UDUPI COCHIN SHIPYARD LIMITED (UDUPI-CSL)

ANNUAL ACTION PLAN FOR CSR

FY 2026-27

1. The annual action plan for the CSR activities in the company for the year 2026-27 is hereby proposed to be approved by the Board. The annual action plan is proposed in line with the CSR policy of the company, the statutory provisions under the CSR rules and the guidelines issued by the Department of Public Enterprises.

ADMINISTRATIVE OVERHEAD

2. 5% will be earmarked towards Administrative Overhead, as permitted under the applicable CSR Rules, to meet administrative expenses incurred in the implementation and management of CSR activities.

IMPACT ASSESSMENT

3. As per the revised CSR rules of the Ministry of Corporate Affairs, impact assessment of projects valuing more than Rs. 1.00 Crore for companies have an Annual CSR budget of Rs. 10 Crores is mandatory. A Company undertaking impact assessment may book the expenditure towards Corporate Social Responsibility for that financial year, which shall not exceed five percent of the total CSR expenditure for that financial year or fifty lakh rupees, whichever is less.

4. This being the pioneering year, there is no qualifying project for impact assessment.

THEME FOR THE YEAR

5. Towards creation of assets in line with national priorities/ needs of the society, the Department of Public Enterprises publishes themes to be adopted each year by the CPSEs. The Department of Public Enterprises vide Office Memorandum F.No. 8/2/2018-Dir(CSR)-FTS(111223) dated June 18, 2026 has approved the following themes as the common theme for CSR activities by CPSEs for the FY 2026-27 and 2027-28:

(i) Nutrition: Anganwadi Infrastructure;

(ii) Development to Sporting Activities;

(iii) Innovative Livelihood Enhancement.

LOCAL AREA

6. Preference will be given to local area comprising Udupi and its neighbouring districts, as well as the districts in which the Company's other units, if any, are located, together with their respective neighbouring districts. Company will also extend priority to aspirational districts, if any, depending upon the availability of funds.

CSR BUDGET FOR 2026-27

7. The annual CSR budget for Udupi-CSL is worked out to be Rs. 95.54 lakhs reckoning the average PBT for the past 3 years as below:

(Rs. In Lakhs)

A	PROFIT BEFORE TAX FOR FY 2023-24	304.68
B	PROFIT BEFORE TAX FOR FY 2024-25	858.74
C	PROFIT BEFORE TAX FOR FY 2025-26	13167.79
D	**TOTAL (A+B+C)**	**14331.21**
E	AVERAGE PROFIT BEFORE TAX FOR PRECEEDING 3 FYs (D/3)	4777.07
F	**2% OF THE AVERAGE PROFIT BEFORE TAX FOR PRECEEDING 3 FYs (2% of E)**	**95.54**
G	AMOUNT SPENT IN EXCESS (Carried forward from previous year)	-
H	**AMOUNT TO BE SPENT**	**95.54**

CSR MANAGEMENT

8. The CSR management of the company will follow the 3-tier system similar to that of the holding company Cochin Shipyard Limited.

9. The CSR is board driven and the company will have a CSR committee constituted under the Board which will meet periodically, formulate policies, annual action plan, identify projects, review and monitor the CSR projects.

10. The Executive committee and the CSR cell in the holding company, Cochin Shipyard Limited (CSL) will provide all assistance and support to the CSR committee of Udupi-CSL in its CSR management. Udupi-CSL shall receive CSR project applications/ proposals and forward them, along with its comments and recommendations, to the CSL CSR Cell for further necessary action

11. CSL CSR Executive committee will report to the CSR committee of Udupi-CSL.

12. The CSL CSR Cell consisting of the Head CSR and his team of CSR professionals will execute the projects and provide all inputs in the relevant formats for reporting as per the CSR rules.

PROJECT SELECTION

13. The CSL CSR Executive Committee shall meet regularly to identify and review progress of projects, payment status and suggest recommendation / rejection of new applications as presented to them, based on budget availability as per the prescribed Standard Operating Procedure.

CATEGORIZATION OF PROJECTS

14. As per the CSR policy of the company, for administrative convenience, the company will continue to operate the projects under the categories of Minor projects, which are urgent in nature having value of Rs. 5 lakhs or below, with the approval of Chairman, limited to 10% of total spending. All other projects will be continued to be categorized under Major category.

PROJECT EXECUTION

15. Each project shall commence upon the execution of an agreement with the executing agency, which will have in it the budget, timelines, roles and responsibilities of either party and payment terms. In respect of CSR projects already under implementation, the settlement of accounts shall be carried out between CSL and Udupi-CSL, as applicable.

PROJECT MANAGEMENT

16. The CSL CSR team will work in partnership with the concerned NGO or the implementing / executing agency to complete the project in a time bound manner. The CSL CSR team, in addition to closely monitoring the project, will actively participate in external activities like baseline survey and impact assessment activities, wherever applicable. Participation by the officers and employees will also be ensured in the CSR activities.

PROJECTS FOR 2026-27

17. The commitments for the year 2026-27 as already identified is as follows:

NAME OF PROJECT	NAME OF AGENCY	AMOUNT (Rs. lakhs)

Construction of open auditorium for Gandhi Shatabdi Govt. Model Higher Primary School, Malpe	Palli Srinivas Hegde Charitable Trust, Udupi	12.50
Construction of community hall at Seethalakshmi and BM Ramakrishna Hathwar Govt. High School, Beejadi	Geethanand Foundation Sindhudhaya, Manoor, Udupi	10.00
Samudaya Bhavana	D K Mogaveera Mahajana Sangha	60.00
TOTAL COMMITTMENT FOR THE YEAR		**82.50**
SHORTFALL		**13.04**

The shortfall of Rs. 13.04 lakhs will be met from future proposals.

REPORTING

18. The Head-CSR of CSL would be responsible for reporting the information in the prescribed formats in the Annual Report and to the government and statutory authorities, as per the requirements.

The company will publish this annual action plan along with the CSR policy in the company website.

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