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 2025-26, 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 2026-27 as received from Finance:**

Unit: INR Cr.

Particulars	**FY 25/26 Audited**	**FY 24/25 Audited**	**FY 23/24 Audited**	**Budget Ref. File**
Net Profit for Computing CSR Spend	9,607	13,003	10,908	Attach 1 – Budget Main File (Worksheet – Budget Available)
Average net profit	11,173			
2% of Average net profit -INR Cr	**223.45**			

Proposed Budget FY 2026-27

The CSR team has proposed to spend INR 223.45 Cr (23.52 $M @ USD 1 = INR 95) through its various initiatives which is as per the 2% minimum CSR obligation budget computed. This budget is higher by 15% as compared to previous Financial Year (FY 2025-26 budget was INR 193.89 Cr)

Table 2: Project wise CSR Budget for FY 2026-27

Sr. No.	**Project Name**	**FY 26-27**		**Brief** 1. Manner of execution 2. Modalities of utilization 3. Monitoring and reporting mechanism 4. impact assessment requirement	**Area of implementation**
		INR Cr	**$ M**		
1	Solve for Tomorrow	22.51	2.37	**The programme aims to encourage/nurture students to ideate and find solutions to address social issues using STEM & Design Thinking in thematic areas of Education, Sports & Tech, Healthcare and Environment** • Implementation through external partner (e.g FITT-IIT Delhi) • Budget component includes Design Thinking workshops, outreach, training, awards and incubation • CSR team members for monitoring • Project impact assessment planned	PAN India

				mpart future-tech AI & Gen AI courses to the youth of India enhancing employability	
2	Samsung Innovation Campus	43.37	4.56	• Implementation through external partners (e,g ESSCI, TSSC and IITs) • Budget component includes mobilization, training of 20,000 youth & certification • CSR team members for monitoring • Project impact assessment planned	PAN India
3	DOST-Sales	117.39	12.36	**Contribute to Skill India Mission by creating skilled and ready to employ manpower for retail sales industry** • Implementation through external partners (ESSCI & TSSC) • Budget includes training, stipend & management fees • CSR team members for monitoring • Project impact assessment planned	PAN India
4	DOST-Service	14.89	1.57	**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** • Direct implementation in partnership with Govt. ITI and MSME • Budget includes trainers cost, stipend & maintenance • CSR team members for monitoring • Project Impact assessment planned	PAN India
5	DOST-Factory Apprenticeship	6.45	0.68	**Support youth in practical shop-floor training** • Direct implementation at manufacturing units • Budget includes stipend cost at Noida & Chennai Plants • Regular monitoring with dedicated resources engaged at Plants	Uttar Pradesh & Tamil Nadu

6	Local Community TN	3.75	0.39	**To Enhance digital learning & STEM Education in Tamil Nadu** • Through third-party agency UNGCNI and other implementing partners • Budget includes cost for Education support and Local Community programmes • Project Monitoring by Plant CSR team • Impact assessment to be performed	Tamil Nadu
7	Local Community UP	3.75	0.39	**To Enhance digital learning & STEM Education in Uttar Pradesh** • Through third-party agency UNGCNI and other implementing partners • Budget includes cost for Education support and Local Community programmes • Project Monitoring by Plant CSR team • Impact assessment to be performed	Uttar Pradesh
8	Impact Assessment	0.50	0.05	**To perform impact assessment of CSR projects through third party agency as notified in the CSR amendment 2021** • Through third-party agency • Budget includes cost for impact assessment study and report • CSR team will support the agency for assessment	PAN India
9	Admin expenses	10.84	1.14	**Man power (Salary + TBL)** CSR advisory from third party advisor Maximum 5% of the CSR project budget	PAN India
	Total	**223.45**	**23.52**		

Notes:

1. Exchange rate 1 USD = 95 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. Any unspent funds out of the above CSR budget shall be transferred to separate bank account of Samsung