

Annual Report on CSR Activities for the Financial Year 2020-21

1. Brief outline on CSR Policy of the Company.

- Company has formulated a CSR Policy in line with the Companies Act, 2013 which has been recommended by duly constituted CSR Committee of the Board and approved by the Board. The policy is available at Company's website at www.mstcindia.co.in.
- The vision of the Policy is blending responsible business with inclusive growth and Sustainable Development for protecting environment, conserving resources and improving human health and education.
- Board shall constitute a CSR Committee with an Independent Director as Chairman. Nodal officers shall implement the decisions taken by the Committee. Company Secretary shall be secretary to the Committee.
- The Committee shall recommend budget, the projects to be taken up, and the method of implementation. The Committee and the Board shall ensure that at least 2% of the average Profit Before Tax (PBT) of preceding 3 years is the budget for the current year.
- Activities shall include all activities covered under Annexure to the CSR Policy of the Company which includes inter alia, items as provided under Schedule VII of the Companies Act, 2013 and DPE guidelines. Additionally, any Govt. guidelines/instructions shall be considered by the Committee/Board.
- MSTC shall also encourage collaborative projects with other PSUs, Govt. agencies, NGOs, if required, on the basis of merit of the project.

2. Composition of CSR Committee:

The details regarding Composition of CSR Committee, number of meetings held during the year and attendance records can be referred from the section of Corporate Social Responsibility (CSR) Committee in the Corporate Governance Report.

3. Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company on the following web-link:

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|---------------------------------|---|
| a. Composition of CSR committee | https://www.mstcindia.co.in/content/BODComm.aspx |
| b. CSR Policy | https://www.mstcindia.co.in/MSTC_Static_Pages/frontpage/CSR/CSR_Home.htm |
| c. CSR projects | https://www.mstcindia.co.in/MSTC_Static_Pages/frontpage/CSR/CSR_Home.htm |

4. 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

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

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (₹ in lakh)	Amount required to be set-off for the financial year, if any (₹ in lakh)
1	2019-20	54.00*	Nil
	Total	54.00	Nil

6. Average net profit of the company as per section 135(5) (₹ in lakh): ₹ (937.60)

7. Details of CSR obligation for the financial year.

Sl. No.	Particulars	Amount (₹ in lakh)
a.	Two percent of average net profit of the company as per section 135(5)	(18.75)
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, if any	Nil
d.	Total CSR obligation for the financial year (7a+7b-7c).	(18.75) i.e. Nil*

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	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
Nil*	Nil		Nil		

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. 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 ₹)	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹)	Mode of Implementation Direct (Yes/No)	Mode of Implementation Through Implementing Agency
State. District.									Name	CSR Registration No.
Nil*										

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. 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 ₹)	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency
State. District.							Name CSR Registration No.
Nil*							

(d) Amount spent in Administrative Overheads : Nil

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

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : Nil

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	Nil
(ii)	Total amount spent for the financial year	Nil
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(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)]	Nil

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***Note:** The Company has incurred losses in the financial year 2018-19. Further as the Average Profit Before Tax is ₹ (937.60) lakh, it was decided by the CSR Committee and the Board that during the financial year 2020-21 there will not be any budget for CSR expenditure. Accordingly, during the financial year 2020-21 no CSR project was undertaken.

During the financial year 2018-19 company has undertaken CSR project of ₹ 254.00 lakh against the CSR Fund of ₹ 200.00 lakh. Company had spent the entire CSR budget of ₹ 200.00 lakh. The unspent sanctioned amount, which however exceeded the mandatory limit of CSR expenditure as per the provisions of the Companies Act, 2013 aggregating to ₹ 54.00 lakh (approx.) were transferred to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) during the FY 2019-20 as per the directions of Ministry of Steel, Government of India.

As a good corporate gesture the CSR Committee and the Board decided that, project which were not completed in the financial year 2018-19 and respective unspent amount which had already been transferred to PM Cares Fund, will be reviewed by the CSR Committee and based on the review of the CSR committee and approval of the Board, fund may be released to eligible projects on case to case basis.

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 lakh)	Amount spent in the reporting Financial Year (in ₹)	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 ₹)
				Name of the Fund	Amount (₹ in lakh).	Date of transfer.	
NIL							

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

(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 ₹)	Amount spent on the project in the reporting Financial Year (in ₹)	Cumulative amount spent at the end of reporting Financial Year (in ₹)	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).

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|-----|--|---|----------------|
| (a) | Date of creation or acquisition of the capital asset(s). | : | Not Applicable |
| (b) | Amount of CSR spent for creation or acquisition of capital asset. | : | Not Applicable |
| (c) | Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. | : | Not Applicable |
| (d) | Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). | : | Not Applicable |

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

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(Aparna Chaturvedi)

Chairman CSR Committee

[DIN:00028647]

(Surinder Kumar Gupta)

Chairman and Managing Director

[DIN:08643406]

Date: June 25, 2021