

Revision Strategy :-

- ✓ ① 135 - CSR
- ✓ ② 138 - Internal audit
- ✓ ③ 128, 129, 129A - Account & FS
- ✓ 130, 131, Reopen, Revise FS
- ✓ 136, 137 Circulate FS, File FS
- ④ 134 - Board Report
- ⑤ 132 - NFRA

135 : CSR (9.13-9.19 = 6 pages)

- # See Master Diagram Page
9.13
- # Sch- VII = List of CSR activities 9.13-9.14

Amendment

CSR

↓
Sec-135

↓
Sch-VII

↓
CSR Rules

- ① Study Master diagram -1 for Basic Concept Page
9.13
- ② Schedule VII = 13 CSR activities
- H - Hunger, Poverty, Malnutrition
Healthcare, Preventive HC,
Sanitation, Safe Drinking Water, Swachh Bharat Kosh.
- E - Education, Social Awareness, Vocation Skills

G - Gender Equality Bachche, Budhe, Aurat
Women Empowerment

Old Age, Orphanage, Day Care Centers

E - Environment, Animal welfare,

Conservation of Quality of air, water, soil.

Clean Ganga fund.

N - National Heritage, Historic Building, Library,
arts & handicraft.

A - Armed forces, widows, veterans, CAPF, etc.

S - Sports, Olympics, Paralympics -

P - PM National Relief Fund

PM Cares

R - R&D projects of Govt recognized
institutions.

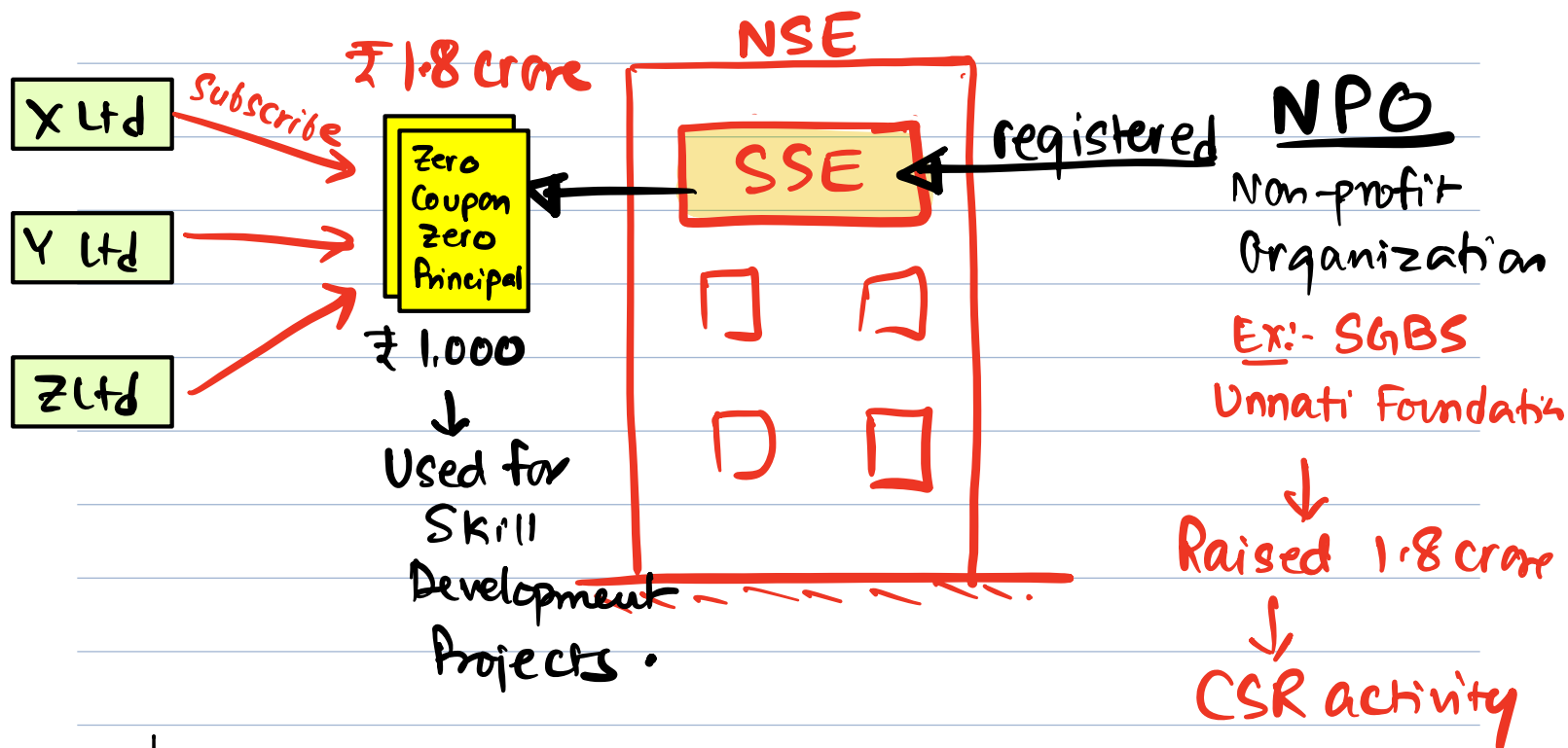
R - Rural area development

S - Slum " "

D - Disaster Management

Z - ZCZP = Zero Coupon Zero Principal
instruments listed on Social Stock
Exchange.

ZCZP



① **ZCZP** :- It is a special security (instrument), issued by **NPO** (Not for Profit Organization), which is registered with **SSE** (Social Stock Exchange) segment of a Stock Exchange.

Actually it is donation.

ZC = zero Coupon/returns

ZP = zero Principal Repayment

ZCZP is not traded.

② Rules on ZCZP

i) Company can do CSR by **subscribing to ZCZP**.

Max. CSR expenditure = 10% of total CSR expense for that F.Y. through **ZCZP**

ii) Company is exempt from undertaking

IMPACT assessment of projects funded through ZCZP-

iii) Duties of NPO

- ❑ Max. duration of CSR project = 3 years funded by ZCZP
- ❑ If listing is terminated, transfer the "unspent amount" to Sch-VII fund,

iv) The provisions of Collaborative CSR (Rule 4) shall apply.

③ Every Company having

- ❑ Net worth ≥ 500 cr or,
- ❑ Turnover ≥ 1000 cr or,
- ❑ Net Profit ≥ 5 cr (PBT)

during the preceding f.y shall constitute CSR Committee.

Notes:-

Composition of CSR Committee:-

- ❑ ≥ 3 directors including ≥ 1 independent director
- ❑ ≥ 2 directors, if independent director not required,

BOD shall disclose "Composition" in Board Report.

If CSR obligation ≤ 50 lacs,
no need to constitute CSR Committee. BOD will do it.

CSR applicability is checked every year.

ADD

④ Role of CSR Committee	Role of the Board
❑ Formulate CSR Policy as per Schedule VII.	❑ Approve CSR Policy

