



# MASTER CAPITAL SERVICES LIMITED

## Corporate Social Responsibility Policy

## CSR POLICY

### INTRODUCTION

Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 and Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021 ('CSR Rules'), including any amendment thereof requires the Company to constitute a Corporate Social Responsibility ('CSR') Committee of Directors, adopt a CSR Policy, spend at least 2% of its average net profits made during the immediately preceding three financial years towards CSR activities as set out in Schedule VII to the Companies Act, 2013 and confirm compliance thereof in the Annual Report.

This Corporate Social Responsibility Policy ("the CSR Policy") has been framed by Master Capital Services 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 on February 27, 2014 with amendments from time to time and pursuant to changes in the applicable law and amendment in CSR Rules, this policy reviewed by the Board of Directors at its meeting held on 22<sup>nd</sup> September, 2022.

### BACKGROUND

CSR is a company's sense of responsibility towards the community and environment in which it operates. It is the continuing commitment by a business to behave ethically and contribute to the economic development of communities who are inequitably endowed. The Company believes in conducting its business responsibly, fairly and in a transparent manner. It continually seeks ways to bring about an overall positive impact on the society and environment where it operates.

The Company has been making consistent efforts over the years towards economic and social upliftment of the marginalized and vulnerable sections of society. Though this Policy has been formulated and adopted in terms of Section 135 of the Companies Act, 2013 and the CSR Rules to undertake CSR activities, the Company's engagement with social and ecological issues goes back a long time.

## **COMPANY PHILOSOPHY FOR CSR POLICY:**

Companies Act, 2013 has formally introduced the Corporate Social Responsibility to the dash board of the Indian Companies. Master Capital Services Limited is much positive and appreciate the decision taken by the Government of India. Legal framework of CSR is an edge to Corporate Charitable/reformative approach towards the Society to which the Corporate is belonging to. By introducing the separate section for CSR in Companies Act, 2013, the Government has given legal recognition to their community development approach.

The management of the company expresses its willingness and support to the CSR concept, its legal framework and shall be abided to it.

## **PREFACE**

The Company constitutes a force not only for doing good business, but being in the business of doing good for society. We strive to strategically integrate the shouldering of our Social Responsibility with our pursuit of being the 'Masters' of our Business and defenders of the 'Trust' reposed by the stakeholders in the Company. Towards achieving long-term stakeholder value creation, the Company shall always continue to respect the interests of and be responsive towards its key stakeholders, the communities especially those from socially and economically backward groups.

## **OBJECTIVE**

It aims in enhancing welfare measures of the society based on the immediate and long term social and environmental consequences of the Company's activities in India. This Policy states the guiding principles for selection of CSR activities in pursuance of Schedule VII to the Companies Act, 2013, modalities of execution and implementation and monitoring mechanism of CSR projects/programmes.

As a responsible corporate citizen, we strive to contribute for social and environmental causes on a regular basis. We believe that to succeed, an organization must maintain highest standards of humane behavior towards its employees, consumers and society in which it operates. We are of

the opinion that CSR underlines the objective of bringing about a difference and adding value in our stakeholders' lives.

### **CSR AMOUNT AND EXPENDITURE**

The Company shall endeavor to spend in every financial year, at least 2% of its average net profits made during the 3 immediately preceding financial years, in pursuance of this CSR Policy and in the manner as specified in Section 135 of the Companies Act, 2013 and the Rules made thereunder from time to time.

### **CSR PROJECTS AND PROGRAMMES/CSR ACTIVITIES**

Pursuant to Schedule VII of the Companies Act, 2013, the Committee has approved the following activities as "CSR Activities" to be undertaken under the CSR policy of the Company. The Board of Directors has reviewed the said activities to pursue under CSR policy of the Company under section 135 of the Companies Act, 2014, Schedule VII and other applicable rules, regulations, notifications etc., issued/to be issued from time to time.

The Company shall undertake specific corporate social responsibility ("**Company's CSR initiatives**") projects and programmes, as approved from time to time by the Board/CSR Committee of the Company, within the following CSR categories:

- I. Eradicating hunger, poverty and malnutrition, "promoting health care including preventive health care and sanitation 4[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 centers 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, agro forestry, conservation of natural resources and maintaining quality of soil, air and water 4[including contribution to the Clean Ganga Fund set-up 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 art and handicrafts;
- VI. Measures for the benefit of armed forces 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, Paralympics sports and Olympic sports;
- VIII. contribution to the prime minister's national relief fund or Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund) or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, 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 Organization (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.

Explanation.- For the purposes of this item, the term `slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.

(xii) Disaster management, including relief, rehabilitation and reconstruction activities.]All CSR projects and programmes shall be carried out only in India.

No specific CSR projects or programmes shall be undertaken in pursuance of normal course of business of the Company.

In furtherance of specific CSR projects or programmes, the Company may collaborate with NGOs and registered trusts and societies, in order to leverage upon the collective expertise, wisdom and experience that such relationships may bring.

### **CONSTITUTION OF CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

Pursuant to Section 135 of the Companies Act, 2013. The CSR Committee will take care of these function and activities, The Committee consist of 3 Directors and all Directors are Non-Executive Directors.

The Committee will:

- a) formulate the Corporate Social Responsibility Policy indicating activities to be undertaken as specified in prescribed Schedule;
- b) Finalize expenditure to be incurred on the activities as mentioned;
- c) Monitor the Corporate Social Responsibility Policy from time to time.
- d) Review the execution of the Company's CSR initiatives.

Board of Directors of the Company may re-constitute the Committee, as and when required to do so, by following the sections, sub-sections, rules, regulations, notifications issued or to be issued, from time to time, by the Ministry of Corporate Affairs or the Central Government of India. The Committee/Board shall exercise powers and perform the functions pursuant to section 135 of the Companies Act, 2013 and CSR Rules notified with regard thereto.

#### **BUDGET FOR CSR ACTIVITY& CSR EXPENSES:**

The Company shall allocate the budget for CSR activities. The minimum budgeted amount for a financial year shall be 2% of the average net profit of three immediate preceding financial years. The Company may allocate more fund/amount than the amount prescribed under section 135 of the Companies Act, 2013, for the CSR activities for any financial year.

#### **GUIDING PRINCIPLES FOR SELECTION OF CSR ACTIVITIES:**

The Company shall conduct its CSR activities as laid down in Schedule VII of the Companies Act, 2013 and as approved by the CSR Committee of the Company. These activities will in turn focus on established need, sustainability and focused outcomes of the chosen sectoral themes. The Company shall not fund any CSR activities undertaken outside India or in pursuance of its normal course of business.

The Company plans to focus its CSR initiatives and adopt a structured approach to the core areas of intervention undertaken across India, in line with the spread of its business & operations. Out of

approved CSR activities, the Committee/Board shall decide which activity/project should be given priority for the respective financial year.

### **IMPLEMENTATION PROCESS:**

Directly Or Through Other Implementing Agency, The Company may directly undertake the CSR activities as permitted under Schedule VII or execute and implement CSR activities through any other implementing agency registered in India, having a valid CSR Registration Number granted by the Ministry of Corporate Affairs (MCA) and having track record of service, performance, governance and accountability and having aim to undertake, pursue and be concerned with the welfare, betterment and advancement of society and working in activities as mentioned in Schedule VII as a whole across multiple social sectors. The Foundation/Entities in turn will be the primary implementing agency to execute the CSR mandate of the Company directly, by executing and implementing programmes permitted under Schedule VII.

### **MONITORING AND REPORTING**

The Board may monitor the activities from time to time and the Board shall report to relevant stakeholders on the Company's CSR initiatives and related matters, as required by the Companies Act, 2013 and the rules made thereunder on annual basis, as amended. The Board will consider the status of the CSR projects/ undertaken by the Company in the Annexure to the Directors' Report of the Company. The Company shall upload this Policy on its website, [www.mastertrust.co.in](http://www.mastertrust.co.in).

### **AMENDMENTS TO CSR POLICY**

The Committee shall review this CSR Policy on a periodic basis, if required and shall update it as necessary or appropriate (subject to approval by the Board, if applicable) to ensure that it reflects requirements of the Companies Act, 2013 and the rules made thereunder as amended as well as the current interests of the Company and relevant stakeholders.





**MANAGEMENT COMMITMENT:**

Our Board of Directors, our Management and all of our employees subscribe to the philosophy of compassionate care. We believe and act on an ethos of generosity and compassion, characterized by a willingness to build a society that works for everyone.

This is the cornerstone of our CSR policy. Our Corporate Social Responsibility policy conforms to the relevant section of the Corporate Social Responsibility, Rules made under Companies Act, 2013 and amendment(s) to be made thereto in future.

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