

**CORPORATE SOCIAL
RESPONSIBILITY POLICY**

OF

SM ELECTRONIC TECHNOLOGIES PRIVATE LIMITED

IN PURSUANT TO THE SECTION 135 OF THE COMPANIES ACT, 2013

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1. CONCEPT

a. Short title & Applicability

In pursuance to the Companies (Corporate Social Responsibility Policy) Rules, 2014 read with Section 135 of the Companies Act, 2013, the Corporate Social Responsibility Committee formed by the Company has framed a policy which encompasses the company's philosophy for defining its responsibility as a corporate citizen and lays down the guidelines and mechanism for promotion of general welfare of the society by contributing immensely towards fulfillment of social, environmental and economic responsibilities in consonance with the objects mentioned in Schedule VII of the Companies Act, 2013.

The guidelines and mechanism for undertaking socially useful programmes for welfare & sustainable development of the community at large, is titled as the 'SM ELECTRONIC CSR'.

b. CSR VISION STATEMENT

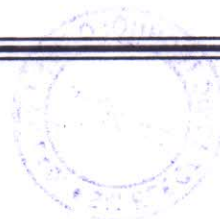
In alignment with vision of the company, **SM ELECTRONIC TECHNOLOGIES PRIVATE LIMITED**, through its CSR initiatives, will continue to enhance value creation in the society and in the community in which it operates, and strive hard for the upliftment of underprivileged sections of the society, provide shelter and education to the needy and eradication of illiteracy, Women empowerment and poverty through its services, and thereby promote sustained growth of the society and community, with environmental concern.

c. OBJECTIVE

- Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation and making available safe drinking water;
- Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro-forestry, conservation of natural resources and maintaining quality of soil, air and water;
- Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts;
- Measures for the benefit of armed forces veterans, war widows and their dependents;
- Training to promote rural sports, nationally recognised sports, Paralympic sports and Olympic sports;



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- Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Schedule Tribes, other backward classes, minorities and women;
- Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
- Rural development projects; and
- Slum Area Development.

2. RESOURCES:

a. Corpus & Allocation of Funds

For achieving its **SM ELECTRONIC CSR** objectives through implementation of the meaningful & sustainable CSR programmes, through a registered Trust or by any other means as defined under the Companies (Corporate Social Responsibility Policy) Rules, 2014 read with Section 135 of the Companies Act, 2013 and the Company will allocate at least two percent of the average net profits of the Company made during the three immediately preceding financial years as its Annual CSR Budget.

From the annual CSR Budget allocation, a provision will be made towards the different expenditure heads, on a year-on-year basis as mentioned in the policy.

b. Overall Budget distribution for CSR

Allocation of the Annual Budget for CSR activities in any given year, will not be less than 2% of the average net profits of the Company made during the three immediately preceding financial years the CSR allocation for the previous year.

3. PLANNING/SELECTION

- Area of CSR activities:** CSR programs identified would normally fall within the local area and areas around it where it operates.
- Identification of Programmes:** The Company can identify the programmes or project-based programmes or activities and entrust same to the registered CSR trust or any other trust/organisation or can work jointly with such organization to undertake such activities.
- Project based approach:** The Company will follow a project-based accountability approach to stress on the long-term sustainability of CSR projects,

4. IMPLEMENTATION:

CSR programmes as may be identified by the Company will be required to be put up to the Board at the beginning of each financial year with due recommendations of the CSR Committees.



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