



ANNEXURE D-7 TO THE DIRECTORS' REPORT

ANNUAL REPORT ON CSR ACTIVITIES FOR THE FINANCIAL YEAR 2020-21

1. A brief outline on CSR policy of the Company

Our CSR Vision

"To actively contribute to the social and economic development of the communities in which we operate. In so doing, to build a better, sustainable way of life for the weaker sections of society and to raise the country's human development index".

The Company is vigilant in its enforcement towards corporate principles and is committed towards sustainable development and inclusive growth. The company constantly strives to ensure strong corporate culture which emphasizes on integrating CSR values with business objective. It also pursues initiatives related to quality management, environment preservation and social awareness.

OUR CSR MISSION

The mission of our CSR projects are to –

- Demonstrate commitment to the common good through responsible business practices and good governance
- Actively support the state's development agenda to ensure sustainable change
- Set high standards of quality in the delivery of services in the social sector by creating robust processes and replicable models
- Engender a sense of empathy and equity among employees of PML to motivate them to give back to the society

PROJECTS OR PROGRAMMES PROPOSED TO BE UNDERTAKEN

Any activity as provided in the Schedule VII of the Companies Act, 2013 as decided by the CSR Committee as per the CSR Policy of the Company. During the year under review, the Company has undertaken CSR activities as per report given under point no. 8.

The CSR Policy of the Company is available on the website of the Company under the following weblink:-

<https://www.paulmerchants.net/paulmerchants/wp-content/uploads/2021/06/CSR-Policy.pdf>

2. Composition of CSR Committee:-

(As on 31.03.2021)

| Sr. 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. | Sh. Sandeep Bansal | Chairman/ Non-Executive Non-Independent Director | 4 | 4 |
| 2. | Sh. Rajneesh Bansal | Member/ Managing Director | 4 | 4 |
| 3. | Sh. Vigyan Prakash Arora | Member/ Non-Executive Independent Director | 4 | 4 |

The Board of Directors of the Company in its meeting held on 08.06.2021 had reconstituted the Corporate Social Responsibility (CSR) Committee w.e.f. 01.07.2021. Accordingly the Composition of CSR Committee w.e.f. 01.07.2021 is as under: -

| Sr. No. | Name of Director | Designation /Nature of Directorship |
|---------|--------------------------|---|
| 1. | Sh. Sat Paul Bansal | Chairman / Non-Executive Non-Independent Director |
| 2. | Sh. Rajneesh Bansal | Member / Managing Director |
| 3. | Sh. Vigyan Prakash Arora | Member / Non-Executive Independent Director |

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:

- **CSR Committee:** <https://www.paulmerchants.net/paulmerchants/wp-content/uploads/2021/07/CSR-committee-Composition-1.pdf>
- **CSR Policy:** <https://www.paulmerchants.net/paulmerchants/wp-content/uploads/2021/06/CSR-Policy.pdf>
- **CSR Projects:** <https://www.paulmerchants.net/paulmerchants/wp-content/uploads/2021/07/CSR-Projects-for-FY-2021-22.docx>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable as the company is not having average CSR obligation of Rs. 10 crores or more in pursuance of subsection (5) of section 135 of the Act, in the three immediately preceding financial years

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: **NA**

| Sl. No. | Financial Year | Amount available for set-off from preceding financial years (in Rs) | Amount required to be setoff for the financial year, if any (in Rs) |
|---|----------------|---|---|
| No such amount is available for set off | | | |

6. **Average net profit of the company as per section 135(5):** Rs. 18,03,87,022/- (Rupees Eighteen Crores Three Lakhs Eighty Seven Thousand Twenty Two Only)

7. **(a) Two percent of average net profit of the company as per section 135(5):-** Rs. 36,07,741/- (Rupees Thirty Six Lakhs Seven Thousand Seven Hundred Forty One Only)



Rounded off to Rs. 36,50,000/- (Rupees Thirty Six Lakhs Fifty Thousands Only) while approving the budget.

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

(c) Amount required to be set off for the financial year: Nil

(d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 36,50,000/- (Rupees Thirty Six Lakhs Fifty Thousands Only).

8. (a) 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 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 |
| 37,19,330 | Not required | Not Applicable | Not Applicable | Not required | Not Applicable |

(b) Details of CSR amount spent against ongoing projects for the financial year:

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
|----------------|----------------------|--|---------------------|--------------------------|------------------|--|--|--|---|--|
| S.No. | Name of the Project. | Item from the list of activities in Schedule VII to the Act. | Local area (Yes/No) | Location of the project. | Project duration | Amount allocated for the project (in Rs.). | Amount spent in the current financial Year (in Rs.). | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.) | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency |
| | | | | State District | | | | | | Name CSR Registration number. |
| Not Applicable | | | | | | | | | | |

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 |
|---|---|---|---|---|---|---|---|
|---|---|---|---|---|---|---|---|



| Sr. No. | Name of the Project | Item from the list of activities in schedule VII to the Act. | Local area (Yes/No). | Location of the project | | Amount spent for the project (in Rs.) | Mode of implementation - Direct (Yes/No) | Mode of implementation - Through implementing agency. | |
|---------|--|--|----------------------|-------------------------|------------|---------------------------------------|--|---|-------------------------|
| | | | | State | District | | | Name | CSR registration number |
| 1. | Covid-19 related assistance & relief | Promoting Health Care | Yes | Chandigarh | Chandigarh | 10,00,000 | No. | Indian Red Cross Society | -- |
| 2. | Covid-19 related assistance & relief | Promoting Health Care | Yes | All India | All India | 11,00,000 | No | PM CARES Fund (a public charitable trust and a dedicated national fund established by the Central Government) | - |
| 3. | Running Ambulance Service | Promoting Health Care | Yes | Punjab | Barnala | 1,10,000 | No | Mini Sahara Welfare Club, Tapa Mandi (a Registered Society) | -- |
| 4. | Construction of Diagnostic Centre for the purpose of providing free diagnostic services to needy and weaker section of the Society | Promoting Health Care | Yes | Haryana | Panchkula | 4,00,000 | No | Maharaja Aggarsain Charitable Trust (A Registered Trust) | -- |
| 5. | Supply of Fodder, Medicines for Cows and salary of workers in the Cowshed | Animal Welfare | Yes | Punjab | Barnala | 80,000 | No | Tapasvi Sant Baba Balwant Muni Ji Gaushala, | - |



| | | | | | | | | (a Registered Society) | |
|--------------|--|---|-----|---------------|------------|------------------|-----|---|---|
| 6. | Supply of Fodder for Cows | Animal Welfare | Yes | Chandigarh | Chandigarh | 43,200 | No | Shirdi Sai Samaj (a Registered Trust) | - |
| 7 | Running of Training Centre for providing free of cost training in Stitching & Tailoring Activities for needy Women | promoting employment enhancing vocational skills | Yes | Punjab | Barnala | 74,100 | Yes | - | - |
| 8 | Scholarship to Bright and needy Girl Students of DAV School, Sector 7, Chandigarh | Promoting Education | Yes | Chandigarh | Chandigarh | 4,71,000 | Yes | - | - |
| 9 | Renovation of Shri Ram Janambhoomi Temple | Restoration of buildings and sites of historical importance | Yes | Uttar Pradesh | Ayodhya | 2,51,000 | No | Shri Ram Janambhoomi Teerth Kshetra (a Trust set up by Government of India) | - |
| TOTAL | | | | | | 35,29,300 | | | |

d. Amount spent in Administrative Overheads: Rs. 1,90,030/-

e. Amount spent on Impact Assessment, if applicable: Not Applicable

f. Total amount spent for the Financial Year (8b+8c+8d+8e) : Rs. 37,19,330

g. Excess amount for set off, if any: 69,330/-

| Sr. No. | Particular | Amount (in Rs.) |
|---------|--|---|
| (i) | Two percent of average net profit of the company as per section 135(5) | 36,07,741/- (Rounded off to Rs. 36,50,000) |
| (ii) | Total amount spent for the Financial Year | 37,19,330/- |



| | | |
|-------|---|----------|
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 69,330/- |
| (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)] | 69,330/- |

9. (a) Details of Unspent CSR amount for the preceding three financial years:

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.) | Amount spent in the reporting Financial Year (in Rs.) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any | | | Amount remaining to be spent in succeeding financial years. (in Rs.) |
|---------|--------------------------|--|---|---|-----------------|------------------|--|
| | | | | Name of the Fund | Amount (in Rs.) | Date of transfer | |
| NIL | | | | | | | |

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
|---------|------------|----------------------|---|------------------|---|---|--|---|
| Sl. No. | Project ID | Name of the Project. | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project (in Rs.) | Amount spent on the project in the reporting Financial Year (in Rs) | Cumulative amount spent at the end of reporting Financial Year. (in Rs.) | Status of the project - Completed /Ongoing. |
| NIL | | | | | | | | |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details). **Not Applicable**

- (a) Date of creation or acquisition of the capital asset(s).
- (b) Amount of CSR spent for creation or acquisition of capital asset.
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.



(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. 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/-

Vigyan Arora
Independent Director, Member CSR Committee

Sd/-

Sat Paul Bansal
Chairman CSR Committee

For & On Behalf of the Board

For & On Behalf of the Board

(RAJNEESH BANSAL)
MANAGING DIRECTOR
(DIN 00077230)

(DHARAM PAL SHARMA)
WHOLE TIME DIRECTOR
(DIN 07284332)

PLACE: CHANDIGARH
Date: August 12, 2021