

**ANNUAL REPORT ON CSR ACTIVITIES**
**1. Brief outline on CSR Policy of the Company:**
**(i) Vision**

In pursuance of the Companies Act, 2013 and in alignment with its vision, the Company through its CSR initiatives continues to enhance value creation in the society and in the community in which it operates, through its services, conduct and initiatives, so as to promote sustained growth for the society and community. The Company's Vision Statement is to actively contribute to the social and economic development of the communities of the area in which we operate. In doing so, build a better, sustainable way of life for the underprivileged, and raise their overall standard of living. In addition, we are committed to conserving and preserving the environment.

**(ii) Strategy**

Though mandated, Kvantum Papers Ltd. takes its social responsibility conscientiously and proactively. Our emphasis has been on environment conservation, reforestation, pollution control, optimum utilization of treated water with recycling with in campus and also by farmers for irrigation purpose.

We have been spearheading a focused CSR drive targeted at community upliftment and development separately for some years now. Kvantum is now carrying these initiatives forward as part of the CSR program.

The CSR Committee, in consultation with the Board, provides the strategic direction for the company's external CSR drive, and the thrust areas for the CSR work, along with ensuring effective monitoring as well.

The company's CSR Program is undertaken directly by the Company, as also through a CSR Implementation Partner. The CSR Implementation Partner is selected after a detailed due diligence exercise, which includes evaluation on the basis of its competence, experience, specialization and transparency.

The policy on Corporate Social Responsibility is available on the website of the Company viz. <http://www.kvantumpapers.com/policies>

**2. The Composition of the CSR Committee:**

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. Pavan Khaitan, Chairman	Promoter, Executive	2	2
2	Mr. Drishinder Singh Sandhwalia, Member	Non-Independent, Non-Executive	2	2
3	Ms. Shireen Sethi, Member	Independent, Non Executive	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:
- CSR Committee - <https://www.kvantumpapers.com/BoardCommittees>
  - CSR Policy - <http://www.kvantumpapers.com/policies>
  - CSR Projects - <https://www.kvantumpapers.com/csrprojects>
4. Provide the 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 (attach the report): Not Applicable
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: Not Applicable
6. Average net profit of the company for last three financial years as per Section 135(5) - Rs. 9,451.62 lakhs.
- 7.

(a)	<b>Two percent of average net profit of the company as per section 135(5):</b>	Rs. 189.03 lakhs
(b)	<b>Surplus arising out of the CSR projects or programmes or activities of the previous financial years</b>	NIL
(c)	<b>Amount required to be set off for the financial year, if any</b>	NIL
(d)	<b>Total CSR obligation for the financial year (7a+7b-7c)</b>	Rs. 189.03 lakhs

8. (a) CSR amount spent or unspent for the financial year

Total Amount Spent for the Financial Year. (in Rs. Lakhs)	Amount Unspent (in Rs. Lakhs)				
	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.
Rs. 54.64 lakhs	Rs. 134.39 lakhs	Being transferred	NA	-	NA

**(b) Details of CSR amount spent against ongoing projects for the financial year:**
**(Rs. in Lakhs)**

S No	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No.)	Locations		Project duration	Amount allocated for the project (In Rs.)	Amount spent on the project or programs in FY 2020-21	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation	Mode of Implementation	
				State.	District.						Through Implementing Agency	CSR Registration
										Direct (Yes/No)		
1	Education	Literacy	Yes	Punjab	Saila Khurd, Hoshiarpur	1 year	10.00	10.08	-	Yes	-	NA
2	Providing Health facility	Health	Yes	Chandigarh/ Punjab	Chandigarh/ Saila Khurd, Hoshiarpur	1 year	35.00	34.75	-	Yes	-	NA
3.1	Solar Lights 300 Nos@ 20K	Rural Development	Yes	Punjab	Saila Khurd 100 nos., Khushi Paddi 20 nos, Jassowal 25nos., Bharatpur Jattan 20 nos. , Raniala 20 nos., Saila Kalan 30 nos., Gandhowal 20 nos. Badhowan 15 nos. , Dadiyal 10nos., Dansiwal 10 nos. , Pensra 20 nos. & Jiwanpur Jattan 10 nos. Distt. Hoshiarpur)	3 years	60.00	-	60.00	Yes	-	NA
3.2	Flooring & Repair Work at Govt. Schools		Yes	Punjab	Saila Khurd, Hoshiarpur	3 years	15.00	-	14.00	Yes	-	NA
3.3	Tubewell		Yes	Punjab	Raniala and Bharatpur Jattan, Hoshiarpur	3 years	60.00	0.07	60.39	Yes	-	NA
3.4	Toilet/Water cooler/R.O. System/ Water Tank		Yes	Punjab	Saila Khurd/ Saila Kalan/ Paddi Khuddi/ Bharatpur Jattan, Hoshiarpur	1 year	10.00	9.74	-	Yes	-	NA
<b>Total</b>							<b>190.00</b>	<b>54.64</b>	<b>134.39*</b>			

\* Amount being transferred to Unspent CSR Account

**(c) Details of CSR amount spent against other than ongoing projects for the financial year**

S. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No.)	Locations		Amount allocated for the project (in Rs.)	Amount spent on the project or programs in FY 2020-21	Cumulative Expenditure up to the reporting period i.e. 31.03.2021	Mode of Implementation - Direct (Yes/No)	Mode of Implementation	
				State.	District.					Name	CSR Registration number
NIL											

(d) Amount spent in Administrative Overheads: NA

(e) Amount spent on Impact Assessment, if applicable: NA

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 54.64 lakhs

(g) Excess amount for set off, if any - NIL

Sl. No.	Particular	Amount (in Rs. lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 189.03 lakhs
(ii)	Total amount spent for the Financial Year	Rs. 54.64 lakhs
(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

**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) (InRs.)	Amount spent in the reporting Financial Year (In Rs.).	Amount transferred to any fund specified under Schedule Vllas 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.	2017-18	NA	-	NA	-	NA	NIL
2.	2018-19	NA	-	NA	-	NA	87.87 lakhs
3.	2019-20	NA	-	NA	-	NA	105.71 lakhs
	<b>Total</b>	NA	--	NA	-	NA	<b>193.58 lakhs</b>

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

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 Rs.).	Amount spent on the project in the reporting Financial Year	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project completed/ ongoing
NIL								

**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: Not Applicable**

(asset-wise details)

(a) Date of creation or acquisition of the capital asset(s)

(b) Amount of CSR spent for creation or acquisition of capital asset.

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

**11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):**

The year under review brought unprecedented economic challenges to the country due to covid-19 pandemic outbreak and lockdown in various parts, which severely impacted the business operations of the company and its ability to meet its financial as well as CSR commitment. However the requisite amount as per the Act is being spent as the projects are ongoing and spread over a period of 3 years.

Sd/-  
**Pavan Khaitan**  
 Chairman-CSR Committee  
 & Managing Director