



INDEPENDENT AUDITOR'S REPORT

To
The Members of **NUDGE LIFESKILLS FOUNDATION**
Panchkula, Haryana

Unmodified opinion:

We have audited the accompanying standalone financial statements of **Nudge LifeSkills Foundation ("the Company")**, which comprises of the Balance Sheet as at March 31, 2023, the Statement of Income and Expenditure, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2023, and its surplus and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SA's) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those standards are further described in the Auditors Responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with Code of Ethics issued by the Institute of Chartered Accountants of India together with the Ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and Rules thereunder and we have fulfilled our other Ethical responsibilities in accordance with these requirements and code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company, as the company is an unlisted company.





Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the state of affairs, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.





Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.





We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. The Companies (Auditor's Report) Order, 2020 ("the order") issued by the Central Government in terms of sub-section (11) of Section 143 of the Act, is not applicable to the Company in term of clause 1(2)(iii) of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - i) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - ii) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - iii) The Balance Sheet, the Statement of Income and Expenditure, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - iv) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - v) On the basis of the written representations received from the directors as on 31st March, 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - vi) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate **Annexure 'A'**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's financial controls over financial reporting.
 - vii) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (a) the Company does not have any pending litigation which would impact its financial position;
 - (b) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - (c) there was no amount which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (d) (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:





- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or

- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

(iii) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (d) (i) and (d) (ii) contain any material mis-statement.

For Mishra & Co.
Chartered Accountants
Firm's Registration No.0123555


Nilamadhab Mishra
Proprietor
Membership No.223157



UDIN: 23223157BGVZNC4324
Place: Bangalore
Date: September 25, 2023

Annexure A to the Auditor's Report

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of **M/s. NUDGE LIFESKILLS FOUNDATION** ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

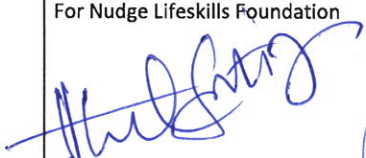



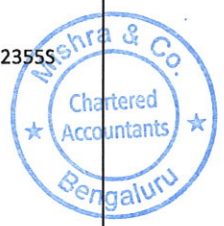
In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

UDIN: 23223157BGVZNC4324
Place: Bangalore
Date: September 25, 2023

For Mishra & Co.
Chartered Accountants
Firm's Registration No.0123558


Nilamadh Mishra
Proprietor
Membership No.223157



Nudge LifeSkills Foundation (Incorporated under section 8 of The Companies Act 2013) Balance sheet as at 31 March 2023 CIN:U74999HR2015NPL056756			
Particulars	Note	As at March 31, 2023 (In Rs. Lakhs)	As at March 31, 2022 (In Rs. Lakhs)
<u>EQUITY & LIABILITIES</u>			
<u>Shareholders fund</u>			
Share Capital	1	477.35	269.76
Corpus Funds	2	670.83	559.79
Reserves and Surplus		1,148.18	829.55
<u>Non - current liabilities</u>			
Long - Term Provisions	3	32.52	25.63
		32.52	25.63
<u>Current liabilities</u>			
Trade payables :-			
i) Total outstanding dues of micro enterprises and small enterprises			
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	4	56.24	48.53
Short- Term Provisions	5	1.47	3.59
Other Current Liabilities	6	885.95	1,995.88
		943.65	2,048.01
Total		2,124.35	2,903.19
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS:</u>			
<u>Property, Plant and Equipment and Intangible assets</u>			
Property, Plant and Equipment	7	41.12	15.73
Intangible Assets		-	-
		41.12	15.73
<u>CURRENT ASSETS :</u>			
Cash & Cash Equivalents	8	1,977.01	2,802.92
Short Term Loans & Advances	9	76.52	52.21
Other Current Assets	10	29.69	32.33
		2,083.23	2,887.46
Total		2,124.35	2,903.19
Significant Accounting Policies and Explanatory Notes to the Financial Statements	16		
Note 1 to 16 form an integral part of Financial Statements <div> <div> For Nudge Lifeskills Foundation  Atul Satija Director DIN: 07203697 Place : Bengaluru Date: 25 Sep, 2023 </div> <div>  Muthuraman Balasubramanian Director DIN: 00004757 </div> <div> As Per Our report of even date For Mishra & Co., Chartered Accountants Firm's Registration Number:0123555  Nilamadhab Mishra Proprietor Membership No. 223157 Place : Bengaluru Date: 25 Sep, 2023 </div> </div> <div>   </div>			

Nudge LifeSkills Foundation

(Incorporated under section 8 of The Companies Act 2013)

Income and Expenditure Statement for the year ended March 31, 2023

CIN:U74999HR2015NPL056756

Particulars	Note No	Year Ended 31.03.2023	Year Ended 31.03.2022
		(In Rs. Lakhs)	(In Rs. Lakhs)
1. INCOME			
Grants and Donations	11	5,884.74	4,261.59
Other Income	12	90.56	96.90
Total Income		5,975.30	4,358.49
2. EXPENDITURE			
Expenses on Programme Initiatives	13	5,121.37	3,678.48
Employee Benefits Expense	14	478.22	304.71
Depreciation and Amortisation Expense	7	20.34	12.70
Other Administrative Expenses	15	244.33	219.44
Total		5,864.26	4,215.34
Excess of Income over Expenditure before exceptional and extraordinary item and tax		111.03	143.15
Exceptional items :			
Prior period items			-
Excess of Income over Expenditure before extraordinary item and tax		111.03	143.15
Extraordinary Items			
Excess of Income over Expenditure before Tax		111.03	143.15
Tax expense:			
Current Tax			
Deferred tax			
Surplus/(deficit) transferred during the year to the Reserves and Surplus Account		111.03	143.15
Significant accounting policies and Explanatory notes to the Financial Statements	16		

Note 1 to 16 form an integral part of Financial Statements

For Nudge Lifeskills Foundation

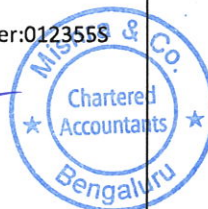
Atul Satija
Director
DIN: 07203697
Place : Bengaluru
Date: 25 Sep, 2023

Muthuraman Balasubramanian
Director
DIN: 00004757



As Per Our report of even date
For Mishra & Co.,
Chartered Accountants
Firm's Registration Number:0123555

Nilamadhab Mishra
Proprietor
Membership No. 223157.
Place : Bengaluru
Date: 25 Sep, 2023



Nudge LifeSkills Foundation

(Incorporated under section 8 of The Companies Act 2013)

Statement of Cash Flow for the year ended March 31, 2023

CIN:U74999HR2015NPL056756

Particulars	As at 31 March, 2023 (In Rs. Lakhs)	As at 31 March, 2022 (In Rs. Lakhs)
Cash flows from Operating activities		
Excess of Income over Expenditure before exceptional and extraordinary item and tax	111.03	143.15
Adjustments for:		
Depreciation	20.34	12.70
Provision for Gratuity	4.76	2.45
Loss on sale of assets	3.07	
Working capital changes:		
Increase / (Decrease) in current liabilities	(1,102.23)	(658.75)
Increase / (Decrease) in non current liabilities		
(Increase) / Decrease in current assets	(21.68)	(53.03)
(Increase) / Decrease in long-term loans and advances		
Net cash from Operating activities	(984.70)	(553.47)
Cash flows from investing activities		
Purchase of Tangible Assets	(51.43)	(12.92)
Proceeds from sale of assets	2.63	
Purchase of Intangible Assets		-
Net cash flow from investing activities	(48.79)	(12.92)
Cash flows from financing activities		
Receipt of Corpus Funds	207.58	184.76
Interest paid on Over Draft	-	-
Repayment of borrowings	-	-
Net cash flow from financing activities	207.58	184.76
Net increase in cash and cash equivalents	(825.91)	(381.63)
Cash and cash equivalents at beginning of period	2,802.92	3,184.56
Cash and cash equivalents at end of period	1,977.01	2,802.92

For Nudge Lifeskills Foundation

Atul Satija
Director
DIN: 07203697

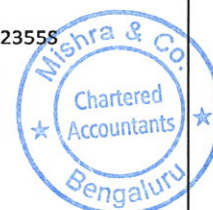
Muthuraman Balasubramanian
Director
DIN: 00004757

Place : Bengaluru
Date: 25 Sep, 2023

As Per Our report of even date

For Mishra & Co.,
Chartered Accountants
Firm Registration Number:0123555
Nilamadhab Mishra
Proprietor
Membership No. 223157.

Place : Bengaluru
Date: 25 Sep, 2023



Nudge LifeSkills Foundation					
(Incorporated under section 8 of The Companies Act 2013)					
Notes to Balance Sheet for the year ended on 31.03.2023					
CIN:U74999HR2015NPL056756					
Note No	Particulars	As at 31 March, 2023 (In Rs. Lakhs)	As at 31 March, 2022 (In Rs. Lakhs)		
1	Corpus fund				
	Opening balance	269.76	85.00		
	Add: Receipts of Corpus fund during the year	207.58	224.76		
	Less: Transferred during the year	-	40.00		
	Closing balance	477.35	269.76		
2	Reserves & Surplus				
	Opening balance (I&E A/c)	559.79	416.64		
	Add: Amount transferred from I & E A/C	111.03	143.15		
	Closing balance	670.83	559.79		
3	Long - term provisions				
	Provision for Employee Benefits				
	- Gratuity	32.52	25.63		
	Total	32.52	25.63		
4	Trade payables				
	Particulars	As at March 31, 2023	As at March 31, 2022		
	Outstanding dues of micro enterprises and small enterprises	-	-		
	Outstanding dues of creditors other than micro enterprises and small enterprises	56.24	48.53		
	Total Trade Payables	56.24	48.53		
Trade payable Ageing Schedule for the year ended as on 31/03/2023 & 31/03/2022 is as follows:					
As at 31 March, 2023					
Particulars	Outstanding for following periods from due date of payment				
	Lessthan 1-Year	1-2 Years	2-3 Years	Morethan 3 Years	Total
(i) MSME					
(ii) Others	52.80	3.44			56.24
(iii) Disputed dues – MSME					
(iv) Disputed dues – Others					
Total	52.80	3.44			56.24
As at 31 March, 2022					
Particulars	Outstanding for following periods from due date of payment				
	Lessthan 1-Year	1-2 Years	2-3 Years	Morethan 3 Years	Total
(i) MSME					
(ii) Others	44.58	3.95	-	-	48.53
(iii) Disputed dues – MSME					
(iv) Disputed dues – Others					
Total	44.58	3.95	-	-	48.53



Nudge LifeSkills Foundation (Incorporated under section 8 of The Companies Act 2013) Notes to Balance Sheet for the year ended on 31.03.2023 CIN:U74999HR2015NPL056756			
Note No	Particulars	As at 31 March, 2023 (In Rs. Lakhs)	As at 31 March, 2022 (In Rs. Lakhs)
5	Short- term provisions		
	Provision for Employee Benefits		
	- Gratuity	1.47	3.59
	Total	1.47	3.59
6	Other Current Liabilities		
	Payable to Employees	5.18	4.33
	Statutory Dues	61.17	32.14
	Unutilized Grant	819.60	1,959.41
	Total	885.95	1,995.88
8	Cash & Cash Equivalents		
	Cash in Hand	-	-
	Balance with bank	1,255.97	2,199.84
	Fixed Deposit (Less than 12 months maturity)	721.03	603.08
	Others (Prepaid Card)	-	-
	Total	1,977.01	2,802.92
9	Short Terms Loans & Advances		
	Unsecured, Considered good,		
	Advance for supplies	9.89	22.43
	Advance to staff	0.03	1.80
	Prepaid Expenses	66.60	27.98
	Total	76.52	52.21
10	Other Current Assets		
	Grant Receivable	1.68	11.69
	Security Deposit	21.96	11.23
	Income Tax Receivable	6.05	9.41
	Total	29.69	32.33



Nudge LifeSkills Foundation			
(Incorporated under section 8 of The Companies Act 2013)			
Notes to Statement of Income and Expenditure for the year ended March 31, 2023			
Note No	Particulars	As at 31 March, 2023 (In Rs. Lakhs)	As at 31 March, 2022 (In Rs. Lakhs)
	<u>Income</u>		
11	Grants and Donation received	5,884.74	4,261.59
	Total	5,884.74	4,261.59
12	<u>Other Income</u>		
	Interest Income	90.56	80.95
	Others	-	15.95
	Total	90.56	96.90
13	<u>Expenses on Programme Initiatives</u>		
	Rural Livelihood Development Programme	1,665.64	864.36
	Livelihood Ecosystem Building Programme	2,377.69	1,440.54
	Skill & Development Programme	598.62	1,147.82
	Tech, Impact & Web support	261.33	80.04
	Events and Outreach expense	136.20	85.34
	Program support & Miscellaneous expense	81.90	60.39
	Total	5,121.37	3,678.48
14	<u>Employee Benefit Expense</u>		
	Salary, Wages and Bonus	443.42	290.22
	PF, ESI & Employee's other benefits	22.44	4.44
	Staff Welfare	12.36	10.06
	Total	478.22	304.71
7	<u>Depreciation and Amortisation expenses</u>		
	Depreciation on Property, Plant and Equipment (Owned Assets)	20.34	12.70
	Depreciation on Property, Plant and Equipment (Leased Assets)	-	-
	Amortisation on Intangible Assets	-	-
	Total	20.34	12.70
15	<u>Other Administrative Expenses</u>		
	Consultancy, Legal and Professional fees	90.57	116.47
	Fund Raising expenses	30.47	8.03
	Tech, Impact & Web support	28.93	22.44
	Travelling and Conveyance	25.24	6.67
	Loss on sale of fixed assets	3.07	-
	Events and Marketing Expenses	2.57	7.11
	Miscellaneous expense	63.49	58.72
	Total	244.33	219.44



Nudge LifeSkills Foundation									
(Incorporated under section 8 of The Companies Act, 2013)									
FY 2022-23									
Note : 7									
Property, Plant and Equipment and Intangible assets									
(a) Property, Plant and Equipment									
Particulars	Gross Block			Accumulated Depreciation			Net Block		
	Balance as on 01st April 2022	Additions during the year	Deletions during the year	Balance as on 31.03.2023	Balance as on 01st April 2022	Depreciation for the year	Balance as on 31st March 2023	As on 31st March 2022	As on 31st March 2023
Furniture & Fixtures	22.83	1.76	22.53	2.06	18.11	0.71	18.44	1.69	4.73
Office Equipment	6.89	1.98	2.78	6.09	5.35	1.24	2.55	2.05	1.54
Computers	42.01	47.68	25.51	64.18	32.54	18.38	24.13	37.39	9.46
Total	71.74	51.43	50.82	72.34	56.01	20.34	45.13	41.12	15.73

(b) Intangible Assets									
Particulars	Gross Block			Accumulated Depreciation			Net Block		
	Balance as on 01st April 2022	Additions during the year	Deletions during the year	Balance as on 31.03.2023	Balance as on 01st April 2022	Depreciation for the year	Balance as on 31st March 2023	As on 31st March 2022	As on 31st March 2023
Computer Software	0.54	-	-	0.54	0.54	-	0.54	-	-
Total	0.54	-	-	0.54	0.54	-	0.54	-	-

Nudge LifeSkills Foundation									
(Incorporated under section 8 of The Companies Act, 2013)									
FY 2021-22									
Note : 7									
Property, Plant and Equipment and Intangible assets									
(a) Property, Plant and Equipment									
Particulars	Gross Block			Accumulated Depreciation			Net Block		
	Balance as on 01st April 2021	Additions during the year	Deletions during the year	Balance as on 31.03.2022	Balance as on 01st April 2021	Depreciation for the year	Balance as on 31.03.2022	As on 31st March 2022	As on 31st March 2021
Furniture & Fixtures	22.83	-	-	22.83	16.23	1.88	18.11	4.73	6.60
Office Equipment	5.40	1.49	-	6.89	2.87	2.49	5.35	1.54	2.53
Computers	30.58	11.43	-	42.01	24.21	8.34	32.55	9.46	6.37
Total	58.81	12.92	-	71.74	43.31	12.70	56.01	15.73	15.51

(b) Intangible Assets									
Particulars	Gross Block			Accumulated Depreciation			Net Block		
	Balance as on 01st April 2021	Additions during the year	Deletions during the year	Balance as on 31.03.2022	Balance as on 01st April 2021	Depreciation for the year	Balance as on 31.03.2022	As on 31st March 2022	As on 31st March 2021
Computer Software	0.54	-	-	0.54	0.54	-	0.54	-	-
Total	0.54	-	-	0.54	0.54	-	0.54	-	-



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NUDGE LIFESKILLS FOUNDATION

Note 16: Part -I: Significant Accounting Policies and Explanatory Notes to the Financial Statements for the year ended 31st March 2023

i. Background of the Company

Nudge LifeSkills Foundation (the Company”) was incorporated in India on 23 September 2015 and has a status of a Private Limited Company as per its Article of Association. The Company is registered as a Section 8 Company under the Provisions of the Companies Act, 2013.

The main focus is to work towards the objective of alleviation of poverty through skilling program, livelihood program, capacity building program and other programs in rural and urban locations.

ii. Basis of preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) to comply with the accounting standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 as applicable. The financial statements have been prepared on accrual basis under the historical cost convention.

iii. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Grants and Donations for specific projects are recognised as income to the extent utilized during the year as per the terms of the agreement / sanction and unutilized amounts are carried forward as liability and disclosed as “Unutilized Grants Balance” under other current liabilities until the actual expenditure is incurred. Donations raised for General purposes are recognized as income in the year of receipt.

Interest income and other income are recognized on accrual basis when there is reasonable certainty of its realization.

iv. Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities as on the date of financial statements and reported amount of income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialised.



v. **Property, Plant and Equipment (PPE)**

PPE are stated at cost of acquisition including any cost attributable for bringing the assets to its working condition less accumulated depreciation. Income or Expenditure arising from the de-recognition of PPE are measured as difference between the net disposal proceeds and the cost of assets less accumulated depreciation up to the date of disposal and are recognised in the Statement of Income and Expenditure.

vi. **Depreciation**

Depreciable amount for assets is the cost of an asset, or other substituted for cost, less its estimated residual value. Depreciation on tangible PPE has been provided on written down value method as per the useful life prescribed in schedule II to the Companies Act, 2013. Depreciation on software has been provided on written down value method as per the management estimate, i.e, useful life of 3 years.

vii. **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand, cash in bank and deposits with banks including accumulated interest on the deposits. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

viii. **Income tax**

The Company has been granted exemption from Income Tax under section 12A read with section 12AA of the Income Tax Act, 1961.

ix. **Employee Benefits**

Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, performance incentives etc. are recognised in the Income and Expenditure Account in the period in which the employee renders the related service and measured accordingly.

Long Term Employee Benefits

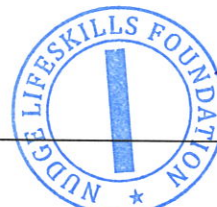
Defined benefit plans

The Company's gratuity benefit scheme is a defined plan. The Company's net obligation in respect of a defined plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The calculation of the Company's obligation under this plan is performed annually by a qualified actuary using the projected unit credit method.

The Company recognises all actuarial gains and losses arising from defined benefit plans immediately in the Statement of Income and Expenditure. All expenses related to defined benefit plans are recognised in employee benefits expense in the Statement of Income and Expenditure.



- x. **As 17 – Segment Reporting**
The Company is incorporated under section 8 of The Companies Act 2013, and operates in only one segment. Hence there is no separate disclosure to be made pursuant to Accounting Standard 17 “Segment Reporting”.
- xi. **AS -19: Accounting for leases**
Lease rentals under an operating lease, are recognized as an expense in the Income and Expenditure Account on a straight-line basis over the lease term.
- xii. **Investments**
Long-term investments are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.
- xiii. **Foreign currency transactions and translations**
Transactions in foreign currencies of the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction. Foreign currency monetary items outstanding at the Balance Sheet date are reported using the closing rate. Gain or loss resulting from the settlement of such transactions and translations of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Income and Expenditure.
- xiv. **Impairment of asset**
In accordance with Accounting Standard 28(AS 28) on ‘Impairment of Assets’, the carrying amounts of the Company’s assets are reviewed at each Balance Sheet date to determine whether there is any impairment. The recoverable amount of the Asset is estimated at the higher of its net selling price and its value in use. Value in use is the present value of future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment loss is recognised in the Income and Expenditure Account.
- xv. **Provisions and contingent liabilities**
A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.
- xvi. **General funds**
The Company received general funds which are unrestricted from Donors. The excess of income over expenditure during the year being general purpose in nature is carried forward for use in the future periods



Note 16: Part -II: Other Notes Forming part of the financial Statements for the year ended 31st March 2023

i. There are no contingent liabilities as on 31st March 2023.

ii. **Related Party Disclosure:**

a) List of Related Parties

Name	Relationship
Atul Satija	Director
Gagandeep	Director
Arun Seth	Director
Muthuraman Balasubramanian	Director
AIC NCore Developmental Impact Foundation	Common control
NCore Impact Foundation	Common control

b) Transactions with Related parties during the year (as identified by the Company)

Name of related Party	Nature of transaction	Net Transaction value (Amt. in Rs Lakhs)	
		2022-23	2021-22
AIC NCore Developmental Impact Foundation	Donation Paid	191.67	333.65
	Reimbursement of Expenses	0.39	0.83
Atul Satija	Salary	63.60	60.00
	Reimbursement of Expenses	11.41	1.18
Arun Seth	Reimbursement of Expenses	0.35	--

c) Outstanding balances of Related parties at the end of the financial year (as identified by the Company)

Name of related Party	Nature of transaction	Outstanding balance as on (Amt. in Rs. Lakhs)	
		31 st Mar 2023	31 st Mar 2022
AIC Ncore Developmental Impact Foundation	Other Current Assets	--	--
Atul Satija	Reimbursement of Expenses incurred	--	--



iii. **Disclosure in respect of employee benefits under Accounting Standard (AS) – 15 (Revised) “Employee Benefits” prescribed by the Companies (Accounting Standards) Rules, 2006.**

I) The disclosures for gratuity costs are given below:

(i) Expenses recognised in the statement of Income and Expenditure

(Amount in Rs. Lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
1 Current service cost	18.27	11.53
2 Past service cost	--	--
3 Interest on obligation	2.09	1.69
4 Expected return on plan assets	--	-
5 Immediate Recognition of (Gain)/Losses	(15.60)	(10.78)
6 Expense recognised in the Statement of Income and Expenditure	4.76	2.44

(ii) Actuarial gain/ loss recognized in the Statement of Income and Expenditure are as follows

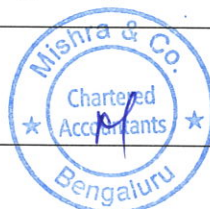
(Amount in Rs. Lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
1 Actuarial (Gain)/Losses due to Demographic Assumption changes in DBO	3.16	-
2 Actuarial (gain) / loss for the year – Due to financial Assumption changes	(4.61)	(1.21)
3 Actuarial (Gain)/ Losses due to Experience Adjustments on DBO	(14.15)	(9.57)
4 Total actuarial loss for the year recognised in the statement of income and expenditure.	(15.60)	(10.78)

(iii) Assets and liabilities recognized in the Balance Sheet

(Amount in Rs. Lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
1 Present value of Funded obligation as at the end of the year	-	-
2 Fair value of plan assets as at the end of the year.	-	-
3 Present value of unfunded obligation	33.98	29.22
4 Funded status [(Deficit)]	(33.98)	(29.22)
5 Unrecognised Past Service Costs		-
6 Amount not Recognised as an Asset		-
7 Net Liability	33.98	29.22
8 Net assets / (liability) recognised in balance sheet	(33.98)	(29.22)



(iv) **Principal actuarial assumptions:**

One of the principal assumptions is the Discount rate, which should be based upon the market yields available on Government bonds at the accounting date with a term that matches the liabilities and applicable to the period over which the obligation is to be settled. The Financial and Demographic assumptions employed for the calculations as at the end of previous period and current period are as follows:

Particulars		As at 31 March 2023	As at 31 March 2022
1	Discounting rate (p.a)	7.43%	7.12%
2	Expected rate of return on plan assets (p.a)	0.00%	0.00%
3	Salary growth rate (p.a)	8.00%	10.00%
4	Attrition Rate	25.00%	33.00%
Graded rates from Age 35- 20.83%, 40 – 13.89%, From Age 45 – 6.95%, From Age 50 – 2.00%,			
Mortality - Indian Assured Lives Mortality (2012-14) Ultimate			

- iv. Provision for taxation has been duly evaluated. The benefits of exemptions and deductions under section 11 and 12 of Income Tax Act, 1961 are available to the Company.

- v. Foreign Currency transactions:

(Amount in Rs. Lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Income in Foreign Currency	1624.50	726.95
Expenditure in Foreign Currency	7.94	Nil

- vi. Remuneration to Statutory Auditors (excluding Applicable taxes)

(Amt. in Rs. Lakhs)

Details	FY 2022-23	FY 2021-22
Statutory Audit	1.30	0.90
Tax Audit	0.20	0.10
Other Professional Matters	3.72	2.73
Total	5.22	3.73



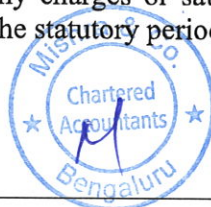
vii. **MSME**

As per the Company's process to identify micro, small and medium enterprises vendors as defined under Micro, Small and Medium Enterprises Development Act, 2006("The Act"), no such vendors have been identified by the Company. Accordingly, no disclosure pursuant to notification No.G.S.R.719(E) dated November,16 2007 issued by the Central Government of India are to be made.

viii. Previous year figures have been re-grouped wherever necessary in line and comparable with the current year figures.

ix. **Additional Regulatory Disclosures.**

- i. The Company does not have any immovable property in the books of accounts during the FY 2022-23.
- ii. The Company has not revalued any Property, Plant and Equipment during the FY 2022-23.
- iii. During the year the Company has not granted Loans or Advances in the nature of Loans to promoter, directors, KMPs and the related parties (as defined under Companies Act,2013) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.
- iv. The Company does not have any Capital-Work-in-Progress (CWIP) in the books of accounts during the year for FY 2022-23.
- v. The Company does not have any Intangible assets under development during the year for FY 2022-23.
- vi. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- vii. The Company is incorporated under section 8 of the Companies Act, 2013 and hence has not availed and borrowings where submission of quarterly stock and Book debt statement are required.
- viii. The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- ix. During the year the Company does not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- x. The Company does not have any charges or satisfaction yet to be registered with Register of Companies beyond the statutory period.



- xi. The Company does not have any Layers during the year as per clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 and hence reporting is not applicable.
- xii. The Company does not have any scheme of arrangements which has been approved by the Competent Authority in terms of section 230 to 237 of the Companies Act, 2013.
- xiii. The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.
- xiv. The transactions incurred by the Company during FY 2022-23 and immediately preceding financial year which are covered under FEMA 1999 are in compliance with the provisions of FEMA, 1999.
- xv. The company has not taken any loans during the year and does not have share premium in the books as on 31.03.2023.
- xvi. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the income Tax Act, 1961 (43 of 1961).
- xvii. Provision of section 135 of the Companies Act, 2013 is not applicable to the company.
- xviii. The Company is registered under Section 8 of The Companies Act, 2013 and is not engaged in any for-profit activities during the financial year 2022-23 and immediately preceding financial year 2021-22. Hence disclosure of various ratios as required by Schedule III to The Companies Act, 2013 are not applicable. Accordingly, no such disclosures have been made.

For NUDGE LIFESKILLS FOUNDATION

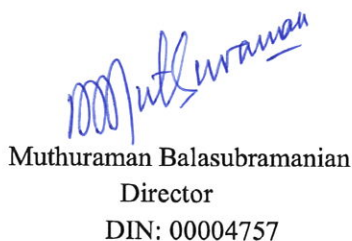


Atul Satija
Director

DIN: 07203697

Place: Bangalore

Date: 25 Sep. 23



Muthuraman Balasubramanian
Director

DIN: 00004757



As per Our Report of even date
For Mishra and Co.,
Chartered Accountants
Firm's Registration No: 012355S


Nilamadhab Mishra
Proprietor
Membership No. 223157
Place: Bangalore
Date: 25 Sep. 23

