Mishra & Co.
Chartered Accountants

CA INDIA

Certificate to be given by Chartered Accountant

I have audited the account of Nudge Lifeskills Foundation, Ground Floor, 15-19, Near APJ Abdul Kalam Enclave, Ashwath Nagar, Doddanekundi Extn, Outer Ring Road, Marathahalli, Bengaluru - 560037, Karnataka, India, for the financial year ending the 31st March 2025 and examined all relevant books and vouchers and certify that according to the audited account:

(i) The brought forward foreign contribution at the beginning of the financial year was INR 20,20,53,916/-

(ii) foreign contribution of / worth INR 18,92,62,174/- was received by the person/association during the financial year 2024 -25

(iii) interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of/worth INR was received by the person/association during the financial year INR 80,01,744/-;

(iv) the balance of unutilized foreign contribution with the person/association at the end of the financial year was INR 13,74,29,717/-;

(v) certified that the person/association has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011.

(vi) the information in this certificate and in the enclosed balance sheet and statement of receipt and payment is correct as checked by me/us.

(vii) the person/association has utilized the foreign contribution received for the purpose(s) it is registered/ granted prior permission under the Foreign Contribution (Regulation) Act, 2010 (42 of 2010).

I have examined all relevant books and records, including the items mentioned in column 8 of FC-4, and to the best of my knowledge and belief (name of the person/ association) has

(Strike out whichever of the following is not applicable)

(i) not violated any provisions of the Foreign Contribution (Regulation) Act,2010 or rules made thereunder or notifications issued thereunder; or

(ii) ~~violated the provisions of Foreign Contribution (Regulation) Act, 2010 or rules made thereunder or notifications issued thereunder. The details of the violations are as under ……~~

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.012355S

NILAMADHAB MISHRA
Digitally signed by NILAMADHAB MISHRA
Date: 2025.12.31 17:59:31 +05'30'

Nilamadhab Mishra
Proprietor
Membership No.223157
UDIN: 25223157IDTFSF6892
Place: Bengaluru
Date: December 31, 2025

I have examined all relevant books and records, and I hereby certify the following activities/project wise and location wise details of receipt and utilization of foreign contribution:

Amount in INR

Sl. No	Name of project/ activity	Address/ location	Previous balance		Receipt during the year		Utilized		Balance	
			in cash	in kind	in cash	in kind	in cash	in kind	in cash	in kind
1	Centre for Social Innovation CSI for Livelihood Support to Poor	Gandhinagar, Gujarat	5,283,300		2,030,023		4,489,146		2,824,177	
2	Centre for Social Innovation CSI for Livelihood Support to Poor	Bangalore, Karnataka	29,090,090		3,094,798		23,914,789		8,270,099	
3	Centre for Social Innovation CSI for Livelihood Support to Poor	Bhopal, Madhya Pradesh	1,740,482		0		1,507,394		233,088	
4	Centre for Social Innovation CSI for Livelihood Support to Poor	New Delhi	19,775,934		1,521,174		18,499,982		2,797,126	
5	Centre for Social Innovation CSI for Livelihood Support to Poor	Chandigarh	3,813,257		0		3,302,581		510,676	
6	Economic Inclusion Programme EIP for the Welfare of Poor	Chirang & Bongaigaon, Assam	2,517,938		0		1,920,909		597,029	

Sl. No	Name of project/ activity	Address/ location	Previous balance		Receipt during the year		Utilized		Balance	
			in cash	in kind	in cash	in kind	in cash	in kind	in cash	in kind
7	Economic Inclusion Programme EIP for the Welfare of Poor	Gandhinagar, Gujarat	0		35,957,394		5,002,787		30,954,607	
8	Economic Inclusion Programme EIP for the Welfare of Poor	Godda, East Singhbhum Palamu, Gumla, Lohardaga, Ranchi	1,816,895		38,206,799		15,624,338		24,399,356	
9	Economic Inclusion Programme EIP for the Welfare of Poor	Bangalore, Kalaburagi Karnataka	80,635,047		21,604,246		59,507,796		42,731,497	
10	Economic Inclusion Programme EIP for the Welfare of Poor	East Khasi Hills,Ri Bhoi,East Jaintia Hills,West Jaintia Hills,South West Khasi Hills,West Khasi Hills,Eastern West Khasi Hills,South Garo Hills,South West Garo Hills,East Garo Hills,North Garo Hills & West Garo Hills, -Meghalaya	4,913,494		0		3,909,042		1,004,452	
11	Economic Inclusion Programme EIP for the Welfare of Poor	New Delhi	289,646		0		250,856		38,790	
12	Economic Inclusion Programme EIP for the Welfare of Poor	Baran,Karauli & Sirohi, Banswara, Rajasthan	1,365,460		15,745,832		15,699,300		1,411,992	
13	Economic Inclusion Programme EIP for the Welfare of Poor	Dhalai & North Tripura, Tripura	380,468		0		329,515		50,953	

Sl. No	Name of project/ activity	Address/ location	Previous balance		Receipt during the year		Utilized		Balance	
			in cash	in kind	in cash	in kind	in cash	in kind	in cash	in kind
14	Economic Inclusion Programme EIP for the Welfare of Poor	Kanpur Niyamatabad Fatehpur, Uttar Pradesh	46,898,145		41,642,183		67,353,283		21,187,045	
15	Economic Inclusion Programme EIP for the Welfare of Poor	Jhargram, West Bengal	1,314,226		0		1,138,223		176,003	
16	Transforming Agriculture and Livelihoods for Small and Marginal Farmers	Kalaburagi, Karnataka	2,219,534		817,202		2,793,909		242,827	
	Total		**20,20,53,916**	-	**16,06,19,651**	-	**22,52,43,850**	-	**13,74,29,717**	-

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.012355S

NILAMADHAB MISHRA
Digitally signed by NILAMADHAB MISHRA
Date: 2025.12.31 18:04:39 +05'30'

Nilamadhab Mishra
Proprietor
Membership No.223157
UDIN: 25223157IDTFSF6892
Place: Bengaluru
Date: December 31, 2025

Nudge LifeSkills Foundation - FCRA
Balance Sheet as at March 31, 2025
(Amount in INR, except share and per share data, unless otherwise stated)

	Note	31 March 2025	31 March 2024
EQUITY AND LIABILITIES			
Shareholders' funds			
Corpus Fund	3.	-	32,67,843
Reserves and surplus	4.	4,48,42,489	3,59,41,939
		4,48,42,489	3,92,09,782
Non-current liabilities			
Long-term provisions	5.	23,50,389	23,32,518
		23,50,389	23,32,518
Current liabilities			
Trade payables	6.		
Total outstanding dues of micro enterprises and small enterprises; and		3,50,225	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		14,00,829	52,67,325
Other current liabilities	7.	10,43,31,924	17,14,16,120
Short-term provisions	5.	6,391	5,712
		10,60,89,369	17,66,89,157
Total		**15,32,82,247**	**21,82,31,456**
ASSETS			
Non-current assets			
Property, Plant and Equipment and Intangible assets			
Property, Plant and Equipment	9.	87,42,120	1,32,86,814
Intangible Assets	10.	-	-
		87,42,120	1,32,86,814
Current assets			
Cash and bank balances	11.	13,74,29,717	20,20,53,916
Short term loans and advances	12.	63,67,415	27,70,502
Other current assets	13.	7,42,996	1,20,224
		14,45,40,127	20,49,44,642
Total		**15,32,82,247**	**21,82,31,456**

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements.

As per our certificate of even date

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.:012355S

NILAMADHAB MISHRA Digitally signed by NILAMADHAB MISHRA Date: 2025.12.31 19:21:31 +05'30'

Nilamadhab Mishra
Proprietor
Membership No: 223157

Place: Bengaluru
Date: December 31, 2025

For and on behalf of the Board of Directors of
Nudge LifeSkills Foundation - FCRA

ATUL SATIJA Digitally signed by ATUL SATIJA Date: 2025.12.31 18:17:17 +05'30'

Atul Satija
Director
DIN: 07203697

Place: Bengaluru
Date: December 31, 2025

ARUN SETH Digitally signed by ARUN SETH Date: 2025.12.31 19:03:23 +05'30'

Arun Seth
Director
DIN: 00204434

Place: Bengaluru
Date: December 31, 2025

Nudge LifeSkills Foundation - FCRA

Statement of Income and Expenditure for the year ended March 31, 2025

(Amount in INR, except share and per share data, unless otherwise stated)

	Note	31 March 2025	31 March 2024
Income:			
Income from Grants	14.	26,03,21,159	20,97,87,340
Other Income	15.	85,19,117	50,33,634
Total Income		**26,88,40,276**	**21,48,20,974**
Expenses:			
Expenses on Programme Based Initiatives	16.	21,91,21,042	14,26,67,283
Employee benefits expense	17.	2,66,84,598	4,93,32,886
Depreciation and amortization expense	18.	64,10,263	24,10,455
Other expenses	19.	77,23,823	1,06,96,218
Total Expenses		**25,99,39,726**	**20,51,06,842**
Excess of Income over Expenditure before Tax		89,00,550	97,14,132
Tax expenses:			
Current tax			
For current year profits		-	-
Adjustments for earlier years		-	-
Deferred tax		-	-
Total tax expense		-	-
Surplus/(deficit) transferred during the year to the Reserves and Surplus Account		89,00,550	97,14,132

The accompanying notes are an integral part of the financial statements

As per our certificate of even date

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.:012355S

NILAMADHAB MISHRA Digitally signed by NILAMADHAB MISHRA Date: 2025.12.31 19:22:31 +05'30'

Nilamadhab Mishra
Proprietor
Membership No: 223157

Place: Bengaluru
Date: December 31, 2025

For and on behalf of the Board of Directors of
Nudge LifeSkills Foundation - FCRA

ATUL SATIJA Digitally signed by ATUL SATIJA Date: 2025.12.31 18:17:49 +05'30'

Atul Satija
Director
DIN: 07203697

Place: Bengaluru
Date: December 31, 2025

ARUN SETH Digitally signed by ARUN SETH Date: 2025.12.31 19:01:09 +05'30'

Arun Seth
Director
DIN: 00204434

Place: Bengaluru
Date: December 31, 2025

Nudge LifeSkills Foundation - FCRA
Cash Flow Statement for the year ended March 31, 2025
(Amount in INR, except share and per share data, unless otherwise stated)

	31 March 2025	31 March 2024
Cash Flow from Operating activities :		
Excess of Income over Expenditure before exceptional and extraordinary item and tax	89,00,550	97,14,132
Adjustments for:		
Depreciation, amortisation and impairment expenses	64,10,263	24,10,455
Interest (income)	-85,19,117	-50,33,634
Operating Profit before working capital changes	67,91,696	70,90,953
Changes in working capital		
Increase / (decrease) in trade payables	-35,16,271	22,62,679
Increase / (decrease) in other current liabilities	-6,70,84,196	13,63,78,815
Increase / (decrease) in Provisions	18,550	4,65,974
Decrease / (increase) in loans and advances	-35,96,913	-16,77,770
Decrease / (increase) in other current assets	-1,48,114	-1,20,224
Cash generated from /(used in) operations	-6,75,35,248	14,44,00,427
Income tax paid net of refunds received	-	-
Income tax refund(s) received		
Net cash flows from /(used in) operating activities (A)	-6,75,35,248	14,44,00,427
Cash flow from Investing activities:		
Purchase of Property, Plant and Equipment	-18,65,569	-1,32,22,870
Interest received	80,44,460	50,33,634
Net cash flow from /(used in) investing activities (B)	61,78,891	-81,89,236
Cash flow from Financing activities:		
Receipt of Corpus Funds	-	-
Utilisation of Corpus Funds	-32,67,843	
Net cash flow from /(used in) financing activities (C)	-32,67,843	-
Net increase / (decrease) in cash and cash equivalents (A+B+C)	-6,46,24,200	13,62,11,191
Cash and cash equivalents at the beginning of the year	20,20,53,917	6,58,42,726
Cash and cash equivalents at the end of the year	**13,74,29,716**	**20,20,53,917**
Cash and cash equivalents comprise (Refer note 24)		
Balances with banks :		
In current accounts	8,74,29,717	16,12,82,003
Deposits with original maturity of less than three months	5,00,00,000	4,07,63,394
Prepaid Cards	-	8,519
Total cash and cash equivalents at end of the year	**13,74,29,717**	**20,20,53,916**

Notes :

1. The above Cash flow statement has been prepared under the indirect method set out in Accounting Standard-3, "Cash Flow Statement" notified under section 133 of the Companies Act 2013, read with Companies (Accounting Standards) Rules 2021.

2. Cash comprises cash on hand, Current Accounts and deposits with banks. 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 change in value.

The accompanying notes are an integral part of the financial statements

As per our certificate of even date

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.:012355S

NILAMADHAB MISHRA Digitally signed by NILAMADHAB MISHRA Date: 2025.12.31 19:23:27 +05'30'

Nilamadhab Mishra
Proprietor
Membership No: 223157

Place: Bengaluru
Date: December 31, 2025

For and on behalf of the Board of Directors of
Nudge LifeSkills Foundation - FCRA

ATUL SATIJA Digitally signed by ATUL SATIJA Date: 2025.12.31 18:18:11 +05'30'

Atul Satija
Director
DIN: 07203697

Place: Bengaluru
Date: December 31, 2025

ARUN SETH Digitally signed by ARUN SETH Date: 2025.12.31 19:01:59 +05'30'

Arun Seth
Director
DIN: 00204434

Place: Bengaluru
Date: December 31, 2025

NLF FCRA - Financials 2024-25

No.644, Sector 21, Panchkula, Haryana - 134112

Receipts & Payments Accounts for the Year Ended 31st March 2025

Receipts	**As at 31/03/2025**	**As at 31/03/2024**	**Payments**	**As at 31/03/2025**	**As at 31/03/2024**
	Amount in INR	**Amount in INR**		**Amount in INR**	**Amount in INR**
Opening Balance			By Expenditure		
- Cash in Hand	-	-	- Program Expenditure	22,39,49,038	14,26,88,560
- Balance with Bank	20,20,53,916	6,58,42,726	- Support Expenditure	3,60,72,589	6,05,75,749
			By Purchase of fixed assets		
			- Program Expenditure	12,94,812	1,29,50,802
			- Support Expenditure	5,71,678	3,26,035
To Donations Received	18,92,62,174	34,77,18,702	Closing Balance		
To Corpus fund Received	-	-	- Cash in Hand	-	-
To Interest Received (includes TDS receivable)	80,01,744	50,33,634	- Balance with Bank	13,74,29,717	20,20,53,916
Total	**39,93,17,834**	**41,85,95,062**	**Total**	**39,93,17,834**	**41,85,95,062**

For Nudge Lifeskills Foundation

ATUL SATIJA Digitally signed by ATUL SATIJA Date: 2025.12.31 18:18:34 +05'30'

Atul Satija
Director
DIN: 07203697
Place : Bengaluru
Date : 31 Dec, 2025

ARUN SETH Digitally signed by ARUN SETH Date: 2025.12.31 19:02:41 +05'30'

Arun Seth
Director
DIN: 00204434
Place : Bengaluru
Date : 31 Dec, 2025

As Per Our report of even date
For Mishra & Co.,
Chartered Accountants
Firm's Registration Number:012355S

NILAMADHAB MISHRA Digitally signed by NILAMADHAB MISHRA Date: 2025.12.31 19:24:22 +05'30'

Nilamadhab Mishra
Proprietor
Membership No. 223157
Place : Bengaluru
Date : 31 Dec, 2025

Nudge LifeSkills Foundation - FCRA
Notes forming part of the Financial Statements for the year ended 31 March 2025
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

1. **Corporate Information/Background**

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.

The Company has been granted an exemption under section 12AA of the Income-tax Act, 1961, vide letter number CIT(E)/Chd/12AA/AAFCN0399D/2016-17/2743, 27 July 2016 which will be applicable from AY 2016-17 until withdrawn by CIT(Exemptions) Chandigarh. The Company is also registered under section 80G of the Income Tax Act, 1961 vide letter dated CIT(E)/Chd/12AA/AAFCN0399D/2016-17/6435, 25 November 2016.

The Company has registration under the Foreign Contribution (Regulation) Act, 2010/ Foreign Contribution (Regulation) Rules, 2011, for carrying out activities of economic,social and educational nature with registration number 172350015 dated 17 August 2020 for the period of the five years.

The Board of Directors approved the financial statements for the year ended 31 March 2025 and authorised for issue on September 27, 2025.

2. **Summary of material accounting policies**

a. **Basis of Preparation**

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspects of the Accounting Standards (AS) notified under section 133 of the Companies Act 2013, read together with Companies (Accounting Standards) Rules 2021 and presentation requirements of Division I of Schedule III to the Companies Act, 2013. The accounting policies adopted in the preparation of financial statements have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy until now (hitherto) in use with those of previous year.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle, and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of operations and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

b. **Use of estimates**

The preparation of financial statements requires the management to make judgments, estimates and assumptions that affect the reported amounts of incomes, expenses, assets and liabilities and disclosure of contingent liabilities, at the end of the reporting period. Although, these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

c. **Property, Plant and Equipment**

Property Plant and Equipment, capital work in progress are stated at cost, less accumulated depreciation, revaluation and impairment losses, if any. Cost comprises the purchase price, borrowing costs, if capitalization criteria are met and any cost directly attributable to bringing the assets to its working condition for its intended use which includes taxes, freight, and installation and allocated incidental expenditure during construction/ acquisition and exclusive Input tax credit (IGST/CGST and SGST) or other tax credit available to the Company.

An item of Property, Plant and Equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on derecognition is recognized in the Statement of Income and Expenditure.

d. **Intangible assets**

An intangible asset is recognized when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

Intangible assets are stated at cost of acquisition less accumulated amortization and impairment losses, if any.

Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use which includes taxes, freight, and installation and allocated incidental expenditure during development / acquisition and exclusive of Input tax credit (IGST/CGST and SGST) or other tax credit available to the Company.

e. **Depreciation on property, plant and equipment**

Depreciation on property, plant and equipment is calculated by write down method using the rates arrived at, based on the useful lives estimated by the management, which are those prescribed in Schedule II of the Companies Act, 2013. The company has used the following rates to provide depreciation on its property, plant and equipment.

Particulars	**Year ended 31 March 2025 (Useful life in years)**	**Year ended 31 March 2024 (Useful life in years)**
Computer	3	3
Furniture and fixtures	10	10
Office equipment	3 to 5	3 to 5
Electrical equipments	10	10

Leasehold improvements are depreciated over their estimated useful life, or the remaining period of lease from the date of capitalization, whichever is shorter.

Depreciation on addition to Property Plant and Equipments is provided on pro-rata basis from the date the assets are ready for intended use. Depreciation on sale/discard from Property Plant and Equipments is provided for upto the date of sale, deduction or discard of Property Plant and Equipments as the case may be.

The useful life, residual value and the depreciation method are reviewed atleast at each year end. If the expectations differ from previous estimates, the changes are accounted for prospectively as a change in accounting estimate.

f. **Amortization of Intangible assets**

Amortization of intangible assets has been calculated on straight line basis at the following rates, based on management estimates, which in the opinion of the management are reflective of the estimated useful lives of the Intangible assets.

Particulars	**Year ended 31 March 2025 Useful life (In years)**	**Year ended 31 March 2024 Useful life (In years)**
Computer Software	6	6

Amortization on addition to intangible assets is provided on pro-rata basis from the date the assets are ready for intended use. Amortization on sale/discard from intangible assets is provided for upto the date of sale, deduction or discard of intangible assets as the case may be.

The amortization period and the amortization method are reviewed at least at each year end. If the expected useful life or expected pattern of economic benefits of the asset is significantly different from previous estimates, the amortization period is changed accordingly.

g. **Impairment of Assets**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation/amortization is provided on the revised carrying amount of the asset over its remaining useful life.

h. **Foreign currency translation**

Initial recognition:

Foreign currency transactions are recorded in the reporting currency by applying the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Subsequent recognition:

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when such values were determined.

Exchange differences:

Exchange differences arising on the settlement of monetary items or on reporting the Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they occur.

i. **Recognition of Income from operation**

Income from operations are recognized to the extent, that it is probable that the economic benefits will flow to the Company and the income can be reliably measured.

Income from Grants

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

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and applicable interest rate.

j. **Retirement and other employee benefits**

Defined contribution plan

The Company makes defined contribution to Government Employee Provident Fund, Government Employee Pension Fund, Employee Deposit Linked Insurance, ESI and Superannuation Schemes, which are recognized in the Statement of Income and Expenditure on accrual basis.

The Company has no further obligations under these plans beyond its monthly contributions.

Defined Benefit Plan- Gratuity :

The Company provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the company with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the Balance Sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognized as an income or expense in the Statement of Income and Expenditure.

k. **Cash and cash equivalents**

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investments with original maturities of three months or less.

l. **Income taxes**

Tax expense for the period comprises of current tax and deferred tax.

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income-tax Act, 1961.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts, and there is an intention to settle the asset and the liability on a net basis.

The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the reporting date.

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and are written-down or written up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

At each reporting date, the Company reassesses the unrecognized deferred tax assets, if any.

m. **Contingent Liability, Provisions and Contingent Asset**

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

Contingent assets are neither recorded nor disclosed in the financial statements.

n. **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”.

3. Corpus Fund

	As at 31 March 2025	As at 31 March 2024
Opening Balance	32,67,843	32,67,843
Add: Received During the year	-	-
Less: Transferred during the year	-32,67,843	-
Closing Balance	-	32,67,843

4. Reserves and surplus

	31 March 2025	31 March 2024
Surplus/(deficit) in the Statement of Income and Expenditure		
Opening balance	3,59,41,939	2,62,27,808
Add: Surplus Income over expenditure	89,00,550	97,14,131
Closing balance	4,48,42,489	3,59,41,939

5. Provisions

	Long term		Short term	
	31 March 2025	31 March 2024	31 March 2025	31 March 2024
Provision for employee benefits (Refer note 22)				
Provision for gratuity (unfunded)	23,50,389	23,32,518	6,391	5,712
	23,50,389	23,32,518	6,391	5,712

6. Trade payables

		31 March 2025	31 March 2024
(a)	Total outstanding dues of micro enterprises and small enterprises	3,50,225	-
(b)	Total outstanding dues of creditors other than micro enterprises and small enterprises	14,00,829	52,67,325
	Total Trade payables	**17,51,054**	**52,67,325**

Disclosure relating to suppliers registered under MSMED Act based on the information available with the Company:

Particulars	31 March 2025	31 March 2024
(a) Amount remaining unpaid to any supplier at the end of each accounting year:		
Principal	3,50,225	-
Interest	-	-
Total	**3,50,225**	**-**
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.	-	-

Trade Payables ageing schedule

As at March 2025	Current					
Particulars	Payables Not Due	Outstanding for following periods from the date of Invoice				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	3,50,225	-	-	-	3,50,225
(ii) Disputed dues - MSME	-	-	-	-	-	-
(iii) Others	-	14,00,829	-	-	-	14,00,829
(iv)Disputed dues - Others	-	-	-	-	-	-
Total	-	17,51,054	-	-	-	17,51,054

As at March 2024	Current					
Particulars	Payables Not Due	Outstanding for following periods from the date of Invoice				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-
(ii) Disputed dues - MSME	-	-	-	-	-	-
(iii) Others	-	52,67,325	-	-	-	52,67,325
(iv)Disputed dues - Others	-	-	-	-	-	-
Total	-	52,67,325	-	-	-	52,67,325

7. Other current liabilities

	31 March 2025	31 March 2024
Payable to Employees	18,97,101	5,83,558
Statutory dues	67,296	6,73,893
Unutilized Grant (Refer note 7(a) below)	10,23,67,527	17,01,58,669
Total Other current liabilities	**10,43,31,924**	**17,14,16,120**

9. Property, Plant and Equipment

	Gross carrying amount				Accumulated Depreciation & Impairment				Net carrying amount	
	As at 1 April 2024	**Additions**	**Disposals**	**As at 31 March 2025**	**As at 1 April 2024**	**Depreciation for the Year**	**On Disposals**	**As at 31 March 2025**	**As at 31 March 2025**	**As at 31 March 2024**
Computers	58,07,738	12,92,720	-	71,00,458	29,40,241	24,81,673	-	54,21,915	16,78,543	28,67,497
Electrical Installations	-	2,23,140	-	2,23,140		49,186	-	49,186	1,73,954	-
Furniture and fixtures	3,34,603	81,632	-	4,16,235	40,179	94,487	-	1,34,666	2,81,569	2,94,424
Office equipments	4,65,424	2,68,077	-	7,33,501	80,195	2,95,664	-	3,75,860	3,57,641	3,85,229
Leasehold improvements	1,00,26,587	-	-	1,00,26,587	2,86,923	34,89,252	-	37,76,175	62,50,412	97,39,664
Total	**1,66,34,352**	**18,65,569**	**-**	**1,84,99,921**	**33,47,538**	**64,10,263**	**-**	**97,57,801**	**87,42,120**	**1,32,86,814**

	Gross carrying amount				Accumulated Depreciation & Impairment				Net carrying amount	
	As at 1 April 2023	**Additions**	**Disposals**	**As at 31 March 2024**	**As at 1 April 2023**	**Depreciation for the year**	**On Disposals**	**As at 31 March 2024**	**As at 31 March 2024**	**As at 31 March 2023**
Computers	33,96,483	24,11,255	-	58,07,738	9,36,030	20,04,211	-	29,40,241	28,67,497	24,60,453
Electrical Installations	-	-	-	-	-	-	-	-	-	-
Furniture and fixtures	15,000	3,19,603	-	3,34,603	1,053	39,126	-	40,179	2,94,424	13,947
Office equipments	-	4,65,424	-	4,65,424	-	80,195	-	80,195	3,85,229	-
Leasehold improvements	-	1,00,26,587	-	1,00,26,587	-	2,86,923	-	2,86,923	97,39,664	-
Total	**34,11,483**	**1,32,22,869**	**-**	**1,66,34,352**	**9,37,084**	**24,10,455**	**-**	**33,47,538**	**1,32,86,814**	**24,74,399**

Nudge LifeSkills Foundation - FCRA

Notes forming part of the Financial Statements for the year ended 31 March 2025

(Amount in INR, except share and per share data, unless otherwise stated)

10. Intangible assets

	Gross carrying value				Accumulated Amortization/ Impairment				Net carrying value	
	As at 1 April 2024	Additions	Disposals	As at 31 March 2025	As at 1 April 2024	Amortization for the year	On Disposals	As at 31 March 2025	As at 31 March 2025	As at 31 March 2024
Brand/Trademark	-	-	-	-	-	-	-	-	-	-
Computer Software	-	-	-	-	-	-	-	-	-	-
Total (a+b)										

	Gross carrying value				Accumulated Amortization/ Impairment				Net carrying value	
	As at 1 April 2023	Additions	Disposals	As at 31 March 2024	As at 1 April 2023	Amortization for the year	Disposals	As at 31 March 2024	As at 31 March 2024	As at 31 March 2023
Brand/Trademark	-	-	-	-	-	-	-	-	-	-
Computer Software	-	-	-	-	-	-	-	-	-	-
Total (a+b)										

Nudge LifeSkills Foundation - FCRA
Notes forming part of the Financial Statements for the year ended 31 March 2025
(Amount in INR, except share and per share data, unless otherwise stated)

11.	**Cash and bank balances**	**31 March 2025**	**31 March 2024**
	A. Cash and cash equivalents :		
	Balances with banks :		
	In demand deposits	8,74,29,717	16,12,82,003
	Deposits with original maturity of less than three months	5,00,00,000	4,07,63,394
	Prepaid Cards	-	8,519
	Total Cash and cash equivalents (A)	13,74,29,717	20,20,53,916

12.	**Short term loans and advances**	**31 March 2025**	**31 March 2024**
	Advance to Suppliers	62,64,429	27,70,502
	Advance to Employees	1,02,986	
	Total	**63,67,415**	**27,70,502**

13.	**Other current assets**	**31 March 2025**	**31 March 2024**
	Interest accrued but not due on deposits	4,74,657	-
	Grant Receivable	-	-
	Security Deposits	42,500	-
	TDS Receivable	2,25,839	1,20,224
	Balance with Government Authorities	-	-
	Total	**7,42,996**	**1,20,224**

		31 March 2025	31 March 2024
14.	**Income from Grants**		
	Grants and Donation received		
	FCRA	26,03,21,159	20,97,87,340
	Total grants	**26,03,21,159**	**20,97,87,340**

		31 March 2025	31 March 2024
15.	**Other income**		
	Interest income on :		
	Bank Deposits	84,76,401	50,33,634
	Income Tax refund	42,716	-
	Total other income	**85,19,117**	**50,33,634**

		31 March 2025	31 March 2024
16.	**Expenses on Programme Based initiatives***		
	Rural Livelihood Development Programme	12,45,25,149	5,85,11,158
	Livelihood Ecosystem Building Programme	5,66,41,429	3,55,28,921
	Skill & Development Programme	-	2,22,15,906
	Tech, Impact & Web support	2,95,18,460	2,10,16,486
	Mobilisation and Outreach expense	19,48,870	34,04,829
	Program support & other expense	64,87,134	19,89,983
	Total Programme Expenses	**21,91,21,042**	**14,26,67,283**

*Expenses on Programme based initiatives includes all direct expenditures attributable to the projects (includes direct people cost)

		31 March 2025	31 March 2024
17.	**Employee Benefit Expenses**		
	Salaries, wages, bonus	2,24,87,707	4,52,57,052
	Gratuity (Refer note 23)	3,078	-
	Contribution to provident and other funds (Refer note 23)	9,64,639	11,43,914
	Staff welfare expenses	32,29,175	29,31,920
	Total Employee benefits expense	**2,66,84,598**	**4,93,32,886**

		31 March 2025	31 March 2024
18.	**Depreciation and amortization expense**		
	Depreciation on Property, plant and equipment	64,10,263	24,10,455
	Depreciation on Intangible Assets	-	-
	Total Depreciation and amortization expense	**64,10,263**	**24,10,455**

		31 March 2025	31 March 2024
19.	**Other Expenses**		
	Consultancy, Legal and Professional fees	20,38,224	19,22,884
	Fund Raising expenses	29,06,970	37,95,651
	Tech, Infra & IT Support	4,63,995	8,68,338
	Travelling and Conveyance	6,03,366	11,61,488
	Events and Marketing Expenses	5,04,421	4,09,335
	Auditor's remuneration (Refer note below)	-	-
	Miscellaneous expense	12,06,847	25,38,522
	Total Other expenses	77,23,823	1,06,96,218

Note : The following is the break-up of Auditors remuneration (exclusive of goods and services tax)

	31 March 2025	31 March 2024
As auditor:		
Statutory audit	-	-
Total	**-**	**-**

20. **Contingent Liabilities**
There is no commitments during the year ended March 31, 2025. (March 31, 2024 - NIL)

21. **Commitments**
There is no commitments during the year ended March 31, 2025. (March 31, 2024 - NIL)

22. In accordance with the Accounting Standard-15 'Employee Benefits', the Company has calculated the various benefits provided to employees as under:

A. Defined contribution plans :

a) Provident fund
b) National Pension Scheme
c) Employee State Insurance Fund

During the period the Company has recognized the following amounts in the Statement of profit and loss:-

Particulars	31 March 2025	31 March 2024
Employers Contribution to Provident fund	18,85,352	18,84,556
Employers Contribution to Employee's pension Scheme 1995.	4,88,766	53,046
Employers Contribution to Employee state insurance	11,363	5,710
	23,85,481	**19,43,312**

B. Contribution to gratuity funds – Employee's gratuity fund (Defined benefit plan)

i. Actuarial assumptions

Particulars	Employee gratuity (unfunded)	
	31 March 2025	31 March 2024
Discount rate (per annum)	6.72%	7.18%
Expected Rate of increase in compensation levels	8.00%	8.00%
Expected Rate of return on plan assets.	-	-
Withdrawal Rate	25.00%	25.00%

The discount rate assumed is 6,72% per annum (Previous Year 7.18 %) which is determined by reference to market yield at the Balance Sheet date on government bonds. The estimate of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

ii. **Changes in the present value of the defined benefit obligation in respect of Gratuity (unfunded) are as follows:**

Particulars	31 March 2025	31 March 2024
Present value obligation as at the beginning of the year	23,38,230	18,72,256
Interest cost	1,67,651	1,39,109
Current service cost	10,04,297	12,44,597
Benefits paid	-	-
Actuarial loss/(gain) on obligations	-11,53,397	-9,17,732
Present value obligation as at the end of the year	**23,56,781**	**23,38,230**

iii. **Reconciliation of present value of defined benefit obligation and fair value of assets**

Particulars	31 March 2025	31 March 2024
Present value obligation as at the end of the year	23,56,781	23,38,230
Unfunded net liability recognized in balance sheet	23,56,781	23,38,230
Amount classified as:		
Short term provision (Refer note 5)	23,50,389	23,32,518
Long term provision (Refer note 5)	6,391	5,712

23. **Related Party Disclosures**

In accordance with the requirement of Accounting Standard (AS)- 18 on "Related Party Disclosures' the names of the related parties where control exists /able to exercise significant influence along with the aggregate transactions/year end balances with them as identified and certified by the management are given below:

(a) Names of the Related Parties and Related Party Relationship

Name of Party	**Nature of Relationship**
Atul Satija	Director
Arun Seth	Director
Muthuraman Balasubramanian	Director
Neelam Dhawan	Director
Renu Sud Karnad	Director
AIC Ncore Developmental Impact Foundation	Associate Entity

(b) Transactions with the Related Parties	**31 March 2025**	**31 March 2024**
Reimbursement of Expenses		
Atul Satija	5,188	NIL

(c) Outstanding balances

Particulars		
Payable to Employees- Reimbursement		
Atul Satija	-	5,188

Note : Excludes provision for gratuity and compensated absences.

24. **The Social Security Code, 2020**

The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued. The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published. Based on a preliminary assessment, the Company believes the impact of the change will not be significant.

25. Details of Benami Property held

The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

26. Willful Defaulter

The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

27. Corporate Social Responsibility

Company does not have applicability of Corporate Social Responsibility (CSR) as it does not meet the threshold limit.

28. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

29. Undisclosed income

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (and previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

30 Audit Trail and back up

Accounting software for ERP function

The Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Additionally audit trail of prior year(s) has been preserved by the Company as per the statutory requirements for record retention and back up of the books of account and other books and papers maintained in electronic mode has been kept on a daily basis.

31 Subsequent events

No Significant Subsequent events have been observed which may require an adjustments to the financial statements.

33 Previous year figures have been regrouped/ reclassified, where necessary, to conform to this year’s classification.

As per our certificate of even date

For Mishra & Co.,
Chartered Accountants
Firm's Registration No.:012355S

NILAMADHAB MISHRA Digitally signed by NILAMADHAB MISHRA Date: 2025.12.31 19:25:23 +05'30'

Nilamadhab Mishra
Proprietor
Membership No: 223157

Place: Bengaluru
Date: December 31, 2025

For and on behalf of the Board of Directors of
Nudge LifeSkills Foundation - FCRA

ATUL SATIJA Digitally signed by ATUL SATIJA Date: 2025.12.31 18:19:17 +05'30'

Atul Satija
Director
DIN: 07203697

Place: Bengaluru
Date: December 31, 2025

ARUN SETH Digitally signed by ARUN SETH Date: 2025.12.31 19:03:57 +05'30'

Arun Seth
Director
DIN: 00204434

Place: Bengaluru
Date: December 31, 2025