

SOOD BRIJ AND ASSOCIATES

Chartered Accountants

C 72, NDSE-2, New Delhi-110 049

Ph.: 011-4611 4949, 011-4205 1012, 011-4205 1013

Email : sbasanjay@rediffmail.com, aksoodsba@gmail.com

INDEPENDENT AUDITOR'S REPORT

THE MEMBERS
NIIT FOUNDATION
NEW DELHI

Opinion

We have audited the financial statements of **NIIT Foundation** which comprise the balance sheet as at March 31, 2019, and the Income and Expenditure Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the entity are prepared, in all material respects, in accordance with **Income Tax Act, 1961, The Society Registration Act, (XXI) of 1860 and other related Rules and Regulations.**

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with **Income Tax Act 1961, in accordance with Income Tax Act, 1961, The Society Registration Act, (XXI) of 1860 and other related Rules and Regulations,** and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity'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 management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.



SOOD BRIJ AND ASSOCIATES

Chartered Accountants

C 72, NDSE-2, New Delhi-110 049

Ph.: 011-4611 4949, 011-4205 1012, 011-4205 1013

Email : sbasanjay@rediffmail.com, aksoodsba@gmail.com

Auditor's Responsibilities for the Audit of the Financial Statements.

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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.⁴¹

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 entity'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 entity to cease to continue as a going concern.

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.

**For Sood Brij & Associates
Chartered Accountants
FRN No. 000350N**

Dated : 27 AUG 2019
Place : New Delhi



A K Sood
Partner
M. No. 014372

UDIN No. 19014372 AAAA EU 9971

NIIT FOUNDATION

Balance Sheet as at 31st March, 2019

Amount (Rs.)

Particulars	Note No.	As at 31st March, 2019	As at 31st March, 2018
Own Fund & Liabilities			
Corpus		3,64,07,000	3,64,07,000
Reserves and Surplus		5,68,76,040	1,63,07,280
Current Liabilities & Provisions			
Sundry Creditors		16,63,377	58,97,491
Advance against Project		7,88,57,202	7,66,07,748
Other Liabilities	2	55,06,270	34,93,892
TOTAL		17,93,09,888	13,87,13,411
ASSETS			
NON -CURRENT ASSETS			
Net Fixed Assets	3	35,99,065	5,11,405
Security deposit and advances	4	30,36,673	14,53,714
CURRENT ASSETS			
Cash & Bank Balances	5	13,12,15,646	9,42,44,076
Other Current Assets			
Educational material (At cost)		19,09,256	9,21,557
Amount Receivable	6	1,58,64,241	1,79,87,919
TDS Refundable		1,84,09,544	1,33,34,265
Interest Accrued		19,86,694	2,01,037
Other current assets	7	32,88,770	1,00,59,438
TOTAL		17,93,09,888	13,87,13,411

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 : 27 AUG 2019

NIIT FOUNDATION

Amount (Rs.)

Statement of Income and Expenditure for the year ended 31st March 2019

Particulars	Note No.	Year ended 31st March 2019	Year ended 31st March 2018
INCOME			
Annual Membership Fees		3,500	3,500
Grant & CSR Funds		14,43,44,374	11,72,48,107
Educational activities		8,53,04,098	2,47,68,592
Interest Income		34,29,732	8,16,953
	Total	23,30,81,704	14,28,37,152
EXPENDITURE			
Staff Remuneration, Welfare & Other Expenses	8	7,38,10,458	5,10,18,676
Office & Building Rent		87,67,148	65,32,990
Educational delivery expenses		4,55,71,895	2,98,06,835
Educational delivery services		2,72,24,718	2,92,89,485
Professional charges		28,29,119	31,47,106
Travelling & conveyance		1,13,49,129	61,94,587
Repairs and Maintenance Expenses		40,54,460	22,82,228
Administration Expenses	9	90,09,847	59,31,979
Audit Fees		50,000	50,000
Bank Charges		34,181	24,964
Depreciation		98,11,986	1,02,468
	Sub-Total	19,25,12,942	13,43,81,317
Net Surplus Carried Over		4,05,68,762	84,55,835

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 : 27 AUG 2019 ✓

NIIT FOUNDATION

Amount (Rs.)

Statement of Income and Expenditure for the year ended 31st March 2019

Particulars	Note No.	Year ended 31st March 2019	Year ended 31st March 2018
<u>INCOME</u>			
Annual Membership Fees		3,500	3,500
Grant & CSR Funds		14,43,44,374	11,72,48,107
Educational activities		8,53,04,098	2,47,68,592
Interest Income		34,29,732	8,16,953
	Total	23,30,81,704	14,28,37,152
<u>EXPENDITURE</u>			
Staff Remuneration, Welfare & Other Expenses	8	7,38,10,458	5,10,18,676
Office & Building Rent		87,67,148	65,32,990
Educational delivery expenses		4,55,71,895	2,98,06,835
Educational delivery services		2,72,24,718	2,92,89,485
Professional charges		28,29,119	31,47,106
Travelling & conveyance		1,13,49,129	61,94,587
Repairs and Maintenance Expenses		40,54,460	22,82,228
Administration Expenses	9	90,09,847	59,31,979
Audit Fees		50,000	50,000
Bank Charges		34,181	24,964
Depreciation		98,11,986	1,02,468
	Sub-Total	19,25,12,942	13,43,81,317
Net Surplus Carried Over		4,05,68,762	84,55,835

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 : 27 AUG 2019 ✓

NIIT FOUNDATION: NEW DELHI

Note 1: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS
AS AT 31ST MARCH 2019

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 income expenditure.
3. The Society recognizes and account for its income as under:
 - Grant and CSR Funds on accrual basis
 - Educational activity 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. Cost of renovation on leased premises is capitalized and amortized over the period of lease.
6. Assets linked to a project, is Depreciated / Amortized over the life of project. The corresponding fund received are recognized over the period of the contract.
7. 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
8. Educational material at the end of the year comprises of courseware materials and other consumables. These are valued at cost on FIFO basis.



9. Retirement Benefits:

- (a) Defined contribution plans: The society's provident fund is a defined contribution plan where the contribution paid / payable under the scheme is recognized as an expense in the period in which the employee renders the related service. The society's contributions are deposited with the regional provident fund commissioner and are charged to the income and expenditure account.
- (b) Defined benefit plans: In accordance with the payment of gratuity act 1972, society provides for gratuity, a defined benefit retirement plan (the "gratuity plan") covering eligible employees. The gratuity plan provides a lump sum payment to vested employees at the time of retirement, death or incapacitation, of an amount based on the respective employee's salary and the tenure of employment. Liabilities regarding the gratuity are determined as at the year end and paid to LIC scheme approved by government of India.


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: 27 AUG 2019 

NIIT FOUNDATION

Note - 2: Other Liabilities

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Salary Payable	1,37,796	45,658
Expenses Payable	20,17,343	13,88,556
Statutory Dues Payable	33,51,131	20,59,678
Total	55,06,270	34,93,892

Note - 3: Fixed Assets

Note - 3: Fixed Assets									Amount (Rs)
Particulars	WDV as on 01-04-2018	Additions from 01- 04-2018 to 30-09-2018	Additions from 01-10-2018 to 31- 03-2019	Total	DEPRECIATION				WDV as on 31-03-2019
					Dep'n Rate	On O-B + Additions 01-04-2018 to 30- 09-2018	On additions from 01-10-2018 to 31-03-2019	Total for the year	
Computer & Software	45,686			45,686	60%	27,412		27,412	18,274
Furniture & Fixtures	4,65,719		5,93,034	10,58,753	10%	46,572	49,420	95,992	9,62,762
Office Equipment	-		8,15,583	8,15,583	15%	-	67,965	67,965	7,47,618
Lease premises-Furniture & fittings*	-		20,40,448	20,40,448		-	1,70,037	1,70,037	18,70,411
Project linked assets									
Indus Bus project-DTV**	-	94,50,579		94,50,579		94,50,578		94,50,578	1
Total	5,11,405	94,50,579	34,49,065	1,34,11,049		95,24,562	2,87,422	98,11,984	35,99,065
Previous Year	6,05,546	8,003	324	6,13,873		1,02,468	24	1,02,468	5,11,405

* Amortized over the period of lease

** Amortized over the life of project



NIIT FOUNDATION

Note - 4: Security deposit and advances

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Security Deposits	21,75,136	10,71,583
Staff imprest	5,86,084	2,51,720
Prepaid Expenses	2,75,453	1,30,411
Total	30,36,673	14,53,714

Note - 5: Cash and Bank Balances

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Cash on Hand	-	3,500
Balance with Banks	7,15,88,109	6,14,69,922
Balance with Bank (FCRA Account)	1,07,40,033	2,86,48,298
Term Deposits with Banks	4,88,87,504	41,22,355
Total	13,12,15,646	9,42,44,076

Note - 6: Amount Receivable

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Sundry Debtors	1,57,01,274	1,69,11,605
Expenses Recoverable	1,62,967	10,76,314
Total	1,58,64,241	1,79,87,919

Note - 7: Other advance

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Advance GST deposit	-	3,99,664
Advances to Suppliers	4,60,755	2,09,195
Advances for capital expenditure	28,28,015	94,50,579
Total	32,88,770	1,00,59,438



NIIT FOUNDATION

Note - 8: Staff Remuneration Welfare & Other Expenses

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Staff Remuneration	6,59,06,939	4,71,75,798
PF Contribution	21,00,004	9,58,921
ESI Contribution	26,89,520	10,99,261
Gratuity expense	10,35,000	-
Staff Welfare	20,78,995	17,84,696
Total	7,38,10,458	5,10,18,676

Note - 9: Administrative Expenses

Particulars	Amount (Rs)	
	As at 31st March 2019	As at 31st March 2018
Postage and courier	12,97,527	7,43,881
Printing and stationary	23,23,982	10,00,649
Advertisement and publicity	5,36,220	3,64,759
Electricity expenses	18,64,328	12,60,095
Tele communication	20,79,329	21,12,160
Insurance expenses	3,33,496	18,220
Sundry expenses	5,74,965	4,32,216
Total	90,09,847	59,31,979



NIIT FOUNDATION**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 Technologies Ltd	CSR Fund	33,23,509
NIIT Smartserve Limited- I Give	Donation from Employee	24,150
NIIT Technologies Ltd	Donation from Employee	1,26,850
Mind Champion Learning Systems - I Give	Donation from Employee	3,000
Total		34,77,509

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	Premises and facilities expenses	10,28,583
NIIT Limited	Payment for student training	1,74,640
NIIT Yuva Jyoti Ltd	Purchase of Courseware	91,85,252
Mindchampion Learning Systems Ltd.	Purchase of learning Station Kit with Software and Courseware	37,98,375
Total		1,41,86,850

