

## ANNEXURE-IV

# ANNUAL REPORT ON CSR ACTIVITIES

FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2021

### 1. Brief outline on CSR Policy of the Bank.

The CSR policy of the Bank aims to identify and support all projects/programs/subjects undertaken as part of the Bank's Corporate Social Responsibilities/commitments within the framework of Schedule VII of the Companies Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended, from time to time and last amended by the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021.

The policy will serve as a guiding principle/document to help identify, execute and monitor CSR projects/activities as well as formulation of the annual action plan in pursuance and in keeping with the spirit of the policy. The annual action plan shall include the list of CSR projects or programmes that are approved to be undertaken in areas or subjects specified in Schedule VII of the Act, the manner of execution of such projects or programmes, the modalities of utilisation of funds and implementation schedules for the projects or programmes, monitoring and reporting mechanism for the projects or programmes, etc.

The Bank will undertake activities in the areas or subjects in line with Schedule VII of the Companies Act, 2013, The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended and the CSR policy adopted by the Bank.

### 2. Composition of CSR Committee:

Constitution of the Corporate Social Responsibility Committee (CSR Committee) in the Bank is in line with Section 135 of the Companies Act, 2013 and rules made thereunder. The Committee is empowered to monitor the CSR activities as per the policy and plan and the Committee is responsible for overall governance of CSR activities in the Bank as per the policy.

Members of the CSR Committee as on March 31, 2021 are:

Sl No	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Syed Nagoor Ali Jinnah, Independent Director <sup>^</sup>	Chairman	1	1
2.	Mr. C. VR. Rajendran, Managing Director & CEO	Member	1	1
3.	Mr. Sumit Maheshwari, Non-Executive Director	Member	1	1
4.	Mr. Madhavan Menon, Non-Executive Director	Member	1	1

<sup>^</sup> Resigned on April 19, 2021 and ceased to be Chairman of the Committee said date. Mr. Sudhin Choksey is the Chairman of the Committee as on the date of signing the report.

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Bank	Composition of CSR committee	:	<a href="https://www.csb.co.in/pdf/List_of_Sub_Committees_of_the_Board.pdf">https://www.csb.co.in/pdf/List_of_Sub_Committees_of_the_Board.pdf</a>
	CSR Policy	:	<a href="https://www.csb.co.in/corporate-social-responsibility">https://www.csb.co.in/corporate-social-responsibility</a>
	CSR projects approved by the Board	:	No specific projects have been approved by the Board in the financial year under review for direct implementation. However, the Board approved the projects /programmes as per the policy, which were implemented by the implementing agencies as mentioned in para 8(c) of the Report and in line with the Corporate Social Responsibility policy of the Bank.

		As the average net profit of the Bank for the last three years was in the negative zone, the Bank is not required to spend money for CSR activities in the financial year 2020-21 as per the policy adopted by the Bank and as per Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended.														
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	Not Applicable as the CSR obligation of the Bank for the period under review is NIL as against the prescribed threshold limit to undertake impact assessment.															
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 ₹)	Amount required to be setoff for the financial year, if any (in ₹)												
	-----NA-----															
	Not applicable as the average net profit of the Bank in all three year case bucket period since the introduction of the Companies (Corporate Social responsibility Policy) Rules, 2014 as amended was in the negative zone.															
6. Average net profit/(loss) of the Bank as per section 135(5):	<table><tr><td>Financial Year 2017-18</td><td>:</td><td>₹ (149.36) Crore</td></tr><tr><td>Financial Year 2018-19</td><td>:</td><td>₹ (300.09) Crore</td></tr><tr><td>Financial Year 2019-20</td><td>:</td><td>₹ 133.99 Crore</td></tr><tr><td>Average Net Profit/ (Loss) before tax of the Bank for the Last 3 Financial Years</td><td>:</td><td>₹ (105.15) Crore</td></tr></table>				Financial Year 2017-18	:	₹ (149.36) Crore	Financial Year 2018-19	:	₹ (300.09) Crore	Financial Year 2019-20	:	₹ 133.99 Crore	Average Net Profit/ (Loss) before tax of the Bank for the Last 3 Financial Years	:	₹ (105.15) Crore
Financial Year 2017-18	:	₹ (149.36) Crore														
Financial Year 2018-19	:	₹ (300.09) Crore														
Financial Year 2019-20	:	₹ 133.99 Crore														
Average Net Profit/ (Loss) before tax of the Bank for the Last 3 Financial Years	:	₹ (105.15) Crore														
7.	₹ (105.15) Crore															
a) Two percent of average net profit of the Bank as per section 135(5)	As the average net profit of the Bank for the last three years was negative, the Bank is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended, and the CSR policy adopted by the Bank.															
b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NA															
c) Amount required to be set off for the financial year,	NA															
d) Total CSR obligation for the financial year (7a+7b-7c).	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 proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
₹ 10,50,000.00*	-----Nil-----				

\* Not mandatory requirements to spend in the FY 2020-21

## 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 Number
-----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 Number.
1	Setting up homes for socially and economically backward groups in the society including for women and orphans	Slum Area Development	Yes	Kerala	Thrissur	Rs. 10,00,000.00	No	Santhwanam Trust (Social Apostolate Centre of Thrissur Archdiocese)	NA
2	To take up animal welfare activities like rescue and rehabilitation and promoting conservation and to conduct educational, training program and nature trips for promoting awareness about conservation of nature, natural resources and Biodiversity	Ensuring environmental sustainability, ecological balance, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water	Yes	Kerala	Kannur	Rs.50,000.00	No	Malabar Awareness and Rescue Centre for Wildlife (MARC)	NA
Total						Rs.10,50,000.00			

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)	:	Rs.10,50,000.00
g)	Excess amount for set off, if any	:	NA

Sl. No.	Particulars	
(i)	Two percent of average net profit of the Bank as per section 135(5)	₹ (105.15) Crore *
(ii)	Total amount spent for the Financial Year	₹ 10,50,000.00
(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

\* As the average net profit of the Bank for the last three years was negative, the Bank is not required to spend money for CSR activities in the financial year 2020-21 as per the Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended and the CSR policy adopted by the Bank.

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 ₹)	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 ₹).	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								

<b>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</b>	:	<table><tr><td>a)</td><td>Date of creation or acquisition of the capital asset(s)</td><td>:</td><td>Nil</td></tr><tr><td>b)</td><td>Amount of CSR spent for creation or acquisition of capital asset.</td><td>:</td><td>Nil</td></tr><tr><td>c)</td><td>Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc.</td><td>:</td><td>Nil</td></tr><tr><td>d)</td><td>Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)</td><td>:</td><td>Nil</td></tr></table>	a)	Date of creation or acquisition of the capital asset(s)	:	Nil	b)	Amount of CSR spent for creation or acquisition of capital asset.	:	Nil	c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc.	:	Nil	d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	:	Nil
a)	Date of creation or acquisition of the capital asset(s)	:	Nil															
b)	Amount of CSR spent for creation or acquisition of capital asset.	:	Nil															
c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address, etc.	:	Nil															
d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	:	Nil															
<b>11. Specify the reason(s), if the Bank has failed to spend two per cent of the average net profit as per section 135(5).</b>	:	<p>As per the CSR policy approved by the Board and Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended, the CSR budget allocation of the Bank shall be at least 2 % of the average net profits of the Bank made during the three immediately preceding financial years.</p> <p>As the average net profit of the Bank for the last three years was in the negative zone, the Bank is not required to spend money for CSR activities in the financial year 2020-21 as per the policy adopted by the Bank and as per Section 135 of the Companies Act, 2013. However, as part of the Bank's continued focus towards sustainable development and responsible banker and its commitment towards society, has spent the amount as mentioned in point No.8 (c) of the report to CSR activities during the period under review.</p> <p>As the Bank has come back to the profitability path in the past two financial years, the Bank is committed and obliged to spend CSR activities for areas / subjects / project covered under Schedule VII, as part of the CSR policy adopted by the Bank. Within the frame, the Bank will identify/ continue to take steps to identify areas / subjects / projects, either directly or jointly by such entities as permitted in the rules or through implementation agencies/institutions with an established track record of at least 3 financial years in undertaking similar projects or programs as part of the CSR initiative.</p> <p>The Bank remains committed to increase its CSR reach and spend over the coming years as per the policy, supplemented by its continued focus towards sustainable development and responsible banking with a clear understanding that bank has a key role of job and wealth creation in the society. CSR is generally understood to be the way an organization achieves a balance between economic, environmental and social imperatives while addressing the expectations of shareholders and stakeholders.</p>																

Sd/-

**C. VR. Rajendran**

Managing Director &amp; CEO

(DIN: 00460061)

Sd/-

**Sudhin Choksey**

Chairman - CSR Committee

(DIN : 00036085)

Sd/-

**Madhavan Aravamathan**

Chairman

(DIN: 01865555)

Place: Thrissur

Date : July 05, 2021