

Annexure "F" to Board's Report
ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2023-24

1.	Brief outline on CSR Policy of the Company:	The CSR Policy of the Company lays down the aims and objectives of CSR projects and programmes. The Policy also lays down the guiding principles for selection, implementation and monitoring of CSR activities.		
2.	Composition of CSR Committee:			
	Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year
	1	Mr. Chandra Shekhar Nopany	Chairman / Non-Executive Director	2
	2	Mr. Gaurav Mathur *	Member / Executive Director	2
	3	Mr. Abhay Bajjal #	Member / Executive Director	2
	4	Ms. Rita Menon	Member / Independent Director	2
	*Ceased to be member w.e.f. July 21, 2023. # Inducted as member w.e.f. July 21, 2023.			
3.	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.	http://www.chambalfertilisers.com/csroverview		
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.	<p>Impact assessment of following CSR projects/programmes was carried out by Grant Thornton Bharat LLP (Grant Thornton) during the Financial Year 2023-24:</p> <ul style="list-style-type: none"> i) Project Akshar - Pre-primary and School Education; ii) Project Saksham - Technical and Vocational Education; iii) Project Saakar - Rural Development Initiatives; iv) Project Arogya - Healthcare and Sanitation; and v) Disaster Management. <p>Executive summary of Impact Assessment Report of Grant Thornton is attached herewith, and the full Impact Assessment Report is available on the website of the Company on the weblink: http://www.chambalfertilisers.com/impactassessmentreport/</p>		
5.	(a) Average net profit of the company as per sub-section (5) of section 135.	Rs.1757.83 Crore		
	(b) Two percent of average net profit of the company as per sub-section (5) of section 135.	Rs.35.16 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. 35.16 Crore		
6.	(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).	Rs. 34.12 Crore		
	(b) Amount spent in Administrative Overheads.	Rs. 0.97 Crore		
	(c) Amount spent on Impact Assessment, if applicable.	Rs. 0.16 Crore		
	(d) Total amount spent for the Financial Year [(a)+(b)+(c)].	Rs. 35.25 Crore		

(e) CSR amount spent or unspent for the Financial Year:								
Total Amount Spent for the Financial Year (in Rs.)		Amount Unspent (in Rs.)						
		Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135.			Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.			
		Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.		
Rs. 35.25 Crore		Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable		
(f) Excess amount for set-off, if any:								
Sl. No.	Particular						Amount (in Rs. Crore)	
(1)	(2)						(3)	
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135						35.16	
(ii)	Total amount spent for the Financial Year						35.25	
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]						0.09	
(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)]						0.09	
7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:								
1	2	3	4	5	6		7	8
Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any		Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of Transfer		
1	Financial Year 2022-23	Nil	Nil	Nil	Nil	-	Nil	-
2	Financial Year 2021-22	Nil	Nil	Nil	Nil	-	Nil	-
3	Financial Year 2020-21	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 If Yes, enter the number of capital assets created/ acquired <input type="text" value="09"/>								
Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:								
Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pin code 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)			
1.	9 HP Notebooks - K K Birla Memorial Society C/o CFCL Gadepan District Kota, Rajasthan PIN 325208	325208	16.03.2024	Rs. 8,86,132.80	CSR Registration Number, if applicable CSR00003240	Name K K Birla Memorial Society	Registered address CFCL Gadepan District Kota, Rajasthan PIN 325208	
(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 07, 2024

Abhay Bajjal
Managing Director
DIN: 01588087

Chandra Shekhar Nopany
Chairman - Corporate Social Responsibility Committee
DIN: 00014587

Executive Summary of Impact Assessment Report

May 7, 2024

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:

This report presents the impact of CFCL's CSR projects which was gauged through interactions with beneficiaries and stakeholders. The assessment used a mixed methods research design that included both quantitative and qualitative data collection.

Approach and methodology

For the study, APICS (Accessibility, Performance, Importance, Coherence, Sustainability) framework was used to critically analyze the projects. Tools for stakeholder interactions i.e., in-depth interviews and focus group discussions were developed and administered on the site. The questions focused on collecting data relating to functioning of the programmes, the degree of awareness and acceptance of the initiatives, and key challenges with respect to implementation and suggestions. Presented below are the details of the APICS framework utilized for the assessment:

Framework	Description
Accessibility	Capability of the project to involve different stakeholders for equitable access to services.
Performance	Capability of the project to achieve objectives and goals in the most economical ways.
Importance	Criteria to evaluate significance of a current project vis-à-vis the needs/priorities of the stakeholder and does it provide relevant solutions.
Coherence	Criteria to evaluate current project similarities with interventions of the Government / partners and ascertaining the applicability of the learning.
Sustainability	Capability of a project to ensure the likely continuity of interventions by the stakeholders after withdrawal.

About the projects under the scope of assessment

Project Akshar: Pre-primary & School Education	Aimed at improving access to education for disadvantaged students through improvements in Government Anganwadi centers and Government Schools. This involves improving infrastructure facilities, engagement of academic staff, focus on quality education, educational materials which substantially improves educational outcomes.
Project Saksham: Technical and Vocational Education	Aimed at empowering youth with technical skills aligned with national goals, through adoption of technical institutions- ITI and Polytechnic colleges. Also, focuses on practical training, personality development courses, placements, certificate courses and improved infrastructure.
Project Saakar: Rural Development Initiatives	Facilitates sustainable progress in villages by focusing on infrastructure improvement, leveraging government schemes, and empowering local communities thus leaving a lasting impact on socio-economic well-being.
Project Aarogya: Healthcare and Sanitation Initiatives	Promotes community well-being through adoption of Primary Health Centers and providing basic healthcare facilities and introduction of modern healthcare equipments in adopted centers.
Disaster Management	Provides timely relief and support during crises by extending assistance to affected communities and enhancing healthcare infrastructure, ensuring swift recovery and resilience.

The following is a brief overview of the projects:

Key Findings

Project Akshar

CFCL has adopted 52 Government schools and 47 Aanganwadi centres in Kota and Baran districts of Rajasthan. 32 Government schools are also supported in selected villages of Haryana, Punjab, and Madhya Pradesh.

Key findings are:

- The study found many positive indicators underscore the effectiveness of the initiative. 84% of the respondents expressed satisfaction in attending remedial classes. They found numerous aspects of the classes satisfactory, with 95% of respondents marking 4 and above on a scale of 5.
- Additionally, the feedback from parents on pre-primary educational initiative indicates that CFCL's infrastructure improvements have resulted in a notable increase in parents' willingness to enrol their children in Aanganwadi centres. This helps the children to access an ambience that develops their learning abilities. This indicates effective achievement of the goals, as children are more engaged and motivated to learn.

Project Saksham

CFCL has adopted 5 Government Industrial Training Institutes (ITIs) - Sangod, Sultanpur, Baran, Jhalawar and Khanpur with Government of Rajasthan under the scheme "Adoption of 1396 ITIs under PPP Mode". To expand its skill initiative, CFCL has also adopted Government Polytechnic College Baran. The ITIs are offering 10 employable trades to the students, while 4 diploma engineering branches are available for youth in Polytechnic College.

Key findings are:

- The students rated the trainings positively across various aspects such as trainer knowledge, teaching materials and methods, and training effectiveness of certificate courses like Occupational Health and First Aid and Fire and Safety.
- The workshops were also highly rated by the students, as it offers students practical skills and knowledge that are directly applicable to various industries and professions.

Project Saakar

Under the Rural Development Initiative, CFCL is making efforts to build quality infrastructure facilities for the communities. Some of the key activities identified by the Company are - construction of community hall and community shed, cement concrete roads with effective drainage system, pond rejuvenation, toilet construction, development of recreational areas for the community etc.

Key findings are:

- Panchayati Raj Institutions and community members of the villages located near the plant mentioned that CFCL exhibited a commitment to deliver high-quality infrastructural support that facilitates socio-economic progress in the region. The infrastructural interventions by CFCL are characterized by their meticulous planning, execution, and sustainability.
- Through the interactions it was gauged that the infrastructural support provided by CFCL has proven to be effective in improving the lives of the local community. In Gram Panchayats, the construction of roads and community halls has not only improved connectivity but also facilitated social cohesion and economic development, as construction was done in strategic places that connected key village infrastructure such as the community hall, link to the main highway and the panchayat office.

Project Arogya

With the aim to promote quality healthcare facilities for the community at their doorstep, CFCL has adopted 3 Government Primary Health Centre (PHC) in Kota district of Rajasthan, and developed these centres in line with any private hospitals with all basic amenities and modern equipment.

Key findings are:

- Beneficiaries expressed satisfaction with the quality of equipment provided at all the PHCs and mentioned that CFCL's efforts have helped them meet most of their healthcare needs at the village level. It was also noted that the PHCs adopted by CFCL were significantly superior to those that were not adopted due to the improved infrastructure and additional testing facilities that were installed in the adopted PHCs. Additionally, 98% of the beneficiaries stated that they had benefitted from the PHCs as it has reduced the cost of healthcare for them.
- The Women's Health Group intervention garnered positive feedback from beneficiaries, who expressed feeling empowered by the knowledge they have acquired. Many respondents mentioned enhanced confidence in decision-making, particularly regarding family planning, child-rearing, and sanitation practices. This further underscores the effectiveness of the intervention in addressing women's health needs and empowering them in the community.

Disaster Management

CFCL had taken initiatives to combat the COVID-19 pandemic and assisted the community with medical facilities like 10 PSA based oxygen plants, oxygen concentrators, and other medical equipment. CFCL is also assisting the community at large, during other natural calamities.

Key findings are:

- PHC and Community Health Centre (CHC) staff attested to the fact that the oxygen concentrators and oxygen plant (CHC Sultanpur) helped to a large extent to ensure effective patient care. They ensured consistent delivery of oxygen at the prescribed levels, which was crucial for providing oxygen support to the patients during COVID-19 pandemic.
- 100% of hospital staff stated that they were able to provide immediate medical grade oxygen supply to patients in need. The intervention demonstrates its effectiveness through the quality of oxygen produced by the oxygen plant and the oxygen concentrators. This ensured reliable supply of medical grade oxygen at a high level of purity, for patient care.

Based on comprehensive impact assessment conducted across various CFCL's CSR projects, it is evident that these initiatives have made significant strides in improving the lives of beneficiaries and communities. Through these projects, CFCL has not only addressed key socio-economic and health challenges but has also demonstrated a strong commitment to corporate social responsibility.

Based on the discussions held with various stakeholders for the projects, CFCL may consider a more comprehensive approach to community development. Recommendations include:

- Expanding educational offerings and promoting teacher training and technology integration through Project Akshar.
- For Project Saksham, implementing women's empowerment initiatives and providing advanced employability skill training are suggested.
- For Project Saakar, prioritizing repair and maintenance of infrastructural assets and promoting environmental sustainability practices are crucial.
- For Project Arogya, extending health service timings, providing local investigative pathology services, increasing health checkup frequency, and raising awareness about diabetes and blood pressure are essential recommendations. These initiatives collectively aim to enhance community well-being and address socio-economic challenges effectively.

For **Grant Thornton Bharat LLP**

Name : Abhishek Tripathi

Designation: Partner