

**CORPORATE SOCIAL
RESPONSIBILITY POLICY
AARTI DRUGS LIMITED**

CORPORATE SOCIAL RESPONSIBILITY POLICY (CSR POLICY)

The concept of CSR has been introduced in the Companies Act, 2013.

Even though the CSR provisions have been enacted with effect from F.Y. 2014-15, "AARTI DRUGS LIMITED" has voluntarily shouldered its responsibility towards the Society by implementation of various CSR activities for the development of a better Society. Aarti Drugs Ltd. understands its social responsibilities and has been engaged in these activities since several years. The company does not stop only with spending of money towards CSR but actually monitors on ground level the utilisation and channelisation of resources in most optimal manner and strives to ensure that the benefit of these initiatives reach to the needy section of the Society at large.

"We seek to be a good corporate citizen in everything that we do."



With the enactment of Companies Act, 2013, the concept of Corporate Social Responsibility has gained legal importance. The provisions of Companies Act, 2013, recommend minimum prescribed spending on CSR activities to certain class of companies. India is the first country to have statutory provisions for spending on CSR activities.

With this guiding principle we are determined to bring together our ongoing activities along with new activities towards the development of the Society and frame one comprehensive policy under the head “Corporate Social Responsibility (CSR)”. **The principles encompassed in this policy have been developed according to the requirements of the Companies Act, 2013.**

- The composition of CSR committee is as follows:
 - ✓ Shri Prakash M. Patil
 - ✓ Shri Rashesh C. Gogri
 - ✓ Shri Navin C. Shah
- Average net profit of the company for last three financial years is 6031.92 lacs.
- CSR Policy has been drafted keeping in view the activities specified in Schedule VII of Companies Act, 2013 or which would cover subjects enumerated in Schedule VII of the Act. While formulating policy, preference has been given to local area or areas around which the company operates.
- Any surplus arising out of the CSR projects or activities shall not form part of the business profit of a company.
- “Average Net Profit” are calculated as per section 198 of Companies Act, 2013 excluding any profit arising from any overseas branch or branches of the company and dividend received from other company which are covered and complying with provisions of sec 135 of the Act.
- The company has decided that the CSR spending during the year are planned to be incurred in collaboration with other companies or institutions and the company is in a position to report separately on such projects or programs.

- There are no CSR projects or programs planned which would directly or indirectly benefit only the employees of the company and their families and also there are no direct or indirect contribution to any political party which would be termed as CSR activity.

Aarti group under the guidance, support and commitment of the Chairman Emeritus, Shri Chandrakant V. Gogri who has committed a major portion of his life for these philanthropic activities, has extended its full support to these initiatives in the past and shall remain fully committed for the same in the future.
