Annexure V

ANNUAL REPORT ON CSR ACTIVITIES FOR FINANCIAL YEAR 2025-26

1. **Brief outline of the company's CSR policy:**

CSR policy of SMFG India Credit Company Limited (SMFG India Credit)

i. INTRODUCTION

As a part of its Corporate Social Responsibility, SMFG India Credit enables sustainable development and inclusive growth across communities. The Company has implemented certain innovative socio-economic and environmental initiatives, in fulfilment of its role as a socially responsible corporate citizen. SMFG India Credit reaches out to the under-banked and unbanked by not just providing them with financial services but also by enabling the communities with services and skills that would help improve their standard and quality of living.

SMFG India Credit's Corporate Social Responsibility (CSR) projects operate under the brand name - 'Uday – ek nayi subhah', which signifies hope, thus fulfilling the Company's commitment in making a change in lives of the under privileged.

SMFG India Credit
Pragati Ki Nayi Pehchaan

Uday
ek nayi subhah

Every CSR initiative of SMFG India Credit is branded to build mass connect both for internal as well as external stakeholders.

Jeevika
Livelihood enhancement and training programs

PASHU VIKAS
Cattel Care Camps

Akshar
Education Programs

KRISHI MITRA
Environment and Organic Farming

niramaya
Primary health care

sakhi

YUVA kaushal
Skill development for youth

Jyoti
Eye care program

ii. *Uday* VISION

SMFG India Credit's CSR Vision – Uday, is to enable sustainable development and inclusive growth across communities through innovative socio-economic and environmental interventions, in fulfillment of its role as a socially responsible corporate citizen.

iii. *Uday* OBJECTIVES

SMFG India Credit*'s Uday* initiative focuses on the three key aspects of community development - Social, Economic and Environment. To achieve long-term sustainable impact on the community, SMFG India Credit*'s Uday* objectives are:

Advance livelihoods through

- Identification of technical expertise for guidance and facilitation of programs
- Skill development and capacity building initiatives
- Income enhancement through market linkages, across value chains
- Education programs focusing on enhancement of knowledge leading to up-gradation of skills and empowerment

Improve the social wellbeing of the community through

- Health awareness and intervention programs for community and the under -privileged, with a focus on eye-care and nutrition.
- Women and children-focused health interventions through awareness and implementation of programs enabling adoption of best health practices
- Awareness about preventive healthcare, with a focus on hygiene and clean drinking water.

Adoption of sustainable environmental practices through

- Promotion and adoption of environmentally sustainable practices, such as organic farming
- Awareness and adoption of green technology and alternative energy through programs/ interventions

iv. SCOPE

The CSR Policy (the Policy) shall be applicable to all CSR initiatives and activities undertaken by SMFG India Credit and all its employees for the welfare and sustainable development benefit of different segments of the society at large.

This Policy is in line with Section 135 of the Companies Act, 2013 (the Act) and the rules made thereunder.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr.Toshitake Funaki	Non-Executive Director	1	*
2	Mr. Ravi Narayanan	Member, CEO & Managing Director	1	*
3	Ms. Seema Bahuguna	Member, Non-Executive,	2	*

		Independent Director		

Note:
1. Mr. Shantanu Mitra *ceased to be a member w.e.f. close of business hours on 15 June, 2025 and the Board took note of his retirement on 13 June, 2025*
2. *Ms. Dakshita Das was appointed as a member w.e.f 16 June, 2025*
3. Mr. Ravi Narayanan was appointed as a member w.e.f 10 October, 2025
4. Mr. Keishi Iwamoto *ceased to be a member w.e.f. the time the Board took note of his resignation on 11 February, 2026*, consequent to his cessation as a director.
5. Ms. Dakshita Das *ceased to be a member w.e.f. the time of her resignation on 27 February, 2026*, consequent to his cessation as a director

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:

CSR Committee Composition: https://www.smfgindiacredit.com/csr-documents.aspx
CSR Policy: https://www.smfgindiacredit.com/csr-documents.aspx
CSR projects: https://www.smfgindiacredit.com/csr.aspx

4. Provide the executive summary along with web-link(s) of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable

5. (a) Average Net Profit of the Company as per section (5) of section 135: ₹ 7,25,70,25,794

(b) Two percent of average net profit of the company as per section (5) of section 135: ₹ 14,51,40,516 (2% of ₹ 7,25,70,25,794)

(c) Surplus arising out of the CSR projects/programs/activities of the previous financial years: Nil

(d) Amount required to be set off for the financial year, if any: ₹6,50,00,000

(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: INR 8,01,40,516 (Board approved budget for FY 25-26 is ₹ 12,00,00,000)

6.

(a) Amount spent on CSR projects (both Ongoing Project and other than Ongoing Project)
- Details of CSR amount spent against Ongoing projects for the financial year: Not Applicable
- Details of CSR amount spent against **other than Ongoing projects** for the financial year: ₹ 11,43,00,000

(b) Amount spent in Administrative Overheads: ₹ 57,00,000
(c) Amount spent on Impact Assessment, if applicable: Nil
(d) Total amount spent for the Financial Year (a)+(b)+(c): ₹ 12,00,00,000
(e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Rs.)	**Amount Unspent (in Rs.)**				
	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 the Fund**	**Amount**	**Date of transfer**
12,00,00,000	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

(f) Excess amount set-off, if any:

Sl. No	Particular	Amount (in Rs.)
(i)	Two percent of average of net profit of the company as per sub-section (5) of section 135	14,51,40,516
(ii)	Total amount spent for the Financial Year	18,50,00,000
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	3,98,59,484
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous Financial Years; if any	0
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	3,98,59,484

The actual total amount spent during FY 2025–26 is ₹12,00,00,000. the excess amount available for set off from previous financial years, which was availed in FY 2025-26 of ₹6,50,00,000, has reduced the CSR obligation for the year to ₹8,01,40,516. The excess spending for this FY i.e. ₹ 3,98,59,484 is included in the total amount spent above [in (i)] to accurately reflect the excess amount available for future set-off.

7. **Details of Unspent CSR amount for the preceding three financial years:**

Sl. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in Rs.)	Amount spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to subsection (5) of section 135, if any		Amount remaining to be spent in succeeding financial years (in Rs.)	Deficiency, if any
					Amount (in Rs)	Date of transfer		
1	2022-23	-	-	1,04,35,004	-	-	-	-
2	2023-24	0	0	0	0	-	0	-
3	2024-25	0	0	0	0	-	0	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the financial year:

   Yes ○ No ●

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135: Not Applicable

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Ravi Narayanan	

Chief Executive Officer & Managing Director DIN: 08528459 Place: Mumbai Date:	Chairman, CSR Committee DIN: Place: Date: