

Samsung India Electronics Private Limited CSR Budget FY 2023-24

Background:

As per the provisions of the Section 135 of the Companies Act, 2013 and Corporate Social Responsibility (CSR) Rules, 2014, during the Financial Year 2023-24, Samsung India Electronics Private Limited (SIEL) is required to spend 2% of its average net profits during the immediately preceding 3 financial years on CSR activities. The net profit as per Section 198 of the companies Act 2013 is as below

Table 1: Computation of CSR Obligation for FY 2023-24 as received from Finance:

Particulars	Unit: INR Cr.		
	FY 22/23 Un Audited	FY 21/22 Audited	FY 20/21 Audited
Net Profit for Computing CSR Spend	5,150	5,592	5,534
Average net profit	5,425		
2% of Average net profit -INR Cr	108.50		

Proposed Budget FY 2023-24

The CSR team has proposed to spend INR 108.50 Cr (13.23 \$M @ USD 1 = INR 82) through its various initiatives which is as per the 2% minimum CSR obligation budget computed.

Table 2: Project wise CSR Budget for FY 2023-24

Sr. No.	Project Name	FY 23-24		Brief 1. Manner of execution 2. Modalities of utilisation 3. Monitoring and reporting mechanism 4. impact assessment requirement	Project Category	Area of implementation
		INR Cr	\$ M			
1	Solve for Tomorrow	32.06	3.91	<p>The program aims to encourage/nurture students to ideate and find solutions to address social issues in the thematic areas of Education, Agriculture, Healthcare and Environment.</p> <p>Implementation through partnership with FITT (IIT Delhi) Budget component includes Outreach, training and awards Internal resources to deploy for monitoring Launch year FY 22-23, impact assessment to plan in next FY</p>	On-going	PAN India
2	Samsung Innovation Campus & Sunset projects (details below)	24.32	2.97	<p>Impart future tech skill courses to the youth of India enhancing employability</p> <p>To be implemented through Partners (e.g ESSCI, Cheil)</p> <p>3000 youths to be trained , certified with a target of 70% placements</p> <p>CSR team members will closely monitor the progress of the project with defined MIS to be developed as per the KPIs of the project</p> <p>Since this is the first year of the project , impact assessment shall be planned in year 2 i.e FY 2023-24</p>	On-going	PAN India

3	DOST-Sales	34.21	4.17	<p>To create skill manpower for retail sales industry</p> <p>Implementation through partnership with NSDC & ESSCI Budget includes Training, stipend & management fees Regular monitoring on the project through dedicated resources Launched in FY 21-22, 1st impact assessment done in FY 22-23. For Cohort-2 impact assessment shall be done in FY 2023-24</p>	On-going	PAN India
4	DOST-Service (Technical School)	4.50	0.55	<p>Contribute to the Skill India mission by enhancing technical skills of the youth in repair and installation of Consumer Electronics products thereby improve their employability.</p> <p>Direct Implementation in partnership with ITI and MSME Budget components includes trainers cost & maintenance Regular monitoring with dedicated resources based on KPIs Impact assessment performed in FY 22-23</p>	On-going	PAN India
5	DOST-Factory Apprenticeship	7.49	0.91	<p>To support youth to sharpen their skills through practical training</p> <p>Direct Implementation at manufacturing units Budget includes stipend cost at Noida & Chennai Plants Regular monitoring with dedicated resources engaged at Plants</p>	On-going	UP & Tamil Nadu
6	Impact Assessment	0.50	0.06	<p>To perform impact assessment of CSR project through third party agency as notified in the CSR amendment 2021</p> <p>Through third party agency Budget includes cost for impact assessment study and report CSR team will support the agency for assessment</p>	On-going	PAN India

7	Admin expenses	5.42	0.66	Man power (Salary + TBL) & CSR advisory from third party advisor Maximum 5% of the CSR project budget	On-going	PAN India
	Total	108.50	13.23			

Details of sunset projects

Project name	Particulars	INR	\$ Mn
Good Vibes	Payment of App hosting charges	415,000	0.01
Star Scholarship Program	Renewal of 412 Students & New application 150 students	53,864,270	0.66
Smart School	Smart Classes AMC 80 School & Smart School AMC 10 School	32,800,000	0.40
Smart Health Care	Warranty Support to 56 Government Hospitals	51,660,000	0.63
Afforestation project	Maintenance support of 200K trees planted at Noida	24,600,000	0.30
	Total	163,339,270	1.99

Notes:

1. Exchange rate 1 USD = 82 INR
2. The proposed CSR program may be deferred/re-planned during the year based on Board/CSR Committee feedback as may be required for practical purpose.

3. Budget per program is indicative and may vary depending on final activities undertaken or products procured. CSR team will obtain separate approvals of each program (excluding continuing activities of previous years for which RFA has already been obtained).
4. Post approval of this budget, the same will be passed through a resolution by CSR committee and BOD meeting.
5. Any unspent funds out of the above CSR budget shall be transferred to separate bank account of Samsung