

INDEPENDENT AUDITOR'S REPORT

To the Members of NIIT Foundation

Opinion

We have audited the accompanying financial statements of NIIT Foundation ("the Society"), which comprise the Balance Sheet as at March 31, 2026, and, the Income and Expenditure Account for the year then ended, and notes to the financial statements, including a summary of 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 financial statements give the information required by the Societies Registration Act, (XXI) 1860, as amended ("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 Society as at March 31, 2026, its surplus for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). 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 Society in accordance with the 'Code of Ethics' issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Management of the Society is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Society in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by the ICAI and the requirements of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act and the design, implementation and maintenance of internal control, relevant to the preparation of the 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, management is responsible for assessing the Society'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 Society or to cease operations, or has no realistic alternative but to do so.

The Management is also responsible for overseeing the Society's financial reporting process.



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 Society's internal control.
- 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 Society'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 Society 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 the management of the Society 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.



S.R. BATLIBOI & ASSOCIATES LLP

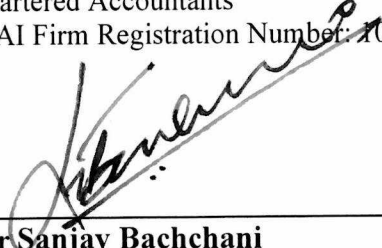
Chartered Accountants

We also provide the management 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.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004


per **Sanjay Bachchani**

Partner

Membership Number: 400419

UDIN: 26400419GJAZFN2439

Place of Signature: Gurugram

Date: September 07, 2026



NIIT FOUNDATION
Balance Sheet as at March 31, 2026

(All amounts are in INR Thousands, unless otherwise stated.)

Particulars	Note	As at March 31, 2026	As at March 31, 2025
Sources of Funds			
Unrestricted Funds			
Corpus funds	3	36,409	36,409
Reserve and surplus	4	4,88,582	4,47,790
Total own funds		5,24,991	4,84,199
Non-current liabilities			
Other long-term liabilities	5	653	12,490
Total non-current liabilities		653	12,490
Current liabilities			
Payables	6		
Total outstanding dues of micro, small and medium enterprises		2,320	907
Total outstanding dues of creditors other than micro, small and medium enterprises		10,907	27,846
Other current liabilities	7	81,656	1,48,964
Short-term provisions	8	10,982	3,958
Total current liabilities		1,05,865	1,81,675
Total		6,31,509	6,78,364
Application of Funds			
Non-current assets			
Property, plant and equipment			
Property, plant and equipment	9	20,115	62,198
Capital work-in-progress	9.1	-	28,633
Income tax assets (net)	10	22,673	24,397
Other Long-term assets	11	93,408	5,513
Total non-current assets		1,36,196	1,20,741
Current assets			
Inventories	12	3,242	3,771
Receivables	13	11,081	8,121
Cash and bank balances	14	4,55,525	4,99,710
Short-term loans and advances	15	7,089	18,313
Other current assets	16	18,376	27,708
Total current assets		4,95,313	5,57,623
Total		6,31,509	6,78,364

Summary of significant accounting policies 2
The accompanying notes are an integral part of these financial statements,
As per our report of even date attached.

For S. R. Batliboi & Associates LLP
Chartered Accountants
Firm registration number: 101049W/ E300004

per Sanjay Bachchani
Partner
Membership number: 400419
Place: Gurugram
Date: September 07, 2026

For and on behalf of Governing Body of NIIT Foundation

Rajendra S Pawar
President
Place: Gurugram
Date: September 07, 2026

Vijay K Thadani
Secretary & Treasurer
Place: Gurugram
Date: September 07, 2026



NIIT FOUNDATION**Income and Expenditure Account for the year ended March 31, 2026**

(All amounts are in INR Thousands, unless otherwise stated.)

Particulars	Note	Year ended March 31, 2026	Year ended March 31, 2025
Income			
Donations and grants	17	6,87,449	7,48,100
Fees from educational activities	18	37,067	46,686
Other income	19	29,749	26,686
Total income		7,54,265	8,21,472
Expenses			
Employee benefit expense	20	3,66,964	2,66,866
Depreciation expense	9	72,984	61,333
Other expenses	21		
- Program expenses		2,34,493	3,86,923
- Administration expenses		39,032	36,819
Total expenses		7,13,473	7,51,941
Excess of income over expenditure for the year		40,792	69,531

Summary of significant accounting policies 2
The accompanying notes are an integral part of these financial statements,
As per our report of even date attached.

For S. R. Batliboi & Associates LLP

Chartered Accountants

Firm registration number: 101049 W/ E300004

[Signature]
per Sanjay Bachchani
Partner

Membership number: 400419

Place: Gurugram

Date: September 07, 2026

**For and on behalf of Governing Body of NIIT Foundation***[Signature]*
Rajendra S Pawar

President

Place: Gurugram

Date: September 07, 2026

[Signature]
Vijay K Thadani

Secretary & Treasurer

Place: Gurugram

Date: September 07, 2026

NIIT FOUNDATION

Notes to financial statements for the year ended March 31, 2026

1. Brief about the entity

NIIT Foundation ("the Society") is registered under the Societies Registration Act, (XXI) of 1860, vide registration number S/50787/2004 dated December 01, 2004. The Society has been granted an exemption under Section 12A of the Income Tax Act, 1961 vide Letter number DIT(E)/12A/2005-06/N-845/1616 dated March 30, 2006, renewed under Unique Registration Number AACAN3951EE20182 dated October 02, 2021, and further renewed under Unique Registration Number AACAN3951E25DL01 dated January 28, 2026. The renewed registration is effective from January 28, 2026 and is valid for five years. Its mission is to positively impact the underprivileged of the country through educational initiatives and employability skill development programs.

2. Significant Accounting Policies

a. Basis of preparation

The financial statements of the Society have been prepared under historical cost convention, on the accrual basis of accounting in accordance with the applicable accounting standards and Technical guide on accounting for Not-for Profit Organisations (NPOs) issued by the Institute of Chartered Accountants of India ('ICAI') and the generally accepted accounting principles (GAAP). The accounting policies adopted in the preparation of financial statements are consistent with those of the previous year. All amounts are in Indian Rupees ('000), unless otherwise stated.

The financial statements of the Society have been prepared in accordance with Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI). The following accounting standards mentioned below are not applicable to Society for the current year

- a. AS 3 – Cash Flow Statement
- b. AS 14 – Accounting for Amalgamations
- c. AS 17 – Segment reporting
- d. AS 18 – Related Party Disclosures
- e. AS 20 – Earning Per Share
- f. AS 21 - Consolidated Financial Statements
- g. AS 23 - Accounting for Investments in Associates in Consolidated Financial Statements
- h. AS 24 - Discontinuing Operations
- i. AS 25 - Interim Financial Reporting
- j. AS 27 - Financial Reporting of Interests in Joint Ventures
- k. AS 28 – Impairment of assets

Further, certain disclosure requirements with respect to the following accounting standards are also not applicable for the current year:

- a. AS 10 - Property, Plant and Equipment
- b. AS 11 - The Effects of Changes in Foreign Exchange Rates
- c. AS 13 - Accounting for Investments
- d. AS 15 - Employee Benefits
- e. AS 19 - Leases
- f. AS 22 - Accounting for Taxes on Income
- g. AS 26 - Intangible Assets
- h. AS 29 - Provisions, Contingent Liabilities and Contingent Assets

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements. The Actual result could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods. Contingencies are recorded when it is probable that liability will be incurred, and the amount can be reasonably estimated.



NIIT FOUNDATION

Notes to financial statements for the year ended March 31, 2026

- c. **Corpus Fund:** Corpus contributions received with a specific written direction from the donor that such contribution shall form part of the Corpus Fund of the Society are credited directly to the Corpus Fund. Membership fees, joining fees or similar contributions are credited to the Corpus Fund where such receipts are expressly designated towards the Corpus Fund in accordance with the Memorandum of Association and Rules of the Society and approved by the Governing Body. The Corpus Fund is maintained separately from unrestricted funds and is utilised in accordance with the specific donor directions, applicable statutory provisions and approvals of the Governing Body.
- d. **Income** - The Society recognizes and accounts for its income as under:
- Grants and CSR Funds – Grants and CSR funds received with specific purpose are recognized as Income on the basis of cost spent of the project for which such funds are received.
 - Donations without specific purpose are recognized as donation income in the year in which it is received.
 - Fees from Educational Activities-
 - Training Income is recognized based on Training provided to other teachers & students as per the agreements or / and requirement.
 - Courseware Income is recognized based on Courseware delivered to other NGO's as per their agreements or / and requirement.
 - Interest on Bank deposits – Interest on fixed deposits is recognized on a time proportionate basis taking into account the amount outstanding and the rate applicable. Interest on funds received for a specific purpose is added to the specific fund and not recognized as income in the year of accrual, the same is added in the respective grant and recognized along with grants received as per (a) above
 - The initial membership fee received from members is credited to the Corpus Fund of the Society. Annual subscriptions fee received from members are recognized as income on receipt.
- e. **Cost Recognition** - Costs and expenses are recognised when incurred and have been classified according to their primary nature. The costs of the Society are broadly categorised in Employee benefit expenses, Depreciation, Other expenses. Employee costs include employee compensation, allowances paid, contribution to various funds, and staff welfare expenses. Other expenses majorly include rental, travelling and conveyance, consumables and courseware, Repair and Maintenance, Legal and Professional charges, Communication charges, Printing and stationery, Postage and courier, Power and fuel, insurance expenses advertisement and marketing incurred with respect to donations and grants received.
- f. **Property, plant, and equipment**— are stated at cost less accumulated depreciation and accumulated impairment loss, if any. Cost includes freight, duties, taxes, insurance and expenses incidental to the installation of the asset. Depreciation on Property, plant, and equipment is provided on a written-down value basis as consistently followed based on income tax rate:

Particulars	Rate of Depreciation
Computers	40%
Furniture and fixtures	10%
Office equipment	15%

The cost of renovation on leased premises is capitalized and amortized over the period of the lease.

Assets linked to a project are Depreciated / amortized over the life of the project. The corresponding funds received are also recognized over the period of the contract. Upon transfer of such assets to the Society, these assets are recorded at nominal value.

- g. **Inventory** - Educational material at the end of the year comprises courseware materials and other consumables. Inventory is valued at the lower of cost and net realizable value. Cost is determined on First in First Out('FIFO') basis.
- h. **Provision and contingent liability** – A provision is recognized in the financial statements where there is a present obligation as a result of past events, the amount of which is reliably certain, and an outflow of resources would probably be necessary to settle the obligation. Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by when the occurrence or non-occurrence of one or more uncertain future events which is not within the control of Society.



- i. **Foreign exchange transactions** – Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Foreign currency assets and liabilities are restated at the rate prevailing on the date of the Balance Sheet. The difference between the year-end rate and exchange rate as at the date of the transaction, if any, is recorded as an expense or income in the Income and Expenditure Account.

j. **Employee Benefits**

The obligation towards various employee benefits has been recognized as follows:

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering services are classified as short-term employee benefits. Benefits such as salaries and allowances, are recognized in the Income and Expenditure Account in the period in which the employee renders the related services.

Post-employment benefits

Defined contribution plan: 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.

Defined benefit plan: In accordance with the applicable provisions of the Code on Social Security, 2020, with effect from November 21, 2025, and the Payment of Gratuity Act, 1972, as applicable prior to such date, the 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 retirement, death, incapacitation, or termination of employment, of an amount based on the employee's salary and tenure of employment. Liabilities with regard to gratuity are determined at year-end based on actuarial valuation and are funded through the LIC scheme for employee gratuity scheme approved by the Government of India.

Short-term compensated absences: Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Society measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Society has considered the applicable provisions of the Labour Codes, including the Code on Social Security, 2020 and the Code on Wages, 2019, effective from November 21, 2025, in accounting for employee benefits and related statutory obligations.

k. **Taxes**

Income Tax: The Society is registered under section 12AB(1)(b) and 80G of the Income-tax Act, 1961 and is eligible for exemption in respect of its income under the provisions applicable to charitable or religious institutions, subject to fulfilment of the conditions prescribed under the Act. Accordingly, income tax, if any, is recognised based on the taxable income determined in accordance with the applicable provisions of the Income-tax Act, 1961.

Goods and Services Tax (GST): The Society is registered under the applicable provisions of the Goods and Services Tax laws. GST is accounted for on taxable supplies of goods and services made by the Society in accordance with the applicable provisions of the Central Goods and Services Tax Act, 2017 and other applicable GST laws. Supplies qualifying for exemption under the applicable GST provisions are accounted for accordingly.

Deferred Tax: Deferred tax assets and liabilities are not recognised, as the provisions relating to deferred tax are not applicable to the Society based on its applicable accounting framework and tax status.

- l. **Leases** – Lease rentals in respect of operating leases are charged to expense when due as per terms of the related agreements.



NIIT FOUNDATION

Notes to financial statements for the year ended March 31, 2026

- m. Current/Non-Current Classification** – The Society classifies its assets and liabilities into current and non-current categories for the purpose of financial statement presentation. Assets and liabilities expected to be realized, consumed, or settled within twelve months from the balance sheet date are classified as current. All other assets and liabilities are classified as non-current. Society considers a period of twelve months as its normal operating cycle for this classification.

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NIIT FOUNDATION**Notes to the financial statements for the year ended March 31, 2026**

(All amounts are in INR Thousands, unless otherwise stated.)

3: Corpus funds

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	36,409	36,409
Add: Funds received during the year	-	-
Closing balance	36,409	36,409

4: Reserve and surplus

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	4,47,790	3,78,259
Add: Excess of income over expenditure for the year	40,792	69,531
Closing balance	4,88,582	4,47,790

5: Other long-term liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Income received in advance	523	12,490
Lease Equalisation reserve	130	-
Total	653	12,490

6: Payables

Particulars	As at March 31, 2026	As at March 31, 2025
Total outstanding dues of micro, small and medium enterprises (Refer note - 23)	2,320	907
Total outstanding dues of creditors other than micro, small and medium enterprises	10,907	27,846
Total	13,227	28,753

7: Other current liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Income received in advance	21,216	97,333
Advance against projects	43,626	35,055
Employee related payables	10,667	7,934
Statutory liabilities		
TDS payable	1,741	4,012
Provident fund payable	3,015	3,081
Goods and service tax payable	657	1,100
Lease Equalisation reserve	372	-
Other statutory dues payable	362	449
Total	81,656	1,48,964

8: Short-term provisions

Particulars	As at March 31, 2026	As at March 31, 2025
Provision for gratuity (Refer note 22)	10,526	2,256
Provision for short-term compensated absences	456	1,702
Total	10,982	3,958



NIIT FOUNDATION
Notes to the financial statements for the year ended March 31, 2026

(All amounts are in INR Thousands, unless otherwise stated.)

9: Property, plant and equipment

Particulars	Tangible Assets									Total
	Computers	Furniture and Fixtures	Office Equipment	Lease Premises- Furniture & fittings	Indus Digibus*	Motherson Digibus*	Huawei Digibus*	ATOS Syntel Digibus*	Ciena Digibus*	
Gross Block										
At April 1, 2024	990	1,079	816	2,040	27,042	9,074	35,493	-	8,986	85,520
Additions	-	-	-	-	67,947	7,188	-	17,669	8,855	1,01,659
Deductions / adjustments	-	-	-	-	-	-	-	-	-	-
At April 1, 2025	990	1,079	816	2,040	94,989	16,262	35,493	17,669	17,841	1,87,179
Additions	-	540	1,124	6,621	22,616	-	-	-	-	30,901
Deductions / adjustments	958	-	-	-	-	-	-	-	-	958
At March 31, 2026 (A)	32	1,619	1,940	8,661	1,17,605	16,262	35,493	17,669	17,841	2,17,122
At March 31, 2025 (B)	990	1,079	816	2,040	94,989	16,262	35,493	17,669	17,841	1,87,179
Accumulated depreciation										
At April 1, 2024	929	820	816	2,040	27,042	9,074	20,476	-	2,451	63,648
Depreciation charge during the year	36	26	-	-	36,353	2,097	15,016	3,275	4,530	61,333
Deductions / adjustments	-	-	-	-	-	-	-	-	-	-
At April 1, 2025	965	846	816	2,040	63,395	11,171	35,492	3,275	6,981	1,24,981
Depreciation charge during the year	10	77	169	662	54,210	3,594	1	7,197	7,064	72,984
Deductions / adjustments	958	-	-	-	-	-	-	-	-	958
At March 31, 2026 (C)	17	923	985	2,702	1,17,605	14,765	35,493	10,472	14,045	1,97,007
At March 31, 2025 (D)	965	846	816	2,040	63,395	11,171	35,492	3,275	6,981	1,24,981
Net Block										
At March 31, 2026 (A-C)	15	696	955	5,959	-	1,497	-	7,197	3,796	20,115
At March 31, 2025 (B-D)	25	233	-	-	31,594	5,091	1	14,394	10,860	62,198

* Project linked assets are used for specific projects and are being amortized over the life of the projects. Post completion of the projects, these assets are to be used or handover to others as per the instructions of project sponsors.

9.1: Capital work-in-progress

Particulars	March 31, 2026				March 31, 2025				Total
	Indus Digibus	Office Installation	ATOS Syntel Digibus	Motherthon Digibus	Indus Digibus	Office Installation	Ciena Digibus	Total	
Opening Balance	23,013	5,620	4,400	2,500	34,220	-	-	41,120	
Add: Additions during the year	-	2,665	13,474	4,768	57,714	5,620	8,968	90,544	
Less: Capitalised during the year	22,617	8,285	17,669	7,188	67,947	-	8,855	1,01,659	
Less: Transfer to prepaid expenses (Insurance)	396	-	205	80	974	-	113	1,372	
Closing Balance	-	-	-	-	23,013	5,620	-	28,633	



NIIT FOUNDATION

Notes to the financial statements for the year ended March 31, 2026

(All amounts are in INR Thousands, unless otherwise stated.)

10: Income tax assets (net)

Particulars	As at March 31, 2026	As at March 31, 2025
Tax Deducted at source recoverable (including tax collected as source)	19,104	20,828
Demands paid under protest (Refer note - 26)	3,569	3,569
Total	22,673	24,397

11: Other Long-term assets

Particulars	As at March 31, 2026	As at March 31, 2025
Security deposits	7,878	5,513
Prepaid expenses	318	-
Interest accrued on fixed deposits	3,385	-
Other bank balances		
Fixed deposits with remaining maturity of more than twelve months	81,827	-
Total	93,408	5,513

12: Inventories

Particulars	As at March 31, 2026	As at March 31, 2025
Courseware	1,721	2,138
Project related inventory	1,521	1,633
Total	3,242	3,771

13: Receivables

Particulars	As at March 31, 2026	As at March 31, 2025
Unsecured, considered good		
Receivable against grants		
Outstanding for a period exceeding six months from the date they are due for payment	-	-
Others	9,212	7,130
Total (A)	9,212	7,130
Receivable against educational activities		
Outstanding for a period exceeding six months from the date they are due for payment	21	178
Others	1,848	813
Total (B)	1,869	991
Total (A+B)	11,081	8,121

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NIIT FOUNDATION

Notes to the financial statements for the year ended March 31, 2026

(All amounts are in INR Thousands, unless otherwise stated.)

14: Cash and bank balances*

Particulars	As at March 31, 2026	As at March 31, 2025
A. Cash and Cash Equivalents		
Balances with Banks		
On current account	19,783	2,878
On saving accounts	82,716	80,679
On saving accounts under Foreign Contribution Regulation Act, 2010 (Refer note - 25)	25,377	-
Fixed deposits		
Deposits with original maturity of less than three months	1,01,982	1,61,476
Total (i)	2,29,858	2,45,033
B. Other Bank balances		
Balances with Banks		
On saving accounts under Foreign Contribution Regulation Act, 2010 (Refer note - 25)	-	24,742
Fixed deposits		
Deposits with original maturity for more than 3 months but less than 12 Months	2,25,667	2,29,935
Total (ii)	2,25,667	2,54,677
Total Cash and bank balances (i + ii)	4,55,525	4,99,710

*Cash and bank balance includes restricted funds received for specific purposes, which are subject to donor-imposed conditions and are required to be utilised solely for the designated objectives.

15: Short-term loans and advances

Particulars	As at March 31, 2026	As at March 31, 2025
Unsecured, considered good		
Advances to suppliers	5,372	15,147
Input tax credit receivable under GST	1,717	3,166
Total	7,089	18,313

16: Other current assets

Particulars	As at March 31, 2026	As at March 31, 2025
Interest accrued on fixed deposits	9,614	13,643
Prepaid expenses	6,757	12,106
Staff imprest	2,005	1,959
Total	18,376	27,708

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NIIT FOUNDATION

Notes to the financial statements for the year ended March 31, 2026

(All amounts are in INR Thousands, unless otherwise stated.)

17: Donations and grants

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Grants and CSR funds	6,87,158	7,48,076
Donations (Refer note 24)	287	20
Annual subscription fees	4	4
Total	6,87,449	7,48,100

18: Fees from educational activities

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Educational activities	37,067	46,686
Total	37,067	46,686

19: Other income

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Interest income		
On fixed deposits [Refer note (i) below]	25,827	20,725
On saving accounts [Refer note (i) below]	659	1,051
On saving accounts under Foreign Contribution Regulation Act, 2010	636	633
On Income tax refund	111	-
Miscellaneous income [Refer note (ii) below]	2,516	4,277
Total	29,749	26,686

(i) Excluding interest income of INR 4,576 thousand (Previous year: INR 5,990 thousand), which has been transferred to the project sponsor's account for utilization towards the respective projects. (Refer Note 7)

(ii) During the year, the Society completed all the contractual obligations under a specific project and interest income generated on surplus funds amounting to INR 0.12 Thousand has been transferred to miscellaneous income.

20: Employee benefit expense

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Salary, wages and other allowances	3,23,914	2,38,381
Contribution to provident and other funds	21,364	16,527
Gratuity expenses*	14,160	2,988
Staff welfare expenses	7,526	8,970
Total	3,66,964	2,66,866

*In November 2025, the Government of India notified provisions of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as the "Labour Codes"). Considering the material and non-recurring nature of the impact of new Labour Codes, the increase in gratuity liability attributable to past service costs amounting to INR 12,046 thousand has been disclosed in the financial statements for the year ended March 31, 2026.

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NIIT FOUNDATION**Notes to the financial statements for the year ended March 31, 2026**

(All amounts are in INR Thousands, unless otherwise stated.)

21: Other expenses**Program expenses**

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Consumable and courseware (Refer note 24)	1,18,273	2,51,464
Project and program related services	36,754	81,012
Travelling and conveyance expenses	22,470	17,195
Repairs and maintenance		
Repairs and maintenance – Building	1,782	2,335
Repairs and maintenance – Others	24,223	15,634
Rent expenses (Refer note 27)	27,022	17,383
Sundry expenses	3,969	1,900
Total	2,34,493	3,86,923

Administration expenses

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Legal and Professional charges	6,235	8,436
Communication expenses	5,870	5,907
Printing and stationary	9,381	6,250
Postage and courier	6,173	4,781
Power and fuel	4,789	3,562
Provision for doubtful debts and other receivables	1,687	634
Advertisement and marketing	1,453	4,219
Insurance	3,090	2,633
Payment to auditors (Refer note below)	350	385
Bank charges	4	12
Total	39,032	36,819

Payment to Auditors

	Year ended March 31, 2026	Year ended March 31, 2025
Audit fee (excluding goods and service tax)	350	350
Out of pocket expenses	-	35
Total	350	385

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NIIT FOUNDATION**Notes to financial statements for the year ended March 31, 2026**

22. Principal assumptions used for gratuity valuation are as follows:

Particulars	March 31, 2026	March 31, 2025
Discount rate	6.50%	6.40%
Salary growth rate	9.00%	9.00%
Attrition rate	Below 30 years – 51.00% 31 – 40 years – 37.00% 41 -50 years – 11.00% Above 50 years – 1.00%	Below 30 years – 57.00% 31 – 40 years – 35.00% 41 -50 years – 6.00% Above 50 years – 1.00%

23. Parties covered under the Micro, Small, and Medium Enterprises Development Act, 2006 (MSMED Act) have been identified on the basis of information available with the Society. Disclosures as per Section 22 of the Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 are as follows:

Amount in INR. Thousands

Particulars	As at March 31, 2026	As at March 31, 2025
The principal amount and the interest due thereon remaining unpaid to any suppliers		
- Principal amount	2,320	907
- Interest thereon	-	-
The amount of payment made to the supplier beyond the appointed day and the interest thereon, during an accounting year		
- Principal amount	-	-
- Interest thereon	-	-
The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
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	-	-

24. Related party transactions

a. Related Parties

- i. The Society has identified the following entities/companies as related parties having one or more common directors and members:
 - NIIT Limited
 - NIIT University
 - NIIT Learning Systems Limited
 - Pace Education and Financial Services Private Limited
- ii. The Society has identified the following persons as the key persons (KP) who are holding office and have significant influence:
 - Mr. Rajendra S Pawar (President)
 - Mr. Vijay K Thadani (Secretary & Treasurer)
 - Mr. P Rajendran (Vice President)



NIIT FOUNDATION**Notes to financial statements for the year ended March 31, 2026**

b. The following is a summary of related party transactions.

i. Receipts as donations collected from respective company / employees

Amount in INR Thousands

Particulars	Transactions during FY 2025-26	Balance outstanding as at March 31, 2026	Transactions during FY 2024-25	Balance outstanding as at March 31, 2025
NIIT Limited (Employees Donation)	-	-	19	-
NIIT Learning Systems Limited (Employees Donation)	5	-	-	-
Pace Education and Financial Services Private Limited	200	-	-	-

ii. Payment for the purchase of books / study materials and purchase of used laptops and desktops

Amount in INR Thousands

Particulars	Transactions during FY 2025-26	Balance outstanding as at March 31, 2026	Transactions during FY 2024-25	Balance outstanding as at March 31, 2025
NIIT Learning Systems Limited	291	-	317	-
NIIT Limited	-	-	41	-

25. Foreign Contribution Regulation Act (FCRA) Registration

The Society was registered under Foreign Contribution Regulation Act, 2010 (FCRA, 2010) and maintained its FCRA designated bank account with authorised banks. However, on August 7, 2024, the Society's application for renewal of registration was rejected by the competent authority. Consequently, the society is not allowed to receive any further foreign contributions and not allowed to utilize the existing funds till the time fresh registration is obtained. The society has filed a fresh application for the new registration on November 26, 2025 and the registration has been granted by the Ministry of Home Affairs on February 27, 2026 valid up to February 26, 2031.

The movement in the FCRA designated bank account during the year is as follows:

Amount in INR Thousands

Particulars	As at March 31, 2026	As at March 31, 2025
Opening Balance	24,742	17,438
Add: Collection in FCRA account		
- Interest on saving bank accounts	635	633
- Contributions received directly from foreign sources	-	10,686
Sub-total	25,377	28,757
(Less): Payment from FCRA account	-	(4,015)
Closing Balance	25,377	24,742



NIIT FOUNDATION**Notes to financial statements for the year ended March 31, 2026**

26. The Society has deposited ₹3,569 thousand under protest against aggregate income-tax demands of ₹16,963 thousand relating to FY 2013-14, FY 2014-15, FY 2016-17, FY 2017-18 and FY 2020-21 as follows:

(Amount in INR Thousands)

Financial Year	Demand raised	Paid under Protest	Appeal pending with
2013-14	248	50	NA
2014-15	2,713	543	NA
2016-17	9,452	1,900	CIT(A)
2017-18	3,017	769	CIT(A)
2020-21	1,533	307	CIT(A)
Total	16,963	3,569	

For FY 2013-14 to FY 2017-18, the demands arose principally from denial of exemption under sections 11 and 12 of the Income-tax Act, 1961. The Hon'ble Delhi High Court has decided the matters relating to FY 2013-14 in favour of the Society and consequently, CIT (A) has passed favourable orders for FY 2013-14 and FY 2014-15. Appeals for FY 2016-17 and FY 2017-18 are pending before the CIT(A). Considering the similarity of the underlying facts and based on inputs from its tax expert, management believes that the likelihood of liability devolving upon the Society is not probable and, accordingly, no provision has been considered necessary.

For FY 2020-21, an adjustment was made pursuant to an intimation under section 143(1) in relation to the reporting of foreign contributions. The Society has filed an appeal before the CIT(A). Based on inputs from its tax expert, management believes that the likelihood of liability devolving upon the Society is not probable and, accordingly, no provision has been considered necessary.

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NIIT FOUNDATION

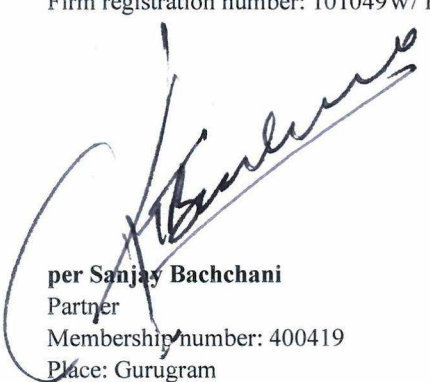
Notes to financial statements for the year ended March 31, 2026

27. The aggregate lease rental expense recognised in the income and expenditure account is INR 27,022 thousand (Previous year: INR 17,383 thousand), paid towards running of centers and corporate office.
28. Previous year's figures have been regrouped / reclassified, wherever necessary to conform to the current year's classification.

For S. R. Batliboi & Associates LLP

Chartered Accountants

Firm registration number: 101049W/ E300004


per Sanjay Bachchani

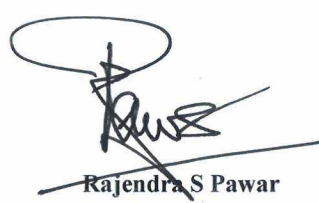
Partner

Membership number: 400419

Place: Gurugram

Date: September 07, 2026

For and on behalf of Governing Body of NIIT Foundation


Rajendra S Pawar

President

Place: Gurugram

Date: September 07, 2026


Vijay K Thadani

Secretary & Treasurer

Place: Gurugram

Date: September 07, 2026

