

# **G M BREWERIES LIMITED**

## **CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY**

## 1. Introduction

This Corporate Social Responsibility Policy (“the CSR Policy”) has been framed and adopted by G M Breweries Limited (the “Company”) in accordance with the Section 135, Schedule VII of the Companies Act, 2013 and CSR Rules issued by the Ministry of Corporate Affairs and as amended from time to time.

Unless the context otherwise requires, the definitions mentioned in the notification dated January 22, 2021 and the Companies Act, 2013 shall apply to this CSR Policy. The Board may review and amend this policy from time to time subject to the recommendations of Corporate Social Responsibility Committee.

## 2. CSR OBJECTIVES

The main objective of CSR Policy is to lay down guidelines for Corporate Social Responsibility activities for the Company. CSR is connected with the concept sustainability which enables creation and distribution of wealth for the betterment general public, its stakeholders and society at large.

The management of the Company expresses its willingness and support to the CSR concept and shall abide to it. The CSR initiatives focus on holistic development of host communities and create social, environmental and economic value to the society.

To pursue these objectives we will continue to:

- 1) Work actively in areas of eradication of hunger and poverty, provide opportunity and financial assistance for the promotion of education, provide medical aid to the needy and down trodden.
- 2) Collaborate with likeminded bodies like Voluntary organizations, charitable trusts, governments and academic institutes in pursuit of our goals.
- 3) Interact regularly with stakeholders, review and publicly report our CSR initiatives.

## 3. CSR COMMITTEE:

The Company has constituted Corporate Social Responsibility Committee (the “CSR Committee”) in line of Section 135 of the Companies Act, 2013. The CSR Committee is consisting of five members of the Board and is headed by non-executive director. The CSR committee consists of the following members of the Board :

Sr. No.	Name of Director	Category
1	Mr. Shantilal Haria	Chairman
2	Mrs. Urmi Shah	Member
3	Ms. Shivani Soni	Member

The Board of Directors to, inter alia, have the following powers:

- To formulate and recommended CSR Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013 and rules made thereunder.
- To recommended the amount of expenditure to be incurred on the CSR activities.
- To monitor the implementation of framework of CSR Policy.
- Recommend the CSR budget
- To carry out any other function from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable, necessary or appropriate for performance of its duties.

#### **4. CSR ACTIVITY:**

- I. The Board of a Company may decide to undertake its CSR Activity through a registered Public Trust or a registered society, registered under section 12A or 80G of the Income Tax Act, 1961 or a Company established by the Company or its holding or subsidiary or associate company under section 8 of the Act or otherwise: Provided that if such public trust, society or company is not established by the Company or its holding or subsidiary or associate company, it shall have an established track record of three years in undertaking similar programs or projects.
- II. The Scope of this policy will extend to activities as stated under Schedule VII of the Companies Act, 2013, as presently in force and additional matters as may be notified by Ministry of Corporate Affairs or such other body, as appointed / notified by Central or State Government from time to time.

#### **5. CSR SPEND AND CSR EXPENDITURE**

- I. The Company shall spend for financial year minimum 2% of the average profit of three immediately preceding financial years or where the Company has not completed the period of three financial years since incorporation, during such immediately preceding financial year.
- II. The Company may spend more amount than the amount prescribed under section 135 of the Companies Act, 2013 for the CSR activity for any financial

year and such excess may be set off against the requirement to spend up to immediate succeeding three financial year.

- III. CSR expenditure shall include all expenditure including contribution to corpus for projects or programs relating to CSR activities approved by the Board but does not include any expenditure on an item not in conformity or not in line with activities which fall within the approved CSR activity.
- IV. Surplus arising out of CSR projects or programmes or activities shall not form part of business profit of the Company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR Policy and annual action plan of the Company or transfer such surplus amount to a Fund specified in Schedule VII, within a period of six months of the expiry of the financial year.
- V. If Company fails to spend the amount, as stated hereinabove, then reason for not spending shall be stated in the Director's Report and transfer such unspent amount to a fund specified in Schedule VII within a period of six months of the expiry of financial year.

## **6. IMPLEMENTATION AND MONITORING BY BOARD**

- I. After prioritizing the activity, the Board shall finalize the detail implementation project/programme, including planning for expenses against the total budget allocated for CSR activities.
- II. The Board of Directors shall constantly monitor the implementation of the CSR activities. The CSR Committee shall place a progress report, including details of expenses, before the Board on quarterly basis.

## **7. DISCLOSURES:**

The contents of the approved CSR Policy, shall be disclosed in the Board's Report and displayed on the Company's website, if any.

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