

Annexure-B
ANNUAL REPORT ON CSR ACTIVITIES

Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014

1. BRIEF OUTLINE OF THE COMPANY'S CSR POLICY, INCLUDING OVERVIEW OF PROJECTS OR PROGRAMS PROPOSED TO BE UNDERTAKEN AND REFERENCE TO WEB LINK TO CSR POLICY AND PROJECTS OR PROGRAMS

Company has constituted CSR policy in compliance of section 135 of Companies Act, 2013 along with rules framed there under, approved by board dated 15th day of March, 2019 and the same was reviewed on 24th August, 2019. Further it is prescribed by board to undertake CSR activities in cohesion with those enunciated in the schedule VII of the Act, 2013 for the benefits of the localities of nearby area of the company mainly or in any other part of India as may be deemed fit by the BOD or CSR committee.

Further projects and programs as proposed to be undertaken are as follows:

- a) Eradicating hunger, poverty and malnutrition, "promoting health care including preventive health care" and sanitation including [contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation] and making available safe drinking water.
- b) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.
- c) 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.
- d) ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set-up by the Central Government for rejuvenation of river Ganga.
- e) Promotion & 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 art and handicrafts;
- f) measures for the benefit of armed forces veterans, war widows and their dependents;
- g) training to promote rural sports, nationally recognized sports, Para Olympic sports and Olympic sports

- h) Contribution to the prime minister's national relief fund or any other fund set up by the central govt. for socio economic development and relief and welfare of the schedule caste, tribes, other backward classes, minorities and women;
- i) Contributions or funds provided to technology incubators located within academic institutions which are approved by the central govt.
- j) rural development projects
- k) Slum area development.

Company is committed to improve the lives of the society in which it operates. The Company believes in its efforts to improve the society and strives to create a positive impact on the communities it serves and on the environment.

The objective of our CSR policy is to actively contribute to the social, environmental and economic development of the society in which we operate.

The Details of CSR policy of the Company are available on the website of the Company at <https://www.digamberfinance.com/corporate-governance/#codes>

CSR KEY INITIATIVES: FY 2019-20

During the year, company has undertaken its CSR responsibilities through external trust with a focus on philanthropist and humanitarian activities aiming towards promotion of welfare and development of Nathdwara, Rajasthan to promote tourism, recreation and socio-cultural activities in Nathdwara, Rajasthan. Trust decided to undertake a corporate social responsibility project of construction, development, operation and maintenance of a recreational park of international standards, consisting of handicraft shops, herbals gardens, amphitheater, planetarium, Yoga & Meditation Centre, contemporary and traditional sculptures etc. including but not limited to erection of world's largest "Lord Shiva" statue of 351 feet, erection of "Nandi" (a gate-guardian deity of Lord Shiva) and other similar constructions and establishments.

2. COMPOSITION OF CSR COMMITTEE

The CSR Committee was constituted by our Directors by way of circular resolution, approved on July 02, 2018. Further composition of committee was reconstituted with addition of Mr. Nayan Ambali (Independent director) & Mr. Jatin Chhabra (Non-executive director) as approved in 3rd board meeting held on 18.07.2019. As of now committee comprise of:

Name of the Director	Designation in the Committee	Nature of Directorship
Mr. Rajiv Jain	Chairman	Executive Director
Mr. Amit Jain	Member	Executive Director
Mr. Lalit Jain	Member	Independent Director
Mr. Nayan Ambali	Member	Independent Director
Mr. Jatin Chhabra	Member	Non-Executive Director

3. a) Amount of CSR Expenditure as per audited balance sheet to be spent for the Financial Year ended 31.03.2018 was ₹ 9,92,500.76/-. The amount working out as under: -

(Amount in ₹)

Financial Year	FY2017-18	FY 2016-17	FY2015-16
Profit Before Tax	113193613.90	24858641.34	10822859.04
Average Profit Before Tax	4,96,25,038.09		
2% of Average Profit as above	9,92,500.76		

Due to non-availability of sources the amount of CSR Expenditure was unspent.

CSR Project or Activity identified	Sector in which the project is cover	Projects or Programs	Amount outlay (Budget project or programs wise)	Amount spent on the projects or programs	Cumulative expenditure upto the reporting period	Amount spent directly or through implementing agency
Development/ erection of 351 ft. Statue of Lord Shiva including development/ construction of recreational parks consisting of handicraft shops, herbals gardens, amphitheater, yoga center	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 art and handicrafts;	At Nathdwara, Rajasthan with objective of promoting and enhancing tourism, recreation and social culture development	33,50,000/-	33,50,000/-	33,50,000/-	Through trust named "TATPADAM UPAVAN"

- b) Amount of CSR Expenditure as per audited balance sheet to be spent for the Financial Year ended 31.03.2019 was ₹23,51,000/- approx. The amount working out as under:

(Amount in ₹)

Financial year	FY2018-19	FY2017-18	FY2016-17
Profit before Tax	214564290.05	113193613.90	24858641.34
Average Profit before Tax	11,75,38,848.43		
2% of Average Profit as above	23,51,000 (approx.)		

4. Prescribed CSR expenditure (two percent of the amount as in item 3 (b)above): ₹ 23,51,000/- approx.
Unspent Amount of FY 2018-19: ₹ 9,92,500.76/-
Total Prescribed CSR Expenditure: ₹ 33,43,500.76/- against which the company has spent ₹ 33,50,000/- in a qualifying project.

5. Details of CSR spend for the financial year:
i. Total amount spent for the financial year ₹ 33, 50,000/-
ii. Amount unspent: NIL
iii. Manner in which the amount spent during the financial year:

ABOUT TRUST & PROJECT:

Tatpadam Upvan a non-profit company duly incorporated under section 25 of company's act, 1956 (similar to section 8 of company's act, 2013) is fully wholly owned subsidiary of Miraj Developers Limited (MDL), incorporated to carry out CSR project, having registered office at Nathdwara, Rajsamand. Tatpadam Upvan is company incorporated for charitable purposes. Mr. Madan Lal Paliwal and Mrs. Sushila Devi Paliwal are the promoter directors of Tatpadam Upvan.

Development of Statue of "Lord Shiva" and other contemporary and traditional sculptures will help in achieving protection and promotion of art and culture and will influencing people to inculcate habit of meditation in their life style, thereby promoting health.

6. In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board Report.

Being a micro finance company, we are always devoted for betterment of society especially among women & their family and endowers for their livelihood enhancement. Due to lacking of network to carry its CSR initiatives on its own, company was unable to conduct CSR activities in financial year 2019 and hence the Company primarily engaged external trust i.e. Tatpadam Upvan to execute the CSR programs for and on behalf of the Company.

Due to lack of quality project and with the restricted network, the company was unable to spend the budgeted CSR expenditure (CSR for the FY 2018-19 and the carried forwards). Accordingly, in FY 2019-20 we placed all efforts to cover the shortfall in the CSR spends of previous financial years along with current financial year. The Company managed to spend 100% of the CSR liability till FY 2019-2020.

7. CSR Committee of Board affirms that CSR activities has been implemented in accordance with CSR objectives of Companies Act, 2013 and CSR Policy of your Company.

**For & on behalf of the Board of Directors of
Digamber Capfin Limited**

Date: September 5, 2020

Place: Jaipur

**-sd-
Rajiv Jain
Whole-Time Director
DIN: 00416121**

**-sd-
Amit Jain
Whole-Time Director
DIN: 00416133**