

# ANNEXURE - III

## ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

For achieving the CSR objectives through the implementation of meaningful and sustainable CSR programs, Muthoot Microfin Limited (the Company) will annually contribute up to two percent of the average profits for the last three financial years towards the CSR activities.

### 1. A brief outline of the Company's CSR policy

The CSR Policy of the Company is designed to portray its commitment to be a responsible corporate citizen and presents the strategies and methods for undertaking social programs for the well-being and sustainable development of the local community in which it operates. Each CSR activity of the Company is channelized through Muthoot Pappachan Foundation (MPF), a Public Charitable Trust formed in the year 2003 as the CSR arm of the Muthoot Pappachan Group to facilitate CSR activities for the entire Group and all its business verticals. The CSR programs of MPF are bound by the theme HEEL: Health, Education, Environment, and Livelihood.

The objectives of CSR Policy of the Company are to:

- a) build a framework of CSR activities with a philanthropic approach in line with business unit objectives, which also benefits the organization at large;
- b) shape sustainability for the organization by 'Engaging the Community';
- c) build a corporate brand through CSR; and
- d) for other stakeholders, make it "an integral part of the Company's DNA, so much so that it has to be an organic part of the business".

### 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. Thomas Muthoot	Managing Director	1	1
2	Mr. Thomas George Muthoot	Non- Executive Director	1	1
3	Mr. Thomas John Muthoot	Non- Executive Director	1	1
4	Mr. Alok Prasad	Independent Director	1	1

3. The web-link where the Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: <https://muthootmicrofin.com/disclosures/>

4. The details of the 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 - NIL

## 6. Average net profit of the company for last three financial years

S. No	Financial Years	Net Profit as per section 198 (Rupees)
1.	Ending 31st March, 2020	19,69,83,107
2.	Ending 31st March, 2021	9,05,48,581.03
3.	Ending 31st March, 2022	64,72,12,148.96
	<b>Average Net Profit</b>	<b>31,15,81,279.00</b>

7. (a) Two percent of average net profit of the company as per section 135(5): ₹ 62,31,625.58  
 (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: Not applicable  
 (d) Total CSR obligation for the financial year (7a+7b-7c): ₹ 62,31,625.58
8. (a) CSR amount spent or unspent for the financial year

Total Amount Spent for the Financial Year (₹)	Amount Unspent				
	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
62,31,644	NA	--	--	--	--

- (b) Details of CSR amount spent against ongoing projects for the financial year

Sl. No	Name of Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the Project 1. District 2. State	Project Duration	Amount allocated for the project (₹)	Amount spent in the current financial Year	Amount transferred to Unspent CSR Account for the project as per Section 135(6)** (₹)	Mode of Implementation Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
										Name	CSR registration number

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

Sl. No	Name of Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the Project	Amount spent in the current financial Year (₹)	Mode of Implementation Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
							Name	CSR registration number
1	Smile Please Project	Promoting health care including preventive health care	Yes	Vadodara and Pondicherry	40,00,000	No	Muthoot Pappachan Foundation	CSR00003932
2	Support for Sports training through MPCES	Training to promote sports	Yes	Kerala (Palakkad)	4,81,644	No	Muthoot Pappachan Foundation	CSR00003932
3	Rajasthan Skilling Project with RRF and JRF	Empowering women/ Enhancing vocation skills among women	Yes	Rajasthan (Jaipur)	17,50,000	No	Muthoot Pappachan Foundation	CSR00003932

- (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): ₹ 62,31,644
- (g) Excess amount for set off, if any: NIL

Sl. No.	Particulars	Amount (₹)
1	Two percent of average net profit of the company as per Section 135(5)	62,31,625.58
2	Total amount spent for the Financial Year	62,31,644.00
3	Excess amount spent for the financial year [(ii)-(i)]	18.42
4	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
5	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

**9. Details of Unspent CSR amount for the preceding three financial years:** Nil

(Applicable for the relevant period, post amendment in CSR Rules)

**10. Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):** Not Applicable

**11. 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 (asset-wise details):**  
Not Applicable

**12. Specify the reasons, in case, the Company has failed to spend two per cent of the average net profit as per Section 135(5):** NA.

**For and on behalf of the Board of Directors**

Kochi  
06.05.2023

**Thomas George Muthoot**  
Director  
(DIN 00011552)

**Thomas Muthoot**  
Managing  
Director  
(DIN 00082099)