

Annexure 'G' to the Directors' Report

Annual Report on CSR Activities

1.	Brief outline on CSR Policy of the Company : CSR Policy of SEML ensures that all developmental activities/ initiatives undertaken are accessible to the most deserving segments such as children, women, elderly and those with disabilities. This would reflect particularly in the field of education, healthcare, sanitation, community welfare, skill development, infrastructure development, rural development, etc. The CSR Policy focuses on addressing critical social, environmental and economic needs of the marginalized/ underprivileged sections of the society. SEML adopts an approach that integrates the solutions to these problems into the strategies of the Company to benefit the communities at large and create social and environmental impact. The main objective of CSR Policy is to lay down guidelines to make CSR a key business process for sustainable development for the society. It aims at supplementing the program of the Government in enhancing welfare measures of the society based on the immediate and long term social and environmental consequences of their activities. The focus areas under SEML CSR policy are Education, healthcare, sports, art & culture, rural development programmes, social business projects, etc.			
2.	Composition of 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.	Upendra Prasad Singh	Chairman / Independent Director	2	2
2.	Mr. K.K. Sarda	Member /Chairman	2	2
3.	Ms. Tripti Sinha	Member / Independent Director	2	2
3.	Web-link on the website of the Company for : CSR Committee Composition of CSR committee, CSR Policy and CSR projects approved by the board are : CSR Policy disclosed. : CSR Report			
4.	Provide the executive summary along with : The Company has carried out Impact Assessment through weblink(s) of Impact Assessment of CSR : independent third parties. The summary reports are Projects carried out in pursuance of sub rule : attached. The Complete report is available at : Impact (3) of rule 8, if applicable : Assessment Report 2025-26			
5.	a. Average net profit of the Company as per : ₹ 739.56 crore section 135(5) of the Companies Act, 2013 b. Two percent of average net profit of the : ₹ 14.79 crore Company as per section 135(5) of the companies Act, 2013			

Annexure 'G' to the Directors' Report

- c. Surplus arising out of the CSR projects or programmes or activities of the previous financial years : NIL
- d. Amount required to be set off for the financial year, if any : 0.88 crore (being excess amount spent in 2024-25, brought forward)
- e. Total CSR obligation for the financial year (5b+5c+ 5d) : ₹ 13.91 crore
6. a. Amount spent on CSR Projects (both Ongoing Projects and other than Ongoing Projects) : ₹ 12.87 crore
- b. Amount spent in administrative overheads : ₹ 0.20 crore
- c. Amount spent on Impact Assessment, if applicable : NIL
- d. Total amount spent for the financial Year (6a+6b+6c) : ₹ 13.07 crore
- e. CSR amount spent or unspent for the financial year : ₹ 0.84 Crore*

* Unspent amount is earmarked for an ongoing project. The said amount has been spent in the current financial year.

Total Amount Spent for the Financial Year. (₹ in crore)	Amount Unspent (₹ in Crore)				
	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
13.07	NIL	N.A.	N.A.	NIL	N.A.

f. Excess amount for Set-off, if any :

Sl. No.	Particular	Amount (in ₹ crore)
(i)	Two percent of average net profit of the Company as per section 135(5) of the Companies Act	14.79
(ii)	Total amount spent for the Financial Year	#13.95
(iii)	Excess amount spent for the financial year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

including ₹ 0.88 crore brought forward from 2024-25.

Annexure 'G' to the Directors' Report

7. Details of Unspent CSR amount for the preceding three financial years :

S. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under subsection (6) of section 135 (in ₹)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in ₹)	Amount Spent in the Financial Year (in ₹)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to subsection (5) of section 135, if any		Amount remaining to be spent in succeeding Financial Years (in ₹)	Deficiency, if any
					Amount	Date of Transfer		
1.	2021-22	NIL	NIL	NIL	NIL	NA	NIL	NIL
2.	2022-23							
3.	2023-24							

8. Whether any capital assets have been created or acquired through CSR amount spent in the Financial Year: **No**
9. Specify the reason(s), if the Company has failed to spend two percent of the average net profit as per Section 135(5) of the Companies Act, 2013 – The short-spent amount is on account of amount earmarked for an ongoing project, which has been spent during the current year 2026-27.

Sd/-

Kamal Kishore Sarda
(Chairman)
(DIN: 00008170)

Sd/-

Upendra Prasad Singh
(Chairman CSR Committee)
(DIN: 00354985)

Annexure 'G' to the Directors' Report

Summary of independent Impact Assessment study conducted

CSR - Impact Assessment Summary - 2025-26

Overview

Sarda Energy & Minerals Limited (SEML) has got an independent impact assessment of its Corporate Social Responsibility (CSR) initiatives for FY 2025-26 in accordance with Rule 8(3)(a) of the Companies (CSR Policy) Amendment Rules, 2021 done by Pragati Prayas Samajik Sewa Sanstha (PPSSS) covering all CSR interventions implemented across Chhattisgarh, Madhya Pradesh and selected pan-India locations.

During the assessment period, SEML's CSR portfolio comprised 134 CSR activities with a total statutory CSR obligation of ₹ 14.79 crore, benefiting over 6.07 lakh people across the sectors of education, healthcare, rural infrastructure, livelihoods, culture and sports. The portfolio generated an estimated Social Return on Investment (SROI) of 1:7.8, indicating that every ₹ 1 invested created approximately ₹ 7.80 in social value.

CSR Portfolio Highlights

- **Total CSR Obligation Assessed:** ₹ 14.79 crore
- **CSR Activities:** 134
- **Direct Beneficiaries:** 6,07,684+
- **Geographical Coverage:** Chhattisgarh, Madhya Pradesh and selected pan-India initiatives
- **Flagship NGO Partners:** Parivaar Education Society, Sankalp Ek Prayas, Udayachal Health & Research Institute and BALCO Medical Centre/VMRF

The CSR portfolio was primarily focused on rural infrastructure (61.6%), followed by education (22.4%), healthcare (7.2%), livelihoods, and art, culture & sports.

Key Impact Across Sectors

Education & Learning

SEML invested ₹ 3.32 crore in education initiatives benefiting more than 10,000 direct beneficiaries. Major achievements include:

- 5,027 tribal children supported through Parivaar Seva Kutirs.
- 77,000 learners reached through Sankalp's Project Kartavya.
- Significant improvement in learning outcomes, including a 40 percentage-point increase in mathematics and 38 percentage-point

improvement in reading proficiency.

- 80 students secured admission to Jawahar Navodaya Vidyalayas and Eklavya Model Residential Schools.
- STEM, robotics and AI education introduced to over 1,200 students through IDYMF Antariksha Kendra.

Health & Wellbeing

Healthcare initiatives with an investment of ₹ 1.07 crore benefited approximately 1.87 lakh people through preventive, curative and specialized healthcare services. Major outcomes included:

- 60,569 OPD consultations and 5,530 surgeries at Udayachal Hospital.
- More than 120 Bone Marrow Transplants supported at BALCO Medical Centre with a 78% survival rate.
- Cancer treatment assistance to economically weaker patients.
- Community medical camps, physiotherapy services, ambulance support and potable drinking water initiatives expanded healthcare access in rural communities.

Infrastructure & Rural Development

Infrastructure remained the largest investment area with ₹ 9.15 crore, benefiting over 2.22 lakh people. Key achievements included:

- Construction of rural roads improving connectivity to schools, healthcare facilities and markets.
- Development of Anganwadi centres, school buildings, community halls and sanitation infrastructure.
- Installation of water supply systems, borewells and irrigation facilities improving drinking water access and agricultural productivity.
- Creation of durable community assets expected to deliver long-term social benefits.

Livelihood Promotion

SEML implemented livelihood programmes focused on women and rural households through:

- Sewing training centres and sewing machine distribution.

Annexure 'G' to the Directors' Report

- Mushroom cultivation training for youth.
- Support to Gaushalas and other income-generation initiatives.

These interventions improved income opportunities and promoted economic empowerment among vulnerable communities.

Art, Culture & Sports

SEML supported 56 cultural and sports initiatives benefiting approximately 1.86 lakh people, including preservation of cultural heritage, sports development, community festivals and programmes promoting social inclusion.

Assessment Findings

The assessment adopted the internationally recognized OECD-DAC evaluation framework and concluded that SEML's CSR portfolio demonstrated:

- High relevance to community needs and Schedule VII of the Companies Act, 2013.
- Effective implementation with measurable improvements in education, healthcare and rural development.
- Efficient utilization of CSR resources with strong value for money.
- Sustainable outcomes through durable infrastructure and long-term institutional partnerships.
- High overall social impact supported by an estimated portfolio SROI of 1:7.8.

Strategic Recommendations

The assessment recommends:

- Entering long-term partnerships with flagship implementation agencies.
- Scaling successful education and healthcare models, particularly Parivaar Seva Kutirs and Udayachal mobile healthcare services.
- Expanding livelihood programmes for women.
- Strengthening digital monitoring and impact measurement systems.
- Enhancing visibility and branding of CSR-supported assets.

Conclusion

The independent assessment concludes that SEML has established a mature and strategically balanced CSR programme that effectively combines long-term infrastructure creation with investments in education, healthcare, livelihoods and community development. The Company's CSR initiatives have delivered measurable improvements in the quality of life of beneficiaries while contributing to multiple Sustainable Development Goals (SDGs). The portfolio demonstrates strong governance, effective implementation and sustainable social value creation, positioning SEML as a responsible corporate committed to inclusive and long-term community development.