

FORM CSR-2

Mandatory Annual CSR Reporting by Corporates

Ministry of Corporate Affairs (MCA) vide its Notification dated 11th February, 2022 **introduced a new reporting requirement** on CSR for Corporates in a web-based **Form CSR-2** to be done for the **financial year 2020-21** and, for the upcoming years the form shall be filed as an attachment to for AOC-4, AOC-4 (XBRL), AoC-4 (NBFC).

Applicability -

These Rules shall be applicable on all the Companies **on which CSR provisions under Section 135 are applicable** based on the criteria that triggered CSR applicability, Net Worth, Net Profit or Turnover, as the case may be.

Manner and Time of Reporting -

Every Company covered under the provisions of section 135(1) shall furnish a report on Corporate Social Responsibility to the Registrar in the following manner:

FINANCIAL YEAR 2020-21	FINANCIAL YEAR 2021-22 & ONWARDS
As a Separate web-based form CSR-2 on or before 31ST March 2022 , after filing of Financials in Form AOC-4;	As an Addendum to Form AOC-4 or AOC - 4 XBRL or AOC -4 NBFC (Ind AS), as the case may be.

Key Features of the Form CSR – 2 -

- ✓ **Criteria** that triggered CSR applicability;
- ✓ Details of **CSR Committee**, Number of Directors and Number of Meetings;
- ✓ Details of **website** of the Company and Website disclosures w.r.t. CSR, if any;
- ✓ **Net Profit** & other details for the preceding FY's; Average Net Profit, Total CSR Obligation;
- ✓ Details of CSR **Amount spent** during the FY on ongoing & other than ongoing projects & its details;

New Delhi

#001, B-7/107A, GF,
Safdarjung Enclave Extension,
New Delhi 110 029

Gurgaon

13-14, 3rd Floor, MGF
Metropolis, M G Road, Gurgaon,
Haryana 122002

Mumbai

Boston House, 5th Floor,
Western Exp. Highway, Andheri
Kurla Road, Andheri East,
Mumbai, MH 400053

Assam

J P Road, Bilasipara,
District Dhubri,
ASSAM 783 348

- ✓ Details of **transfer of Unspent CSR amount** for the FY to unspent CSR account or Funds specified as the case may be;
- ✓ **Reason(s) if the company has failed to spend** two per cent of the average net profit;
- ✓ Whether any **unspent amount of preceding three financial years** (financial year ending after 22nd January 2021) has been spent in the financial year;
- ✓ Whether any **unspent amount pertaining to FY 2014-15 to FY 2019-20** has been spent in the financial year, details of the project;

Through the above amendment, the Government of India (GOI) with an underlying intent to improve the corporate governance practices introduced enhanced disclosure and reporting requirements for CSR Compliance and now onwards the corporates shall be required to provide the disclosure and reporting about the CSR spending, CSR projects, CSR Implementing Agencies, Non-spending and above all the unspent CSR amount through form CSR-2 every year.

The detailed text of the notification can be accessed through below link:

<https://www.mca.gov.in/bin/dms/getdocument?mds=%252FAD3Plv%252FhT6P7xcgxfw4tQ%253D%253D&type=open>

Disclaimer – The information/content on this page is for general information and educational purpose only. Nothing shall be construed as any legal advice or practice of law. We are not responsible for any action taken by the user based upon any information given in this document.

New Delhi

#001, B-7/107A, GF,
Safdarjung Enclave Extension,
New Delhi 110 029

Gurgaon

13-14, 3rd Floor, MGF
Metropolis, M G Road, Gurgaon,
Haryana 122002

Mumbai

Boston House, 5th Floor,
Western Exp. Highway, Andheri
Kurla Road, Andheri East,
Mumbai, MH 400053

Assam

J P Road, Bilasipara,
District Dhubri,
ASSAM 783 348