

Annexure II

1. A brief outline of the Company's CSR policy

Policy on Corporate Social Responsibility – Effective Giving, Valuable CSR

Object and Purpose

At Bunge, our corporate purpose is to ensure food security for a growing population in a sustainable way through a seamless connection between the growers and the end-users. We are committed to achieve this by acting as stewards of environment and contributing to the development of individuals by strengthening the socio-economic fabric of our communities.

In compliance with the requirement of the Companies Act, 2013, this policy outlines the philosophy, the key thrust areas and guidelines for identifying CSR programs underlying the spend mandated by law for CSR

Philosophy

In our CSR agenda, we will continue to be driven by our business need to remain “inclusive” in our approach towards maximization of profits and value creation to all our stakeholders, suppliers and community at large. Our CSR philosophy will be a symbol of our corporate ethics and will be in alignment with the larger welfare agenda of the government.

Guidelines for setting up CSR fund

Pursuant to Section 135 of the Companies Act, 2013, every company fulfilling the prescribed criteria is required to set up a CSR committee, as a sub-committee of the Board of Directors to include at least one independent director.

This Committee will be the custodian of the CSR fund to be created as a seed capital amounting to 2% of the average net profit of the company for the last three years (minimum)

Any income arising out of this Fund and surpluses, if any, should be credited back to the Fund.

Adequate disclosures with regard to expenditure made out of the Fund and reasons if any, for not deploying the Fund should be made in the Directors Report forming part of the Balance Sheet and Profit & Loss Account of the Company, on an annual basis.

Any ongoing CSR activities being conducted through a Trust or Foundation belonging to the Company will be independent of the above CSR spends and cannot be consolidated for the purposes of accounting and disclosure requirements of law.

Our strategy

As per the requirement of the Companies Act, 2013, we would endeavour to channelize our CSR spends in the following key thrust areas, in alignment with the activities listed under Schedule VII of the Companies Act, for this purpose –

- Health and Nutrition
- Education
- Environment
- Vocational Training/ Capability building

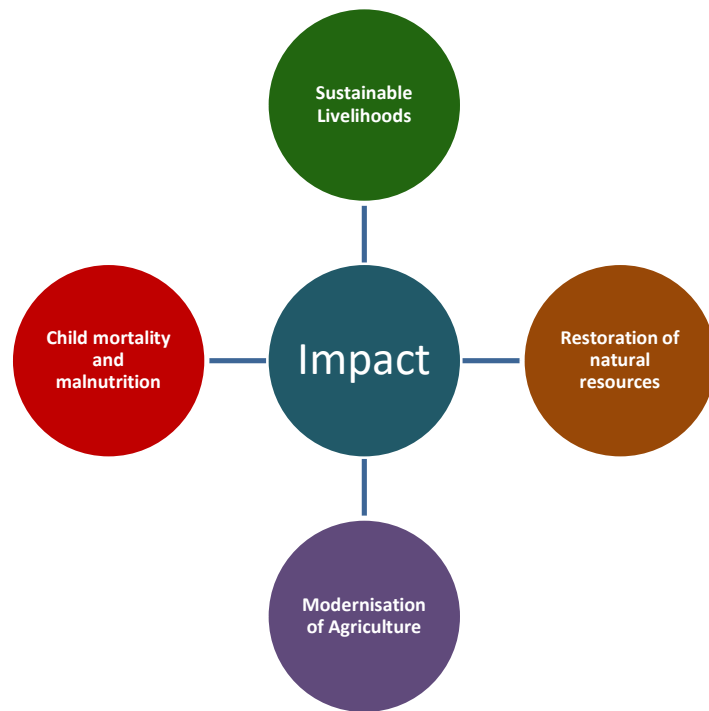
Project Identification Mechanism

In identifying the potential areas of work within the key thrust areas as identified above, the Company will endeavour to create CORPORATE STEWARDSHIP, with meaningful collaboration with NGOs and social organisations together with robust employee volunteering programs.

Health and Nutrition	Education	Environment	Vocational Training/ Capability building
•Create an overall corporate umbrella for branding and support of the program, its tools and maintenance	•Generate the technological and management tools and manage the implementation on the grassroot level including volunteer identification	•Reforming agriculture for sustainability and effecting social transformation through sustainable development system viz. PURA (Providing urban amenities in Rural Areas) model	•Enterprise creation through empowerment promoting community driven and eco-friendly sustainability models (e.g. e-Chaupal model)

Target milestones

Evaluation and effectiveness of the CSR policy will be undertaken on following key parameters –



Integration with business

While it is important to ensure that the CSR model is not linked to the business or it is a by-product of the business for the purposes of its sustainability, in keeping with the spirit of the legal mandate, it is important to ensure that it runs parallel to business and growth. This will be achieved through the following -

Absolute Impact

Identify and put in place concrete deliverables – possible to assessed as measurable and tangible impact through CSR activities (Social Benefit).

Value Alignment

Ensure that there is a common platform for the business to share with the CSR models on the value proposition at the corporate level – so that CSR also becomes CSV (Corporate shared values).

Diversity

While keeping its key thrust areas embedded into the operational areas of the business, the company will target different activities, affecting and helping different sectors along with helping diverse beneficiary classes.

Sustainability

Advocacy and scaling up will be key drivers for promoting projects as per the key thrust areas so that there is inbuilt momentum for the CSR program to accelerate independent of business and its growth.

CONCLUSION

At Bunge, CSR is not an expenditure, but an investment to seek and gather competitive advantage – as Porter and Kramer put in their acclaimed work on CSR, *“If, instead, corporations were to analyze their prospects for social responsibility using the same frameworks that guide their core business choices, they would discover that CSR can be much more than a cost, a constraint, or a charitable deed—it can be a source of opportunity, innovation, and competitive advantage.”*

2. The Composition of the CSR Committee:

The Board of Directors of the Company has constituted a CSR committee as well as formulated functions of the Committee.

The CSR activities of the Company are monitored by the CSR Committee of the Board of Directors which consists of following members:

- (i) Mr. Alok Mishra - Chairman
- (ii) Mr. Sanjay Jindal-Member
- (iii) Mr. Bhaskar Khandait – Member

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company - <https://www.bungeindia.com/csr.php>

4. Details of impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable – Not applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any - Nil

6. Average net profit of the company for last three financial years :
Rs. 11,016 lacs

7. (a) Two percent of average net profit of the company as per section 135(5):
Rs. 219 lacs

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

(c) Amount required to be set off for the financial year, if any: Not applicable

(d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 219 lacs

8. (a) CSR amount spent or unspent for the financial year:

Amount unspent					
Total amount spent for the financial year	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 fund	Amount	Date of Transfer
Rs. 114 lacs	Rs. 105 lacs	29-04-2021	NA		

(b) Details of CSR amount spent against ongoing projects for the financial year:

Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project State/District	Project duration (in months)	Amount allocated for the project (in lacs)	spent in the current financial year (in lacs)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in `)	Mode of implementation - Direct (Yes/ No)	Mode of implementation - Through Implementing Agency Name / CSR Registration number
1	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Kandla/Gujarat			0.13		Yes	NA
2	Education	Education	Yes	Kandla/Gujarat				44.19		
2	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Mumbai/Maharashtra			9.63		Yes	NA
3	Education	Education	Yes	Mumbai/Maharashtra			0.45		Yes	NA
4	Village Development	Village Development	Yes	Mumbai/Maharashtra			2.00		No	Savili Charitable Trust
5	Education	Overall development / Education of differently	Yes	Mumbai/Maharashtra			7.67		No	Cerebral Palsy Assn of India

		abled children								
6	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Rajpura/Punjab			6.49		Yes	NA
7	Education	Education	Yes	Rajpura/Punjab			34.52	20.41	Yes	NA
8	Environment sustainability	Environment sustainability	Yes	Rajpura/Punjab			0.13		Yes	NA
9	Eradicating Hunger	Eradicating Hunger	Yes	Rajpura/Punjab			0.04		Yes	NA
10	Safe Drinking Water	Safe Drinking Water	Yes	Rajpura/Punjab			1.45		Yes	NA
11	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Trichy/Tamilnadu			1.74		Yes	NA
12	Education	Education	Yes	Trichy/Tamilnadu			19.15	28.87	Yes	NA
13	Environment sustainability	Environment sustainability	Yes	Trichy/Tamilnadu			0.03	11.33	Yes	NA
14	Eradicating Hunger	Eradicating Hunger	Yes	Trichy/Tamilnadu			0.05		Yes	NA
TOTAL							83.47	104.80		

*** CSR Registration number for the aforesaid implementing agencies is not mentioned since the provision in this respect is applicable in case of projects approved on and after 1 April 2021.**

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project State/District	Amount allocated for the project (in lacs `)	spent in the current financial year (in lacs `)	Mode of implementation - Direct (Yes/ No)	Mode of implementation - Through Implementing Agency Name / CSR Registration number
1	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Kandla/Gujarat		3.40	Yes	NA
2	Eradicating Hunger	Eradicating Hunger	Yes	Kandla/Gujarat		2.41	Yes	NA
3	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Mumbai/Maharashtra		10.00	Yes	NA
4	Disaster Management – Covid-19	Disaster Management – Covid-19	Yes	Rajpura/Punjab		11.17	Yes	NA
5	Eradicating Hunger	Eradicating Hunger	Yes	Rajpura/Punjab		1.95	Yes	NA
6	Eradicating Hunger	Eradicating Hunger	Yes	Trichy/Tamilnadu		1.35	Yes	NA
TOTAL						30.27		

***CSR Registration number for the aforesaid implementing agencies is not mentioned since the provision in this respect is applicable in case of projects approved on and after 1 April 2021.**

(d) Amount spent in Administrative Overheads – Nil

(e) Amount spent on Impact Assessment, if applicable: Not applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 113.75 lacs

(g) Excess amount for set off, if any: Nil

9(a) Details of Unspent CSR amount for the preceding three financial years – Not applicable

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s) – Not applicable

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details): Nil

(a) Date of creation or acquisition of the capital asset(s): -

(b) Amount of CSR spent for creation or acquisition of capital asset: -

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: -

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): -

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):

Out of Rs. 219 lacs which the Company was required to spend on prescribed CSR activities, the Company had spent Rs. 113.75 lacs through multiple implementing agencies and also through direct expenditure and on varied activities such as disaster Management in Covid 19, promoting education, overall development and education of differently abled children, ensuring environmental sustainability and ecological balance.

However, due to unprecedented set of challenges faced as a result of COVID-19, the CSR projects in which the Company was involved was impacted. Therefore, there is shortfall of Rs. 105 lacs in total CSR expenditure as compared to limits prescribed under Companies Act, 2013 pertaining to ongoing projects. The unspent amount was transferred on 29-04-2021 to special account opened by the Company in scheduled bank called Unspent Corporate Social Responsibility account 2020-21. With the gradual easing of restrictions and opening of economy, the projects are now resumed and the Board of Directors are hopeful of spending the balance amount on such ongoing projects.