

# VARDHMAN ACRYLICS LIMITED

CHANDIGARH ROAD LUDHIANA-141010, PUNJAB T: +91-161-2228943-48 F: +91-0161-2601048, 2220766 E: secretarial.lud@vardhman.com

# Ref.VAL: SCY: SEP: 2023-24

# Dated: 08-Sep-2023

The National Stock Exchange of India Limited, "Exchange Plaza, Bandra-Kurla Complex, Bandra (East), MUMBAI-400 051 Scrip Code: VARDHACRLC

# SUBJECT: BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

Dear Sir,

Pursuant to Regulation 34(2)(f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Business Responsibility and Sustainability Report for the Financial Year 2022-23, which also forms part of the 33<sup>rd</sup> Annual Report of the Company.

Please take the same on records.

Thanking you,

Yours faithfully, For Vardhman Acrylics Limited

Satin Katyal (Company Secretary)

YARNS | FABRICS | THREADS | GARMENTS | FIBRES | STEELS

# Annexure I

# **BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT**

### **SECTION A:**

# **GENERAL DISCLOSURES**

## I. Details of the listed entity

- 1. Corporate Identity Number (CIN) of the Listed Entity: L51491PB1990PLC019212
- 2. Name of the Listed Entity : Vardhman Acrylics Limited
- 3. Year of incorporation: 1990
- 4. Registered office address: Vardhman Premises, Chandigarh Road, Ludhiana-141010
- 5. Corporate address: Vardhman Premises, Chandigarh Road, Ludhiana-141010
- 6. E-mail: secretarial.lud@vardhman.com
- 7. Telephone: +91-161-2228943-48
- 8. Website: <u>www.vardhman.com</u>
- 9. Financial year for which reporting is being done: 2022-23
- 10. Name of the Stock Exchange(s) where shares are listed: National Stock Exchange of India Limited.
- 11. Paid-up Capital: ₹ 80.36 crore
- 12. Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report:

Sr. No.	Particulars	Details
1.	DIN number	00307110
2.	Name	Bal Krishan Choudhary
З.	Designation	Managing Director
4.	Telephone number	0124-4981600
5.	Email id	secretarial.lud@vardhman.com

13. Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together): Standalone basis.

# II. Products/services:

#### 14. Details of business activities (accounting for 90% of the turnover):

S. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Fibre Manufacturing	Manufacturing of Acrylic Fibre	100

#### 15. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):

S. No	Product/Service	NIC Code	% of total Turnover contributed
1.	Acrylic Fibre	131	100

## **III.** Operations

#### 16. Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of plants	Number of offices	Total
National	1	1	2
International	-	-	-

#### 17. Markets served by the entity:

#### a. Number of locations

Locations	Number
National (No. of States)	5
International (No. of Countries)	-

#### b. What is the contribution of exports as a percentage of the total turnover of the entity? Nil.

c. A brief on types of customers: The major customers of the Company are Acrylic Fibre Spinners who are making Acrylic Yarns.

# **IV. Employees**

#### 18. Details as at the end of Financial Year:

# a. Employees and workers (including differently abled):

S.	Particulars	Total (A)	Ma	ale	Female		
No.	Farticulars	iotai (A)	No. (B)	% (B / A)	No. (C)	% (C / A)	
	1	1	EMPLOYEES	1		1	
1.	Permanent (D)	161	157	97.52	4	2.48	
2.	Other than Permanent (E)	-	-	-	-	-	
З.	Total employees (D + E)	161	157	97.52	4	2.48	

S.	Particulars	Total (A)	Ma	ale	Female		
No.		Total (A)	No. (B)	% (B / A)	No. (C)	% (C / A)	
WORKERS							
4.	Permanent (F)	163	163	100%	-	-	
5.	Other than Permanent (G)	-	-	-	-	-	
6.	Total workers (F + G)	163	163	100%	-	-	

## b. Differently abled Employees and workers:

S.	Particulars		M	ale	Female					
No.		Total (A)	No. (B)	% (B / A)	No. (C)	% (C / A)				
DIFFERENTLY ABLED EMPLOYEES										
1.	Permanent (D)	3	3	100%	-	-				
2.	Other than Permanent (E)	-	-	-	-	-				
3.	Total differently abled	3	3	100%	-	-				
	employees (D + E)									
		DIFFERE	NTLY ABLED WO	ORKERS						
4.	Permanent (F)	1	1	100%	-	-				
5.	Other than permanent (G)	-	-	-	-	-				
6.	Total differently abled	1	1	100%	-	-				
	workers (F + G)									

# 19. Participation/Inclusion/Representation of women (as on 31st March, 2023)

	Total (A)	No. and percentage of Females		
	iotai (A)	No. (B)	% (B / A)	
Board of Directors	7	3	42.86%	
Key Management Personnel	3	0	-	

# 20. Turnover rate for permanent employees and workers

(Disclose trends for the past 3 years)

	FY2022-23		FY 2021-22			FY 2020-21 (Turnover rate in the			
	(Turnover rate in current FY)			(Turnover rate in previous FY)			year prior to the previous FY)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	37%	-	37%	23%	-	23%	13%	-	13%
Permanent Workers	49%	-	49%	64%	-	64%	32%	-	32%

# V. Holding, Subsidiary and Associate Companies (including joint ventures)

## 21. (a) Names of holding / subsidiary / associate companies / joint ventures

	Name of the holding / subsidiary / associate companies / joint ventures (A)	Indicate whether holding/ Subsidiary/ Associate/ Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
1.	Vardhman Textiles Limited	Holding	70.74%	No

# VI. CSR Details

- 22. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: (Yes/No): Yes
- (ii) Turnover (in ₹): 42,666.45 lakhs
- (iii) Net worth (in ₹): 24,535.26 lakhs

# **VII.** Transparency and Disclosures Compliances

23. Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

	Grievance Redressal	FY 2022-23 Current Financial Year			FY 2021-22 Previous Financial Year		
Stakeholder group from whom complaint is received	Mechanism in Place (Yes/No) (If Yes, then provide web-link for grievance redress policy)	Number of complaints filed during the year	pending	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes	Nil	Nil	Nil	Nil	Nil	Nil
Investors	Yes	Nil	Nil	Nil	Nil	Nil	Nil
(other than shareholders)							
Shareholders	Yes	N.A	N.A	N.A	N.A	N.A	N.A
Employees and workers	Yes	Nil	Nil	Nil	Nil	Nil	Nil
Customers	Yes	2	-	-	2	-	-
Value Chain Partners	Yes	Nil	Nil	Nil	Nil	Nil	Nil
Other (please specify)	NIL	N.A	N.A	N.A	N.A	N.A	N.A

# 24. Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format:

S No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implication)
1.	Corporate Governance	Risk	Impact on the ethical fabric of the organisation	Eminent personalities on the Board for maintaining checks and balances; maker-checker approach for all processes organisation-wide	Negative
2.	Economic performance	Risk	Economic slowdown will dampen demand	Enhance market, customer and geographic diversity	Negative
3.	Occupational health & safety	Risk	Incidents could impact output in the short-term and trust in the Company over the long-term	Aligning with statutory safety standards to achieve Zero- accident status	Negative
4.	People management	Opportunity	Strong employee bond to drive growth		Positive
5.	Quality management	Opportunity	Superior quality to enhance respect and returns		Positive
6.	Waste Management	Opportunity	Strengthens the sustainability quotient		Positive
7.	Customer Management	Opportunity	Superior service to enhance business opportunities		Positive
8.	Energy Management	Opportunity	Cost optimisation to enhance margins		Positive
9.	Local community	Opportunity	Stronger relations leading to a thriving ecosystem		Positive
10.	Climate Change	Risk	Rising temperatures could impact demand for Company's products	Enhance market, customer and geographic diversity	Negative

# SECTION B:

# **MANAGEMENT AND PROCESS DISCLOSURES**

Notice

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P1	P 2	P 3	P 4	P 5	P6	P 7	P 8	P 9
Policy and management processes	I	1	1	I	1	1	I	1	1
<ol> <li>a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No)</li> </ol>	Y	Y	Y	Y	Y	Y	Y	Y	Y
<ul> <li>b. Has the policy been approved by the Board? (Yes/ No)</li> </ul>	Y	Y	Y	Y	N	Y	N	Y	N
c. Web Link of the Policies, if available	Vario	ous policies of	the C	ompa	ny are	available on	the we	ebsite	
	of th	e Company at	t <u>https</u>	s://ww	w.varc	<u>lhman.com/Ir</u>	<u>ivesto</u>	rs/	
	Com	panyInformat	tion						
2. Whether the entity has translated the policy into procedures. (Yes / No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
3. Do the enlisted policies extend to your value chain	Yes,	few of the enl	isted	policie	s of tl	ne Company I	have e	xtend	ed
partners? (Yes/No)	cove	rage to the va	alue ch	nain pa	artner	S.			
4. Name of the national and international codes/	N	Y ISO	Y OH	ISAS		Y ISO	N	Y	N
certifications/labels/ standards (e.g. Forest		14001:2015	1800	01:200	)7	14001:2015			
Stewardship Council, Fairtrade, Rainforest Alliance,		OHSAS				OHSAS			
Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS)		18001:2007	·			18001:2007			
adopted by your entity and mapped to each principle.									
5. Specific commitments, goals and targets set by the	Thou	igh not set an	y spe	cific co	ommit	ment goals, v	ve cor	ntinue	to
entity with defined timelines, if any.	adhe	ere all the guid	ling pr	inciple	es.				
6. Performance of the entity against the specific									
commitments, goals and targets along-with reasons in									
case the same are not met.									

## Governance, leadership and oversight

7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (listed entity has flexibility regarding the placement of this disclosure)

Sustainability is a key pillar of our business strategies. We understand the critical role that the Acrylic Fiber industry plays in environmental conservation, responsible sourcing and social responsibility. We have taken concrete steps to minimize our ecological footprint by implementing energy-efficient technologies, reducing water consumption and adopting eco-friendly manufacturing processes. We take regular actions for promoting education, health and skill development in nearby rural areas for bringing a change in their quality of life. Furthermore, we follow fair trade practices, promote ethical supply chains and ensure statutory compliances.

Details of the highest authority responsible for	Mr. Bal Krishan Choudhary,
implementation and oversight of the Business	Managing Director
Responsibility policy (ies).	DIN: 00307110
	Email id: secretarial.lud@vardhman.com
	Tel. No.: 0161- 2228943
Does the entity have a specified Committee of the Board/	Yes, the Corporate Social Responsibility Committee constituted
Director responsible for decision making on sustainability	by the Board of Directors of the Company evaluate the
related issues? (Yes / No). If yes, provide details.	sustainability related issues from time to time.
	Responsibility policy (ies). Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability

# 10. Details of Review of NGRBCs by the Company:

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board/ Any other Committee P1 P2 P3 P4 P5 P6 P7 P8 P9	Frequency (Annually/ Half yearly/ Quarterly/ Any other – please specify) P1 P2 P3 P4 P5 P6 P7 P8 P9			
Performance against above policies and follow up action Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances	All the policies of the Company are reviewed periodically or on a need basis. The Company complies with the regulations, extant and principles as are applicable.				
11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes/No). If yes, provide name of the agency.          P1       P2       P3       P4       P5       P6       P7       P8					

# 12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated:

Questions	P1	P 2	P 3	P 4	P 5	P 6	Ρ7	P 8	P 9
The entity does not consider the Principles material to its business (Yes/No)	-	-	-	-	-	-	-	-	-
The entity is not at a stage where it is in a position to formulate and implement	-	-	-	-	-	-	-	-	-
the policies on specified principles (Yes/No)									
The entity does not have the financial or/human and technical resources	-	-	-	-	-	-	-	-	-
available for the task (Yes/No)									
It is planned to be done in the next financial year (Yes/No)	-	-	-	-	-	-	-	-	-
Any other reason (please specify)	-	-	-	-	-	-	-	-	-

# **SECTION C:**

# PRINCIPLE WISE PERFORMANCE DISCLOSURE

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership". While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

#### PRINCIPLE 1

Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

#### **Essential Indicators**

#### 1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics/ principles covered under the training and its impact	%age of persons in respective category covered by the awareness programmes
Board of Directors	3	Acrylic Fibre Business Performance and Strategy, Changes in economic and industrial scenario, CSR Sustainability initiatives and Key developments.	100%
Key Managerial Personnel	3	Key developments, Changes in economic and industrial scenario, CSR Sustainability initiatives.	100%
Employees other than BOD and KMPs	36	Code of Conduct and Ethics, Health and safety, Environmental.	95%
Workers	36	Health and safety, Self development.	96%

# 2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format

(Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as disclosed on the entity's website):

		Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Amount (In INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)		
Penalty/ Fine	NIL	NIL	NIL	NIL	NIL		
Settlement	NIL	NIL	NIL	NIL	NIL		
Compounding fee	NIL	NIL	NIL	NIL	NIL		

		Non-Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Brief of the Case	Has an appeal been preferred? (Yes/No)			
Imprisonment	NIL	NIL	NIL	NIL			
Punishment	NIL	NIL	NIL	NIL			

# 3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory /enforcement agencies/ judicial institutions
NA	NA

# 4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy. -

Yes, the Vigil Mechanism of the Company, which also incorporates a whistle blower policy in terms of the Uniform Listing Agreement aims to provide a channel to the employees and Directors to report to the Management concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or Policy. The mechanism provides for adequate safeguards against victimization of employees and Directors to avail of the mechanism and also provide for direct access to the Chairman/ Chairman of the Audit Committee in exceptional cases.

The vigil mechanism/ whistle blower policy is available at the company's website at the link: <u>https://www.vardhman.com/</u> <u>Document/Report/Company%20Information/Policies/Vardhman%20Acrylics%20Ltd/Vigil\_Mechanism\_Policy.pdf</u>

# 5. Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption:

	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Directors	Nil	Nil
KMPs	Nil	Nil
Employees	Nil	Nil
Workers	Nil	Nil

## 6. Details of complaints with regard to conflict of interest:

		-23 (Current al Year)		1-22 (Previous al Year)
	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of Conflict of Interest of the Directors	NIL	-	NIL	-
Number of complaints received in relation to issues of Conflict of Interest of the KMPs	NIL	-	NIL	-

7. Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest. : Not applicable

# **Leadership Indicators**

#### 1. Awareness programmes conducted for value chain partners on any of the Principles during the financial year:

Total number of awareness programmes held	Topics/principles covered under the training	%age of value chain partners covered (by value of business done with such partners) under the awareness programmes
NIL	-	-

# 2. Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/ No) If Yes, provide details of the same.

Yes, VAL has its Code of Conduct which extends to all directors and senior employees of the Company which aims at maintaining highest standards of business conduct in line with the ethics of the Company, provides guidance in difficult situations involving conflict of interest & moral dilemma and ensures compliance with all applicable laws. All senior employees have to read and understand this code and agree to abide by it.

The Code of Conduct is available at the Company's web site at the link <u>https://www.vardhman.com/Document/Report/</u> <u>Company%20Information/Policies/Vardhman%20Acrylics%20Ltd/Code\_of\_Conduct\_for\_Directors\_and\_Senior\_</u> <u>Management.pdf</u> under the title 'Policies- Code of Conduct'.

# PRINCIPLE 2

Businesses should provide goods and services in a manner that is sustainable and safe

# **Essential Indicators**

1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.

Segment	Current Financial Year	Previous Financial Year	Details of Improvements in environmental and social impacts
R&D	-	-	NA
Сарех	10.07%	-	1 Better solid waste management- handling and storage, especially in rainy season to avoid any possibility of land and water contamination.
			2 Improve the effectiveness of biological treatment of effluent.
			3 Improve the adjusting water treatment plant effectiveness.

## 2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No) - No

#### b. If yes, what percentage of inputs were sourced sustainably?

# 3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for (a) Plastics (including packaging) (b) E-waste (c) Hazardous waste and (d) other waste.-

The Company is not dealing with any reusable/recycling products and is manufacturing acrylic fibre which is used by acrylic spinning industry for making acrylic yarn.

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same. –

EPR has now become applicable for the Company. The Company is in process of registering of the same.

# **Leadership Indicators**

1. Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format?

NIC Code	Name of Product /Service		Boundary for which the Life Cycle Perspective / Assessment was conducted	Whether conducted by independent external agency (Yes/No)	by Results communicated in public domain (Yes/No) If yes, provide the web-link.	
Nil	Nil	Nil	Nil	Nil	Nil	

2. If there are any significant social or environmental concerns and/or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.

Name of Product / Service	Description of the risk / concern	Action Taken
	Nil	

3. Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).

	Recycled or re-used input	t material to total material
Indicate input material	FY 2022-23	FY 2021-22
	(Current Financial Year)	(Previous Financial Year)
-	-	-

4. Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format:

	FY 2022-2	3 (Current Fin	ancial Year)	FY 2021-22 (Previous Financial Year)				
	Number	Remarks	Remarks	Number	Remarks	Remarks		
Plastics (including packaging)	NA	NA	NA	NA	NA	NA		
E-waste	NA	NA	NA	NA	NA	NA		
Hazardous waste	NA	NA	NA	NA	NA	NA		
Other waste	NA	NA	NA	NA	NA	NA		

5. Reclaimed products and their packaging materials (as percentage of products sold) for each product category.

Indicate product category	Reclaimed products and their packaging materials as % of total products sold in respective category
ΝIΛ	Т

# **PRINCIPLE 3**

# Businesses should respect and promote the well-being of all employees, including those in their value chains

# **Essential Indicators**

# **1.** a. Details of measures for the well-being of employees:

	% of employees covered by										
	Total	Health Total insurance		Accident insurance		Maternity benefits		Paternity benefits		Day Care facilities	
	(A)	Number (B)	%( <b>B</b> /A)	Number (C)	%(C/A)	Number (D)	%(D/A)	Number (E)	%(E/A)	Number (F)	%(F/A)
			Р	ermanent	employe	es	1	1		1	
Male	157	157	100%	157	100%	-	-	-	-	-	-
Female	4	4	100%	4	100%	4	100%	-	-	-	-
Total	161	161	100%	161	100%	-	-	-	-	-	-
			Other t	han Perm	anent en	ployees					
Male	-	-	-	-	-	-	-	-	-	-	-
Female	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-

# c. Details of measures for the well-being of workers: (MONTHLY)

	% of employees covered by										
	Total				Accident insurance		Maternity benefits		rnity efits	Day Care facilities	
	(A)	Number (B)	%(B/A)	Number (C)	%(C/A)	Number (D)	%(D/A)	Number (E)	%(E/A)	Number (F)	%(F/A)
	1	1	I	Permaner	it worke	rs	1	1	ſ	1	
Male	163	163	100%	-	-	-	-	-	-	-	-
Female	-	-	-	-	-	-	-	-	-	-	-
Total	163	163	100%	-	-	-	-	-	-	-	-
			Other	than Perr	nanent v	vorkers					
Male	-	-	-	-	-	-	-	-	-	-	-
Female	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-

# 2. Details of retirement benefits, for Current FY and Previous Financial Year.

	FY 2022-2	23 (Current Fi	nancial Year)	FY 2021-22 (Previous Financial Year)			
Benefits	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	
PF	100%	100%	Y	100%	100%	Y	
Gratuity	100%	100%	Y	100%	100%	Y	
ESI	N.A.	N.A.	N.A	N.A.	N.A	N.A	
Others please specify	-	-	-	-	-	-	

#### 3. Accessibility of workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

Yes, the premises/offices of the entity are accessible to differently abled employees and workers.

# 4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.

The Company provides equal opportunity to normal employees as well as employees with disabilities. However, there is no formal policy laid in this regard.

#### 5. Return to work and Retention rates of permanent employees and workers that took parental leave.

	Permanent	employees	Permanent workers		
Gender	Return to work rate	Retention rate	Return to work rate	Retention rate	
Male	-	-	-	-	
Female	-	-	-	-	
Total	-	-	-	-	

# 6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

Segment	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	We have placed grievance redressal mechanisms at our manufacturing unit
Other than Permanent Workers	and offices and try to ensure a harassment free work environment along
Permanent Employees	with workplace health and safety. Our Human Resources Team is available
Other than Permanent Employees	in the plant round the clock to take care of and ensuring the basic amenities
	to workers. Communication meetings between workers and senior officials
	are regularly conducted to redress the grievance of workers and maintain
	harmonious relations between the management and workers.

#### 7. Membership of employees and worker in association(s) or Unions recoganised by the listed entity:

	FY 2022-2	3 (Current Financia	al Year)	FY 2021-22 (Previous Financial Year)			
Category	Total employeesNo. of employees / workers in respective category, who are part of association(s) or Union (B)		% (B / A)	Total employees / workers in respective category (C)	No. of employees / workers in respective category, who are part of association(s) or Union (D)	% (D / C)	
Total Permanent Employees	-	-		-	-		
-Male	-	-		-	-		
-Female	-	-		-	-		
Total Permanent Workers	163	55	33.74%	162	60	37.04%	
-Male	163	55	33.74%	162	60	37.04%	
-Female	-	-		-	-	-	

#### 8. Details of training given to employees and workers:

	F	Y 2022-23	(Current Fi	nancial Y	ear)	FY 2021-22 (Previous Financial Year)				
	Total	On Health And safety measures		On skill upgradation		Total safety		alth and neasures	On Skill upgradation	
	(A)	No. (B)	%(B/A)	No. (C)	%(C/A)	(D)	No. (E)	%(E/D)	No. (F)	%(F/D)
Employees										
Male	157	125	79.62%	125	79.62%	160	128	80%	125	78.13%
Female	4	3	75%	3	75%	1	1	100%	1	100%
Total	161	128	79.50%	128	79.50%	161	129	80.12%	126	78.26%
			Wor	kers						
Male	163	150	92.02%	138	84.66%	162	124	76.54%	128	79.01%
Female	0	0	0	0	0	0	0	0	0	0
Total	163	150	92.02%	138	84.66%	162	124	76.54%	128	79.01%

#### 9. Details of performance and career development reviews of employees and worker:

	FY 2022-23	3 (Current Fin	ancial Year)	FY 2021-22 (Previous Financial Year)					
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)			
Employees									
-Male	157	121	77.07%	160	146	91.25%			
-Female	4	1	25	1	1	100			
Total	161	122	122 75.78%		147	91.30%			
		Workers							
-Male	163	102	62.58%	162	103	63.58%			
-Female	-	-	-	-	-	-			
Total	163	102	62.58%	162	103	63.58%			

#### 10. Health and safety management system:

# a. Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the cover age such system? :

Yes, Prime importance is given towards maintaining good working conditions in the plants to take care of health & safety of employees. We are certified under OHSAS 18001 by NSAI.

Health and safety of people working inside factory has always been of utmost importance to the management of your Company and during Covid19 conditions the Company made all required efforts to ensure safety and well being of all team members.

# b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?:

Periodic meetings are held with workers and other concerned persons at the plant level to identify various operational risks and steps required to be taken for mitigation of the same.

# c. Whether you have processes for workers to report the work related hazards and to remove themselves from such risks. (Y/N): Yes

d. Do the employees/ worker of the entity have access to non-occupational medical and healthcare services? (Yes/ No): Yes

Safety Incident/Number	Category	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Lost Time Injury Frequency Rate (LTIFR) (per one	Employees	-	-
million-person hours worked)	Workers	-	-
Total recordable work-related injuries	Employees	-	-
	Workers	-	-
No. of fatalities	Employees	-	-
	Workers	-	-
High consequence work-related injury or ill-health	Employees	-	-
(excluding fatalities)	Workers	-	-

# 11. Details of safety related incidents, in the following format: (Concerned with Safety Dept.)

## 12. Describe the measures taken by the entity to ensure a safe and healthy work place.

Health and safety of people working inside factory has always been of utmost importance to the management of your Company and during Covid19 conditions the Company made all required efforts to ensure safety and well being of all team members.

The Company has implemented stringent standards and policies for Environment, Health and Safety in its manufacturing unit. We have placed grievance redressal mechanisms at our manufacturing unit and offices and try to ensure a harassment free work environment along with workplace health and safety.

Major Raw material for making Acrylic Fiber is Acrylonitrile and Vinyl Acetate Monomer. These raw materials are chemicals and are derivatives of Crude Oil. Reputed international surveyors are appointed to supervise and monitor the loading of Acrylonitrile and Vinyl Acetate Monomer into shipping vessel and discharge into shore tank in India. The surveyor ensures that loading and discharge are done in conformance with the internationally accepted standard of safety. Surveyors also supervise the loading of Acrylonitrile from Shore tank to road tankers and ensures that best practices are followed.

We accord first priority to safety of human lives. Visitors as well as employees are given safety instructions before entering the premises/ work station to ensure workplace safety and minimize the probability of accidents.

It is ensured all employee and workers work on floor using all PPE's, Helmet and Safety shoes.

## 13. Number of Complaints on the following made by employees and workers:

	FY 2022-	23 (Current Financ	ial Year)	FY 2021-22 (Previous Financial Year)			
Category	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks	
Working Conditions Health & Safety	0 0	0 0	NA NA	0 0	0 0	NA NA	

## 14. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)					
Health and safety practices	NA					
Working Conditions	NA					

# 15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.

Notice

In hazardous (Toxic and flammable) raw materials storage area, the company has implemented all required safety measures like gas detectors, equipment, containers, pipeline and human body static energy discharge facilities. Flame proof equipment are installed in flammable liquid handling areas. All the rotating parts of machines are provided with safety guards. Photo censers are installed in dangerous machines and operations areas with machine auto stop mechanism. Safety shoes, helmet and other required PPEs are provided to all individual workmen at shopfloor. Work place monitoring is carried out periodically to ensure safe workplace conditions. Each and every incidence (near-miss, minor and major) is investigated to implement effective measures against causes. Round the clock availability of multipurpose fire engine, AC ambulance and first aiders.

## **Leadership Indicators**

1. Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).

Yes, the Company offers benefits under Group Personal Accident (GPA) insurance, designed to cover death resulting from accidental injuries during working hours.

- 2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners. NA
- 3. Provide the number of employees / workers having suffered high consequence work- related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:

	Total no. of affected	l employees/ workers	No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment				
	FY 2022-23	FY 2021-22	FY 2022-23	FY 2021-22			
	(Current Financial Year)	(Previous Financial Year)	(Current Financial Year)	(Previous Financial Year)			
Employees	Nil	Nil	Nil	Nil			
Workers	Nil	Nil	Nil	Nil			

4. Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/ No)

No

5. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed					
Health and safety practices	NA					
Working Conditions	NA					

6. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners : NA

# **PRINCIPLE 4**

# Businesses should respect the interests of and be responsive to all its stakeholders

# **Essential Indicators**

#### 1. Describe the processes for identifying key stakeholder groups of the entity.

The Company recognizes employees, local communities surrounding our operations, business associates (network of suppliers, transporters, contractors etc), customers and shareholders/ investors as our key stakeholders.

The Company identifies communities (with a special focus on women and children from these communities) around our manufacturing facility as disadvantaged, vulnerable & marginalized stakeholders.

#### 2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/ No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly/ others – please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
Employees	No	Other (Employees of the Company are reached through regular engagements.)	Regular	Continuous people development through investment in the training & development of our employees even in adverse business times.
Local Communities around our manufacturing Locations	Yes	Other (Development and deployment of need-based community programs in the areas of health, education, skill development, sanitation, livelihood etc. as part of Corporate Social Responsibility (CSR) initiatives)	Regular	To uplift their living conditions, education level, health and skill development.
Business associates	No	Other (We remain engaged with our vendors and equipment suppliers through regular engagements.)	Regular	To remain updated about technologies and raw materials with a view to update our plant with safer, modern, more efficient and environment friendly equipment and processes.
Customers	No	Other (Direct engagement with customers and providing technical advice to them for improving operational efficiency.)	Regular	We share information about new products and technical developments at our end with our customers so as to enable them develop new solutions and products for their customers. We treat our customers as extended arms of the Company. We remain continuously engaged with customers to understand their changing needs and support them in smooth usage of our products and problem solving through a partnership approach has helped us forge long lasting relationships with our customers.

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/ No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly/ others – please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement	
Shareholders & Investors	No	Annual General Meeting, Shareholder Meets, Email, Stock Exchange intimations, Annual Report, Quarterly Results, Company Website	As and when required	Profitability & Stability, Growth Prospects, Major Events	

Notice

# **Leadership Indicators**

1. Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board. -

NA

2. Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity. –

No

3. Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.

The Company regularly undertakes initiatives to serve the interest of its disadvantaged, vulnerable and marginalized stakeholders. These are briefly described below:

Vulnerable Group	Concerns	Action Taken
Local Communities around our manufacturing Locations	Promoting Education	Extended our support by constructing class rooms/ porch shed in govt. schools.
	Funds for needy	<ul> <li>Provided force Ambulance for primary Health Centre, Kara (valia).</li> </ul>
	Rural Development	<ul> <li>Constructed Aganwadi at govali and limet village.</li> <li>Construction of room for setting cottage industry in talodara village.</li> </ul>

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# **PRINCIPLE 5**

# Businesses should respect and promote human rights

# **Essential Indicators**

1. Employees and workers who have been provided training on human rights issues and Policy(ies) of the entity, in the following format:

	FY 2022-23 (Current Financial Year)				FY 2021-22 (Previous Financial Year)					
	Total (A)	No. of employees / workers covered (B)	% (B / A)	Total (C)	No. of employees/ workers covered (D)	% (D / C)				
Employees										
Permanent	161	161	100%	161	161	100%				
Other than permanent	-	-		-	-	-				
Total Employees	161	161	100%	161	161	100%				
		Workers								
Permanent	163	163	100%	162	162	100%				
Other than permanent	-	-	-	-	-	-				
Total Workers	163	163	100%	162	162	100%				

# 2. Details of minimum wages paid to employees and workers, in the following format:

	F	FY 2022-23 (Current Financial Year)				FY 2021-22 (Previous Financial Year)					
	Total	Equal to Minimum wage		More than Minimum Wage		Total	Equal to Minimum wage		More than Minimum wage		
	(A)	No. (B)	%(B/A)	No. (C)	%(C/A)	(D)	No. (E)	%(E/D)	No. (F)	%(F/D)	
			Emplo	yees	I	1	I		r	r	
Permanent											
Male	157	-	-	157	100%	160			160	100%	
Female	4	-	-	4	100%	1			1	100%	
Other than Permanent											
Male	-	-	-	-	-	-	-	-	-	-	
Female	-	-	-	-	-	-	-	-	-	-	
			Worl	kers						1	
Permanent											
Male	163	-	-	163	100%	162			162	100%	
Female	-	-	-	-	-	-	-	-	-	-	
Other than Permanent											
Male	-	-	-	-	-	-	-	-	-	-	
Female	-	-	-	-	-	-	-	-	-	-	

# 3. Details of remuneration/salary/wages, in the following format:

		Male	Female		
	Number	Number Median remuneration/ salary/ wages of respective category (in lakhs)		Median remuneration/ salary/ wages of respective category ( in lacs)	
Board of Directors (BoD)	5	1.70	3	2.85	
Key Managerial Personnel	2	23.15	-	-	
Employees other than BoD and KMP	154	4.24	4	6.11	
Workers	163	2.20	-	-	

Notice

# 4. Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No)

Yes, all employees can reach out to the Management to address their concerns and the Company also have a grievance redressal mechanism.

#### 5. Describe the internal mechanisms in place to redress grievances related to human rights issues.

We have placed grievance redressal mechanisms at our manufacturing unit and offices and try to ensure a harassment free work environment along with workplace health and safety. Our Human Resources Team is available in the plant round the clock to take care of and ensuring the basic amenities to workers. Communication meetings between workers and senior officials are regularly conducted to redress the grievance of workers and maintain harmonious relations between the management and workers.

## 6. Number of Complaints on the following made by employees and workers:

	FY 2022-23	B (Current Finand	cial Year)	FY 2021-22	(Previous Finan	cial Year)
Category	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual Harassment	Nil	Nil	Nil	Nil	Nil	Nil
Discrimination at workplace	Nil	Nil	Nil	Nil	Nil	Nil
Child Labour	Nil	Nil	Nil	Nil	Nil	Nil
Forced Labour/Involuntary Labour	Nil	Nil	Nil	Nil	Nil	Nil
Wages	Nil	Nil	Nil	Nil	Nil	Nil
Other human Rights related issues	Nil	Nil	Nil	Nil	Nil	Nil

#### 7. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.

The Company has established a "Vigil Mechanism" incorporating Whistle Blower Policy in terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for employees and Directors of the Company, for expressing the genuine concerns of unethical behavior, actual or suspected fraud or violation of the codes of conduct by way of direct access to the Chairman/ Chairman of the Audit Committee.

#### 8. Do human rights requirements form part of your business agreements and contracts? (Yes/No)

Yes, as per labour laws.

#### 9. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	Nil
Forced/involuntary labour	Nil
Sexual harassment	Nil
Discrimination at workplace	Nil
Wages	Nil
Others – please specify	NA

10. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 9 above.

NA

## **Leadership Indicators**

1. Details of a business process being modified / introduced as a result of addressing human rights grievances/complaints

We have had no such concerns in the past.

2. Details of the scope and coverage of any Human rights due-diligence conducted -

NA

- 3. Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016? Yes
- 4. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed
Sexual Harassment	Nil
Discrimination at workplace	Nil
Child Labour	Nil
Forced Labour/Involuntary Labour	Nil
Wages	Nil
Others – please specify	NA

5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above.

There has been no such cases.

Notice

# **PRINCIPLE 6**

# Businesses should respect and make efforts to protect and restore the environment

# **Essential Indicators**

#### 1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Total electricity consumption (A)	91776.67 Giga Joules (No Grid Connection)	61464.29 Giga Joules (No Grid Connection)
Total fuel consumption (B)	842065.64 Giga Joules	568617.60 Giga Joules
Energy consumption through other sources (C)	No other Resources	No other Resources
Total energy consumption (A+B+C)	933842.31 Giga Joules***	630081.91 Giga Joules***
Energy intensity per rupee of turnover (Total energy consumption/ turnover in rupees)	0.00022	0.00021
Energy intensity (optional) the relevant metric may be selected by the entity	-	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable.** 

\*\*\*We do not have Grid connection and meeting our plant requirement through Coal based CPP & DG Sets. The total fuel consumption (B) comprising the fuel used for power generation (Means consumption) (A) as well as steam generation. Hence, in our case Total energy consumption = Total Fuel consumption.

- 2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any. No
- 3. Provide details of the following disclosures related to water, in the following format:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Water withdrawal by source (in kilolitres)		
(i) Surface water	NIL	NIL
(ii) Groundwater	Nil	Nil
(iii) Third party water	833136	574736
(iv) Seawater / desalinated water	Nil	Nil
(v) Others		
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)	833136	574736
Total volume of water consumption (in kilolitres)	749415	520636
Water intensity per rupee of turnover (Water consumed / turnover)	0.00018	0.00017
Water intensity (optional) the relevant metric may be selected by		
theentity		

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable.** 

4. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation. –

NO

5. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:

Parameter	Please specify unit	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
NOx	ppm	16	15
SOx	ppm	32	38
Particulate matter (PM)	mg/Nm3	71	88
Persistent organic pollutants (POP)	-	-	-
Volatile organic compounds (VOC)	-	-	-
Hazardous air pollutants (HAP)	-	-	-
Others please specify	-	-	-

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. - **No** 

## 6. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

Parameter	Unit	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
<b>Total Scope 1 emissions</b> (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO2 equivalent	-	-
<b>Total Scope 2 emissions</b> (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO2 equivalent	-	-
Total Scope 1 and Scope 2 emissions per rupee of turnover		-	-
<b>Total Scope 1 and Scope 2 emission intensity</b> (optional) the relevant metric may be selected by the entity		-	-

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **NA** 

## 7. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.

No

## 8. Provide details related to waste management by the entity, in the following format:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Total Waste genera	ated (in metric tonnes)	'
Plastic waste (A)	1.470 MT	1.160 MT
E-waste (B)	0.599 MT	0.133 MT
Bio-medical waste (C)	0.0072 MT	0.00252 MT
Construction and demolition waste (D)	-	-

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Battery waste (E)	108 Nos.	51 Nos.
Radioactive waste (F)	-	-
Other Hazardous waste. Please specify, if any. (G) <b>ETP SLUDGE</b>	599 MT	519 MT
Other Non-hazardous waste generated (H). Please specify, if any.	-	-
Break-up by composition i.e. by materials relevant to the sector)		
Total (A+B + C + D + E + F + G + H)	-	-
For each category of waste generated, total waste recovered the (in metric ton)		ther recovery operations
Category of waste		
(i) Recycled	-	-
(ii) Re-used	0.40mt	0.30 mt
(iii) Other recovery operations	-	-
Total	-	-
For each category of waste generated, total waste dispose	d by nature of disposal metho	d (in metric tonnes)
Category of waste	-	-
(i) Incineration	5.9mt	4.18mt
(ii) Landfilling	634mt	543mt
(iii) Other disposal operations	-	-
Total		_

Notice

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. - No

9. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes:

Different category hazardous waste is monitored and measured at generation point and is temporarily stored at designated storage locations. Disposal of the same to GPCB authorized agencies is as per disposal guidelines laid out by GPCB/CPCB. Generation and disposal records have been maintained separately waste category wise.

10. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:-

S. No.	Location of operations/offices	Type of Operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
-	-	-	-

The above mentioned requirement is not applicable to the Company as the Company do not have any of its operations/offices in/around ecologically sensitive areas.

**11.** Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year: - NA

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
-	-	-	-	-	-

12. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format: - YES

S. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the noncompliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
-	-	-	-	-

# Leadership Indicators

1. Provide break-up of the total energy consumed (in Joules or multiples) from renewable and non-renewable sources, in the following format:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
From renewable sou	irces	
Total electricity consumption (A)	N.A.	N.A.
Total fuel consumption (B)	N.A.	N.A.
Energy consumption through other sources (C)	N.A.	N.A.
Total energy consumed from renewable sources (A+B+C)	N.A.	N.A.
From non-renewable s	ources	
Total electricity consumption (D)	91776.67 Giga Joules	61464.29 Giga Joules (No
	(No Grid Connection)	Grid Connection)
Total fuel consumption (E)	842065.64 Giga Joules	568617.60 Giga Joules
Energy consumption through other sources (F)	No other Resources	No other Resources
Total energy consumed from non-renewable sources (D+E+F)	933842.31 Giga Joules	630081.91 Giga Joules

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable** 

# 2. Provide the following details related to water discharged:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Water discharge by destination and level	of treatment (in kilolitres)	I
(i) To Surface water	-	-
- No treatment	-	-
- With treatment please specify level of treatment	-	-

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
(ii) To Groundwater	-	-
- No treatment	-	-
- With treatment – please specify level of treatment	-	-
(iii) To Seawater	-	-
- No treatment	-	-
- With treatment – please specify level of treatment	-	-
(iv) Sent to third-parties	336287	183895
- No treatment		
<ul> <li>With treatment – please specify level of treatment</li> </ul>	Primary, secondary &	Primary, secondary &
	Tertiary	Tertiary
(v) Others	105156	103031
- No treatment		
<ul> <li>With treatment – please specify level of treatment</li> </ul>	Primary, secondary &	Primary, secondary &
	Tertiary	Tertiary
Total water discharged (in kilolitres)	441443	286926

Notice

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable** 

# 3. Water withdrawal, consumption and discharge in areas of water stress (in kilolitres):

For each facility / plant located in areas of water stress, provide the following information: NA

#### (i) Name of the area

(ii) Nature of operations

#### (iii) Water withdrawal, consumption and discharge in the following format:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Water withdrawal by source	(in kilolitres)	I
<ul> <li>(i) Surface water</li> <li>(ii) Groundwater</li> <li>(iii) Third party water</li> <li>(iv) Seawater / desalinated water</li> <li>(v) Others</li> <li>Total volume of water withdrawal (in kilolitres)</li> <li>Total volume of water consumption (in kilolitres)</li> <li>Water intensity per rupee of turnover (Water consumed / turnover)</li> <li>Water intensity (optional) the relevant metric may be selected by the entity</li> </ul>		JA

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Water discharge by destination and lev	vel of treatment (in kilolitres)	1
(i) Into Surface water		
- No treatment		
<ul> <li>With treatment please specify level of treatment</li> </ul>		
(ii) Into Groundwater		
- No treatment		
<ul> <li>With treatment please specify level of treatment</li> </ul>		
(iii) Into Seawater		
- No treatment		JA
<ul> <li>With treatment please specify level of treatment</li> </ul>	· · · · · · · · · · · · · · · · · · ·	
(iv) Sent to third-parties		
- No treatment		
<ul> <li>With treatment please specify level of treatment</li> </ul>		
(v) Others		
- No treatment		
<ul> <li>With treatment please specify level of treatment</li> </ul>		
Total water discharged (in kilolitres)		

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable** 

#### 4. Please provide details of total Scope 3 emissions & its intensity, in the following format: NIL

Parameter	Unit	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Total Scope 3 emissions (Break-up of the GHG into	Metric tonnes of	-	-
CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	CO2 equivalent		
Total Scope 3 emissions per rupee of turnover		-	-
Total Scope 3 emission intensity (optional) the		-	-
relevant metric may be selected by the entity			

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. **Not Applicable.** 

- 5. With respect to the ecologically sensitive areas reported at Question 10 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities. NA
- 6. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:

Sr. No	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
1.	Operation	Operation controls with proper preventive schedule in area of particulate	Reduced Environment
	controls	matter emission in boiler area.	Pollution
2.	Tree plantation	Tree plantation and maintaining greenery within the factory. A green	Reduced Environment
		belt of about 15 acre land with about 1.60 Lac trees has been developed	Pollution
		within the factory premises.	
3.	Treatment of	We have established independent state of the art ETP in the unit to	Reduced Environment
	effluent	treat the effluent meeting the norms prescribed by Central and State	Pollution
		Pollution Control Boards.	

Sr. No	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
4.	Recycling And	Facility installed for recycling and reuse of a 400 KLD effluent through	Reduced Environment
	Reuse	RO process.	Pollution
5.	Disposal of solid	Disposal of solid waste generated at the units is done only through	Reduced Environment
	waste	authorized disposal facilities.	Pollution
6.	Passing the boiler	Passing the boiler flue gases through filter bags, ESP's.	Reduced Environment
	flue gases		Pollution

Notice

#### 7. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.

The Company acknowledges the unpredictable and hazardous nature of emergencies and disasters, which can strike without warning especially in a chemical plant like ours. To ensure the safety of our employees, surrounding communities, and the environment, we have established an effective emergency preparedness and response program. This plan serves as a guide to facilitate the planning and execution of appropriate actions in response to local emergencies. To maintain the effectiveness of our emergency preparedness plan, we conduct rigorous training, testing and evaluation. This includes management reviews, third-party audits and mock drills. Through these measures, we assess the readiness of our systems, identify areas for improvement, and make necessary adjustments to enhance our emergency response capabilities.

# 8. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard.

The emissions at our unit are within the permissible limits of the State and Central Pollution Control Boards and no legal action has been initiated against the Company for any violation of any environment related rules or provisions.

9. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts. NIL

# PRINCIPLE 7

Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

## **Essential Indicators**

- 1. a. Number of affiliations with trade and industry chambers/ associations. 4
  - b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such body) the entity is a member of/ affiliated to.

The Company is a member of several industrial and trade associations. These are listed as under

Sr. No	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National)
1	Jhagadia Industries Association	State
2	Narmada Clean Tech (An industry and GIDC joint venture Company for	State
	responsible disposal of treated effluent)	
3	Forum of Acrylic Fiber Manufacturers	National
4	The Synthetic & Rayon Textiles Export Promotion Council (SRTEPC)	National

2. Provide details of corrective action taken or underway on any issues related to anti- competitive conduct by the entity, based on adverse orders from regulatory authorities.

Name of authority	Brief of the case	Corrective action taken
NA	NA	NA

## **Leadership Indicators**

1. Details of public policy positions advocated by the entity: N.A

S. No.	Public policy advocated	Method resorted for such advocacy	Whether information available in public domain? (Yes/No)	Frequency of Review by Board (Annually/ Half yearly/ Quarterly/ Others – please specify	Weblink if available
	1	ſ	NA		

#### **PRINCIPLE 8**

Businesses should promote inclusive growth and equitable development

## **Essential Indicators**

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.

Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes/ No)	Results communicated in public domain (Yes/ No)	Relevant Web link
	ſ		NA		

2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

S. No.	Name of Project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (In INR)
· · · ·			1	NA		1

#### 3. Describe the mechanisms to receive and redress grievances of the community.

The stakeholders can send their grievances to the Compliance Officer at secretarial.lud@vardhman.com.

## 4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:

Parameter	FY 2022-23 (Current Financial Year)	FY 2021-22 (Previous Financial Year)
Directly sourced from MSMEs/ small producers	22.17%	35.01%
Sourced directly from within the district and neighbouring districts	61.64%	68.94%

Note: RM & Fuel are not included.

# **Leadership Indicators**

1. Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above):

Details of negative social impact identified	Corrective action taken	
	NA	

2. Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:

S. No.	State	Aspirational District	Amount spent (In INR)
1.	-	-	-

- 3. (a) Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No) No
- (b) From which marginalized /vulnerable groups do you procure? NA
- (c) What percentage of total procurement (by value) does it constitute? NA
- 4. Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge:

S. No.	Intellectual Property based on traditional knowledge	Owned/ Acquired (Yes/No)	Benefit shared (Yes/No)	Basis of calculating benefit share
	I	NIL		1

5. Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.

Name of authority	Brief of the Case	Corrective action taken
	NA	1

#### 6. Details of beneficiaries of CSR Projects

S. No.	CSR Project	No. of persons benefitted from CSR Projects	% of beneficiaries from vulnerable and marginalized groups
1	Fulwadi : Construction of new class rooms at Govt. primary school in	100	30%
	Fulwadi village.		
2	Limet : Construction of a new Aganwadi at Limet Village.	40	60%
3	Dharoli : Providing porch shed at Govt. High school, Dharoli.	120	30%
4	Kara (Valia): Providing Force Ambulance for Primary Health Centre, Kara	1500	100%
	(Valia) coming under Taluka Health Centre.		
5	Vanthevad: Construction of a new community hall.	500	50%
6	Govali: Construction of new Aganwadi at Govali Village	40	60%

# **PRINCIPLE 9**

# Businesses should engage with and provide value to their consumers in a responsible manner

# **Essential Indicators**

#### 1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.

- Customer complaint handling protocol
- Complaint generation by AMO
- Analysis by C &TS, QA, Production and Unit head and revert to AMO with RCA.
- Review by MD and closer.

#### 2. Turnover of products and/services as a percentage of turnover from all products/service that carry information about:

	As a percentage to total turnover
Environmental and social parameters relevant to the product	NA
Safe and responsible usage Recycling and/or safe disposal	NA
Recycling and/or safe disposal	NA

#### 3. Number of consumer complaints in respect of the following:

	FY 2022-23	FY 2022-23 (Current Financial Year)			FY 2021-22 (Previous Financial Year)		
Category	Received during the year	Pending resolution at end of year	Remarks	Received during the year	Pending resolution at end of year	Remarks	
Data privacy	Nil	Nil	NA	Nil	Nil	NA	
Advertising	Nil	Nil	NA	Nil	Nil	NA	
Cyber-security	Nil	Nil	NA	Nil	Nil	NA	
Delivery of essential Services	Nil	Nil	NA	Nil	Nil	NA	
Restrictive Trade Practices	Nil	Nil	NA	Nil	Nil	NA	
Unfair Trade Practices	Nil	Nil	NA	Nil	Nil	NA	
Other	Nil	Nil	NA	Nil	Nil	NA	

#### 4. Details of instances of product recalls on account of safety issues:

	Number	Reasons for recall
Voluntary recalls	-	NA
Forced recalls	-	NA

# 5. Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.

Yes. The policy can be accessed on the following link: <u>https://vardhman.com/Document/11.03%20Privacy%20and%20</u> Data%20Protection%20Policy%20-%20PDF.pdf 6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.

Nil

#### **Leadership Indicators**

1. Channels / platforms where information on products and services of the entity can be accessed (provide web link, if available).

https://www.vardhmanacrylics.com/

2. Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.

NA as the Company manufactures industrial products only.

3. Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.

Not Applicable.

- 4. Does the entity display product information on the product over and above what is mandated as per local laws? (Yes/ No/Not Applicable) If yes, provide details in brief. – NA Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No) - No
- 5. Provide the following information relating to data breaches:
  - a) Number of instances of data breaches along-with impact. : Nil
  - b) Percentage of data breaches involving personally identifiable information of customers. Nil