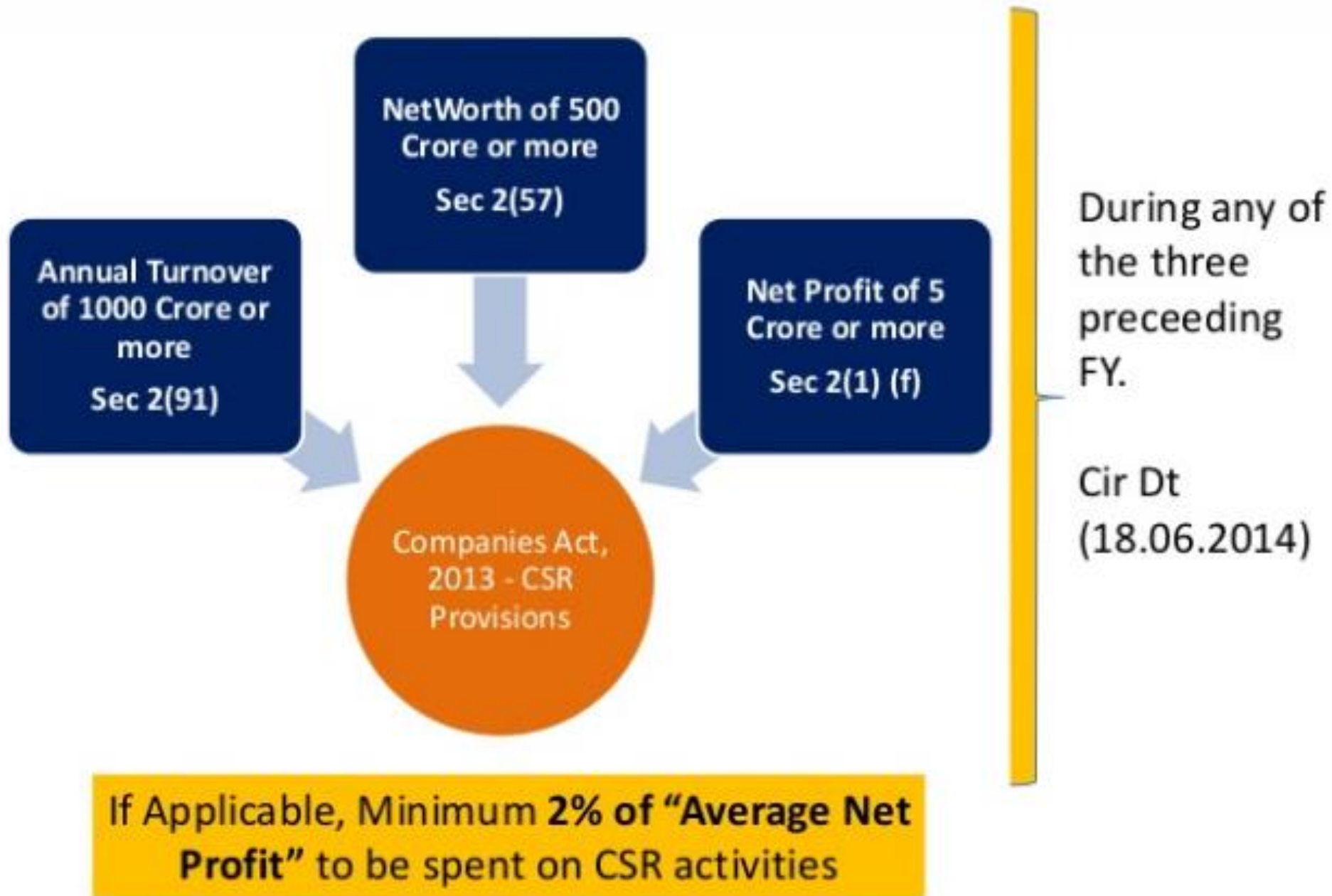


Applicability of CSR provisions in India



Meaning of 'Average Net Profit'?

- ➔ It is the average of the net profits of the Company made during the three immediately preceding FYs.
- ➔ Net Profit does not include;
 - (i) profit of overseas branches/companies and
 - (ii) dividend from CSR compliant companies.
- ➔ Is Net Profit – PBT or PAT??

Explanation to S-135 read with S-198 & S-198(5) states that Income Tax shall not be deducted in computation of profits