

MONIKA ALCOBEV LIMITED

CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

INDEX

Clause	Sub- Clause	Particular	Page No.
1		Introduction	1
2		Objective and Purpose	1
3		Alignment with Monika Alcobev Values	2
4		Applicability	2
5		Scope of CSR Policy	2
6		Areas to emphasize	3
7		Undertaking CSR activities	4
8		Governance Structure	5
	8.1	CSR Committee Board	5
	8.2	CSR Team	5
9		CSR Budget	6
10		Implementation Process	6
	10.1	CSR Contributions:	6
	10.2	Compliance, Monitoring and Reporting	6
	10.2.1	Compliance	7
	10.2.2	Monitoring	7
	10.2.3	Reporting	7
11		Treatment of Surplus	8
12		Annual Action Plan	8
13		CSR Expenditure	8
14		Amendments to the Policy	8
15		Compliance Statement	9
16		Version Control	9

1. Introduction

Corporate Social Responsibility (CSR) is the way and means through which corporates can repay the obligations made by the Society by contributing the resources in its various forms as required for the efficient operation of the Business.

Corporate Social Responsibility is strongly connected with the principles of sustainability. Organizations should make decisions based not only on financial or operational factors, but also on the social and environmental consequences.

Therefore, it is the core corporate responsibility of Monika Alcobev Limited (hereinafter refer to as “Monika Alcobev” or “Company”) to practice its corporate values through its commitment to grow in a socially and environmentally responsible way, while meeting the interests of its stakeholders.

2. Objective and Purpose

The Objective of the policy is to define Monika Alcobev ‘s Corporate Social Responsibility in line with the Section 135 of the Companies Act, 2013 read with rule made under Companies (Corporate Social Responsibility Policy) Rules, 2014 and Schedule VII of the Companies Act, 2013 and such amendments shall always deem to be incorporated in this policy unless they are inapplicable to Monika Alcobev.

The key purpose of this Policy is to:

- Outline the development areas in which the Company shall get involved in.
- Define governance structure for CSR management within the Company.
- Serve as a guiding document aiding in identification, execution and monitoring the CSR projects.
- Describe the treatment of surpluses from CSR activities.
- Define the approach and direction given by the Board of the Company, considering the recommendations of the CSR Committee (once it is being formed).
- Provide guiding principles for selection, implementation, and monitoring of activities.

3. Alignment with Monika Alcobev Values

We believe to drive our CSR policy with the same values which directs Monika Alcobev. Hence, this CSR Policy absorbs Monika Alcobev core values and is aligned in the following manner to its CSR strategy:

- Trust: Monika Alcobev considers itself accountable for contributing back in a meaningful way to the society/ Nation.
- Embrace Diversity with quality: Monika Alcobev believes in embracing diverse views and opinions which lead to a better solution. Accordingly, for execution of its CSR objectives Monika Alcobev plans to partner, where necessary, with NGOs/ other charitable organizations to meet the CSR objectives.
- Collaborate to Win with excellence: Collaborating with other NGOs/ charitable organizations, with footprint/ expertise in areas selected, is a key aspect of Monika Alcobev's strategy to make a positive impact in its CSR activities.

4. Applicability

CSR Policy is applicable to Monika Alcobev Limited and its subsidiaries, if any (collectively referred to as "Monika Alcobev") which are mandated with the CSR expenditure obligations as per Section 135 of the Companies Act, 2013 ('the Act') read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time.

5. Scope of CSR Policy

This Policy applies to all CSR projects that will be undertaken by Monika Alcobev and shall fulfil all the requirements of Section 135 of the Companies Act, 2013 and rules made thereunder. Monika Alcobev shall ensure all these activities are over and above the normal course of business and are in line with Schedule VII of the Companies Act, 2013. This Policy will be periodically reviewed and updated in line with the relevant codes of Conduct and best practices that can be adopted by Monika Alcobev.

6. Areas to Emphasize

Monika Alcobev has broadly selected four areas of focus under its CSR activities, as under:

Education and skill development:

- Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects.

Environment Sustainability including water and sanitation, green energy:

- Ensuring environmental sustainability ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water;
- Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts

Medical and other Welfare:

- Providing medical relief and rehabilitation to communities who either don't have access to quality health care or cannot afford it;
- Eradicating hunger, poverty and malnutrition, promoting health care, preventive health care and sanitation and making available safe drinking water;
- Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centers and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- Measures for the benefit of armed forces veterans, war widows and their dependents;
- Training to promote rural sports, nationally recognized sports, Paralympics sports and Olympic sports;
- Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and

relief and welfare of the scheduled castes, the scheduled tribes, other backward classes, minorities and women;

- Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
- Rural development projects;
- Slum area development.

[For the purposes of this item, the term 'slum area' shall mean any area declared as such by the Central Government or any State Government or any other competent authority under any law for the time being in force.]

Emergencies and Natural Calamities

- Monika Alcobev shall provide relief, support, rehabilitation, reconstruction activities etc. for disaster management in case of natural calamities or emergencies etc.

In addition to the Areas to Emphasize specified above, the Company may select any area/ sector/ activity or head of activities, as may be specified in Schedule VII to the Companies Act, 2013 including any amendments or modifications as may be introduced from time to time.

7. Undertaking CSR activities

Monika Alcobev will undertake CSR activities either in partnership with a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80G of the Income Tax Act, 1961 or such other entities prescribed under the Act, who are engaged in activities or programs which fall within the purview of Monika Alcobev's CSR Policy and areas of focus, or directly through a company established under section 8 of the Act, or a registered public trust or a registered society, registered under section 12A and 80 G of the Income Tax Act, 1961, that may be established by Monika Alcobev, either singly or along with any other company, for the purpose or both.

8. Governance Structure

A governance structure at Monika Alcobev is responsible for implementing and administering CSR Policy, in compliance with the requirements of Section 135 of the Companies Act, 2013 and rules made thereunder. The Board of Directors of both the Companies who are ultimately accountable for the CSR projects undertaken by Monika Alcobev.

At present Monika Alcobev Board shall be responsible for the compliance of CSR activities, as the limit for upto Rs.50 Lakh has not been crossed once the limits of Rs.50 Lakhs crossed and induction of Independent Director on the Board. The Board shall form the CSR committee at Board level. The CSR Committee is supported by the CSR Team.

8.1 CSR Committee of Board:

Monika Alcobev has constituted the Corporate Social Responsibility Committee (the “CSR Committee”) in line with Section 135 of the Companies Act, 2013 (the “Act”). The CSR Committee consists of following members of the Board:

- Mr. Bhimji Nanji Patel – Chairman
- Mr. Kunal Bhimji Patel – Member
- Mr. Nayan Jagdishchandra Rawal -- Member

The CSR Committee of the Board shall be responsible for:

- Review of CSR activities in the Company.
- Formulation of CSR Policy.
- Monitoring of implementation of CSR Policy.
- modifications to CSR Policy as and when required.
- Appraise the CSR expenditure done during the year.

8.2 CSR Team:

Dedicated CSR team may be constituted from among the employees at Monika Alcobev, for implementing the CSR Policy and shall work under the guidance of CSR Committee and will be mainly responsible for:

- Execution of the CSR Policy.
- Identify projects and key initiatives pursuant to CSR Policy.
- Facilitating allocation of funds to the projects as identified for CSR activities.
- Monitoring CSR Projects to establish effectiveness of CSR efforts and appraise the same to CSR Committee.
- Compilation of information & preparation of Annual Reports on CSR activities and presenting the same to CSR Committee.
- Any other activity necessary to ensure achievement of CSR objectives.

9. CSR Budget

The total budget for the CSR projects in each financial year will be decided by the CSR Committee in accordance with applicable provisions of the Act and the CSR Rules and the CSR Committee will recommend the amount of expenditure to be incurred on the activities to the Board for its approval. The CSR Committee shall propose to distribute the budget among the Areas to Emphasize or such of them as the CSR Committee may deem fit in each financial year, in such proportion and in a manner that meets the objectives of the CSR Policy.

For any reason if the CSR team is not able to follow the allocation agreed on in any of the Areas to Emphasize described above, the same shall be utilized in such other Areas to Emphasize as the CSR team may recommend with the reasons therefor, and the CSR Committee may approve.

10. Implementation Process

10.1 CSR Contributions:

The Company will endeavor to contribute and spend at least 2% of the average net profits of the Company made during the three immediately preceding financial years or such amount as may be recommended by the CSR Committee from time to time in pursuance of this Policy.

10.2 Compliance, Monitoring and Reporting

10.2.1 Compliance:

The CSR Team will plan, implement, monitor, and manage all CSR projects &

activities for Monika Alcobev and will work closely with the CSR Committees of the Board.

The CSR Team will formulate implementation plans for the projects specifying the following:

- Activities to be undertaken.
- Budgets proposed.
- Time frame for implementation.
- Responsibilities and authorities for implementation.
- Results expected to be achieved post implementation.

10.2.2 Monitoring:

The CSR Team will monitor the implementation and progress of the approved projects through appropriate mechanisms such as site visits, review meetings and progress reports etc. Mechanisms to track data and monitor projects will be established to ensure the transparency and efficiency of the implementation process. The projects will be evaluated against the milestones defined in the implementation plan of the project.

The Board of the Company shall satisfy itself that the CSR funds disbursed have been utilized for the purposes and in the manner as approved by it and the Chief Financial Officer or the person responsible for financial management shall certify to the effect as per applicable rules in this regard.

10.2.3 Reporting:

The CSR Committee of the Board, based on reports presented by the CSR Team, will annually publish report on the CSR projects as a part of the Director's report. The report will disclose information in the format as prescribed by the Section 135 of the Companies Act 2013 and rules made thereunder. The CSR Committee shall also submit a responsibility statement to the Board that the implementation and monitoring of the CSR Policy is in compliance with the approved CSR Policy of the Company.

The CSR Policy on being approved by the Board shall be displayed on the website of the Company and any modifications carried out from time to time shall also be updated on the website of the Company respectively.

11. Treatment of Surplus

Any surplus arising out of the CSR activities shall not form part of the business profit of the Company and shall be ploughed back into the same project or shall be transferred to the Unspent CSR Account and spent in pursuance of CSR policy and annual action plan of the Company or transfer such surplus amount to a Fund specified in Schedule VII, within such period and with such terms and conditions as may be prescribed under Section 135 of the Act read with relevant rules applicable.

12. Annual Action Plan

The CSR Committee shall formulate and recommend to the Board, an Annual Action Plan in pursuance of the CSR policy, which shall include the following:

- 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
- Details of need and impact assessment, if any, for the projects undertaken by the company.

The Board may alter such plan at any time during the financial year, per the recommendation of the CSR Committee, based on the reasonable justification to that effect.”

13. CSR Expenditure

If the Company spends an amount in excess of the requirements provided under the Act, then the Company may set off such excess amount against the requirement to spend under sub-section 5 of Section 135 for such number of succeeding financial years and in such manner, as may be prescribed under the Act and rules made thereunder.

14. Amendments to the policy

The Board of Directors, on its own can amend this CSR Policy as and when deemed fit, subject to, such changes and amendments as may be notified by the

Ministry of Corporate Affairs under Section 135 of the Companies Act, 2013 and rules made thereunder and the same shall be read in line with the provisions of the Act applicable to the Company from time to time.

15. Compliance statement

The CSR policy of the Company was approved by the Company's Board of Directors on 18th January 2024 for the adoption as the Company's policy.

The CSR policy, as approved by the Board, shall be hosted on the website of the Company.

16. Version Control

Version	Version Date	Approved by	Description
V1	18-01-2024	Board	Policy formation