

ANNEXURE 3 TO THE REPORT OF THE BOARD OF DIRECTORS

**Annual Report on CSR Activities
For the Financial Year Ended March 31, 2024**

*[Pursuant to Section 135 of the Companies Act, 2013 and Rule 8 of the Companies
(Corporate Social Responsibility Policy) Rules, 2014*

1. BRIEF OUTLINE ON CSR POLICY OF THE COMPANY

KFin Technologies Limited ('KFintech' or 'the Company') has developed a Corporate Social Responsibility Policy (hereinafter to be referred as 'CSR Policy') in alignment with its objective, principles and values, for delineating its responsibility as a socially and environmentally responsible corporate citizen. The Policy lays down the principles and mechanisms for undertaking various programs in accordance with Section 135 of the Companies Act 2013.

It is the Company's philosophy, firm belief, and intent to effectively implement CSR and make a positive difference to society. It recognizes that it cannot do it all; so that if there are choices to be made, bias will be towards doing fewer projects with better outcomes and good impact and will focus initiatives on communities in which the Company lives, operates and particularly forming community whose development is the basic mission of the Company.

2. COMPOSITION OF THE CSR COMMITTEE

| Sr. No. | Name of Director | Designation / Nature of Directorship | Number of Meetings of CSR Committee held during the year | Number of Meetings of CSR Committee attended during the year |
|---------|--------------------|--------------------------------------|--|--|
| 01 | Ms. Radha Rajappa | Independent Director | 04 | 01 |
| 02 | Mr. Prashant Saran | Independent Director | 04 | 04 |
| 03 | Mr. Alok C Misra | Nominee Director | 04 | 02 |

Ms. Sonu Bhasin ceased to be the member of the Corporate Social Responsibility Committee w.e.f. November 15, 2023 and Ms. Radha Rajappa was inducted as a member of the Corporate Social Responsibility w.e.f. November 16, 2023.

3. WEB-LINK WHERE COMPOSITION OF CSR COMMITTEE, CSR POLICY AND CSR PROJECTS APPROVED BY THE BOARD ARE DISCLOSED ON THE WEBSITE OF THE COMPANY

The Composition of the CSR Committee is available at <https://investor.kfintech.com/board-and-committees/>

The CSR Policy approved by the Board is available at https://investor.kfintech.com/wp-content/uploads/2022/11/KFintech_CSR-Policy.pdf

The CSR projects approved by the Board are available at https://investor.kfintech.com/wp-content/uploads/2023/06/KFintech_CSR-Projects_2023-24.pdf

4. DETAILS OF IMPACT ASSESSMENT OF CSR PROJECTS CARRIED OUT IN PURSUANCE OF SUB-RULE (3) OF RULE 8 OF THE COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014

During the financial year under review, the relevant provisions of the Companies Act, 2013 and the rules made thereunder relating to impact assessment of CSR projects, were not applicable to the Company.

5. DETAILS OF THE AMOUNT AVAILABLE FOR SET OFF IN PURSUANCE OF SUB-RULE (3) OF RULE 7 OF THE COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014 AND AMOUNT REQUIRED FOR SET OFF FOR THE FINANCIAL YEAR, IF ANY

| Sr. No. | Financial Year | Amount available for set-off from preceding financial years (in ₹) | Amount required to be set-off for the financial year, if any (in ₹) |
|--------------|----------------|--|---|
| 01 | 2022-23 | 114,059.54 | NIL |
| 02 | 2021-22 | NIL | NIL |
| 03 | 2020-21 | 32,000 | NIL |
| Total | | 146,059.54 | NIL |

6. AVERAGE NET PROFIT OF THE COMPANY AS PER SECTION 135(5)

Average net profit of the Company for the previous three financial years is ₹ 1,775.03 Million.

| Sr. No. | Particulars | Details |
|---------|---|--------------|
| 01 | Two percent of average net profit of the Company as per Section 135(5) | ₹ 35,500,000 |
| 02 | Surplus arising out of the CSR projects or programmes or activities of the previous financial years | NIL |
| 03 | Amount required to be set off for the financial year, if any | NIL |
| 04 | Total CSR obligation for the financial year (7a+7b-7c) | ₹ 35,500,000 |

8. (a) CSR AMOUNT UNSPENT FOR THE FINANCIAL YEAR

| Total Amount Spent for the Financial Year (in ₹) | Amount Unspent (in ₹) | | | | |
|--|---|------------------|---|--------|------------------|
| | Total Amount transferred to Unspent CSR Account as per section 135(6) | | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5) | | |
| | Amount | Date of transfer | Name of the Fund | Amount | Date of transfer |
| 35,696,022.00 | N/A | N/A | N/A | N/A | N/A |

(b) DETAILS OF CSR AMOUNT SPENT AGAINST ONGOING PROJECTS FOR THE FINANCIAL YEAR

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|----------------|---------------------|---|---------------------|---|------------------|---|---|--|---|--|
| Sr. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes/No) | Location of the project State District | Project duration | Amount allocated for the project (in ₹) | Amount spent in the current financial Year (in ₹) | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹) | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency Name CSR Registration number |
| Not Applicable | | | | | | | | | | |

(c) DETAILS OF CSR AMOUNT SPENT AGAINST OTHER THAN ONGOING PROJECTS FOR THE FINANCIAL YEAR

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) |
|--------------|---|---|-----------------------|---|---|--|--|
| Sr. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act | Local area (Yes / No) | Location of the project State District | Amount spent for the project (₹ Millions) | Mode of Implementation - Direct (Yes / No) | Mode of Implementation - Through Implementing Agency Name CSR Registration number |
| 01 | School Transformation Program (Boys) | Promoting education | Yes | Telangana Medak | 3.2 | Yes | N/A N/A |
| 02 | College Transformation Program (Women) | Promoting education | Yes | Telangana Rajanna Sircilla | 4.779 | Yes | N/A N/A |
| 03 | Hygiene and Sanitation | Preventive health care and sanitation | Yes | Telangana Rajanna Sircilla | 0.058 | Yes | N/A N/A |
| 04 | TNC - The Nature Conservancy Centre - Satpura Tiger Reserve | Ecological balance and animal welfare | No | Madhya Pradesh Hoshangabad | 12.631 | No | TNC - The Nature Conservancy Centre CSR00001862 |
| 05 | Environment or Underprivileged | Healthcare and Underprivileged Children Education | Yes | Telangana Sangareddy | 15.028 | Yes | N/A N/A |
| Total | | | | | 35.696 | | |

(d) Amount spent in Administrative Overheads

NIL

(e) Amount spent on Impact Assessment, if applicable

During the financial year under review, the relevant provisions of the Companies Act, 2013 and the rules made thereunder relating to impact assessment of CSR projects, were not applicable to the Company.

(f) Total amount spent for the Financial Year (8b+8c+8d+8e)

₹ 35,696,022.00 (Rupees Three Crore Fifty Six Lakh Ninety Six Thousand and Twenty Two only).

(g) Excess amount for set off, if any

| Sr. No. | Particulars | Amount (in ₹) |
|---------|---|---------------|
| (i) | Two percent of average net profit of the company as per section 135(5) | 35,500,000.00 |
| (ii) | Total amount spent for the Financial Year | 35,696,022.00 |
| (iii) | Excess amount spent for the financial year [(ii)-(i)] | 196,022.00 |
| (iv) | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | NIL |
| (v) | Amount available for set off in succeeding financial years [(iii)-(iv)] | 196,022.00 |

9. (a) DETAILS OF UNSPENT CSR AMOUNT FOR THE PRECEDING THREE FINANCIAL YEARS

| Sr. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under section 135 (6) (in ₹) | Amount spent in the reporting Financial Year (in ₹) | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any | | | Amount remaining to be spent in succeeding financial years. (in ₹) |
|--------------|--------------------------|--|---|---|---------------|------------------|--|
| | | | | Name of the Fund | Amount (in ₹) | Date of transfer | |
| 01 | 2022-23 | | | NIL | | | |
| 02 | 2021-22 | | | NIL | | | |
| 03 | 2020-21 | | | NIL | | | |
| Total | | | | NIL | | | |

(b) DETAILS OF CSR AMOUNT SPENT IN THE FINANCIAL YEAR FOR ONGOING PROJECTS OF THE PRECEDING FINANCIAL YEAR(S)

| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) |
|--------------|------------|---------------------|---|------------------|---|--|---|--|
| Sr. No. | Project ID | Name of the Project | Financial Year in which the project was commenced | Project duration | Total amount allocated for the project (in ₹) | Amount spent on the project in the reporting Financial Year (in ₹) | Cumulative amount spent at the end of reporting Financial Year (in ₹) | Status of the project- Completed / Ongoing |
| 01 | | | | | Not Applicable | | | |
| Total | | | | | | | | |

10. CREATION OR ACQUISITION OF CAPITAL ASSET, FURNISH THE DETAILS RELATING TO THE ASSET SO CREATED OR ACQUIRED THROUGH CSR SPENT IN THE FINANCIAL YEAR (ASSET-WISE DETAILS)

| Sr. No. | Particulars | Amount (in ₹) |
|---------|---|---------------|
| (a) | Date of creation or acquisition of the capital asset(s) | N/A |
| (b) | Amount of CSR spent for creation or acquisition of capital asset | N/A |
| (c) | Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc | N/A |
| (d) | Details of the capital asset(s) created or acquired (including complete address and location of the capital asset) | N/A |

11. REASON(S), IF THE COMPANY HAS FAILED TO SPEND TWO PER CENT OF THE AVERAGE NET PROFIT AS PER SECTION 135(5)

Not Applicable

On Behalf of the Corporate Social Responsibility Committee of
the Board of Directors of KFin Technologies Limited

Radha Rajappa

Chairperson of the CSR Committee
DIN: 08530439

May 24, 2024 | Bengaluru

Venkata Satya Naga Sreekanth Nadella

Managing Director and CEO
DIN: 08659728

May 24, 2024 | Hyderabad