SOOD BRIJ AND ASSOCIATES
Chartered Accountants
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AUDITORS' REPORT

The Members
NIIT FOUNDATION (Formerly: NIIT Education Society)
New Delhi

We have audited the Balance Sheet of **NIIT FOUNDATION (Formerly: NIIT Education Society), New Delhi** as at 31st March 2017, and Income & Expenditure Account for the year ended on that date, both annexed hereto. These financial statements are the responsibility of the Society's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards of the Institute of Chartered Accountants of India. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. We believe our audit provides a reasonable basis, for our opinion.

We report that:

(a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) in our opinion, proper books of account as required by law have been kept by the Society, so far as appears from our examination of the books.

(c) the Balance Sheet and the Income & Expenditure Account dealt with by this report are in agreement with the books of account.

(d) in our opinion, the Balance Sheet and the Income & Expenditure Account dealt with by this report comply with the Accounting Standards as laid down by the Institute of Chartered Accountants of India.

(e) in our opinion and to the best of our information and according to the explanations given to us, the annexed accounts give a true and fair view:

(i) in the case of Balance Sheet as at 31st March 2017, of the state of affairs of the Society; and

(ii) in the case of Income & Expenditure Account, of the Surplus of the Society for the year ended on that date.

For Sood Brij & Associates
Chartered Accountants
FRN 00350N

A.K. Sood
Partner
Membership No.14372

Place: New Delhi
Dated: 18th September, 2017

NIIT FOUNDATION

(Formerly: NIIT Education Society)

BALANCE SHEET AS AT 31ST MARCH, 2017

Amount (Rs.)

Particulars	Note No.	As at 31st March, 2017		As at 31st March, 2016
OWN FUNDS & LIABILITIES				
Corpus		36,407,000		36,407,000
Reserves and Surplus		7,851,445		-
Current Liabilities :				
Trade Payables		8,984,224		1,242,773
Advance against Educational Services		26,068,925		50,317,484
Other Liabilities	2	2,157,872		1,036,878
	TOTAL	81,469,466		89,004,135
ASSETS				
NON -CURRENT ASSETS				
Net Fixed Assets	3	605,546		636,885
Loans and Advances :				
- Security Deposits	4	912,821		1,046,739
CURRENT ASSETS				
Cash & Bank Balances	5	48,492,324		46,792,478
Other Current Assets				
- Inventories (At cost)		1,392,108		11,718,047
- Amount Receivable	6	20,851,740		7,164,813
- TDS Refundable		7,681,995		5,092,874
- Interest Accrued		305,124		225,253
- Service Tax & DVAT Input		1,125,810		635,874
- Advance to Suppliers		101,999		4,326,302
Income & Expenditure Account				
Opening Balance Deficit		11,364,871	22,772,821	
Less : Surplus during the year		(19,216,316)	(11,407,950)	11,364,871
		(7,851,445)		
Transfer to Reserves and Surplus		7,851,445	-	-
	TOTAL	81,469,467		89,004,136

Notes to Accounts - Refer Note 1

This is the Balance Sheet referred to in our report of even date.

A. K. Sood
Partner
Membership No.- 14372
For and on behalf of
Sood Brij & Associates
Chartered Accountants
FRN 00350 N

Rajendra S Pawar
President

Vijay K Thadani
Secretary & Treasurer

Place : New Delhi
Dated : September 18, 2017

NIIT FOUNDATION

(Formerly: NIIT Education Society)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2017

Amount (Rs.)

Particulars	Note No.	Year ended 31st March 2017	Year ended 31st March 2016
INCOME			
Annual Membership Fees		3,500	3,500
Donations Received		66,194,616	35,285,342
Tuition Fees		9,096,434	8,577,554
Educational Services		55,959,857	36,344,842
Interest Income		1,362,980	1,682,935
	Total	132,617,387	81,894,173
EXPENDITURE			
Staff Remuneration, Welfare & Other Expenses	7	48,410,483	33,897,122
Office & Building Rent		5,129,263	3,431,479
Production Consumables		35,548,540	11,707,306
Professional Expenses		7,644,672	2,845,824
Donations Paid		3,292,860	5,297,110
Repairs and Maintenance Expenses		2,104,267	1,070,970
Administrative Expenses	8	11,077,160	12,076,094
Audit Fees		25,000	25,000
Depreciation		151,621	124,006
Bank Charges		17,205	11,312
	Sub-Total	113,401,071	70,486,223
Net Surplus Carried Over		19,216,316	11,407,950
	Total	132,617,387	81,894,173

Notes to Accounts - Refer Note 1

This is the Income & Expenditure Account referred to in our report of even date

A. K. Sood
Partner
Membership No.- 14372
For and on behalf of
Sood Brij & Associates
Chartered Accountants
FRN 00350 N

Rajendra S Pawar
President

Vijay K Thadani
Secretary & Treasurer

Place : New Delhi
Dated : September 18, 2017

NIIT FOUNDATION (*Formerly: NIIT Education Society*): NEW DELHI

Note 1: **SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS AS AT 31ST MARCH 2017**

SIGNIFICANT ACCOUNTING POLICIES

1. The accounts are prepared –

   (a) In accordance with historical cost convention on accrual basis.

   (b) In accordance with the concept of going concern

   (c) and are in compliance with the Accounting principles and standards as prescribed by the Institute of Chartered Accountants of India, to the extent applicable to the society.

2. The society follows the mercantile system of accounting in respect of accounting of revenue expenditure.

3. The Society recognizes and account for its income as under:
   - Educational Services on accrual basis
   - Other receipts on cash basis

4. Initial membership fee received from members is credited to Corpus Fund of the Society.

5. Depreciation on fixed assets is charged as per rates prescribed under the Income Tax Rules, 1962 on written down value basis.

6. The Society had received the following assets from NIIT Institute of Information Technology - A society registered under the Societies Act, at NIL cost. The Society is using these Assets for its activities and no depreciation is charged as these being at NIL value.

   -Computer, Computer Software and accessories
   -Furniture and Fixtures
   -Library Books
   -Office Equipments
   -Air conditioners

7. Inventories at the end of the year comprises of courseware materials and other consumables. The inventories are valued at cost on FIFO basis.

8. Retirement Benefits: Gratuity / Leave encashment is charged to the profit and loss account in the year of Payment.

9. The Society deposits its contribution towards Employees Provident Fund with the Regional Provident Fund Commissioner, New Delhi.

10. Previous year's figures have been regrouped /recast wherever necessary to conform to current year's classification.

Rajendra S. Pawar
President

Vijay K Thadani
Secretary & Treasurer

For Sood Brij & Associates
Chartered Accountants
FRN 00350 N

A. K. Sood
Partner
M. No. 14372

Place: New Delhi
Dated: September 18, 2017

NIIT FOUNDATION

(Formerly: NIIT Education Society)

Note - 2: Other Liabilities

Amount (Rs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Salary Payable	396,807	4,050
Expenses Payable	515,158	495,857
Statutory Dues Payable	1,245,907	536,971
Total	2,157,872	1,036,878

Note - 3: Fixed Assets - Computer & Software

Amount (Rs)

Particulars	WDV as on 01/04/2016	Additions from 01/04/2016 to 30/09/2016	Additions from 01/10/2016 to 31/03/2017	Total	DEPRECIATION				WDV as on 31/03/2017
					Dep'n Rate	On O/B + Additions - 01/04/2016 to 30/09/2016	On additions from 01/10/2016 to 31/03/2016	Total for the year	
Computer & Software	92,123	48,479	23,490	164,092	60%	84,361	7,047	91,408	72,684
Furniture & Fixtures	544,762	30,200	-	574,962	10%	57,496	-	57,496	517,466
Office Equipment	-	18,113	-	18,113	15%	2,717	-	2,717	15,396
Total	636,885	96,792	23,490	757,167	-	144,574	7,047	151,621	605,546
Previous Year	*20,280*	*635,447*	*105,164*	*760,891*		*93,957*	*30,049*	*124,006*	*636,885*

NIIT FOUNDATION

(Formerly: NIIT Education Society)

Note - 4: Security Deposits

Amount (Rs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Security Deposits - Rent	692,000	589,000
Other Deposits	220,821	457,739
Total	**912,821**	**1,046,739**

Note - 5: Cash and Bank Balances

Amount (Rs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Cash in Hand	3,500	-
Balance with Banks	37,983,064	3,426,674
Balance with Bank (FCRA Account)	505,760	8,367,259
Term Deposits with Banks	10,000,000	34,998,545
Total	**48,492,324**	**46,792,478**

Note - 6: Amount Receivable

Amount (Rs)

Particulars	As at 31st March, 2017	As at 31st March, 2016
Trade Debtors	16,713,494	5,876,566
Other Advances	251,615	467,112
Rent Receivable	73,240	-
Expenses Recoverable	3,813,391	821,135
Total	**20,851,740**	**7,164,813**

NIIT FOUNDATION

(Formerly: NIIT Education Society)

Note - 7: Staff Remuneration Welfare & Other Expenses

Amount (Rs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Staff Remuneration	47,583,223	33,371,801
Staff Recruitment	119,795	29,057
Staff Welfare	707,465	496,263
Total	**48,410,483**	**33,897,122**

Note - 8: Administrative Expenses

Amount (Rs)

Particulars	Year ended 31st March 2017	Year ended 31st March 2016
Postage and Courier	622,863	565,140
Office Expenses	785,603	1,837,133
Printing and Stationary	609,776	555,991
Student Sponsorship Expenses	19,739	1,025,127
Travelling and Conveyance	3,768,335	3,537,619
Advertisement and Publicity	269,859	265,410
Amount Written off	515,312	138,668
Electricity Expenses	770,032	803,427
Mobilization and Student Welfare Exp	302,896	672,461
News Paper and Periodicals	34,618	18,435
Security and Admn. Service	579,041	759,212
Software Expenses	36,815	23,920
Insurance	28,190	-
Membership & Subscription	405,000	-
Tele Communication	1,999,656	1,393,471
Other Expenses	329,425	480,079
Total	**11,077,160**	**12,076,093**

Annexure -I

NIIT FOUNDATION (*Formerly: NIIT Education Society*)

Details of Receipts from persons referred to in Section 13(3) of the Income Tax Act 1961

Name of the Person/ Entity	Nature of Receipt	Amount (Rs)
NIIT Limited	Educational Services (I Give Donation)	88,350
NIIT Smartservices Limited	Educational Services (I Give Donation)	17,450
NIIT Technologies Limited	Educational Services	1,505,986
NIIT Technologies Limited	Educational Services (I Give Donation)	48,251
NIIT Yuva Jyoti Limited	Educational Services	719,047
NIIT Institute of Information Technology	Receipt against TDS Receivable	110,892
Mindchampion Learning Systems Ltd. (Formerly: Hole-in-the Wall Education Ltd)	Educational Services	54,348
Mindchampion Learning Systems Ltd. (Formerly: Hole-in-the Wall Education Ltd)	Educational Services (I Give Donation)	4,000

Details of Payments to persons referred to in Section 13(3) of the Income Tax Act 1961

Name of the Person/ Entity	Nature of Payment	Amount (Rs)
NIIT Limited	Payment of Other Expenses	1,148,608
NIIT Limited	Purchase of Goods	5,100,000
NIIT Limited	Purchase of Services	4,691,058
NIIT Yuva Jyoti Limited	Purchase of Courseware	683,046
Mindchampion Learning Systems Ltd. (Formerly: Hole-in-the Wall Education Ltd)	Learning Station Kit with Software and other services	3,010,560