per cent. Some of the students started their own ventures and some students joined higher education after finishing their courses.

#### **PROJECT SAAKAR – RURAL DEVELOPMENT INITIATIVE**

Project Saakar of the Company aims to create inclusive and sustainable communities through the construction of roads, installation of street lights, crematoriums, drains and waste bin, and community hall which were beneficial for the villagers.

The relevant findings are as under:

- Project Saakar was able to improve community infrastructure in the selected villages by focusing on sanitation, drinking water facilities, village internal roads, development and strengthening of rural health infrastructure, improvement of infrastructure such as drains and waste bins and creating awareness through community mobilisation.
- The project adopted a human-centric and bottom-up approach. Qualitative interactions revealed that most of the street lights are strategically placed to ensure benefit to large number of community members by installing on main junctions and intersections of the village.
- The project was able to leverage government schemes like - Gram Sadak Yojana for the construction of all-weather road networks, Jal Jeevan Mission scheme to ensure clean and potable water supply to each household and the construction of toilet facilities under Swachh Bharat Abhiyan and also focused on waste segregation in the adopted villages.

#### **IMPACT OF PROJECT BHOOMI - ENVIRONMENT SUSTAINABILITY, ANIMAL WELFARE AND SOIL HEALTH**

To address the issue of outdated farming practices followed by the farmers and limited access to the new farming technology, Project Bhoomi provide soil testing services, educate farmers on soil quality, encourage crop rotation, and introduce new crop varieties through establishment of state-of-the-art soil testing laboratory.

Relevant findings are as under:

- Project Bhoomi successfully mainstreamed and leverage digital technology during the COVID-19 lockdown to provide key information to the farming community on Soil Health Management Practices.
- The project was able to leverage digital technology by integrating digital channels like WhatsApp, Phone calls and Radio Talks to support farmers with knowledge and guidelines issued by authorities.
- Digital platforms significantly helped farmers to receive timely information.
- Soil testing services continued, and information was provided at the doorstep of the farmers even during the COVID-19 lockdown.
- Farmer outreach program triggered the change in farming practices and provided farmers with soil health status, which is helping them to optimize farm input usage on their farms.

The detailed Impact Assessment Study report is being submitted separately.

**For Federation of Indian Chambers of Commerce and Industry**

**Name : UMA SETH**

**Designation : SR. DIRECTOR**