

Corporate Social Responsibility (CSR) Policy of Alpex Solar Limited

INDEX

S. No.	Contents	Page No.
1.	Background	2
2.	Definitions	2-3
3.	Introduction	3
4.	Vision	4
5.	Objectives	4
6.	Governance	4
7.	Focus Areas	4-6
8.	Implementation	6
9.	Monitoring and Evaluation	6
10.	Budge Allocation	6
11.	Impact Assessment	5-6
12.	Annual Action Plan	7
13.	Exclusions	7-8
14.	Review and Amendments	8

1. **BACKGROUND:**

In compliance with the requirements of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended, the Company is, inter alia, required to:

(i) Constitute a Board Committee to formulate and recommend to the Board a Corporate Social Responsibility (CSR) Policy, recommend the amount of CSR expenditure and monitor the CSR activities of the Company from time to time.

(ii) Ensure that the Company spends, in every financial year, at least two per cent of the average Net Profits of the Company, made during the three immediately preceding financial years, in pursuance of its CSR Policy.

2. **DEFINITIONS:**

a. “Act” means the Companies Act 2013 and the rules made thereunder, including any modifications, amendments or re-enactment thereof.

b. “Administrative Overheads” means the expenses incurred by the Company for ‘general management and administration’ of CSR functions in the Company but shall not include the expenses directly incurred for the designing, implementation, monitoring, and evaluation of a particular CSR project or programme.

c. “Approved Budget” shall mean the total budget as approved by the Board of the Company upon the recommendation of the CSR Committee, which is to be utilized for CSR Projects.

d. “Board” means the Board of Directors of the Company.

e. “Company” shall mean Alpex Solar Limited and wherever the context requires, shall signify the Company acting through its Board.

f. “CSR Annual Plan” shall mean the annual plan detailing the CSR expenditure for the year.

g. “CSR Committee” shall mean the Corporate Social Responsibility Committee constituted by the Board of the Company in accordance with the Act.

i. “CSR Activities” means projects/programs/initiatives, instituted in India, either new or on-going, to be undertaken by Company in India, pursuant to Section 135 of the Companies Act 2013 along with CSR Rules or such other provisions as may be applicable from time to time as may be amended.

j. “CSR Policy” means the policy of the Company which relates to the activities to be undertaken by the Company as specified in Schedule VII of the Act and the expenditure thereon.

k. “Financial Year” shall mean the period beginning from 1st April of every year to 31st March of the succeeding year.

l. “Net Profit” means Net profit as per its financial statement with the applicable provisions of the Act, but shall not include the following, namely: –

(i) any profit arising from any overseas branch or branches of the company, whether operated as a separate company or otherwise; and

(ii) any dividend received from other companies in India, which are covered under and complying with the provisions of section 135 of the Act:

Provided that in case of a foreign company covered under these rules, net profit means the net profit of such company as per profit and loss account prepared in terms of clause (a) of sub-section (1) of section 381, read with section 198 of the Act.

m. “Ongoing Project” means a multi-year project that a Company undertakes to fulfill its CSR obligation within three years, excluding the financial year it was commenced, and shall include projects that were initially not approved as multi-year projects but whose duration is extended beyond one year by the Board based on reasonable justification.

3. INTRODUCTION:

At Alpex Solar Limited, we are committed to making a positive impact on society through our CSR initiatives.

As a responsible corporate entity, we recognize the importance of contributing to the well-being of the communities in which we operate. Our CSR policy reflects our dedication to promoting education and empowering future generations.

4. VISION:

Our vision is to be a catalyst for change in the education sector, creating opportunities for underprivileged children and fostering a culture of learning and development.

We aim to bridge the gap in access to quality education and empower individuals to reach their full potential.

5. OBJECTIVE:

The main objective of the CSR Policy is to lay down guidelines for Company to make CSR as one of the key focus areas to adhere to company's interest in environment and society that focuses on making a positive contribution towards society through effective impact and sustainable development programs.

6. GOVERNANCE:

The CSR Committee of Alpex Solar Limited comprises the following members:

S. No	Name of Members	Nature of Directorship	Designation of Members in CSR Committee
1.	Deepak Verma	Independent Director	Chairman
2.	Ashwani Sehgal	Managing Director	Member
3.	Monica Sehgal	Whole-time Director	Member
4.	Vipin Sehgal	Non-Executive Director	Member

The Committee is responsible for formulating, implementing, and monitoring CSR activities related to education.

7. FOCUS AREAS:

Pursuant to Schedule VII of the Act and the CSR Rules, the Company shall undertake following CSR activities included in its Annual CSR Plan, as recommended by the CSR Committee:

(i) eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water;

(ii) promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;

(iii) promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;

(iv) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund setup by the Central Government for rejuvenation of river Ganga;

(v) 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;

(vi) measure for the benefit of armed force veterans, war widows and their dependents, Central Armed Police Forces (CAPF) and Central Para Military Forces (CPMF) veterans, and their dependents including widows;

(vii) training to promote rural sports, nationally recognized sports, Paralympic sports and Olympics sports;

(viii) contribution to the Prime Minister's National Relief Fund or Prime Minister's Central Assistance and Relief in Emergency Situations Fund (PM CARES 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;

(ix) (a) Contribution to incubators or research and development projects in the field of science, technology, engineering and medicine, funded by the Central Government or State Government or Public Sector Undertaking or any agency of the Central Government or State Government; and

(b) Contributions to public funded Universities; Indian Institute of Technology (IITs); National Laboratories and autonomous bodies established under Department of Atomic Energy (DAE); Department of Biotechnology (DBT); Department of Science and Technology (DST); Department of Pharmaceuticals; Ministry of Ayurveda, Yoga and Naturopathy, Unani, Siddha and Homoeopathy (AYUSH); Ministry of Electronics and Information Technology and other bodies, namely Defense Research and Development Organisation (DRDO); Indian Council of Agricultural Research (ICAR); Indian Council of Medical Research (ICMR) and Council of Scientific and Industrial Research (CSIR), engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs).

(x) rural development projects.

(xi) slum area development

Further, the Committee is authorized to approve any modification to the existing Annual CSR Plan or to propose any new program during the financial year under review.

8. IMPLEMENTATION:

Alpex Solar Limited will collaborate with NGOs, educational institutions, and government agencies to implement CSR projects in the field of education. Programs will be selected based on need assessments and alignment with our CSR objectives. During implementation, every entity who intends to undertake any CSR activity, shall register itself with the Central Government by filing the Form CSR-1 electronically with the Registrar, with effect from April 1,2021.

9. MONITORING AND EVALUATION:

A comprehensive monitoring and evaluation framework will be established to assess the impact and effectiveness of our education-focused CSR initiatives. Regular progress reports will be submitted to the CSR Committee for review and oversight.

10. BUDGET ALLOCATION:

The annual CSR budget would be approved by the Board on the recommendations of the CSR Committee, subject to the provisions of the Act and Rules made thereunder as amended from time to time.

Based on the total approved budget, funds would be allocated for different projects on the basis of identified CSR plan on yearly basis.

The average net profit for the purpose of determining the spending on CSR activities is to be computed in accordance with the provisions of section 198 of the Act and will also be exclusive of the items given under rule 2(1)(h) of the Companies (CSR Policy) Rules, 2014.

Section 198 of the Act specifies certain additions / deletions (adjustments) to be made while calculating the net profit of a Company (mainly it excludes capital payments / receipts, income tax, set-off of past losses).

11. IMPACT ASSESSMENT

- (a) Every company having average CSR obligation of ten crore rupees or more in pursuance of subsection (5) of section 135 of the Act, 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;
- (b) The impact assessment reports shall be placed before the Board and shall be annexed to the annual report on CSR.
- (c) A Company undertaking impact assessment may book the expenditure towards Corporate Social Responsibility for that financial year, which shall not exceed two percent of the total CSR expenditure for that financial year or fifty lakh rupees, whichever is higher.

12. ANNUAL ACTION PLAN

The CSR Committee shall formulate and recommend to the Board, an annual action plan in pursuance of its CSR policy, which shall include the following, namely: -

- a) the list of CSR projects or programmes that are approved to be undertaken in areas or subjects specified in Schedule VII of the Act;
- b) the manner of execution of such projects or programmes as specified in sub-rule (1) of rule 4;
- c) the modalities of utilisation of funds and implementation schedules for the projects or programmes;
- d) monitoring and reporting mechanism for the projects or programmes; and
- e) details of need and impact assessment, if any, for the projects undertaken by the company.

Provided that Board may alter such plan at any time during the financial year, as per the recommendation of its CSR Committee, based on the reasonable justification to that effect.

13. EXCLUSIONS:

Activities benefiting only company employees or fulfilling statutory obligations unrelated to education will be excluded from the scope of our CSR initiatives.

14. REVIEW AND AMENDMENTS:

This CSR policy will be periodically reviewed and amended as necessary to ensure alignment with changing regulations and organizational priorities.