

**ANNEXURE - G TO DIRECTORS' REPORT:
BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT**

SECTION A: GENERAL DISCLOSURES

i. Details of the listed entity

| | | |
|----|--|---|
| 1 | Corporate Identity Number (CIN) of the Listed Entity | L17200GJ2013PLC076059 |
| 2 | Name of the Listed Entity | Axita Cotton Limited (ACL) |
| 3 | Year of incorporation | 16-07-2013 |
| 4 | Registered address | Survey No. 324, 357, 358, Kadi - Thol Road, Borisana, Kadi, Mahesana - 382715, Gujarat, India |
| 5 | Corporate office address | Rannade House, First Floor, Opp. Sankalp Grace 3, Near Ishan Bungalow, Shilaj, Ahmedabad - 380059, Gujarat, India |
| 6 | Email | cs@axitacotton.com |
| 7 | Telephone | +91 635 8747514 |
| 8 | Website | www.axitacotton.com |
| 9 | Financial Year reported | April 01, 2022 to March 31, 2023 FY (2022-23) |
| 10 | Name of the Stock Exchange(s) where shares are listed | BSE Limited & National Stock Exchange of India Limited |
| 11 | Paid up Capital - Rs. In crores | 19.656 (Currently 19.566 – post Buy-Back) |
| 12 | Name and contact details of the person who may be contacted in case of any queries on the BRSR report | Shri. Kushal Nitinbhai Patel Sustainability Officer, Contact No.:- 6358747514 Email: cs@axitacotton.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). | The disclosures under this report are made on a Standalone basis |

ii. Products/services

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

| Sr. No. | Description of Main Activity | Description of Business Activity | % of Turnover of the entity |
|---------|------------------------------|--|-----------------------------|
| 1. | Cotton Bales | To carry on in India or elsewhere the business of manufacturing, processing, producing, washing, dyeing, ginning, pressing, spinning, weaving, crimping, texturising, carding, bleaching, combing, doubling, finishing, calendering, sizing, colouring, printing, mercerizing, reeling, winding, throwing, embroidering, blending, sorting, garneting, stretching, drying, drawing, cutting, improving, buying, selling, reselling, importing, exporting, transporting, Storing, fabricating, developing, marketing, or supplying, and | 85.91% |

| Sr. No. | Description of Main Activity | Description of Business Activity | % of Turnover of the entity |
|---------|------------------------------|--|-----------------------------|
| | | to act as broker, trader, agent, C & F agent, distributor, representative, consultant, collaborator, adatia, Stockiest, liasioner, job worker, export house or otherwise to deal in all types of textile goods dress materials, fabrics, cloths, yarns, such as nets, matting, hosiery, plastic clothes, water proof fabrics, pavliners, americal clothes, limitation leather and rubber cloths, tents, durries, newar, ropes, rugs, furnishing cloths, tapestries, curtain cloths, blankets, carpets, carpet backing, gloves, laces, terry fabrics, velvet, georgette, gabardine, pashminas, floor cloths, twid, patto, canvas, khaddar, denim, stone wash, suitings, shirting, sarees and other similar items made on powerloom, handloom or oil mills by man made or natural materials like cotton, flax, hemp, linen, wool, nylon, viscose, ramie, polyester, silk, artsilk, rayon, jute, staple fibres, cashmilon, filaments, terecotton, monofilaments, multifilaments, acrylics, polynosic, polypropylene, polymide, polymethane, cellulose, dropping, spun or other fibrous substances or any combination thereof available at present and as may be invented in future. | |
| 2 | Cotton Yarn | Cotton textile yarn is a versatile and popular material that is used to make a variety of items. It is known for its softness, breathability, and durability. If you are looking for a yarn that is easy to care for and comfortable to wear, cotton textile yarn is a great option. It is made from short fibers that are spun together to form a soft, lightweight yarn. | 12.91% |
| 3 | Other Cotton Consultancies | This includes, Cotton brokerage income. The income of a cotton broker is typically based on a commission, which is a percentage of the sale price of the cotton. The commission rate can vary depending on the broker, the volume of cotton traded, and the market conditions. In general, the commission rate is higher for higher-quality cotton and for more difficult-to-trade cotton. | 0.78% |

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

| Sr. No. | Product/Service | NIC Code | % of Total Turnover Contributed |
|---------|-----------------|----------|---------------------------------|
| 1 | Cotton Bales | 01632 | 85.91% |
| 2 | Cotton Yarn | 13111 | 12.91% |

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 | 2 | 3 |
| International | 0 | 0 | 0 |

17. Markets served by the entity:

a. Number of locations

| Locations | Number |
|----------------------------------|--------|
| National (No. of States) | 8 |
| International (No. of Countries) | 12 |

b. What is the contribution of exports as a percentage of the total turnover of the entity? - **15.05% Cotton Bales**

c. A brief on types of customers. Export Customers and Trading Customers

Our Customer base includes traders, manufactures and merchant exporters.

Trading customers are wholesalers, they buy from us and further sell the bales locally or to other states. Cotton Bales is raw material material for Yarn mills. Traders often sell our products to Big Cotton mills.

Export customers includes big fashions houses for whom cotton bales is raw material for their apparel manufacturing. They process our cotton bales to yarn and then make branded apparels,jeans, tshirts,fabrics etc.

IV. Employees

18. Details as at the end of Financial Year:

a. Employees and workers (including differently abled):

| Sr. No. | Particulars | Total (A) | Male | | Female | |
|-------------------------|--------------------------------|-----------|---------|-----------|---------|-----------|
| | | | No. (B) | % (B / A) | No. (C) | % (C / A) |
| <u>EMPLOYEES</u> | | | | | | |
| 1. | Permanent (D) | 15 | 12 | 80.00 | 3 | 20.00 |
| 2. | Other than Permanent (E) | 0 | 0 | 0 | 0 | 0 |
| 3. | Total employees (D + E) | 15 | 12 | 80.00 | 3 | 20.00 |
| <u>WORKERS</u> | | | | | | |
| 4. | Permanent (F) | 9 | 9 | 100.00 | 0 | 0 |
| 5. | Other than Permanent (G) | 5 | 0 | 0 | 0 | 0 |
| 6. | Total workers (F + G) | 14 | 9 | 100.00 | 0 | 0 |

b. Differently abled Employees and workers:

| Sr. No. | Particulars | Total (A) | Male | | Female | |
|---|--------------------------|-----------|---------|-----------|---------|-----------|
| | | | No. (B) | % (B / A) | No. (C) | % (C / A) |
| <u>DIFFERENTLY ABLED EMPLOYEES</u> | | | | | | |
| 1. | Permanent (D) | 0 | | | | |
| 2. | Other than Permanent (E) | 0 | | | | |

| Sr. No. | Particulars | Total (A) | Male | | Female | |
|----------------------------------|--------------------------------|-----------|---------|-----------|---------|-----------|
| | | | No. (B) | % (B / A) | No. (C) | % (C / A) |
| 3. | Total employees (D + E) | 0 | | | | |
| DIFFERENTLY ABLED WORKERS | | | | | | |
| 4. | Permanent (F) | 0 | | | | |
| 5. | Other than Permanent (G) | 0 | | | | |
| 6. | Total workers (F + G) | 0 | | | | |

19. Participation/Inclusion/Representation of women

| | Total (A) | No. and percentage of Females | |
|--------------------------|-----------|-------------------------------|-----------|
| | | No. (B) | % (B / A) |
| Board of Directors | 6 | 1 | 16.67% |
| Key Management Personnel | 2 | 0 | 0 |

20. Turnover rate for permanent employees and workers

(Disclose trends for the past 3 years)

| | FY (Turnover rate in current FY) | | | FY (Turnover rate in previous FY) | | | FY (Turnover rate in the year prior to the previous FY) | | |
|----------------------------|----------------------------------|--------|-------|-----------------------------------|--------|-------|---|--------|-------|
| | Male | Female | Total | Male | Female | Total | Male | Female | Total |
| Permanent Employees | 4.17% | 0 | 4.17% | 6.82% | 0 | 6.82% | 0 | 0 | 0 |
| Permanent Workers | 0 | 0 | 0 | 0 | 0 | 0 | 3.23% | 0 | 3.23% |

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

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

| Sr. No. | 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) |
|---------|--|--|-----------------------------------|--|
| NA | | | | |

VI. CSR Details

22. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: (Yes)
(ii) Turnover (in Lakh Rs.) **Rs. 55,761.78**
(iii) Net worth (in Lakh Rs.) **Rs. 1017.38**

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:

| Stakeholder group from whom complaint is received | Grievance Redressal Mechanism in Place (Yes / No) | FY 2022-2023 Current Financial Year | | | FY 2021-2022 Previous Financial Year | | |
|---|---|--|--|------------------------------------|--|--|------------------------------------|
| | (If Yes, then provide web-link for grievance redress policy) | Number of complaints filed during the year | Number of complaints pending resolution at close of the year | Remarks | Number of complaints filed during the year | Number of complaints pending resolution at close of the year | Remarks |
| Shareholders | Yes In addition, to the above, shareholders may also post their grievances with the stock exchanges on www.scores.gov.in | 0 | 0 | No such complaints received | 0 | 0 | No such complaints received |
| Communities | Yes, Grievance redressal forms that part of the Whistle Blower Policy. Any grievance should be reported on the Ethics portal. | - | - | - | - | - | - |
| Investors (other than shareholders) | | NA | NA | None | NA | NA | None |
| | | 0 | 0 | No such complaints received | 0 | 0 | No such complaints received |
| Employees and workers* | | Nil | Nil | None | Nil | Nil | None |
| Customers | | Nil | Nil | None | Nil | Nil | None |
| Value Chain Partners | | - | - | - | - | - | - |
| Other (please specify) | | - | - | - | - | - | - |

For Customers, Value chain partners and Investors other than shareholders mention - Yes, through toll free number and email. Details can be accessed at <https://axitacotton.com/investor-relation/corporate-announcements/> Contact: +91 6358747514

* we have a well-defined redressal mechanism and internal policy in place for employees and workers concerns including concerns relating to sexual harassment. Grievance redressal forms that part of the Whistle Blower Policy. Give web link of both policies

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 implications) |
|--------|----------------------------------|--|---|---|--|
| 1. | Responsible corporate governance | Opportunity | Strong, independent and diverse Board of company is committed to defining and practicing the highest level of Corporate Governance | - | Positive: Brand value |
| 2 | Water Management | Risk and Opportunity | Water being a scarce resource needs to be used consciously. Water in a crucial input in our manufacturing plants as well as offices. Misuse of water and wrong full practises of discharging water can have a bearing on the ecosystem and operations of ACL. | ACL will set practices to monitor the amount of water used in its operations and taken steps for better water management. Apart from this various trainings will be conducted for employees and workers to reduce water wastage and awareness | Positive |
| 3. | Community Relations | Opportunity | Engaging with the community provides companies with an opportunity understand their needs and also provides an avenue to build trust and gain community support. Positive community relations can attract local talent, customers, and investors, creating additional market opportunities. | We have contributed towards 1. SHREE PATEL SEVA SAMAJ – ATKOT 2. SMT.SANTOKBA BHAGWATI HOSPITAL 3. MAHAGUJARAT MEDICAL SOCIETY 4. SHREE RANCHHODDASJI BAPU CHARITABLE HOSPITAL Toward CORPORATE SOCIAL | Positive |

| 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 implications) |
|--------|------------------------------|--|---|---|--|
| | | | | RESOPONSIBILITY | |
| 5 | Occupational Health & Safety | Risk | Providing a safe and healthy workplace to all employees and workers is a prerequisite for productivity and organisational growth. | ACL ensures that adequate Health and Safety measures are provided to all employees and factory associates. ACL ensures that their operations are conducted keeping in mind the safety and well being of their employees | Positive |
| 6 | Product Quality and Safety | Risk and Opportunity | Better quality products that are safe to use and also safeguards the Company for quality and safety claims. | The in-house quality inspection ensures that all the products delivered are of the highest quality. | Negative |
| 7 | Human Rights | Opportunity | Human Rights can be an opportunity for ACL to increase its brand reputation and gain both internal employees support. Human Rights procedures and policies will help create a positive environment to work. | ACL follows Zero Tolerance towards forced or compulsory labour including bonded labour, slavery, and human trafficking which is embedded in our Human Rights Policy. Further, ACLS's Employee Code of Conduct, Policy on Prevention of Sexual Harassment at the Workplace, Human Rights Policy and HR practices cover various aspects of human rights protection. | Positive |

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

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 | P 1 | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 |
|---|---|--------|--------|--------|--------|--------|--------|--------|--------|
| Policy and management processes | | | | | | | | | |
| 1. a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No) | No, We are in process of implementation. | | | | | | | | |
| b. Has the policy been approved by the Board? (Yes/No) | No, We are in process of implementation. | | | | | | | | |
| c. Web Link of the Policies, if available | N/A | | | | | | | | |
| 2. Whether the entity has translated the policy into procedures. (Yes / No) | No, We are in process of implementation. | | | | | | | | |
| 3. Do the enlisted policies extend to your value chain partners? (Yes/No) | No, We are in process of implementation. | | | | | | | | |
| 4. Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g.SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle. | The ISO Standards and other standards adopted by the Company are subject to routine monitoring / evaluation / review by their concerned external agencies on periodical basis. The internal audit team reviews the SOP of the various functions of the company and reviews the compliance of the said policies followed by the various functions in line with the SOP's established by the company. Any variations is reported to the Management. | | | | | | | | |
| 5. Specific commitments, goals and targets set by the entity with defined timelines, if any. | ACL will work out a Sustainability strategy 2030 that will focus on key aspects of sustainability | | | | | | | | |
| 6. Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met. | Key performance targets across ESG parameters will be set internally and monitored from this financial year onwards. | | | | | | | | |
| Governance, leadership and oversight | | | | | | | | | |
| 7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (<i>listed entity has flexibility regarding the placement of this disclosure</i>) | Refer to the 'Message from the Chairman & Managing Director' of the Annual Report. | | | | | | | | |
| 8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies). | Mr. Nitinbhai Govindbhai Patel Chairman and Managing Director DIN: 06626646 | | | | | | | | |

| | |
|--|--|
| | <p>Mr. Kushal Nitinbhai Patel Non-Executive Director DIN: 06626639</p> |
| <p>9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.</p> | <p>Yes, the Board of ACL has constituted various Board committees, which are responsible for and have a remit over key sustainability related policies of ACL, as below:</p> <ol style="list-style-type: none"> 1. The Corporate Social Responsibility Committee:- The CSR committee of the Board governs and reviews the Corporate Social Responsibility and Sustainability activities of the Company. The CSR Committee recommends the annual activities for ACL Corporate Social Responsibility and Sustainability initiatives to the Board for its approval. 2. The Risk Management Committee: The Board has constituted the Risk Management Committee to assist the Board in fulfilling its oversight responsibilities regarding management of element wise key risks, including strategic, financial, operational, sectoral, sustainability (Environment, Social and Governance) related risks, information & cyber security and compliance risks. The Committee ensures that appropriate methodology, processes, and systems are in place to monitor and evaluate risks associated with the business of the Company and reviews the adequacy of the risk management practices and actions deployed by the management in respect of identification, impact assessment, monitoring, mitigation and reporting of key risks to the achievement of business objectives. 3. The Stakeholder Relationship Committee : This Committee considers and resolves the grievances of the shareholders, debenture holders and other security holders of the Company, including complaints relating to non-receipt of Annual Report, transfer and transmission of securities, non-receipt of dividends/interests and such other grievances. |

| 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 | | | | | | | | | Frequency (Annually/ Half yearly/ Quarterly/ Any other – please specify) | | | | | | | | | | | | | | | | | | |
| | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 | P1 | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 | | | | | | | | | | |
| Performance against above policies and follow-up action | Committee of the board | | | | | | | | | Annually | | | | | | | | | | | | | | | | | | |
| Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances | Committee of the board | | | | | | | | | Annually | | | | | | | | | | | | | | | | | | |
| Policy and management processes | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 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. | | | | | | | | | | P 1 | P 2 | P 3 | P 4 | P 5 | P 6 | P 7 | P 8 | P 9 | No, but the Company does have an internal process of assessment in place. Going forward, the Company may engage with external agency to assess / evaluate the policies. | | | | | | | | | |
| 12. If answer to question (1) above is “No” i.e. not all Principles are covered by a policy, reasons to be stated:- Not Applicable | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

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 Programs held | Topics / principles covered under the training and its impact | Percentage of persons in respective category covered by the awareness programs |
|--|--|---|--|
| Board of Directors | 1 | Familiarization was provided on various topics related to regulatory changes, economic development, and other various market scenarios. | 100% |
| Key Managerial Personnel | 1 | | |
| Employees other than BoD and KMPs | 1 | | |

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 Obligations) Regulations, 2015 and as disclosed on the entity's website):

Monetary

| | NGRBC Principle | Name of regulatory/ enforcement agencies/ judicial institutions | Amount (In Rs.) | Brief of the Case | Has an appeal been preferred? (Yes / No) |
|------------------------|-----------------|---|-----------------|-------------------|--|
| Penalty/Fine | NA | - | 0 | - | - |
| Settlement | NA | - | 0 | - | - |
| Compounding Fee | NA | - | 0 | - | - |

Non Monetary

| | NGRBC Principle | Name of regulatory/ enforcement agencies/ judicial institutions | Amount (In Rs.) | Brief of the Case | Has an appeal been preferred? (Yes / No) |
|---------------------|-----------------|---|-----------------|-------------------|--|
| Imprisonment | - | - | 0 | - | - |
| Punishment | - | - | 0 | - | - |

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 |
|--------------|---|
| - | - |

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.

We do not have any standalone anti-corruption or anti-bribery policy. However, we adhere to the Code of Conduct and Ethics Policy which reflects the commitments made by us around ethics and integrity. This policy is adopted to set forth the basic standards of ethical behavior, detection & prevention of any wrongdoing and to outline the expectations from employees and Directors of the Company in this regard.

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) |
|-----------------------------------|--|---|
| Board of Directors | - | - |
| Key Managerial Personnel | - | - |
| Employees other than BoD and KMPs | - | - |
| Workers | - | - |

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

| | FY 2022-23 (Current Financial Year) | | FY 2021-22 (Previous Financial Year) | |
|--|--|---------|---|---------|
| | Number | Remarks | Number | Remarks |
| Number of Complaints received in relation to issues of Conflict of Interest of the Directors | - | - | - | - |
| Number of complaints received in relation to issues of Conflict of Interest of the KMPs | - | - | - | - |

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 as There has been no fines/penalties/action taken by regulators/law enforcement agencies/judicial institutions, on cases of corruption and conflicts of interest

Leadership Indicators

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

Currently, we do not have well-defined principle-wise training programmes for our value chain partners. However, we continuously engage with them through various mediums and have extended our company's responsible practices through our Supplier Code of Conduct which guides them on the broader topics of labour and human rights, EHS, business integrity, reporting of unethical practices, etc.

| Total number of awareness programmes held | Topics/Principle covered under the Training | % age of value chain partners covered) by value of business done with such partners) under the awareness programmes |
|---|---|---|
| - | - | - |

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. We have Related Party Transactions (RPT) and has also formulated a policy for determining the Material RPT and the details of such policies for dealing with RPT are disseminated on our website at www.axitacotton.com. There were no materially significant related party transactions between ACL and the Directors, Promoters, Key Managerial Personnel, and other designated persons which may have a potential conflict with the interest of the company at large. We have obtained all Prior approval for all the related party transactions from the Audit Committee of the Board. Further ACL has a Code of Conduct for the board members and senior management of ACL. The Code of Conduct captures the potential areas where a conflict of interest can arise and the reporting mechanism for the same. The board members and senior management submit an annual declaration to the secretarial team stating that they have duly complied with the 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.

| | FY 2022-23 (Current Financial Year) | FY 2021-22 (Previous Financial Year) | Details of improvements in environmental and social impacts |
|-------|--|---|---|
| R & D | - | - | Reduced ETP waste |
| CAPEX | - | - | |

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

We at Axita, believe that sustainability when systematically embedded at source gets cascaded throughout the operations and the value chain. As mentioned earlier, sustainable sourcing is a material issue for us. For the same, we have integrated sustainable sourcing into our business.

Since cotton seeds is our key raw material, we are actively engaging with around Hundreds of Villages and engaging with Thousands of farmers for capacity building and procurement of cotton seeds through our nominated farmers. Apart from this, we are also sourcing yarns made out of recycled and alternate natural fibres.

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

In current reporting year, we sourced Majority cotton seeds from sustainable sources (Better Cotton / Global Recycled Standard / Regenagri Organic Certified).

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.

We have devised an internal process that focuses on the classification of waste followed by segregation and storage in separated areas. periodically the waste is collected and responsibly disposed in accordance with the regulatory norms defined by the State Pollution Control Board (SPCB) / Central Pollution Control Board (CPCB).

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.

No. ACL does not manufacture any products with plastic packaging in India. We use Grey cloth for packing of our cotton bales.

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?

At present ACL does not track Product Life Cycle assessments

| | | | | | |
|--|--|--|--|--|--|
| | | | | | |
|--|--|--|--|--|--|

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 |
|---------------------------|---|---|
| Cotton Seeds | Cultivation of cotton using conventional practices has more environmental impact in comparison to cotton cultivated through Organic or Better Cotton practices. | Increased our engagement with farmers to build their capacity on Organic and Better Cotton practices. Increased the sourcing of sustainable cotton. |

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).

| Indicate Input Material | Recycled or re-used input material to total material | |
|-------------------------|--|---------------------------------------|
| | FY 2022-23 Current Financial Year | FY 2021-22 Previous Financial Year |
| Cotton Seeds | 45% | 32% |
| | | |
| | | |

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:

| NIC Code | FY 2022-23 Current Financial Year | | | FY 2021-22 Previous Financial Year | | |
|----------|--------------------------------------|----------|-----------------|---------------------------------------|----------|-----------------|
| | Re-Used | Recycled | Safely Disposed | Re-Used | Recycled | Safely Disposed |
| - | - | - | - | - | - | - |

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 |
|---------------------------|---|
| - | - |

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:

| Category | % of employees covered by | | | | | | | | | | |
|---------------------------------------|---------------------------|------------------|--------|--------------------|--------|--------------------|--------|--------------------|--------|---------------------|--------|
| | Total (A) | Health Insurance | | Accident Insurance | | Maternity Benefits | | Paternity Benefits | | Day Care Facilities | |
| | | Number (B) | %(B/A) | Number (C) | %(C/A) | Number (D) | %(D/A) | Number (E) | %(E/A) | Number (F) | %(F/A) |
| Permanent employees | | | | | | | | | | | |
| Male | 12 | 12 | 100.00 | 12 | 100.00 | - | - | - | - | - | - |
| Female | 3 | 3 | 100.00 | 3 | 100.00 | 3 | 100.00 | - | - | - | - |
| Total | 15 | 15 | 100.00 | 15 | 100.00 | 3 | 100.00 | - | - | - | - |
| Other than Permanent employees | | | | | | | | | | | |
| Male | - | - | - | - | - | - | - | - | - | - | - |
| Female | - | - | - | - | - | - | - | - | - | - | - |
| Total | - | - | - | - | - | - | - | - | - | - | - |

- (b) Details of measures for the well-being of workers:

| Category | % of employees covered by | | | | | | | | | | |
|----------|---------------------------|------------------|--------|--------------------|--------|--------------------|--------|--------------------|--------|---------------------|--------|
| | Total (A) | Health Insurance | | Accident Insurance | | Maternity Benefits | | Paternity Benefits | | Day Care Facilities | |
| | | Number (B) | %(B/A) | Number (C) | %(C/A) | Number (D) | %(D/A) | Number (E) | %(E/A) | Number (F) | %(F/A) |

| Permanent employees | | | | | | | | | | | |
|---------------------------------------|----------|----------|---------------|----------|---------------|----------|----------|----------|----------|----------|----------|
| Male | 9 | 9 | 100.00 | 9 | 100.00 | - | - | - | - | - | - |
| Female | 0 | 0 | 100.00 | 0 | 100.00 | - | - | - | - | - | - |
| Total | 9 | 9 | 100.00 | 9 | 100.00 | - | - | - | - | - | - |
| Other than Permanent employees | | | | | | | | | | | |
| Male | 5 | - | - | 5 | 100.00 | - | - | - | - | - | - |
| Female | - | - | - | - | - | - | - | - | - | - | - |
| Total | 5 | - | - | 5 | 100.00 | - | - | - | - | - | - |

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

| | 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 | - | - | - | - | - | - |
| Gratuity | - | - | - | - | - | - |
| ESIS | - | - | - | - | - | - |
| 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.

Presently, the Company do not have such employees, however Company will take steps towards make its manufacturing facilities and offices more 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.

ACL, ensures that the employees are treated fairly and with equality, regardless of their race, sex, or disability. All the employees have an equal chance to apply for any internal job postings or promotions, and training opportunities at the workplace.

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

| Gender | Permanent Employees | | Permanent Workers | |
|--------------|---------------------|----------------|---------------------|----------------|
| | 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 workers? If yes, give details of the mechanism in brief.

| | Yes/No (If yes, then give details of the mechanism in brief) |
|--------------------------------|--|
| Permanent workers | A grievance redressal process is followed to ensure all permanent and other employees and workers grievances are addressed and closed. |
| Other than permanent workers | |
| Permanent employees | |
| Other than permanent employees | |

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

ACL does not have a list of recognized associations or Unions. ACL does not place any restrictions and the employees or workers are free to join any associations or unions.

8. Details of training given to employees and workers

| Category | Current Financial Year in man hours | | | | | Previous Financial Year in man hours | | | | |
|------------------|-------------------------------------|-------------------------------|------------|----------------------|------------|--------------------------------------|-------------------------------|------------|----------------------|-----|
| | FY 2022 - 2023 | | | | | FY 2021 - 2022 | | | | |
| | Total (A) | On Health and safety measures | | On skill upgradation | | Total (D) | On Health and safety measures | | On skill upgradation | |
| Number (B) | | % (B/A) | Number (C) | % (C/A) | Number (E) | | % (E/D) | Number (F) | % (F/D) | |
| Employees | | | | | | | | | | |
| Male | 12 | 0 | 0 | 12 | 100 | 14 | 0 | 0 | 14 | 100 |
| Femal | 3 | 0 | 0 | 3 | 100 | 3 | 0 | 0 | 3 | 100 |
| Total | 15 | 0 | 0 | 15 | 0 | 0 | 0 | 0 | 0 | 0 |
| Workers | | | | | | | | | | |
| Male | 14 | 14 | 100 | 14 | 100 | 16 | 0 | 0 | 16 | 100 |
| Femal | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 14 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

9. Details of performance and career development reviews of employees and workers

| Category | Current Financial Year | | | Previous Financial Year | | |
|------------------|------------------------|------------|---------|-------------------------|------------|---------|
| | FY 2022 - 2023 | | | FY 2021 - 2022 | | |
| | Total (A) | Number (B) | % (B/A) | Total (C) | Number (D) | % (D/C) |
| Employees | | | | | | |
| Male | 12 | 5 | 41.66% | 14 | 7 | 50% |
| Female | 3 | 2 | 66.67% | 3 | 2 | 66.67% |
| Workers | | | | | | |
| Male | 14 | 4 | 28.57% | 16 | 6 | 37.50% |
| Female | 0 | 0 | 0% | 0 | 0 | 0% |

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 coverage of such system?

Yes. Our Health and Safety management system covers all our employees and workers.

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

We follow the Hazard Identification and Risk Assessment (HIRA) framework for identifying work-related hazards and risk assessment.

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

Yes, we have a process in place and it is included in the Occupational Health and Safety Procedures Manual. Additionally, we conduct training, mock drills, safety talks, and seminars for raising awareness of the workers.

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

Yes, The workers and employees are covered by health and accidental insurance. Additionally.

11.Details of safety related incidents, in the following format:

| Safety Incident/Number Category | Category | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|--|-----------|--|---|
| Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked) | Employees | 0 | 0 |
| | Workers | 0 | 0 |
| Total recordable work-related injuries | Employees | 0 | 0 |
| | Workers | 0 | 0 |
| No. of fatalities | Employees | 0 | 0 |
| | Workers | 0 | 0 |
| High consequence work-related injury or ill-health (excluding fatalities) | Employees | 0 | 0 |
| | Workers | 0 | 0 |

12.Return to work and retention rates of permanent employees and workers that took parental leave
Describe the measures taken by the entity to ensure a safe and healthy work place.

We prioritize the safety of our employees above all. We have implemented workplace safety programs, safety training to employees, periodic health check-ups, 24 hrs first aid facility, On call Nursing and Comprehensive medical facilities, installing fire extinguishers wherever required, easy access to exits in case of emergencies.

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

| | Current Financial Year | | | Previous Financial Year | | |
|--------------------|------------------------|---------------------------------------|---------|-------------------------|---------------------------------------|---------|
| | FY 2022 - 2023 | | | FY 2021 - 2022 | | |
| | 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 | Nil | Nil | - | Nil | Nil | - |
| Health & | Nil | Nil | - | Nil | Nil | - |

14. Assessments for the year:

| Particulars | % of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|-----------------------------|---|
| Health and safety practices | 100% |
| Working Conditions | 100% |

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.

No significant risks or concerns were highlighted in the assessment.

Leadership Indicators

1. Does the entity extend any life insurance or any compensatory package in the event of death of Employees & Workers.

| | | |
|---|-----------|-----|
| 1 | Employees | Yes |
| 2 | Workers | Yes |

2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.

We ensure that all statutory dues have been deducted and deposited by our value chain partners in accordance with applicable laws and regulations. The internal audit and tax team overlooks the entire process. We have mentioned this as part of our Supplier Code of Conduct and all suppliers need to abide by it. We have practice of Monthly reconciliation of GST Tax paid by value chain partners and if its not paid by value chain partner we make sure it paid and process accordingly as per statutory provision. We have also system of quarterly TDS-TCS Reconciliation for compliance of income tax statutory provision by value chain partners.

We ensure that such dues are collected and remitted to the government by our value chain partners.

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 rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:

| Particulars | Total no. of affected 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 2022-2023 | FY 2021-2022 | FY 2022-2023 | FY 2021-2022 |
| Employees | - | - | - | - |
| Workers | - | - | - | - |

4. Does the entity provide transition assistance programmes 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:

| Particulars | % of value chain partners (by value of business done with such partners) that were assessed |
|-----------------------------|---|
| Health and safety practices | 100% |
| Working Conditions | 100% |

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.

Not Applicable

PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders

- The principle focuses on the fact that there are other stakeholders apart from investors, clients, and employees, and the organization has a responsibility towards the public at large, as the operations impact the natural resources, natural habitats, water bodies, communities etc.
- Organization has to take into account the expectations of all the interested parties to their business, both external and internal, and specifically to the affected vulnerable groups and communities.
- They have to reduce the adverse effects to any stakeholder from their products or services in any part of the life cycle.

The core elements cover:

- A. Organisations should have system to disclose the impacts from their operations transparently to stakeholders.
- B. Organisation should identify their stakeholders, both external and internal, determine the expectations of these interested parties, and devise their strategies accordingly to address them.
- C. The benefits of the business should be passed on to the affected parties and the organisation is responsible to resolve any conflicts and grievances related to their operation with the affected parties with fair and just compensations and alternate arrangements.

Essential Indicators

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

Any individual and group of people, etc, who are impacted due to business operations and projects of the Company are the stakeholders. Any of such individual and group of people that adds value for business and have greater impact on the business are the key stakeholders for the Company. The key stakeholders inter alia include employees, shareholders/investors, distributors, customers, channel partners, research analyst, vendors, suppliers, regulators and government agencies.

The process for identification of such key stakeholders is of Qualitative nature. It is conducted in consultation with and feedback from different departments along with Senior Management and Board.

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 and 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 / other - please specify) | Purpose and scope of engagement including key topics and concerns raised during such engagement |
|-------------------------|--|---|---|---|
| Farmers | No | Advertisement, Notice, Communications during procurement | Whenever Required | Procurement Quality assessment Grievance redressal Contract and Payment terms |
| Shareholders/ Investors | No | Mail Advertisements in Newspapers, Press Releases, AGM through Virtual Meeting and Website | Quarterly, Half- yearly, Annually and as and when needed | Discussions about top line and bottom line of the Company performance Announcing the financials results to the investors, Dividend, Annual Reports, General Meetings, educating and encouraging the shareholders to exercise their voting rights in shareholders' meetings, Dividend declarations etc |
| Employees and Workers | No | Personal/group interactions, mails and trainings. | Regularly | Discussions about productivity, Training, Growth and career Development. |
| Local Community | No | Activities by institutions promoted or | As per planned activities | Building sustainable cohesive |

| | | | | |
|---------------------|----|--|--|--|
| | | partnered by us e.g., NLRDP and SHARDA Trust. Also through Industrial Relations department. | | community relations and positively impacting the quality of life of the local community. |
| Media | No | Media interaction is carried out through announcements, events, visits, conferences, etc. | As per planned activities & requirements | We communicate key developments, milestone events, and our growth perspective. It also enables us to build larger outreach and better narrative for key initiatives. |
| Government agencies | No | Through Government Portals and other permitted means | As required for compliance and as per available opportunities. | Compliances of law and corporate governance. |
| Suppliers | No | Our procurement and sourcing team interacts with the suppliers on a periodic basis. Likewise, we also engage with them during training programmes and workshops. | As per planned activities & requirements | It enables us to understand mutual expectations and needs, especially with regard to quality, cost, timely delivery, growth plans and sharing of best practices. |

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.
 - a. **Audit Committee:** The committee is entrusted with the Business and Economic responsibility of the organization. The Audit Committee supervises the Company’s financial reporting and disclosures ensuring timeliness and compliance with regulatory requirements.
 - b. **Nomination and Remuneration Committee:** The committee recommends suitable persons for the post of Directors, Key Managerial Personnel, and their remuneration. The Board of Directors considers their recommendation and seek the approval of the shareholders for the appointment of Directors. This committee also lays down performance evaluation criteria for Independent Directors based on expertise and value

offered and attendance at committee meetings.

- c. **Stakeholders Relationship Committee:** This committee oversees the timely and appropriate resolution of investor complaints. Members of this committee also formulate policies to service this stakeholder group.
- d. **Risk Management Committee:** The committee is responsible for reviewing and evaluating all business risks identified by the Company's management, including those pertaining to the environment. Members of this committee oversee the formulation of Ramco Industries Risk Management Policy and provide strategic direction to minimize potential risks. They also oversee the establishment, implementation, and monitoring of the organization's risk management system.

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.

NA

PRINCIPLE 5 : Businesses should respect and promote human rights

- The principle is based on the concept that the human rights are inherent to every human being, is non-negotiable, and not to be diluted in any manner for the sake of business.
- UN Guiding Principles on Business and Human Rights also consider the human rights as a responsibility of the business concerns and requires them to be responsible for any violation and take adequate steps to make sure that no human rights abuse happens because of their business operation.

There are five core elements to this Principle as below:

- The governing structure of the business should make sure that the human rights requirements in the Constitution of India and other laws prevailing in India along with the International Bill of Rights is communicated to its employees and collaborators, and if there is any potential for human rights impact, there should be relevant authority to handle them.
- The governing system of the organisation should have policies, structure and procedure to identify and mitigate any possible human rights violations from its operation.
- The organisation should adequately address mitigation of the human rights issues arising out of their operations and have effective corrective actions to avoid recurrence.
- Have promotional programs and drives across the value chain to educate the employees and raise awareness about the human rights violations and how it can happen from their operations.
- Effective grievance redressal mechanisms in place for all the affected groups and communities to raise their concerns to the organisation.

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:

| | Current Financial Year | | | Previous Financial Year | | |
|------------------------|------------------------|-------------------------------------|---------------|-------------------------|--------------------------------------|---------------|
| | FY 2022 – 2023 | | | FY 2021 - 2022 | | |
| | Total (A) | No. of employee/Workers covered (B) | % (B/A) | Total (C) | No. of employees/Workers covered (D) | % (D/C) |
| Employee | | | | | | |
| Permanent | 15 | 15 | 100.00 | 17 | 17 | 100.00 |
| Other Than Permanent | 0 | 0 | | 0 | 0 | 100.00 |
| Total Employees | 15 | 15 | 100.00 | 17 | 17 | 100.00 |
| Workers | | | | | | |
| Permanent | 9 | 9 | 100.00 | 11 | 11 | 100 |
| Other Than Permanent | 5 | 5 | 100.00 | 7 | 7 | 100 |
| Total Workers | 14 | 14 | 100.00 | 18 | 18 | 100.00 |

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

All employees and contractors have been paid more than or equal to minimum wages in accordance with the laws of the land where the Company operates.

| Category | Current Financial Year in man hours | | | | | Previous Financial Year in man hours | | | | |
|----------------------|-------------------------------------|-------------------------------|------------|----------------------|------------|--------------------------------------|-------------------------------|------------|----------------------|----|
| | FY 2022 - 2023 | | | | | FY 2021 – 2022 | | | | |
| | Total (A) | On Health and safety measures | | On skill upgradation | | Total (D) | On Health and safety measures | | On skill upgradation | |
| Number (B) | | % (B/A) | Number (C) | % (C/A) | Number (E) | | % (E/D) | Number (F) | % (F/D) | |
| Employees | | | | | | | | | | |
| Permanent | | | | | | | | | | |
| Male | 12 | 0 | 0 | 12 | 100 | 14 | 0 | 0 | 14 | 10 |
| Femal | 3 | 0 | 0 | 3 | 100 | 3 | 0 | 0 | 3 | 10 |
| Other than Permanent | | | | | | | | | | |
| Male | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Femal | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Workers | | | | | | | | | | |
| Permanent | | | | | | | | | | |
| Male | 9 | 9 | 100 | 0 | 0 | 11 | 0 | 0 | 11 | 10 |
| Femal | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other than Permanent | | | | | | | | | | |
| Male | 5 | 5 | 100 | 0 | 0 | 5 | 0 | 0 | 5 | 10 |
| Femal | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

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

| Particulars | Male | | Female | |
|-----------------------------------|--------|---|--------|---|
| | Number | Median remuneration/ salary/wages of respective category (in Rs.) | Number | Median remuneration/ salary/wages of respective category (in Rs.) |
| Board of Directors | 3 | 21.19:1.00 | 0 | 0 |
| Key Managerial Personnel | 2 | 2.70:1.00 | 0 | 0 |
| Employees other than BoD and KMPs | 0 | 0 | 0 | 0 |
| Workers | 0 | 0 | 0 | 0 |

*Note: All median salaries mentioned above are on monthly basis.

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)**

Our Audit Committee has the responsibility of reviewing employee concerns that are reported through the Whistle Blower mechanism. Through the whistleblower mechanism, employees are encouraged to report any concerns related to human rights violations, such as harassment, victimization, bullying, and discrimination, for a formal investigation and satisfactory resolution of the grievance.

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

Our organization has established a Whistle Blower mechanism that empowers individuals to report any concerns related to human rights violations to management without fear of retaliation through a designated email or contact information. The mechanism also provides employees and Directors direct access to the Chairperson of the Audit Committee in exceptional cases.

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

| Particulars | Current Financial Year | | | Previous Financial Year | | |
|------------------------------------|------------------------|---------------------------------------|---------|-------------------------|---------------------------------------|---------|
| | FY 2022 – 2023 | | | FY 2021 – 2022 | | |
| | 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.

We have specifically set up an Internal Complaints Committee which looks after the instances of harassment and discrimination at the work place. Till date zero Complaints were received from our workers.

Our Whistle Blower mechanism empowers the complainant to bring to the attention of the management, any concerns related to discrimination and harassment without fear of punishment or unfair treatment by reporting at designated e-mail or contact details.

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

Yes. Statutory and regulatory requirement clauses stipulate regarding human values, child labour, equal remuneration and social security.

9. Assessments for the year:

| Particulars | % of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|------------------------------------|---|
| Sexual Harassment | 100% through statutory compliance |
| Discrimination at workplace | 100% through statutory compliance |
| Child Labour | 100% through statutory compliance |
| Forced Labour / Involuntary Labour | 100% through statutory compliance |
| Wages | 100% through statutory compliance |
| Other human rights related issues | 100% through statutory compliance |

Leadership Indicators

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

Not applicable as no such modifications has been introduced in the current reporting year.

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

NIL

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. (As per legal requirements) All the premises of ACL are accessible to differently abled visitors by means ramps and lifts.

4. Details on assessment of value chain partners:

| Particulars | % of your plants and offices that were assessed (by entity or statutory authorities or third parties) |
|-----------------------------|---|
| Sexual Harassment | 100% through statutory compliance |
| Discrimination at workplace | 100% through statutory compliance |

| | |
|------------------------------------|-----------------------------------|
| Child Labour | 100% through statutory compliance |
| Forced Labour / Involuntary Labour | 100% through statutory compliance |
| Wages | 100% through statutory compliance |
| Other human rights related issues | 100% through statutory compliance |

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

Not applicable

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

- The equity, dignity, and quality of life for the employees are the crux of this Principle and are related to the UN SDG 8 for Decent Work and Economic Growth.
- This covers all the people in the complete value chain, addressing all kinds of discrimination and encouraging diversity. The quality of life encompasses the whole family of the employee. There are ten core elements to the principle that covers both the organization and the entities in its value chain. Both entities must comply with the regulatory and statutory requirements, and further provide equal opportunity to all the employees during recruitment, promotions, appraisals, and exit from the organisation.
- The core idea is to Encourage collective bargaining, unions and associations, and have appropriate systems for grievance redressal, prevent child labour and slave labour in all forms, Support work life balance for all employees, provide a safe and hygienic place of work with provisions for gender specific requirements, provide required training and skill upgradation for the employees with access to learning opportunities.

Essential Indicators

1. Details of total energy consumption (in Joules or multiples) and energy intensity:

| Parameter | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|--|---|
| Total electricity consumption (A) | 17,47,214 | 976,946 |
| Total fuel consumption (B) | 757,665 | 937,356 |
| Energy consumption through other sources (C) | 0 | 0 |
| Total energy consumption (A+B+C3) | 25,04,879 | 19,14,302 |
| Energy intensity per rupee of turnover (Total energy consumption /turnover in rupees) | 0.00045 | 0.00024 |
| 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. - **No**

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:

Axita Cotton Ltd is Ginning Unit, and its not water incentive unit hence not applicable.

| Parameter | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|--|---|
| Water withdrawal by source (in kiloliters) | | |
| (i) Surface water | - | - |
| (ii) Groundwater | - | - |
| (iii) Third party water | - | - |
| (iv) Seawater / desalinated water | - | - |
| (v) Others | - | - |
| Total volume of water withdrawal (in kiloliters) (i + ii + iii + iv + v) | - | - |
| Total volume of water consumption (in kilolitres) | - | - |
| Water intensity per rupee of turnover (Water consumed / turnover) | - | - |
| Water 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**

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:

Axita Cotton Limited is Ginning Textile Unit, which has no requirement of permission of Gujarat Pollution Control Board, hence pollution data is not applicable.

| Parameter | Please specify unit | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|-------------------------------------|---------------------|--|---|
| NOx | ppm | - | - |
| SOx | ppm | - | - |
| Particulate matter (PM) | mg/Nm ³ | - | - |
| 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. – **Not Applicable**

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

Axita Cotton Limited is Ginning Textile Unit, which has no requirement of permission of Gujarat Pollution Control Board, hence pollution data is not applicable.

| Parameter | Please specify unit | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|---|--|---|
| Total Scope 1 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available) | Metric tonnes of CO ₂ equivalent | - | - |
| Total Scope 2 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available) | Metric tonnes of CO ₂ equivalent | - | - |
| Total Scope 1 and Scope 2 emissions per rupee of Turnover (in crores) | | - | - |
| Total Scope 1 and Scope 2 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**

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 | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|--|--|---|
| Total Waste generated (in metric tonnes) | | |
| A. Plastic waste (A) | - | - |
| B. E-waste (B) | - | - |
| C. Bio-medical waste (C) | - | - |
| D. Construction and demolition waste (D) | - | - |
| E. Battery waste (E) | - | - |
| F. Radioactive waste (F) | - | - |
| G. Other Hazardous waste. Please specify, if any. (G) | - | - |
| H. 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 through recycling, re-using or other recovery operations (in metric tonnes)

| Category of waste | | |
|---------------------------------|---|---|
| (i) Recycle | - | - |
| (ii) Re-used | - | - |
| (iii) Other recovery operations | - | - |
| Total | - | - |

For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)

| Category of waste | | |
|---------------------------------|---|---|
| (i) Incineration | - | - |
| (ii) Landfilling | - | - |
| (iii) Other disposal operations | - | - |
| Total | - | - |

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**

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.- Not Applicable

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:

| Sr. No | Location of operations / offices No | 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. |
|--|-------------------------------------|--------------------|---|
| All of Axita’s operating facilities are located in premises which have the requisite building permits, including environmental approvals for carrying out the operations | | | |

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

| 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 |
|--|----------------------|------|---|--|-------------------|
| No such project requiring EIA has been undertaken in the current or previous reporting year. | | | | | |

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:

| Sr. No. | Specify the law / regulation / guidelines which was not complied with | Provide details of the non-compliance | Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts | Corrective action taken if any |
|----------------|---|---------------------------------------|---|--------------------------------|
| Not Applicable | | | | |

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 | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|--|---|
| From renewable sources | | |
| A. Total electricity consumption (A) | 384387.00 | 326874.00 |
| B. Total fuel consumption (B) | 0 | 0 |
| C. Energy consumption through other sources (C) | 0 | 0 |
| Total energy consumed from renewable sources (A+B+C) | 384,387 | 324,874 |

From non-renewable sources

| Category of waste | | |
|--|----------|----------|
| D. Total electricity consumption (D) | 0 | 0 |
| E. Total fuel consumption (E) | 0 | 0 |
| F. Energy consumption through other sources (F) | 0 | 0 |
| Total energy consumed from non-renewable sources. (D+E+F) | 0 | 0 |

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**

2. Provide the following details related to water discharged:

| Parameter | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|--|--|---|
| Water discharge by destination and level of treatment (in kilolitres) | | |
| (i) To Surface water | Not applicable | Not applicable |
| - No treatment | | |
| - With treatment-please specify level of treatment | | |
| (ii) To Groundwater | Not applicable | Not applicable |
| - No treatment | | |
| - With treatment-please specify level of treatment | | |
| (iii) To Seawater | Not applicable | Not applicable |

| | | |
|--|-----------------------|-----------------------|
| - No treatment | | |
| - With treatment-please specify level of treatment | | |
| (iv) Sent to third- parties | Not applicable | Not applicable |
| - No treatment | | |
| - With treatment-please specify level of treatment | | |
| (v) Others | Not applicable | Not applicable |
| - No treatment | | |
| - With treatment-please specify level of treatment | | |
| Total water discharged (in kiloliters) | Not applicable | 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:-Not Applicable

(i) Name of the area

(ii) Nature of operations

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

| Parameter | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|--|---|
| Water withdrawal by source (in kilolitres) | | |
| (i) Surface water | Not applicable | Not applicable |
| (ii) Groundwater | Not applicable | Not applicable |
| (iii) Third party water | Not applicable | Not applicable |
| (iv) Seawater / desalinated water | Not applicable | Not applicable |
| (v) Others (STP treated water) | Not applicable | Not applicable |
| Total volume of water withdrawal (in kilolitres) | Not applicable | Not applicable |
| Total volume of water consumption (in kilolitres) | Not applicable | Not applicable |
| Water intensity per thousand rupee of turnover (Water consumed / turnover) | Not applicable | Not applicable |
| Water intensity (optional) – the relevant metric may be selected by the entity | | |
| Water discharge by destination and level of treatment (in kilolitres) | | |
| (i) Into Surface water | | |
| - No treatment | Not applicable | Not applicable |
| - With treatment – please specify level of treatment | Not applicable | Not applicable |
| (ii) Into Groundwater | | |
| - No treatment | Not applicable | Not applicable |
| - With treatment – please specify level of treatment | Not applicable | Not applicable |
| (iii) Into Seawater | | |
| - No treatment | Not applicable | Not applicable |
| - With treatment – please specify level of treatment | Not applicable | Not applicable |

| | | |
|--|----------------|----------------|
| (iv) Sent to third-parties | | |
| - No treatment | Not applicable | Not applicable |
| - With treatment – please specify level of treatment | Not applicable | Not applicable |
| (v) Others | | |
| - No treatment | Not applicable | Not applicable |
| - With treatment – please specify level of treatment | Not applicable | Not applicable |
| Total water discharged (in kilolitres) | Not applicable | Not applicable |

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**

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

| Parameter | Please specify unit | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|---|---|--|---|
| Total Scope 3 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available) | Metric tonnes of CO ₂ equivalent | Not applicable | Not applicable |
| Total Scope 3 emissions per rupee of turnover | Metric tonnes of CO ₂ equivalent | Not applicable | Not applicable |
| Total Scope 3 emission intensity (optional) – the relevant metric may be selected by the entity | Metric tonnes of CO ₂ equivalent | Not applicable | Not applicable |

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**

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.

Not applicable

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 | - | - | - |

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

No. However, we plan to develop the same in the coming years.

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.

Cotton seeds and cotton are our key raw material and our dependence on it is quite large owing to 90% of products being made from cotton. We have well understood the environmental impact that might occur if it is produced in an irresponsible manner which comprises of unsustainable use of agro chemicals, water and soil. Cotton produced under such practices contaminates the freshwater systems, degrades the soil quality, impact the health of biodiversity, farmers and nearby population.

Upon recognising this issue and the need to scale the uptake of sustainable cotton, we initiated our engagement with farmers to build their capacity for sustainable agricultural practices.

Our material cotton seed is agriculture product and to protect soil and environment we are spreading awareness about organic farming and for that we conduct seminar and training programs for organic farming and also provide guidance and related education to farmers.

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

- The principle is based on the understanding that national and international legal frameworks have a very important effect on the businesses that operate within that area and decide their growth prospects in a significant manner.
- The principle does not forbid the organisation to work with government for policy formulations but reiterates that the organisation has a responsibility to be transparent.
- The core elements include:
 - A. The organisation should have a system of having complete public disclosure when in an advocacy role consistent with the NGRBC.
 - B. The industry associations and trade and commerce groups should be used to take up policy advocacy to the Government,
 - C. especially in matters that affect the policies that relate to the organisation.

Essential Indicators

1. a. Number of affiliations with trade and industry chambers/ associations.

We are affiliated with 15 industry chambers / associations, where we often take part in various dialogues across numerous channels of engagement.

- 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.

| Sr. No. | Name of the trade and industry chambers /associations | Reach of trade and industry chambers /associations(State / National) |
|---------|---|--|
| 1 | Better Cotton Initiative | International |
| 2 | Textile Exchange | International |

| | | |
|---|---------------------------------------|---------------|
| 3 | OEKO-TEX STANDARAD 100 | International |
| 4 | Global Recycled Standarad | International |
| 5 | GLOBAL ORGANIC TEXTILE STANDARD(GOTS) | International |
| 6 | REGENAGRI | International |

| Sr. No. | Name of the trade and industry chambers /associations | Reach of trade and industry chambers /associations(State / National) |
|---------|---|--|
| 7 | General Administration of Quality Supervision, Inspection and Quarantine of the People's Republic of China(AQSIQ) | International |
| 8 | Confederation of Indian Industry | National |
| 9 | The Cotton Textiles Export Promotion Council | State |
| 10 | Gujarat Chamber of Commerce & Industry | State |

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 |
|-------------------|-------------------|-------------------------|
| - | - | - |

Leadership Indicators

4. Details of public policy positions advocated by the entity:

NIL

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

Response: Not Applicable

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

Response: Not Applicable

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

The Company proactively meets the community representatives. It has a designated team at manufacturing location. Each need is noted, analysed and a feasible solution is implemented.

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

| Voluntary recalls | Current Financial Year FY 2022 – 2023 | Previous Financial Year FY 2021 - 2022 |
|--|--|---|
| Directly sourced from MSMEs / small producers | 1,38,72,890.00 | 21,62,259.00 |
| Sourced directly from within the district and neighbouring districts | - | - |

Note: This represents only cotton procured from small holders farmers engaged in Axita's sustainable cotton projects across Gujarat, Maharashtra and Madhya Pradesh. For other raw materials, this has not been calculated.

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 |
|--|-------------------------|
| Nil | NA |

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

Not Applicable as no CSR projects were undertaken in designated aspirational districts as identified by government bodies

3. (a) Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No)

The company does not have any preferential procurement policy at present.

(b) From which marginalized /vulnerable groups do you procure?- Not Applicable

(c) What percentage of total procurement (by value) does it constitute?- Not Applicable

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:

| Sr. No. | Intellectual Property based on traditional knowledge | Owned/Acquired (Yes/No) | Benefits shared (Yes/No) | Basis of calculating Benefits share |
|---------|--|-------------------------|--------------------------|-------------------------------------|
| - | - | - | - | - |

We have not engaged with any entity during the reporting period for deriving or sharing any benefits from the intellectual properties owned and acquired by us.

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. Not Applicable

| Sr. No. | Name of authority | Brief of the Case | Corrective Action Taken |
|---------|-------------------|-------------------|-------------------------|
|---------|-------------------|-------------------|-------------------------|

| | | | |
|---|---|---|---|
| - | - | - | - |
|---|---|---|---|

6. Details of beneficiaries of CSR Projects:

For details refer to Annexure to Director’s Report 2022-23 (CSR Report)

PRINCIPLE 9 :Businesses should engage with and provide value to their consumers in a responsible manner

- As the core elements of Principle 9 include the company should minimize and mitigate any adverse impact of its goods and services on consumers, the natural environment and society at large, the company may give title of the policy relevant for Consumer Value Development.
- This Principle is related to the concept that the primary purpose of the business enterprise is to create wealth by producing quality products, or delivering services to the targeted customer, and keeping them satisfied to mutually benefit both the parties.
- The principle comprehends that the customer has a freedom of choice of the products and services, and hence the organisations will put their efforts to provide quality at affordable and reasonable process, that are easy to use and dispose of.
- It also aligns with the UN SDG-12 for responsible consumption and production, when is expects the business organisations to educate, make information available to the customers about the impacts of excessive usage of the products to their well-being, and to the society or the planet.

Following are elements for this principle as below:

- a. Organisations should put in their efforts to reduce the negative impacts of their products and services on consumers, natural environment, and society at large.
- b. When conceptualizing, designing, and marketing their products, the organisation should not, in any manner, prevent the freedom of choice and fair competition.
- c. The organisation should transparently and accurately disclose all kinds of adverse impacts to the user, planet, society, on the biodiversity from their products. This may be done by labelling, marketing, or by providing information on their social media platforms.

Essential Indicators

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

Not applicable, Because we are a B2B business. We don’t directly engage with the end consumers, as most of our interactions are with organisations such as manufacturers of textile industries or with brokers.

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

| | As a percentage of total turnover |
|---|-----------------------------------|
| Environmental and social parameters relevant to the product | Not Applicable |
| Safe and responsible usage | |
| Recycling and/or safe disposal | |

3. Number of consumer complaints in respect of the following

| Category | Current Financial Year FY 2022 – 2023 | | | Previous Financial Year FY 2021 - 2022 | | |
|--------------------------------|--|-----------------------------------|---------|---|-----------------------------------|---------|
| | Received during | Pending resolution at end of year | Remarks | Received during | Pending resolution at end of year | Remarks |
| Data privacy | - | - | - | - | - | - |
| Advertising | - | - | - | - | - | - |
| Cyber-security | - | - | - | - | - | - |
| Delivery of essential services | - | - | - | - | - | - |
| Restrictive Trade Practices | - | - | - | - | - | - |
| Unfair Trade Practices | - | - | - | - | - | - |
| Other | - | - | - | - | - | - |

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

| Voluntary recalls | Voluntary recalls | Voluntary recalls |
|-------------------|-------------------|-------------------|
| Voluntary recalls | N/A | N/A |
| Forced recalls | N/A | N/A |

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 Risk management Policy is available on the Company's website at www.axitacotton.com

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.

During the year, there were no instances of issues in the above mentioned areas. As we deal in B2B products only and most of time we deal through broker's only so such kindly of issues not incurred in past and also in present.

Leadership Indicators

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

The information on company's products can be accessed through company's website i.e., www.axitacotton.com.

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

Not applicable, since we are a B2B business. We don't directly engage with the end consumers, as most of our interactions are with organizations such as manufacturers of textile industries, all the producer and the manufactures have their dedicated team for same .

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. 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)

The Company display only mandated product information on carton boxes.

5. Provide the following information relating to data breaches:

| | | |
|---|-----|-----|
| a. Number of instances of data breaches along-with impact | Nil | Nil |
| b. Percentage of data breaches involving personally identifiable information of customers | Nil | Nil |

Note:

This document includes non-financial metrics that are subject to measurement uncertainties resulting from limitations inherent in the nature and the methods used for determining such data. The selection of different but acceptable measurement techniques, including estimation, can result in materially different measurements. The precision of different measurement and estimation techniques may also vary. This Report was published in May 2023. Axita Cotton Limited reserves the right to update its measurement and estimation techniques and methodologies in the future.