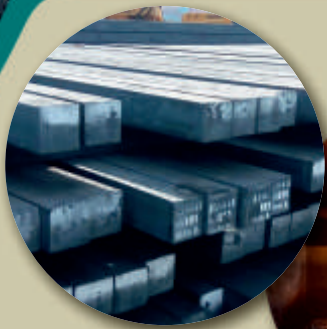




PIL

# ANNUAL REPORT 2019 - 2020

Think **Ahead** to **Stay** Ahead



## Prakash Industries Limited

People.. Prosperity.. Progress..



# **PRAKASH INDUSTRIES LIMITED**

## **Board of Directors**

Shri V. P. Agarwal	Chairman
Shri Vikram Agarwal	Managing Director
Shri Kanha Agarwal	Joint Managing Director
Shri M. L. Pareek	Whole - time Director & CEO
Shri P. L. Gupta	Whole - time Director & CFO
Shri Y. N. Chugh	Independent Director
Shri M. R. Agarwal	Independent Director
Smt. Purnima Gupta	Independent Director
Shri Sunil Kumar	Independent Director
Dr. S.C. Gosain	Independent Director

## **Company Secretary**

Shri Ashwini Kumar

## **Statutory Auditors**

Chaturvedi & Co.  
Chartered Accountants

## **Bankers**

Corporation Bank  
Kotak Mahindra Bank

# **PRAKASH INDUSTRIES LIMITED**

## **Registered Office**

15 Km. Stone, Delhi Road,  
Hissar - 125044 (Haryana)

## **Corporate Office**

SRIVAN

Bijwasan,

New Delhi - 110 061

## **Works**

Champa (Chhattisgarh)

Raipur (Chhattisgarh)

Koira, Distt. Koenjhar (Odisha)

Sirkaguttu (Odisha)

Muppandal (Tamil Nadu)

## **Website**

[www.prakash.com](http://www.prakash.com)

**DIRECTORS' REPORT**

Dear Shareholders,

Your Directors have pleasure in presenting the 39<sup>th</sup> Annual Report on the business & operations of the Company together with the Audited Statement of Financial Accounts for the year ended 31<sup>st</sup> March, 2020.

**FINANCIAL RESULTS**

		(₹ in Crores)
	<b>For the year ended 31st March, 2020</b>	For the year ended 31 <sup>st</sup> March, 2019
Net Sales	<b>2973.64</b>	3587.51
Other Income	<b>6.95</b>	7.57
Total Income	<b>2980.59</b>	3595.08
EBITDA	<b>355.80</b>	793.65
Depreciation	<b>144.87</b>	133.98
Financial Expenses	<b>92.74</b>	100.53
Profit before exceptional item and tax	<b>118.19</b>	559.14
Exceptional Items	24	389.05
Less: Transferred from		
General Reserve	(24)	- (382.56)
Provision for Taxes	-	13.43
Profit after tax	<b>118.19</b>	539.22
Other Comprehensive Income	<b>(4.14)</b>	(4.09)
Total Comprehensive Income	<b>114.05</b>	535.13

**PERFORMANCE**

During the year under review, the Company achieved Net Sales of ₹ 2974 crores as against ₹ 3588 crores in the previous year. The EBITDA for the year was ₹ 356 crores in comparison to ₹ 794 crores in the previous year. After providing for interest, depreciation and tax, the profit after tax of the Company was ₹ 114 crores as against ₹ 535 crores in the previous year, which resulted in EPS of ₹ 6.97 in the current year as against ₹ 33.41 in the previous year.

**OPERATIONAL REVIEW**

The performance of the Company remained stable during the year under review. The new Sponge Iron Rotary kiln having capacity of 2 lacs tonnes per annum alongwith 15 MW power co-generation plant, started commercial production during the year under review as a consequent of which, the Sponge Iron division achieved its highest ever production volume during the year, up by around 10% over FY2019. With the commissioning of this kiln, the Company is now self reliant with respect to its requirement of sponge iron for steel making. The Company also expanded its capacity in Steel Melting Shop by commissioning 4 nos. new energy efficient Induction Furnaces during the year. The enhanced capacity now stands at 1.176 million tonnes per annum. The

performance of the Company in the fourth quarter was impacted by the emergence of Covid-19 pandemic and the nation wide lockdown announced by the Government of India. The Company had to completely suspend its manufacturing operations in the later part of March, 2020. However with gradual lifting of restrictions, the Company recommenced its operations in the last week of April, 2020 and has gradually ramped up the capacity utilisations of the plant to pre Covid levels. Further, the Company has commenced the mining operations at its Captive Iron Ore Mine at Sirkaguttu in the State of Odisha and commercial extraction of the Iron Ore has started during the fourth quarter of the financial year. As regards Coal, during the year, the Company further secured additional long-term Coal linkage of 1.69 lacs MT per annum from Coal India Limited for its newly installed 6<sup>th</sup> Sponge Iron Rotary Kiln. The total Coal linkage as of now stands at 17.04 lacs tonnes per annum.

**FUTURE PROSPECTS**

After emerging as the world's second largest steel producer in the year 2019, the Indian steel industry severely suffered in the last quarter of the financial year 2020 on account of the outbreak of the COVID-19 pandemic, which has adversely affected almost all the sectors globally. To support the economy, the Government of India has already unleashed policy stimulus equivalent to INR 20 trillion. It is expected that by the end of the current year, the Indian economy would be back on track.

In the current challenging scenario, your Company foresees a good opportunity for growth in its core area of operations owing to strong manufacturing base, developed infrastructure, sufficient land bank, environmental clearances, strong financials and long term raw material tie ups.

**DIVIDEND**

After careful assessment of the available profit during the financial year ended 31<sup>st</sup> March, 2020, your Directors have not recommended any dividend for the financial year ended 31<sup>st</sup> March, 2020.

**ENVIRONMENT**

Since inception, the Company has striven to embed environmental considerations in business decisions & continuous focus on its approach by their Environmental Management System, which conforms to ISO:14001. Environmental Management System is a structured and systematic process for achieving continuous improvement in environmental performance & provide an effective Environment to organizations deriving the benefits of environmental positioning and public goodwill.

The Company integrates the consideration of environmental concerns and impacts into all of our decision making and activities by promoting environmental awareness among our employees and encourage them to work in an environmentally responsible manner & communicate our environmental commitment to clients, customers, the public

## **PRAKASH INDUSTRIES LIMITED**

and encourage them to support it. It also strives to continually improve its environmental performance by minimizing the social impact and damage of activities by periodically reviewing the environmental policy in light of its current and planned future activities.

The Company stands way ahead of its peers for its management of natural resources, energy management, carbon emissions reduction, conservation of water resources and biodiversity, and management of waste and committed to providing a quality service in a manner that ensures a safe and healthy workplace for our employees and minimizing our potential impact on the environment. The Company operate in compliance with all relevant environmental legislation and we will strive to use pollution prevention and environmental best practices.

In addition to complying with all applicable environmental laws and regulations, the Company is committed to:

- Set up well equipped Environmental Laboratory for Air & Water.
- Online environmental monitoring of all environmental parameters by installation of online Ambient Air Monitoring Station (AAQMS), Continuous Emission Monitoring System (CEMS) & online Effluent Quality Monitoring System (EQMS)
- Proper management of Hazardous waste & solid waste.
- Maintain 'Zero' discharge pattern by installation of Effluent Treatment Plant & Sewage Treatment Plant.
- Regular compliance of environmental rules & regulation.
- Maintain open channels of communication with customers, employees, government agencies, public officials, the media and the public to meet their information needs in regard to energy, environmental and sustainability issues.

### **SAFETY**

The Company is committed to ensure the safety of all its employees, contractors and others connected with its operations, through its "Zero Accident" policy. The Company has substantially reduced the number of on-site injuries with its strong emphasis on improving health and safety parameters, reducing risks through people engagement, capability building, and strengthening health and safety management systems and processes.

The Company gives a lot of emphasis on inculcating safety in the lives of its employees. Each employee, including contractors are provided safety training regularly. Events such as safety slogan competitions, quiz and safety poster competitions etc. are also organized which have helped in creating awareness among employees. Safety is an ongoing endeavor and we are determined to raise the bar day by day as ISO: 45001 standard.

The Company follows health and safety program at operations site and provides people with safety shoes, helmet, visibility vest, safety glasses/goggles, gloves; etc. as required by the nature of work.

### **MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

As a result of the Covid-19 pandemic and the nation wide lockdown, the plant operations of the Company remained suspended till the third week of April, 2020. However in the fourth week of April, 2020, the operations were recommenced and the Company is now operating at optimum capacity utilization as of now. Apart from this, there were no material changes and commitments affecting the financial position of the Company between the end of the financial year of the Company to which the financial statements relate and the date of the report.

### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS**

During the period under review there were no significant and material orders passed by the Regulators/Courts or Tribunals impacting the going concern status of the Company and it's operations in future.

### **CHANGE IN NATURE OF BUSINESS, IF ANY.**

During the year under review there is no change in nature of business of the Company.

### **DETAILS OF SUBSIDIARY COMPANIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company's policy for determining material subsidiaries is available at [www.prakash.com](http://www.prakash.com).

### **AMOUNT CARRIED TO ANY RESERVE (IF ANY)**

The Company had not carried any amount to any reserve from its Profit & Loss account for the current financial year.

### **CORPORATE SOCIAL RESPONSIBILITY AND GOVERNANCE COMMITTEE**

The Company is following the Companies (Corporate Social Responsibility Policy) Rules 2014 & the Corporate Social Responsibility (CSR) has been an integral part of the way the Company have been doing our business since inception. The Company's initiatives towards fulfilling its philosophy of Corporate Social Responsibility include promoting education facilities, primary health centers, hospitals, sports hub and places of worship, employment opportunity to the local people, recreation facilities and emphasis on plantation etc. We are incorporating our work in following areas -

- Water resource management.
- Promotion of education in all villages nearby our industry.
- Health care & medical camps.
- Woman's empowerment.
- Infrastructure development
- Environmental awareness- Plantation and water conservation.
- Expenses on social causes.
- Training to rural sports, nationally recognized sports
- Promotion and development of traditional arts

## PRAKASH INDUSTRIES LIMITED

A Board level Committee of CSR has been constituted. The details of membership of the Committee & the meetings held are detailed in the Corporate Governance Report, forming part of this Report. The Corporate Social Responsibility Policy is available on the website of the Company at the link [http://prakash.com/pdfs/ CSR\\_Policy.pdf](http://prakash.com/pdfs/CSR_Policy.pdf)

The Annual Report on Corporate Social Responsibility activities is annexed to this report as Annexure 1.

### BOARD EVALUATION

During the year, the annual evaluation of the performance of the Board, its Committees and of individual Directors has been made under the provisions of the Companies Act 2013, relevant Rules and the Corporate Governance requirements as prescribed under Regulation 17 of Listing Regulations, 2015 and the circular issued by SEBI with respect to Guidance Note on Board Evaluation from time to time.

In a separate meeting of Independent Directors, performance of Non Independent Directors and performance of the Board as a whole was evaluated. Further, they also evaluated the performance of the Chairman of the Company, taking into account the views of the Executive Directors and Non-executive Directors.

### NUMBER OF MEETINGS OF THE BOARD

The details of the Board Meetings and other Committee Meetings held during the financial year 2019-20 are given in the separate section of Corporate Governance Report.

### DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declaration from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### FAMILIARISATION PROGRAMME FOR THE INDEPENDENT DIRECTORS

In compliance with the requirements of Regulation 25(7) of the Listing Regulations, 2015, the Company has put in place a Familiarization Programme for the Independent Directors to familiarise them with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates.

### DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

The following persons are the Key Managerial Personnel of the Company as per the provisions of Section 203 of the Companies Act, 2013.

- i) Shri M.L. Pareek, Chief Executive Officer
- ii) Shri P.L. Gupta, Chief Financial Officer
- iii) Shri Ashwini Kumar, Company Secretary

In accordance with the provisions of the Companies Act, 2013 and Articles of Association of the Company, Shri P.L. Gupta retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

Shri Sunil Kumar resigned as Independent Director with effect from 10<sup>th</sup> November, 2019.

Shri Sunil Kumar has joined as an Independent Director of the Company with effect from 4<sup>th</sup> February, 2020.

Further, the Board of Directors has reappointed Shri Ved Prakash Agarwal as Chairman of the Company for the term of 3 (Three) consecutive years on the Board of the Company with effect from 1<sup>st</sup> April, 2020.

### BOARD COMMITTEES

All Committees of the Board of Directors are constituted in line with the provisions of the Companies Act, 2013 and applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### DEPOSITS

Company has not accepted any deposits during the year under review.

### TRANSFERS TO THE INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Pursuant to applicable provisions of the Companies Act, 2013 ("Act") read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), all unpaid or unclaimed dividends are required to be transferred by the Company to the Investor Education and Protection Fund ("IEPF" or "Fund") established by the Central Government, after completion of seven years from the date of dividend becoming unpaid / unclaimed. Further, according to the Rules, the shares in respect of which dividend has not been paid or claimed by the members for seven consecutive years or more, shall also be transferred to the demat account created by the IEPF Authority.

The Company had sent individual notices and also advertised in the newspapers seeking action from the members who have not claimed their dividends for seven consecutive years or more. Accordingly, the Company has transferred such unpaid or unclaimed dividends and corresponding shares to IEPF, up to the financial year ended 31<sup>st</sup> March, 2012.

Members/claimants whose shares and/or unclaimed dividend, have been transferred to the IEPF Demat Account or the Fund, as the case may be, may claim the shares or apply for refund by making an application to the IEPF authority in Form IEPF-5 (available on <http://www.iepf.gov.in>) along with requisite fee as decided by the IEPF authority from time to time.

Details of shares/members in respect of which dividend has not been claimed, are provided on our website at [www.prakash.com](http://www.prakash.com). The members are encouraged to verify their records and claim their dividends of all the earlier seven years, if not claimed.

### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134 (5) of the Companies Act, 2013 (Act), the Board of Directors, to the best of their knowledge and ability, confirm that:

- I. in the preparation of the annual accounts, the applicable standards have been followed and there are no material departures,

## PRAKASH INDUSTRIES LIMITED

- II. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period,
- III. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities,
- IV. they have prepared the accounts on a going concern basis,
- V. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.
- VI. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### STANDALONE ACCOUNTS

The Standalone financial statements for the year ended 31<sup>st</sup> March, 2020 have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 together with the comparative period data as at 31<sup>st</sup> March, 2020 and for the previous year ended 31<sup>st</sup> March, 2019.

### AUDITORS & AUDITORS REPORTS

#### i) Statutory Auditors

The Company's Auditors, M/s Chaturvedi & Co., Chartered Accountants, (FRN:302137E), were appointed as the Statutory Auditors of the Company for a term of five years at the 35<sup>th</sup> Annual General Meeting of the Company, upto the conclusion of the 40<sup>th</sup> Annual General Meeting of the Company to be held in 2021. The Ministry of Corporate Affairs vide notification dated 7<sup>th</sup> May, 2018 has obliterated the requirement of seeking Members' ratification at every AGM on appointment of Statutory Auditors during their tenure of five years.

The Auditors in their Report to the members, have given two qualified opinions and the explanations of Board with respect to it in pursuant to section 134(3)(f) of Companies Act 2013 is as follows:

Explanations to note on Basis for Qualified opinion of Independent Auditors Report

- a) The expenditure amounting to ₹ 2400 Lakhs being amount paid/payable pursuant to a settlement of claim through mediation in court, has been written off by withdrawing an equivalent amount from General Reserve as the claim pertains to an earlier year.
- b) The net deferred tax liability computed in terms of Ind AS-12 "Income Tax" amounting to ₹ 5326 Lakhs has been adjusted against Securities Premium Account. This has been in terms of Hon'ble Punjab & Haryana High Court order dated 23<sup>rd</sup> August, 2007. The

Company has utilized Minimum Alternate Tax (MAT) credit amounting to ₹ 4078 Lakhs to settle the Income Tax liabilities of the previous financial year, set off against the retained earnings.

#### ii) Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Shri Pradip Kumar Muduli, Practicing Company Secretary to undertake the Secretarial Audit of the Company. The Secretarial Audit Reports are annexed herewith as Annexure 2 in prescribed format MR-3 as per Companies Act, 2013 and as Annexure 2A as per prescribed format under SEBI Listing Regulations. The Secretarial Auditor has given observation as mentioned in his report.

#### iii) Cost Auditors

Pursuant to Section 148(1) of the Companies Act, 2013 Company is required to maintain cost records as specified by the Central Government and accordingly such accounts and records are made and maintained.

Accordingly the Board of Directors in its meeting held on 27<sup>th</sup> June, 2020 has appointed M/s. Rakshit & Associates, (FRN : 101951) Cost & Management Accountants, on the recommendation of the Audit Committee, for auditing the cost records of the Company for the Financial Year 2020-21. Appropriate resolution seeking your ratification of the remuneration of Cost Auditors, is included in the Notice convening the 39<sup>th</sup> AGM of the Company.

### CHANGES IN CAPITAL STRUCTURE

During the financial year 2019-20, the Company had allotted 7917023 Equity Shares fully paid-up of the face value of ₹ 10 per share at a premium of ₹ 200.18 per share on conversion of convertible equity warrants. Accordingly, the paid-up Equity Share Capital of the Company increased from ₹ 163.55 crores to ₹ 171.26 crores.

### PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Particulars of loans, guarantees, investments made and securities provided by the Company pursuant to Section 186 of the Companies Act, 2013, if any, are given in the notes to the financial statements, which form part of the Annual Report.

### RELATED PARTY TRANSACTIONS [RPT]

All the Related Party Transactions entered during the year were in the ordinary course of business and on arm's length basis and in compliance with the applicable provisions of the Companies Act, 2013 and Listing Regulations. There are no materially significant related party transactions made by the Company with its Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict of interest with the Company at large. All the related party transactions are presented to the Audit Committee and the Board. Omnibus approval is obtained for the transactions which are foreseen and repetitive in nature.



## **PRAKASH INDUSTRIES LIMITED**

A statement of all related party transactions is presented before the Audit Committee on quarterly basis, specifying the terms & conditions of the transactions.

The Policy on materiality of related party transactions and dealing with related party transactions are available on the Company's website at the link at <http://www.prakash.com/policy-related-party-transactions>.

The details of the related party transactions as required under Section 134(3)(h) r/w Rule 8 (2) of the Companies (Accounts) Rules, 2014 and under Regulation 34(3) & 53(f), Para A of Schedule V of SEBI (LODR) Regulations, 2015 is attached as Annexure 3.

### **VIGIL MECHANISM AND WHISTLE BLOWER POLICY**

In order to provide a mechanism to all stakeholders of the Company to disclose any unethical and improper practices or any other alleged wrongful conduct in the Company, the Company has laid down a Vigil Mechanism also known as Whistle Blower Policy to deal with instances of fraud and mismanagement, if any. The details of the Vigil Mechanism and Whistle Blower Policy are available on the website of the Company.

### **NOMINATION AND REMUNERATION POLICY**

The Company has a Nomination and Remuneration Committee of Directors, members of said Committee are Non-Executive Directors and Independent Directors. The Committee met once during the year. Details of the role and responsibilities of the Committee, the particulars of meeting(s) held and attendance of the Members at such meeting(s) are given in the Corporate Governance Report.

The Board has framed a Nomination and Remuneration policy which is available on the Company website at the link <http://www.prakash.com/policies>.

### **RISK MANAGEMENT AND ADEQUACY OF INTERNAL FINANCIAL CONTROLS**

The Company has set up a Risk Management Committee. Risk Assessment is also discussed in the Management Discussion and Analysis attached to this report. The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The Internal Auditors and the management monitors and evaluates the efficacy and adequacy of the internal control system in the Company, its compliance with operating accounting procedures and policies at all locations of the Company. Audit observations of Internal Auditors and corrective actions thereon are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Auditor reports to the Audit Committee.

The Board of Company has laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively.

### **EXTRACT OF ANNUAL RETURN**

The annual return of the Company as required under the Companies Act, 2013 will be available on the website of the Company at [www.prakash.com](http://www.prakash.com).

## **PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES**

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided as Annexure 4 to this Report.

In terms of the provisions of Section 197(12) of the Companies Act 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules forms part of this Annual Report and is attached as Annexure 4A.

### **PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE**

The Company has a policy on prohibition, prevention and redressal of Sexual Harassment of women at work place and matters connected therewith. During the year ended 31<sup>st</sup> March, 2020, no complaint was received under the policy.

### **DISCLOSURE REQUIREMENTS**

As per SEBI Listing Regulations, the Corporate Governance Report with the Practising Company Secretary's Certificate and Management Discussion and Analysis are attached as Annexure 5, 5A, 5B. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

### **BUSINESS RESPONSIBILITY REPORT :**

The Business Responsibility Report as required under Regulation 34(2)(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, describing the initiatives taken by the Company from an environmental, social and governance perspective, form an integral part of this Annual Report and annexed hereto as Annexure 6.

### **CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars relating to conservation of energy, technology absorption, research & development and foreign exchange earnings and outgo, as required to be disclosed under the Act are annexed as Annexure 7

### **ACKNOWLEDGMENTS**

Your Directors wish to thank all stakeholders, employees and business partners and Company's bankers for their continued support and valuable co-operation. The Directors also wish to express their gratitude to investors for the faith that they continue to repose in the Company.

**By Order of the Board**

Place : New Delhi  
Dated : 27<sup>th</sup> June, 2020

P. L. Gupta  
Whole-time Director  
DIN:00048868

Kanha Agarwal  
Jt. Managing Director  
DIN:06885529

**Annual Report on Corporate Social Responsibility (CSR) Activities  
(Pursuant to Rule 9 of Companies (Accounts) (Corporate Social Responsibility Policy) Rules, 2014)  
for the Financial Year ended 31<sup>st</sup> March, 2020**

A brief outline of the Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and Projects or programs.

The Company has been actively involved in activities for the betterment of the community. The Company has identified health, education & livelihood, environment awareness, water management, promotion of rural sports, rural development projects and social causes as the areas where assistance is provided on a need-based and case-to-case basis. Your Company persisted with participation in such activities at the local, grass root level during the year. The Company's CSR Policy is available on Company website link at [http://prakash.com/pdfs/CSR\\_Policy.pdf](http://prakash.com/pdfs/CSR_Policy.pdf)

The Company has framed a CSR Policy in compliance with the provisions of the Companies Act, 2013

1. The Composition of the CSR Committee
  - i) Shri Vikram Agarwal
  - II) Shri Kanha Agarwal
  - iii) Smt. Purnima Gupta
2. Average net profit (after tax) of the Company for last three financial years ₹ 34925.47 Lakhs
3. Prescribed CSR Expenditure (two percent of the amount as in item 2 above) ₹ 698.51 Lakhs
4. Details of CSR spent during the financial year.
  - (a) Total amount to be spent for the financial year. ₹ 698.51 Lakhs
  - (b) Amount unspent , if any; Nil
  - (c) Manner in which the amount spent during the financial year is detailed below: ₹ 702.49 Lakhs

(₹.in Lakhs)

(1) Sl No	(2) CSR Project or Activity identified	(3) Sector in which the Project is covered	(4) Projects or Programs (1) Local Area or others (2) specify the states and district where projects or programmes were undertaken	(5) Amount outlay (Budget) Project or programmewise	(6) Amount spent on Projects or programs	(7) Cumulative expenditure upto the reporting period	(8) Amount Spent direct or through implementing agency
1	Drinking Water Facility	Making available Safe Drinking Water Health Care Schedule VII (i)	Champa, Chhattisgarh Raipur, Chhattisgarh	142.56 22.50	142.56 22.50	142.56 22.50	Direct, 142.56 Direct, 22.50
2	Training Programme & Promotion of Education	Promoting Education Including Special Education and Employment Enhancing Vocational Skills Schedule VII (ii)	Champa, Chhattisgarh Raipur, Chhattisgarh	148.48 1.69	148.48 1.69	148.48 1.69	Direct, 148.48 Direct, 1.69
3	Social Causes	Measures for reducing inequalities,	Champa, Chhattisgarh	15.25	15.25	15.25	Direct, 15.25
4	Environment Awareness	Ensuring Environment Sustainability Schedule VII (iv)	Champa, Chhattisgarh Raipur, Chhattisgarh	15.61 1.44	15.61 1.44	15.61 1.44	Direct, 15.61 Direct, 1.44
5	Protection of Art & Culture	Promotion and development of traditional arts, Schedule VII (v)	Champa, Chhattisgarh	18.53	18.53	18.53	Direct, 18.53
6	Rural Sports	Training to rural sports, nationally recognized sports Schedule VII (vii)	Champa, Chhattisgarh Raipur, Chhattisgarh	6.92 0.51	6.92 0.51	6.92 0.51	Direct, 6.92 Direct, 0.51
6	Poverty & malnutrition	Mid day meal scheme, Schedule VII(i)	Delhi NCR	329.00	329.00	329.00	329, Through implementing agency,
	<b>Total</b>			<b>702.49</b>	<b>702.49</b>	<b>702.49</b>	<b>702.49</b>

The CSR Committee confirms that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the Company.

**Kanha Agarwal**  
Joint Managing Director  
DIN:06885529

**Vikram Agarwal**  
Chairman-CSR Committee  
DIN:00054125