

**SECTION A: General information about the Company**

1	Corporate Identity Number (CIN) of the Company	L24219DL1985PLC020126
2	Name of the Company	M/s. Dhanuka Agritech Limited
3	Registered address	82, Abhinash Mansion, 1 <sup>st</sup> Floor, Joshi Road, Karol Bagh, New Delhi -110 005
4	Website	<a href="http://www.dhanuka.com">www.dhanuka.com</a>
5	Email ID	<a href="mailto:investors@dhanuka.com">investors@dhanuka.com</a>
6	Financial year reported	31 <sup>st</sup> March, 2020
7	Sector(s) that the Company is engaged in (industrial activity code-wise)	Agro Chemical Sector; National Industrial Classification (NIC) Code-20211
8	List three key products / services that the Company manufactures / provides (as in Balance Sheet)	Pesticides, Fungicides and Insecticides
9	Total number of locations where business activity is undertaken by the Company i. Number of international locations (Provide details of major five) ii. <b>Number of national locations</b>	The Company's manufacturing operations are situated at three locations, viz. Keshwana; Sanand and Udhampur.
10	Markets served by the Company – Local / State / National / International	The Company created one of the deepest distribution networks in India's Agrochemicals Sector. Dhanuka Product is house hold name for Indian farmers.

**SECTION B: Financial details of the Company**

1	Paid-up capital (Rs. In Lacs)	Rs. 951.57
2	Total turnover (Rs. In Lacs)	Rs. 112007.08
3	Total profit after taxes (Rs. In Lacs)	Rs. 14146.50
4	Total spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%)	2.29%
5	List of activities in which expenditure in 4 above has been incurred	Refer to <i>Annexure D</i> to the Boards' Report

**SECTION C: Other details**

1. Does the Company have any subsidiary Company / companies?

Ans. Yes. Refer to *Annexure B* to the Boards' Report, Wholly Owned Subsidiary Company namely M/s. Dhanuka Agri-Solutions Pvt. Ltd. incorporated in Bangladesh and its operations have not yet started.

2. Do the subsidiary Company / companies participate in the BR initiatives of the parent Company? If yes, then indicate the number of such subsidiary Company(s).

Ans. No.

3. Do any other entity / entities (e.g. suppliers, distributors, etc.) that the Company does business with participate in the BR initiatives of the Company? If yes, then indicate the percentage of such entity / entities (Less than 30%, 30%, 60%, More than 60%).

Ans. No.

#### **SECTION D: BR information**

1. Details of Director / Directors responsible for BR

a. Details of the Director responsible for implementation of the BR policy / policies

1.	DIN Number	07767324
2.	Name	Mr. Ashsih Saraf
3.	Designation	Whole time Director

b. Details of the BR Head

1.	DIN Number (if applicable)	N.A.
2.	Name	Mr. Jitin Sadana
3.	Designation	Company Secretary
4.	Telephone number	0124-3838592
5.	E-mail ID	jitinsadana@dhanuka.com

2. Principle-wise (as per NVGs) BR Policy/policies (Reply in Y/N) The NVGs on social, environmental and economic responsibilities of business prescribed by the Ministry of Corporate Affairs advocates the nine principles (detailed below) as P1-P9 to be followed:

- P1 Businesses should conduct and govern themselves with Ethics, Transparency and Accountability.
- P2 Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle.
- P3 Businesses should promote the wellbeing of all employees.
- P4 Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.
- P5 Businesses should respect and promote human rights.
- P6 Business should respect, protect, and make efforts to restore the environment.





	policies on specified principles									
3	The Company does not have financial or manpower resources available for the task	NA	NA	NA	NA	NA	NA	NA	NA	NA
4	It is planned to be done within next 6 months	NA	NA	NA	NA	NA	NA	NA	NA	NA
5	It is planned to be done within the next 1 year	NA	NA	NA	NA	NA	NA	NA	NA	NA
6	Any other reason (please specify)	NA	NA	NA	NA	NA	NA	NA	NA	NA

### 3. Governance related to BR

- Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year

#### *Annually*

- Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report? How frequently it is published?

According to the Market Capitalization Value M/s. Dhanuka Agritech Limited falls under the top 500 Companies of BSE & NSE. The Company published BR in year 2016, 2018 and in year 2020 on annual basis. The link for viewing the reports is [www.Dhanuka.com](http://www.Dhanuka.com).

## SECTION E: PRINCIPLE -WISE PERFORMANCE

### Principle 1

- Does the policy relating to ethics, bribery and corruption cover only the Company? Yes/No. Does it extend to the Group/Joint Ventures/Suppliers/Contractors/NGOs/Others?

Yes, Whistle Blower Policy and Code of Conduct of Ethics.

- The Company is committed to grow in a socially and environmentally responsible way, while meeting the interests of its major stakeholders.
- In compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Whistle Blower Policy has been implemented as a mechanism for employees to report concerns about unethical behaviour or actual or suspected fraud of all kinds, including alleged fraud by or against the Company, abuse of authority, whether made by a named complainant or anonymously.

- The Policy is a step towards better Corporate Governance and is available on the Company's website.
2. How many stakeholder complaints have been received in the past financial year and what percentage was satisfactorily resolved by the management?

During the Financial Year 2019-20, the Company has received 49 (Forty Nine) correspondences and nil complaint directly and 22 (Twenty Two) correspondences has received by RTA (including nil complaint) from Shareholders. At the end of financial year 2019-20 no complaint was reported.

## Principle 2

1. List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/ or opportunities.

The philosophy of the Company is to tie-up with innovators, especially Japanese Companies and launch new products which are eco-friendly, less toxic, safe for environment and having less residues for the benefit of the Indian farming community. The following products have designed to incorporate social and economic concerns. Environmental considerations get incorporated in each proposal through process hazard analysis and what-If analysis. All the activities that the Company performs, the farmers is always our priority. We work with the farmers closely to improve the yield and enhance the productivity.

Dhanuka is actively involved in creating awareness of the effect of residue burning and educating the farmers for adoption of zero tillage practices.

- a) Pesticide
- b) Insecticide
- c) Fungicide

Dhanuka's Three (3) products are in the category of having social or environmental concerns, risks and/or opportunities.

- a. **Suelo:** Soil Health Enhancer
- b. **MYCORE:** Bio Fertilizer
- c. **Largo:** Green Triangle Chemistry & Winner of Presidential Green Chemistry Challenge Award.

2. For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product (optional):

(a) Reduction during sourcing/ production/ distribution achieved since the previous year throughout the value chain?

The Company has taken up energy conservation programmes in all manufacturing units involving our inhouse team and experts from outside and registered saving in terms of energy and waters.

(b) Reduction during usage by consumers (energy, water) has been achieved since the previous year?

We educate, emphasize and encourage our farmers to use Modern Agriculture Practices for enhancing production by resulting saving in energy and water of the initiatives are;

- Soil Testing: Mobile soil testing van allotted to us by the Ministry of Agriculture, Govt. of India under public-private partnership is also in operation and serving to farmers.
- Crop Insurance: Our Company is publicizing highlights of Pradhan Mantri Fasal Beema Yojna (PMFBY) in our Monthly advisory for the farmers and our field staff has the necessary brief of opening their meetings-field visits, trainings, on-farm demonstrations etc.
- Improved Seeds and Seed Treatment: Dhanuka Group is providing machines for seed treatment at the farmer's door-step, providing gratis samples of Vitavax Power for on-farm demonstrations by the Krishi Vigyan Kendras (KVK), developed a jingle (Har Beej ko Suraksha Ka Teeka, Jaise Har Bache Ko Polio Ka Teeka) which was adopted by the Govt. of India as a part of its campaign.
- Rainwater Harvesting and Reuse: We always concern about water scarcity and advise the farmer creating small pond in their land. Construction of 4 check - dams in Rajasthan is the best example created by Dhanuka amongst the industry.
- Judicious Use of Pesticides: Our Company advocates safe and judicious use of pesticides and following the recommended dose and application methods. Trainings and demonstrations are regularly organized to upgrade skills in handling spray pumps, selection of appropriate nozzle, safe storage of pesticides, disposal of containers after use, precautions for the person handling pesticides.
- Liaison with Research Institute: We are in constant touch with farmers across the country and educating the farmers about different sources of improved technology and linking them with SAUs, ICAR Institutes, and KVKs etc.

The above measures and programmes have resulted in saving of water.

3. Does the Company have procedures in place for sustainable sourcing (including transportation)?

Yes

4. Has the Company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work?

Yes.

5. Does the Company have a mechanism to recycle products and waste? If yes what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%). Also, provide details thereof, in about 50 words or so.

Dhanuka Agritech Limited has been committed to have a mechanism to recycle products and waste. In this direction, Keshwana unit has planned to install all equipment which are beneficial for environment. As declared as ZERO discharge facility, we have installed Effluent treatment plant (ETP) for treatment of industrial effluent, Sewage treatment plant (STP) for domestic effluent. All the water generated from the plant comes to either ETP or STP. After treatment, the treated water is reused in gardening. For monitoring the water quantities, we have installed Flow meter for actual quantities.

We have installed Rain harvesting system. All the rain water through storm water drainage comes to Rain harvesting pits. NO rain water goes to outside drain as wastage. By collecting water in rain harvesting pits, the ground water level is maintained. Water for initial rain is treated in ETP.

We have installed scrubbers for removal of contaminants from the air coming from the plant. The water is washed by the water and the water is recycled and then goes to ETP for treatment.

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### **Principle 3**

1. Please indicate the total number of employees:

The Company had 995 employees at March 31, 2020.

2. Please indicate the total number of employees hired on temporary/ contractual/ casual basis:



237 Employee on Third-Party Roll and approx. 50 Employee on Casual basis.

3. Please indicate the number of permanent women employees:

The Company had 32 women employees at March 31, 2020.

4. Please indicate the number of permanent employees with disabilities:

Nil

5. Do you have an employee association that is recognized by management:

No

6. What percentage of your permanent employees are members of this recognized employee association?

Nil

7. Please indicate the number of complaints relating to child labour, forced labour, involuntary labour, sexual harassment in the last financial year and pending, as on the end of the financial year.

The Company does not engage in any form of child labor/forced labor/involuntary labor and does not adopt any discriminatory employment practices. The Company has a policy against sexual harassment and a formal process for dealing with complaints of harassment or discrimination. The said policy is in line with the relevant Act passed by the parliament in 2013. During the year, **No cases happened.**

8. What percentage of your under mentioned employees were given safety and skill up-gradation training in the last year?

- Permanent employees
- Permanent women employees
- Casual/temporary/contractual employees
- Employees with disabilities

Capability building of employees is a continuous process and of prime importance in our Company, there are regular training which are conducted for employees as per their learning needs for skill-building, employee development and safety, and other job-related requirements.

The training is conducted through various modes, including classroom training, on the job training, knowledge sharing, etc.

These trainings are planned as per the learning needs of employees in consultation with HOD's. We plan multiple learning interventions internally and externally and partner with many prestigious institutes like IIM-A, XLRI, etc.

We endeavor to build employee capability so that the employees can perform their job responsibilities more effectively and efficiently in a safe environment.

#### **Principle 4**

1. Has the Company mapped its internal and external stakeholders?  
Yes/No

Yes, the Company has mapped its key internal and external stakeholders.

2. Out of the above, has the Company identified the disadvantaged, vulnerable & marginalized Stakeholders?

The Company engages with its stakeholders on an ongoing basis. It is committed to the welfare of marginalized and vulnerable sections of the society and endeavours to meet the expectations of the said stakeholders.

The Company has also identified specific areas like educating and training underprivileged /vulnerable stakeholders which help them in improving their standard of living.

3. Are there any special initiatives taken by the Company to engage with the disadvantaged, vulnerable and marginalized stakeholders? If so, provide details thereof, in about 50 words or so.

The Company has taken various initiatives to engage with the disadvantaged, vulnerable and marginalized stakeholders, which are stated below:

#### **Check Dam**

Dhanuka has renovated an old village pond in Rajasthan and constructed 6 (Six) check dams in villages Jugalpura, Devipura (District Sikar), Mainpura ki Dhani, Sankotra (Jaipur district), one in Gonedawala (District kotputli) and one at Malpura (Keshwana) which are now operational and full after rain. The water management activities are benefiting approximately 3750 households having a population of over 24000.

#### **Installation of Water Cooler in Katwaria Sarai**

In an effort to provide clean drinking water to all, Dhanuka Agritech Ltd joined hands with Lions club and installed RO Water cooler in Katwaria Sarai, South Delhi in Nov-2019. The water cooler was inaugurated by Dhanuka Agritech Ltd.,

Managing Director, Mr. M.K. Dhanuka and Dr. Nandini Sharma, Chairperson-Education Committee, SDMC.

### **SHYAM DHAK TIRTH, CONSTRUCTED BY DHANUKA TRUST**

Dhanuka has revived a lifeless pond in village Barauli Chouth, Tah. Dig, Dist. Bharatpur, Rajasthan as part of its Water Conservation initiatives. The pond called '*Shyam Dhak Teerth*' was inaugurated on 8th September 2019. The company has converted the pond and its adjoining area into a scenic recreational place for visitors to enjoy. Dhanuka further plans to plant more trees in the area, which is known for its cultural and spiritual heritage.

#### **Principle 5**

1. Does the policy of the Company on human rights cover only the Company or extend to the Group/Joint Ventures/Suppliers/ Contractors/NGOs/Others?

The Company remains committed to respect and protect human rights. The Company's Code of Business Conduct & Ethics and the human resource practices cover most of these aspects. The Company does not hire child labour, forced labour or involuntary labour. The Company never discriminates between its employees. This practice extends to the Dhanuka Group.

2. How many stakeholder complaints have been received in the past financial year and what percent was satisfactorily resolved by the management?

No stakeholder complaints, relating to human rights, have been received in the past financial year.

#### **Principle 6**

1. Does the policy related to Principle 6 cover only the Company or extends to the Group/Joint Ventures/Suppliers/Contractors/NGOs/others.

It Covers Company and surrounding.

2. Does the Company have strategies/ initiatives to address global environmental issues such as climate change, global warming, etc? Y/N. If yes, please give hyperlink for webpage etc.

#### **World Water Day - #harboondkeemti hai**

In order to address concern of Global Warning, Dhanuka Agritech Limited, campaigned focused on motivating the viewer for saving minimum 1 (one) liter water daily.

The engaging content urged to give back water to farmers for a better tomorrow, was well received by Dhanuka's social media followers. Many such campaigns saw positive reach in social media platform and created niche for Dhanuka in digital media.

3. Does the Company identify and assess potential environmental risks? Y/N

The Company is ISO 9001:2015-certified across all locations. The Company's Keshwana & Udhampur units are certified with ISO: 9001:2015 and ISO 14001:2015 and OHSAS 18001:2007. Dhanuka's R&D Centre (Gurgaon) is certified by the Ministry of Science and Technology, Government of India and NABL Certification from National Accreditation Board for Laboratories as a certified research Lab.

4. Does the Company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so. Also, if yes, whether any environmental compliance report is filed?

Presently, the Company does not have any project related to Clean Development Mechanism.

5. Has the Company undertaken any other initiatives on – clean technology, energy efficiency, renewable energy, etc. Y/N. If yes, please give hyperlink for web page etc.

No.

6. Are the Emissions/Waste generated by the Company within the permissible limits given by CPCB/SPCB for the financial year being reported?

Yes.

7. Number of show cause/ legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on end of Financial Year.

None.

### **Principle 7**

1. Is your Company a member of any trade and chamber or association? If Yes, Name only those major ones that your business deals with:

(a) Keshwana Industrial Association

(b) Udaipur Chamber of Commerce & Industry

(c) Agro Chem Federation of India

(d) Crop Care Federation of India

(e) Fertilizer Association of India

(f) Federation of Indian Chambers of Commerce & Industry

(g) CropLife India

2. Have you advocated/lobbied through above associations for the advancement or improvement of public good? Yes/No; if yes specify the broad areas ( drop box: Governance and Administration, Economic Reforms, Inclusive Development Policies, Energy security, Water, Food Security, Sustainable Business Principles, Others)

Yes, Water Management, Farmers Training and initiatives for improving the income of the farmers and making the right policies and Act for this sector has been taken up by the Company from time to time.

### **Principle 8**

1. Does the Company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof.

The Company has a well-defined CSR policy which is in line with the Companies Act, 2013. The Company, have taken various CSR initiatives for support and development of society. The report on the CSR projects carried by the Company is annexed with the Board's Report.

2. Are the programmes/projects undertaken through in-house team/ own foundation/external NGO/government structures/any other organization?

The Company, through various NGOs, supports various CSR initiatives in a project/ program mode. All the projects are monitored by the internal teams of the Company.

3. Have you done any impact assessment of your initiative?

A report on each project and its impact on society are taken from NGOs/ Trusts which is reviewed from time to time. The internal teams ensure the implementation of the projects undertaken.

4. What is your Company's direct contribution to community development projects- Amount in INR and the details of the projects undertaken?

The Company has spent Rs. 323.17 Lakhs on the CSR Activities during the financial year 2019-20. The amount was spent on areas as mentioned in **Annexure D** to the Board's Report.

5. Have you taken steps to ensure that this community development initiative is successfully adopted by the community? Please explain in 50 words, or so.

Yes. Initiatives undertaken under CSR are tracked to determine the outcomes achieved and the benefits to the community. Internal tracking mechanisms, monthly reports and follow-up field visits, telephonic and email communications are regularly carried out. The Company has dedicated team of employees to drive and monitor the CSR activities.

Any project that comes up for CSR is first internally reviewed and assessed by the Management. If the Management is convinced of the project, it is put up to the CSR Committee for its consideration and approval. If the project is approved, it is tracked and the reports, through telephone, emails etc., are taken from time to time.

### **Principle 9**

1. What percentage of customer complaints/consumer cases are pending as on the end of financial year?

The Company's uncompromising commitment to providing world class products and services to customers is supported by its concern for the safety of its customers. A well-established system is in place for dealing with customer feedback and complaints. Customers are provided multiple options to connect with the Company through email, telephone, website, social media, feedback forms, etc.

All complaints are appropriately redressed and resolved. As on the end of the financial year, there was negligible percentage of unresolved complaints.

2. Does the Company display product information on the product label, over and above what is mandated as per local laws? Yes/ No/N.A. /Remarks (additional information)

Yes, the Company displays product information on the products label.

3. What percentage of customer complaints/consumer cases are pending as on the end of financial year.

No complaints filed by customer during financial year.

4. Does the Company display product information on the product label, over and above what is mandated as per local laws? Yes/No/N.A. /Remarks(additional information)

Yes, we are already displaying the information on product label as per norms.

5. Is there any case filed by any stakeholder against the Company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behaviour during

the last five years and pending as on end of financial year. If so, provide details thereof, in about 50 words or so.

No.

6. Did your Company carry out any consumer survey/ consumer satisfaction trends?

Yes we have carried out consumer survey through various project given to MBA student and were found of high satisfaction.