



"ANNEXURE II" TO THE BOARD'S REPORT

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR THE FINANCIAL YEAR 2020-21

1. BRIEF OUTLINE OF THE COMPANY'S CSR POLICY

The Company has its "Corporate Social Responsibility Policy" in consonance with the CSR Policy framework enshrined in Section 135 of the Companies Act, 2013, Companies (Corporate Social Responsibility & Sustainability Policy) Rules, 2014 notified by the Ministry of Corporate Affairs, Government of India.

NECC's CSR policy is aimed at demonstrating care for the community through its focus on education & skill development. Also embedded in this objective is support to the marginalized cross section of the society by providing opportunities to improve their quality of life. In line with the above, the Company ensures carrying out CSR projects/ programs in line with activities prescribed under Schedule VII of the Companies Act, 2013.

Overview of the activities/projects undertaken:

The Company supports Sewa Bharati, a NGO working towards the upliftment & empowerment of the neglected and under-privileged sections of the society. Sewa Bharati has numerous hostels for the economically underprivileged children across the country, especially the tribal and the rural poor. The organization supports primary education centers in rural areas and in slums. It also helps students from the remote tribal areas to enroll in schools in different parts of the country and sponsors all their educational and other needs.

The Company also encourages Education through "Unnati" a NGO Project which support children for higher education by running Schools and providing Scholarships of up to Rs. 50,000/- per Student to children of weaker section specially belonging to families below poverty line or those whose family income of less than Rs. 2 Lakhs per annum. The Company also sponsors the Salary of Teachers of the said Project on Monthly basis. The Company has spend Rs. 9,500/- (Rupees Nine thousand Five Hundred Only) towards Teachers' Salary in the Financial Year 2020-21.

Also, the Company supports Bharat Lok Siksha Parishad, a non-profit organization having a mission to bring basic education to every child across rural India. Ekal Abhiyan is eliminating illiteracy, providing elementary education in rural and tribal villages in all over India. The Company has given a donation of Rs 2,20,000 /- (Rupees Two Lakhs Twenty Thousand Only) towards Education and betterment of Underprivileged Children in the Financial Year 2020-21.

2. COMPOSITION OF CSR COMMITTEE

The Company has constituted CSR Committee in accordance with the provisions of Section 135 of the Companies Act, 2013 comprising of the following Members:-

S. No.	Name of Director/Member	Designation	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Sunil Kumar Jain	Managing Director, Chairperson of	2	2



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		CSR committee		
2.	Mrs. Reena Gupta	Non Executive, Non Independent Director, Member of CSR committee	2	2
3.	Mr. Utsav Jain	Independent Director, Member of CSR committee	2	2
4.	Mr. Shyam Lal Yadav	Chief Financial Officer, Executive Member of CSR committee	2	2
5.	Mr. Vinod Nair	Deputy General Manager , Executive Member of CSR committee	2	2

3. WEB LINKS WHERE COMPOSITION OF CSR COMMITTEE, CSR POLICY AND CSR PROJECTS APPROVED BY THE BOARD ARE DISCLOSED ON THE WEBSITE OF THE COMPANY

- The composition of the CSR committee is available on our website, at <https://neccgroupp.com/corporate-information/>
- The Committee, with the approval of the Board, has adopted the CSR Policy as required under Section 135 of the Companies Act, 2013. The CSR Policy of the Company is available on our website, at <http://neccgroupp.com/csr/>
- The Board, based on the recommendation of the CSR committee, at its meeting held on May 22, 2020 and February 11, 2021, has approved the annual action plan / projects for fiscal 2022, as per which the requirement of CSR spending is not applicable for the Company.
- the details of which are available on our website, at <https://neccgroupp.com/corporate-information/>

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

The Company doesn't fall under the purview of Impact assessment , through an Independent agency as the Company's average CSR obligation is less than ten crore rupees 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

<u>S.No</u>	<u>Financial Year</u>	<u>Amount available for set-off from preceding financial years (in Rs)</u>	<u>Amount required to be set-off for the financial years, if any (in Rs)</u>
1.	2020-2021	NA	NA

6. AVERAGE NET PROFIT OF THE COMPANY AS PER SECTION 135(5)

The average net profit of the Company for last three financial years for the purpose of computation of CSR expenditure is as under:

Financial Year(s)	Profits
2019-20	96,170,296.00
2018-19	6,70,33,577.00
2017-18	5,57,74,799.00
Total	218,978,672.00
Average of last 3 years	72,992,890.67

7. (a) Two percent of average net profit of the company as per section 135(5) : Rs. 14,59,857.81

(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: Rs. 12, 30,357.81

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
2,29,500	12,30,357.81		NA	NA	NA

**Note- The Company is in process to transfer the unspent amount in Unspent Corporate Social Responsibility account as soon as possible. Due to this pandemic situation of Covid, we did not meet the time lines which are totally uncontrollable; hence there is delay in opening of special Account in accordance with the statutory requirements. Further, We are ensuring if this account is not open due to inadvertently, unintentionally and accidentally, then we will transfer the unspent*



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amount to any fund specified under Schedule VII as per second proviso to section 135(5) of the Companies Act, 2013.

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

(c) Details of CSR amount spent against ongoing projects for the financial year: Rs. 2,29,500/-



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(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)
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		Amount spent for the projects (in Rs.)	Mode of Implementation-Direct (Yes/No)	Mode of Implementation-through implementing Agency
				State	District			
EDUCATION								
1	Contribution in Project Unnati for sponsoring Salary of Teachers and providing Stationery to Students	Promoting Education including special education and employment enhancing vocation skills, especially among children, women, elderly and differently-abled and livelihood enhancement projects	Yes	Delhi	New Delhi	9,500	Yes	No
2.	Donation to Bharat Lok Siksha Parishad	Education and betterment of Underprivileged Children	Yes	Delhi	North East Delhi	2,20,000	Yes	No
	TOTAL					2,29,500		

(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: Rs. 2,29,500



(g) Excess amount for Set off, if any: NIL

9 (a) Details of Unspent CSR amount for the preceding three financial year (s):

S.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.	
1.	2019-2020	12,30,357.81	2,29,500	NA			NA
2.	2018-2019	NA	4,01,960				
3.	2017-2018	NA	9,91,842				

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

Refer pt. 8© of the Annexure.

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:

No capital asset was created / acquired for fiscal 2021 through CSR spend.



11. SPECIFY THE REASON(S), IF THE COMPANY HAS FAILED TO SPEND TWO PERCENT OF THE AVERAGE NET PROFIT AS PER SECTION 135(5)

The Company has contributed an amount of Rs. 2,29,500 during the Financial Year 2020-2021. The Company could not spend 2% of the average net profit of last three financial years due to the outbreak of the Covid 19 and paucity of time, the Company has spent on the CSR activities less than the limits prescribed under Companies Act, 2013. The CSR activities are scalable with few new initiatives that may be considered in future and moving forward the Company will endeavor to spend the complete amount on CSR activities in accordance with the statutory requirements. The unspent balance of Rs 1230357.81 will be transferred to Unspent Corporate Social Responsibility account in accordance with the CSR Amendment Rules.

For North Eastern Carrying Corporation Limited

Place: Delhi

Date: September 04, 2021

**Sd/-
(Sunil Kumar Jain)
Managing Director & Chairman of CSR Committee**