

**THE ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES**  
(Financial Year 2017-18)

1.	A brief outline of the Company's Corporate Social Responsibility (CSR) Policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programs.	<p>Sigma Freudenberg NOK Pvt. Ltd. has always believed in returning to the communities in which it operates, endeavoring to make a difference in the lives of people around it. The Corporate Social Responsibility (CSR) Policy outlines SFN's mission, as a "Responsible Corporate Citizen", to make a positive difference in the communities it serves. SFN will continue to enhance value creation in the community, through its CSR initiatives, services &amp; conduct so as to promote sustained growth for community.</p> <p>The primary focus of your Company would be in five thrust areas – Education, Women Empowerment, Underprivileged &amp; Differently able persons, Setting up of Orphanages and Environment Sustainability for improving the quality of life of the Communities. The CSR Committee has proposed various projects / programs / initiatives to be undertaken by the Company during the Financial Year 2018-19, details of which are attached here as Annexure I.</p> <p>The CSR Policy of the Company may be accessed on the Company's website at : <a href="http://sfnindia.com/csrapolicy.aspx">http://sfnindia.com/csrapolicy.aspx</a></p>	
2.	The composition of the CSR Committee	Mr. Ludger Neuwinger-Heimes	Director
		Mr. Sanjibkumar Sitalprasad Das	Whole Time Director
3.	Average net profit of the Company for last three Financial Years	Rs. 49,69,73,844.56/-	
4.	Prescribed CSR expenditure (two percent of the amount as in item 3 above)	Rs. 99,39,476.89/-	
5.	Details of CSR spent during the Financial Year:		
a.	Total amount to be spent for the Financial Year;	Rs. 99,39,476.89/-	
b.	Amount unspent, if any;	Rs. 82,29,728.61/-	
c.	Manner in which the amount spent during the Financial Year	As per details given in Table - A below.	
6.	In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide reasons for not spending the amount in its Board Report.	i) Due to delay in the approval of the financial statements for the year 2016-17, the CSR Budget of the Company for the Financial Year 2017-18 was approved late in the month of November 2017. Hence, the time period of only 4 months were available to the Company for CSR expenditure.	

	<p>ii) The Company was under discussion with the implementing agencies however, due to the shortage of time the approved projects could not be progressed/ initiated.</p> <p>iii) The Company will put all its efforts and ensure that the budget of 2018-19 would be spent well within time.</p>
--	---

**TABLE – A : MANNER IN WHICH THE AMOUNT SPENT DURING THE FINANCIAL YEAR 2017-18**

S. No.	CSR Project / Activity identified	Sector in which the Project is covered	Projects /Programs 1.) Local area/others 2.) Specify the State and district where projects or programs were undertaken	Amount outlay (Budget) Project / Program wise	April'17 - Mar'18 Amount spent on Projects or Programs	Cumulative spends up to the reporting period	Direct or through implementing agency
1.	Construction/ renovation/ repairs of School Building/ providing stationery etc.	Education	Local Area Basma School, Mohali District, Punjab	6,00,000*	7,61,247.50	761247.50	Direct
2.	Creation of Audio Books for visually disabled students & other allied activities	Education	Local Area, Mohali District, Punjab	9,65,437	9,48,500.78	9,48,500.78	Through Implementing Agency "National Association of Blinds"
3.	Creation of Audio Books for visually disabled students & other allied activities	Education	Local Area, Mohali District, Punjab	2,34,563	Nil	Nil	Through Implementing Agency "Disha"
4.	Construction of Building/ renovation/ repairs/ providing stationery/ payment of fee etc.	Setting up of Orphanages & Education	Local Area, Mohali District, Punjab	59,00,000	Nil	Nil	Through Implementing Agency "GURASRA"
5.	Construction of Building/ renovation/ repairs/ providing stationery/ payment of fee etc.	Setting up of Orphanages & Education	Local Area, Mohali District, Punjab	20,00,000	Nil	Nil	Through Implementing Agency "Jyoti Sarup Kanya"
<b>Total</b>				<b>97,00,000**</b>	<b>17,09,748.28</b>	<b>17,09,748.28</b>	

\* The Board upon recommendations of CSR Committee has ratified the exceeded expenditure of Rs. 1,61,274.50/ vide circular resolution dated July 17, 2018.

\*\*The Board upon recommendations of CSR Committee at its Meeting held on November 28, 2017 approved the CSR Budget of Rs. 97,00,000/-

<b>Total</b>	Rs. 17,09,748.28
<b>Eligible CSR spent as per Section 135 @ 2%</b>	Rs. 99,39,476.89/-
<b>Underspent</b>	Rs. 82,29,728.61/-

**RESPONSIBILITY STATEMENT OF CSR COMMITTEE:**

The Corporate Social Responsibility (CSR) Committee of the Company, do hereby confirms that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

## CSR PROJECTED ANNUAL PLAN & BUDGET (2018-19)

SL. No.	Project Title	Project Description	Schedule VII	Project Target Group	Project Area/Community	Implementation Modality	Project Monitoring Process	Amount (in Rs.)
1.	Differently abled person	Medical aids by way of providing medical equipments/ Machines/ other medical facilities etc.	Vii(ii)	Habitants of PRAYAAS Trust	Chandigarh	PRAYAAS – Rehabilitation centre for Special Children	Regular Visits	15,00,000
2.	Education	Educational aids by providing furniture/ stationery/ Computers/ payment of fee and other like essentials for education etc.	Vii(ii)	Habitants of GUR AASRA Trust	Mohali	GUR AASRA Trust	Regular Visits	5,00,000
3.	Education	Educational aids by providing Transportation vehicle and other essentials for education.	Vii(ii)	Habitants of JOYTI SARUP KANYA Trust	Mohali	JOYTI SARUP KANYA, Trust	Regular Visits	15,00,000
4.	Differently abled person	Construction/ Repair/Renovation of Trust Building/Vehicle facility/ Medical Equipments and other like things.	Vii(ii)	Habitants of PRABH ASRA Trust	Mohali	PRABH AASRA, Trust	Regular visits	30,00,000
5.	Underprivilege	Hunger eradication/construction/ Repair/ Renovation of Building/ Clothing/ Education/Medical facilities and essentials of life.	Vii(i) & (ii)	Habitants of SOS Village	Rajpura	SOS CHILDREN'S VILLAGE	Regular visits	10,00,000
6.	Underprivilege	Construction of Building/Repairs/renovation/ hunger eradication/clothing/ medicines and other essentials.	Vii(i)	Habitants of Mother Teresa Missionaries of Charities	Ambala	MOTHER TERESA MISSIONARIES OF CHARITIES	Regular visits	12,50,000
7.	Differently abled person	Aids by means of providing furniture/ vocational training and sports related equipments/ Printing Machines/lamination machines and other needed products.	Vii(ii)	Habitants of SOREM – Special school for children with Autism	Chandigarh	SOREM – Special school for children with Autism.	Regular Visits	10,00,000
8.	Kerala Natural Disaster	Donation to the Kerala Chief Minister's Distress Relief Fund, specifically set up by the Government of Kerala	Vii(iv)	Habitants of Kerala	Kerala	Government of Kerala	By the Government of Kerala	30,00,000
<b>Total Proposed Corporate Social Responsibility Budget for the year 2018-19</b>								<b>127,50,000</b>