

Independent Auditors' Report

To the Members of NSE Foundation

Report on the Audit of the Financial Statements

Opinion

1. We have jointly audited the accompanying financial statements of NSE Foundation ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Income and Expenditure (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and total comprehensive income (comprising of excess of expenditure over income and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

3. We conducted our joint audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, 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 opinion.

Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



INDEPENDENT AUDITORS' REPORT

To the Members of NSE Foundation

Report on Audit of the Financial Statements

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Responsibilities of management and those charged with governance for the financial statements

5. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' responsibilities for the audit of the financial statements

7. 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 auditors' 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.
8. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



INDEPENDENT AUDITORS' REPORT

To the Members of NSE Foundation

Report on Audit of the Financial Statements

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- 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.
9. 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.

Other Matter

10. The financial statements of the Company for the year ended March 31, 2022, were audited by the present Joint Statutory Auditor M/s. Gokhale & Sathe Chartered Accountants under the Act who, vide their report dated May 03, 2022, expressed an unmodified opinion on those financial statements.
Our opinion is not modified in respect of above matter.

Report on other legal and regulatory requirements

11. This report does not contain a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act as, in our opinion, and according to the information and explanations given to us, the Order is not applicable in the case of the Company.
12. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The Balance Sheet, the Statement of Income and Expenditure (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company was not required to recognise a provision as at March 31, 2023 under the applicable law or accounting standards, as it does not have any material foreseeable losses on long-term contract. The Company did not have any derivative contracts as at March 31, 2023.



Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of NSE Foundation on the financial statements for the year ended March 31, 2023
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Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of NSE Foundation ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

6. A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and



Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of NSE Foundation on the financial statements for the year ended March 31, 2023

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fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For Price Waterhouse & Co Chartered Accountants LLP.
Firm Registration Number: 304026E/ E-300009

Ritesh M. Dedhia
Partner
Membership Number: 117607

UDIN: 23117607BGYYJO1892

Place: Mumbai
Date: April 25, 2023

For Gokhale & Sathe Chartered Accountants
Firm Registration Number: 103264W

Atul Kale
Partner
Membership Number: 109947

UDIN: 23109947BGVVPO4471

Place: Mumbai
Date: April 25, 2023



FS-04

NSE FOUNDATION
(CIN: U74999MH2018NPL305854)
BALANCE SHEET AS AT MARCH 31, 2023

Particulars	Notes	As at 31.03.2023	As at 31.03.2022
Rs. in Lakhs			
I. ASSETS			
Non Current assets			
Financial assets			
-Other Financial assets	2	0.15	0.15
Income tax assets	12	5.82	15.13
Other non-current asset	5	0.08	0.10
Total Non Current Assets		6.05	15.38
Current assets			
Financial assets			
-Investments	4	1,417.08	1,264.46
-Cash and Cash equivalents	7	64.26	153.61
-Bank balances other than cash and cash equivalents	8	297.46	1,686.94
-Other Financial Assets	3	14.75	58.92
Other current assets	6	1,213.18	0.02
Total Current Assets		3,006.73	3,163.95
TOTAL ASSETS		3,012.78	3,179.33
II. EQUITY AND LIABILITIES			
EQUITY			
Equity Share capital	9	5.00	5.00
Other Equity	10	2,579.41	3,036.72
TOTAL EQUITY		2,584.41	3,041.72
LIABILITIES			
Current liabilities			
Financial Liabilities			
-Trade Payables			
Total Outstanding dues of micro enterprises and small enterprises		-	-
Total Outstanding dues of creditors other than micro enterprises and small enterprises	11	393.60	120.00
Other Current Liabilities	13	34.77	17.61
Total Current Liabilities		428.37	137.61
TOTAL LIABILITIES		428.37	137.61
TOTAL EQUITY AND LIABILITIES		3,012.78	3,179.33
Summary of significant accounting policies	1		
The above balance sheet should be read in conjunction with the accompanying notes			

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

For Price Waterhouse & Co Chartered Accountants LLP
Firm's Registration no : 304026E / E-300009


Ritesh Dedhia
Partner
Membership No.: 117607

For Gokhale & Sathe
Chartered Accountants
Firm's Registration no: 103264W

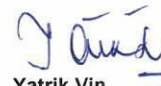

Atul Kale
Partner
Membership No.: 109947



For and on behalf of the Board of Directors


Veneet Nayar
Chairman
[DIN: 02007846]


Jayant Kumar Banthia
Director
[DIN: 05299550]


Yatrik Vin
Director
[DIN: 07662795]


Rema Mohan
Chief Executive Officer

Place: Mumbai
Date: April 25, 2023



NSE FOUNDATION
(CIN: U74999MH2018NPL305854)
STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2023

Particulars	Notes	Rs. in Lakhs	
		For the year ended 31.03.2023	For the year ended 31.03.2022
Income			
Donations	14	4,821.74	5,847.82
Other income	15	217.86	144.22
Total Income		5,039.60	5,992.04
Expenses			
Grants	16	5,176.08	6,759.92
Deputed Personnel Cost	24	182.15	166.42
Other operating expenses	17	138.68	48.28
Total Expenses		5,496.91	6,974.62
Excess of expenditure over income before tax for the year		(457.31)	(982.58)
Total Tax Expense		-	-
Excess of expenditure over income for the year		(457.31)	(982.58)
Other Comprehensive Income		-	-
Total Comprehensive (loss) for the year		(457.31)	(982.58)

Summary of significant accounting policies

1

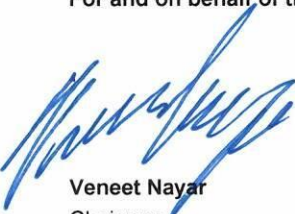
The above statement of income and expenditure should be read in conjunction with the accompanying notes.

This is the Statement of income and expenditure referred to in our report of even date

For Price Waterhouse & Co Chartered Accountants LLP
Firm's Registration no : 304026E / E-300009


Ritesh Dedhia
Partner
Membership No.: 117607

For and on behalf of the Board of Directors


Veneet Nayar
Chairman
[DIN: 02007846]


Jayant Kumar Banthia
Director
[DIN: 05299550]

For Gokhale & Sathe
Chartered Accountants
Firm's Registration no: 103264W


Atul Kale
Partner
Membership No.: 109947




Yatrik Vin
Director
[DIN: 07662795]


Rema Mohan
Chief Executive Officer

Place: Mumbai
Date: April 25, 2023



NSE FOUNDATION
(CIN: U74999MH2018NPL305854)
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2023

(A) Equity Share Capital

Rs. in Lakhs

Equity Share Capital	Amount
Balance as at April 1, 2021	5.00
Changes in equity share capital during the year	-
Balance as at March 31, 2022	5.00
Balance as at April 1, 2022	5.00
Changes in equity share capital during the year	-
Balance as at March 31, 2023	5.00

(B) Other Equity

Rs. in Lakhs

Retained Earnings	Amount
Balance as at April 1, 2021	4,019.30
Excess of expenditure over income	(982.58)
Other Comprehensive Income	-
Balance as at March 31, 2022	3,036.72
Retained Earnings	Amount
Balance as at April 1, 2022	3,036.72
Excess of expenditure over income	(457.31)
Other Comprehensive Income	-
Balance as at March 31, 2023	2,579.41

The above statement of changes in equity should be read in conjunction with the accompanying notes.

This is the statement of changes in equity referred to in our report of even date

For Price Waterhouse & Co Chartered Accountants LLP
Firm's Registration no : 304026E / E-300009


Ritesh Dedhia
Partner
Membership No.: 117607


For Gokhale & Sathe
Chartered Accountants
Firm's Registration no: 103264W


Atul Kale
Partner
Membership No.: 109947



For and on behalf of the Board of Directors


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Director
[DIN: 07662795]


Rema Mohan
Chief Executive Officer

Place: Mumbai
Date: April 25, 2023



NSE FOUNDATION
(CIN: U74999MH2018NPL305854)
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2023

Particulars	Notes	For the year ended March 31, 2023	Rs. in Lakhs For the year ended March 31, 2022
A) CASH FLOWS FROM OPERATING ACTIVITIES			
Excess of Expenditure over Income for the year		(457.31)	(982.58)
Less : Adjustments for :			
Interest income	15	(42.23)	(67.62)
Net gain on sale of investments mandatorily measured at Fair Value through Profit or Loss	15	(112.94)	(65.60)
Net gain on financial assets mandatorily measured at Fair Value through Profit or Loss	15	(61.80)	(10.10)
Working Capital Changes			
Increase in trade payables	11	273.61	26.78
Increase in other current liabilities	13	17.16	4.85
Decrease in other non current assets	5	0.02	0.02
(Increase)/Decrease in other current assets	6	(1,213.16)	-
CASH GENERATED FROM OPERATIONS		(1,596.66)	(1,094.26)
Income Tax refund	12	9.31	4.35
NET CASH OUTFLOW FROM OPERATING ACTIVITIES - TOTAL (A)		(1,587.34)	(1,089.91)
B) CASHFLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of Investments		(4,065.00)	(4,350.00)
Proceeds from sale of Investments		4,087.12	5,551.18
Payments for purchase of Fixed Deposits		(297.46)	(1,170.00)
Proceeds from Fixed Deposits		1,686.94	1,070.42
Interest Received	3, 15	86.39	57.85
NET CASH INFLOW FROM INVESTING ACTIVITIES - TOTAL (B)		1,497.99	1,159.45
C) CASHFLOWS FROM FINANCING ACTIVITIES			
NET CASH INFLOW FROM FINANCING ACTIVITIES - TOTAL (C)		-	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B)		(89.35)	69.55
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	7	153.61	84.06
CLOSING CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	7	64.26	153.61
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(89.35)	69.55

Reconciliation of cash and cash equivalents as per the cash flow statement

Cash and cash equivalents as per above comprise of the following

Balances with banks			
In current accounts		64.26	153.61
Balances per statement of cash flows		64.26	153.61

The Statement of Cash Flows has been prepared under the "Indirect Method" as set out in the Ind AS - 7 on Statement of Cash Flow as notified under Companies (Indian Accounting Standards) Rules, 2015.

The above statement of cash flows should be read in conjunction with the accompanying notes.

This is the Statement of Cash flows referred to in our report of even date

For Price Waterhouse & Co Chartered Accountants LLP
Firm's Registration no : 304026E / E-300009

Ritesh Dedhia
Ritesh Dedhia
Partner
Membership No.: 117607

Atul Kale
For Gokhale & Sathe
Chartered Accountants
Firm's Registration no: 103264W

Atul Kale
Atul Kale
Partner
Membership No.: 109947



Place: Mumbai
Date: April 25, 2023

For and on behalf of the Board of Directors

Veneet Nayar
Veneet Nayar
Chairman
[DIN: 02007846]

Yatrik Vin
Yatrik Vin
Director
[DIN: 07662795]

Jayant Kumar Banthia
Jayant Kumar Banthia
Director
[DIN: 05299550]

Rema Mohan
Rema Mohan
Chief Executive Officer



Background and Significant Accounting Policies

Background

NSE Foundation (“the Company”) was incorporated on March 5, 2018 as a Company registered under Section 8 of the Companies Act, 2013. The Company is engaged in promoting and funding projects and / or programs, relating to Corporate Social Responsibility (CSR) as required by Section 135 read with Schedule VII to the Companies Act, 2013 such as eradication of hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water; to promote education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects, to promote gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups.

Note 1: Significant accounting policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements (“financial statements”). These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation

(i) Compliance with Ind AS

The financial statements comply in all material aspects with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The Company has determined current and non-current classification of its assets and liabilities in the financial statements as per Ind AS 1 – ‘Presentation of financial statements’. Based on its assessment, the Company has ascertained its normal operating cycle as 12 months for the purpose of current and non-current classification of its assets and liabilities.

The Financial Statements for the year ended March 31, 2023 has been approved by the Board of Directors of the Company in their meeting held on April 25, 2023.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities that is measured at fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability which market participants would take into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:



NSE FOUNDATION
Notes to financial statements for the year ended March 31, 2023

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
 Level 3 inputs are unobservable inputs for the asset or liability.

(iii) Adoption of new Accounting Standards and amendments

The Ministry of Corporate Affairs has vide notification dated March 23, 2022, notified Companies (Indian Accounting Standards) Amendment Rules, 2022 which amends certain accounting standards, and are effective from April 1, 2022. These amendments did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

(b) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

(c) Revenue recognition

Donations are recognised as income in the Statement of Income and Expenditure in the year in which the collections are actually received. Interest income is recognised using the effective interest method.

(d) Grant Expenditure

Grants disbursed to implementing partners are accounted for as expenditure on the basis of utilisation certificates/statements submitted by the implementing partners in accordance with the terms of the agreements signed with respective implementing partners and the unutilised / additional expenditure as per such certificate is shown as amount recoverable / payable from / to the implementing partners under loans and advances / trade payables as at the balance sheet date.

(e) Impairment of advances to implementing partners

Advances to implementing partners are provided for where there is no reasonable expectation of utilisation of funds. Indicators that there is no reasonable expectation of utilisation of funds include, amongst others, the failure of an implementing partner to utilise the funds for a period of greater than 180 days from the date of payment.

Impairment losses on such advances are presented as net impairment losses.

(f) Income taxes

The Company is registered under Section 12A read With Section 12AA of the Income Tax Act, 1961 in India vide Commissioner of Income Tax's order under section 12AA(1)(b)(i) of the Income Tax Act, 1961 and accordingly, is exempt from paying income taxes on excess of income over expenditure subject to compliance with the conditions as stipulated in aforesaid order. The Company is also registered under section 80G of the Income Tax Act, 1961. The Company has re-validated (through Form 10A) its existing tax registrations under the provisions of Section 80G & 12AB of the Income Tax Act, on March 2022 as per the amended Finance Act, 2020.



NSE FOUNDATION
Notes to financial statements for the year ended March 31, 2023

(g) Cash and cash equivalents

Cash and Cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(h) Investments and other financial assets

(i) Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss, and
- those measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

(ii) Recognition

Regular way purchases and sales of financial assets are recognised on trade-date, being the date on which the company commits to purchase or sale the financial asset.

(iii) Measurement

At initial recognition, the Company measures a financial asset at its fair value, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of income and expenditure.

- **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of income and expenditure when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.
- **Fair value through profit or loss (FVPL):** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on financial assets that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented in the statement of income and expenditure under other income in the period in which it arises. Interest or dividend income, if any from these financial assets is separately included in other income.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other income in the statement of income and expenditure.

(iv) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.



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Notes to financial statements for the year ended March 31, 2023

(v) *De-recognition of financial assets*

A financial asset is de-recognised only when

- The Company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, it evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognised. Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is de-recognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Purchase and sale of investment are accounted at trade date.

(vi) *Income recognition*

Interest income

Interest income from financial assets at fair value through profit or loss is disclosed as interest income within other income. Interest income on financial assets at amortised cost is calculated using the effective interest method and is recognised in the statement of profit and loss as part of other income.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

(i) Financial liabilities

(i) *Classification as debt or equity*

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

(ii) *Initial recognition and measurement*

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss.

(iii) *Subsequent measurement*

Financial liabilities are subsequently measured at amortised cost using the effective interest rate method.

(iv) *Derecognition*

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires



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Notes to financial statements for the year ended March 31, 2023

(j) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial period which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortised cost using the effective interest method.

(k) Provisions

Provisions for legal claims and discounts/incentives are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

At the end of each reporting period, provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at a future date. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

(l) Contributed equity

Equity shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(m) Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

(n) Reclassification

Previous year figures have been reclassified / regrouped wherever necessary.

(o) Critical Accounting Estimates and Judgements

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes, if any, together with information about the basis of calculation for each affected line item in the financial statements.

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.



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Notes to financial statements for the year ended March 31, 2023

(p) Recent Accounting Pronouncements

The Ministry of Corporate Affairs has vide notification dated March 31, 2023 notified Companies (Indian Accounting Standards) Amendment Rules, 2023 which amends certain accounting standards, and are effective from April 1, 2023.

These amendments did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.



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	Rs. in Lakhs	Rs. in Lakhs
2 Other Financial Assets (Non current)	As at 31.03.2023	As at 31.03.2022
Security Deposit	0.15	0.15
	0.15	0.15
3 Other Financial Assets (Current)	As at 31.03.2023	As at 31.03.2022
Interest accrued on Bank Deposits	14.75	58.92
	14.75	58.92
4 Current Investments	As at 31.03.2023	As at 31.03.2022
Unquoted investments in mutual funds at Fair Value through Profit or Loss	1,417.08	1,264.46
Total Current Investments	1,417.08	1,264.46
Aggregate amount of unquoted investments	1,417.08	1,264.46
5 Other Assets (Non Current)	As at 31.03.2023	As at 31.03.2022
Prepaid Expenses	0.08	0.10
	0.08	0.10
6 Other Assets (Current)	As at 31.03.2023	As at 31.03.2022
Advances to implementing partners	1,213.16	-
Prepaid Expenses	0.02	0.02
	1,213.18	0.02
7 Cash and cash equivalents	As at 31.03.2023	As at 31.03.2022
Balances with banks : in current account	64.26	153.61
Total	64.26	153.61
8 Bank balances other than cash and cash equivalents	As at 31.03.2023	As at 31.03.2022
Fixed Deposits	297.46	1,686.94
- with original maturity of less than 12 months	297.46	1,686.94
9 Equity share capital	As at 31.03.2023	As at 31.03.2022
Authorised	5.00	5.00
50,000 Equity Shares of ₹ 10 each. (Previous year : 50,000 Equity Shares of ₹ 10 each)	5.00	5.00
Total	5.00	5.00
Issued, Subscribed and Paid-up	5.00	5.00
50,000 Equity Shares of ₹ 10 each. (Previous year : 50,000 Equity Shares of ₹ 10 each)	5.00	5.00
Total	5.00	5.00

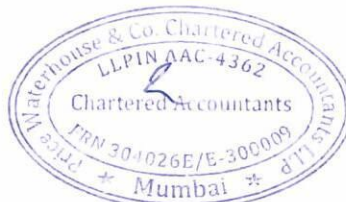
Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. The Shareholders of the Company do not have any right to dividend. As per clause 10 of Memorandum of Association (MoA) of the Company, in the event of winding up or dissolution of the Company, the holder of equity shares will not be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The amount remaining, if any, shall be given or transferred to such other Company having similar objects, subject to such conditions as the National Company Law Tribunal may impose, or may be sold and proceeds thereof credited to Rehabilitation and Insolvency Fund formed under section 269 of the Companies Act, 2013.

Shares of the company held by holding/ultimate holding company		31.03.2023		31.03.2022	
		No of Shares	% of holding	No of Shares	% of holding
Name of the Company					
National Stock Exchange of India Limited	38,000	76%			76%

Details of Shareholders holding more than 5% share in the Company		31.03.2023		31.03.2022	
		No of Shares	% of holding	No of Shares	% of holding
Name of the Company					
National Stock Exchange of India Limited	38,000	76%			76%
NSE Clearing Limited	6,000	12%			12%

Details of Shareholding of Promoters	As at March 31, 2023		As at March 31, 2022		% change during the year
	Number of Shares	% of total number of Shares	Number of Shares	% of total number of Shares	
Name of the Promoters					
National Stock Exchange of India Limited	38,000	76%	38,000	76%	0%
NSE Clearing Limited	6,000	12%	6,000	12%	0%
NSE Investments Limited	2,000	4%	2,000	4%	0%
NSE Data & Analytics Limited	1,000	2%	1,000	2%	0%
NSE Indices Limited	1,000	2%	1,000	2%	0%
NSE Academy Limited	1,000	2%	1,000	2%	0%
NSEIT Limited	1,000	2%	1,000	2%	0%
Total	50,000	100%	50,000	100%	0%



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	Rs. in Lakhs	Rs. in Lakhs
10 Other Equity	As at 31.03.2023	As at 31.03.2022
Opening Balance	3,036.72	4,019.30
Excess of expenditure over income	(457.31)	(982.58)
Other Comprehensive Income	-	-
Closing Balance	<u>2,579.41</u>	<u>3,036.72</u>

	Rs. in Lakhs	Rs. in Lakhs
11 Trade Payables	As at 31.03.2023	As at 31.03.2022
To Related Party (Refer note 20(b))	52.70	44.65
National Stock Exchange of India Limited	-	-
To MSME (Refer note 22)	340.90	75.35
To Others	-	-
Total	<u>393.60</u>	<u>120.00</u>

Ageing of Trade Payables as on March 31, 2023

Description	Outstanding for following periods from the due date					Total
	Not due	Less than 1 year	2 - 3 years	More than 3 years	1 - 2 years	
Undisputed						
Trade Payables - MSME	-	-	-	-	-	-
Trade Payables - Others	347.67	45.93	-	-	-	393.60
Total						<u>393.60</u>

Ageing of Trade Payables as on March 31, 2022

Description	Outstanding for following periods from the due date					Total
	Not due	Less than 1 year	2 - 3 years	More than 3 years	1 - 2 years	
Undisputed						
Trade Payables - MSME	-	-	-	-	-	-
Trade Payables - Others	66.24	53.76	-	-	-	120.00
Total						<u>120.00</u>

	Rs. in Lakhs	Rs. in Lakhs
12 Income tax assets (Net)	As at 31.03.2023	As at 31.03.2022
Income tax paid	5.82	15.13
	<u>5.82</u>	<u>15.13</u>

	Rs. in Lakhs	Rs. in Lakhs
13 Other current liabilities	As at 31.03.2023	As at 31.03.2022
Statutory dues payable	34.77	17.61
	<u>34.77</u>	<u>17.61</u>

	Rs. in Lakhs	Rs. in Lakhs
14 Donations	For the year ended 31.03.2023	For the year ended 31.03.2022
Contributions from Group Companies	4,821.74	5,847.82
	<u>4,821.74</u>	<u>5,847.82</u>

	Rs. in Lakhs	Rs. in Lakhs
15 Other Income	For the year ended 31.03.2023	For the year ended 31.03.2022
Interest on deposits with banks	42.23	67.62
Net gain on sale of investments mandatorily measured at Fair Value through Profit or Loss	112.94	65.60
Net gain/(loss) on financial assets mandatorily measured at Fair Value through Profit or Loss	61.80	10.10
Interest on Income Tax Refund	0.89	0.90
	<u>217.86</u>	<u>144.22</u>

	Rs. in Lakhs	Rs. in Lakhs
16 Grants	For the year ended 31.03.2023	For the year ended 31.03.2022
Primary Education	1,110.84	1,246.82
Sanitation and Safe Drinking Water	906.95	931.22
Elder Care	450.54	608.52
Skill Development And Entrepreneurship	37.36	114.88
Environment Sustainability	529.03	400.83
Health and Nutrition	227.46	537.18
Disaster Relief and Rehabilitation	438.05	1,416.29
Incubation	70.18	139.60
Research (Environmental Sustainability)	213.70	39.65
Professional Fees	468.90	230.84
Project expense	723.07	1,094.09
Total	<u>5,176.08</u>	<u>6,759.92</u>

	Rs. in Lakhs	Rs. in Lakhs
17 Other Expenses	For the year ended 31.03.2023	For the year ended 31.03.2022
Professional Fees- Other Expenses	86.84	9.40
Director Sitting Fees	3.50	4.50
Audit Fees	13.54	2.66
Space & Infrastructure Usage Charges (Refer Note 24)	17.70	19.83
Electricity & Water Charges	11.39	8.52
Travelling & Conveyance	3.58	2.42
Other Expenses	2.13	0.95
Total	<u>138.68</u>	<u>48.28</u>

Note :

Payment to auditors

As auditors :

Audit fees	7.79	1.50
Limited Review	5.31	0.75

In other capacities

Other services	0.44	0.41
Total	<u>13.54</u>	<u>2.66</u>



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18 **Earnings Per Share**

As per the License under Section 8 of the Companies Act, 2013 as granted by the office of the Regional Director, Ministry of Corporate Affairs, Government of India vide its letter dated March 15, 2018, the income and property of the Company whenever derived, shall be applied solely for the promotion of the objects as set forth in the Memorandum of Association and no portion thereof shall be paid or transferred, directly or indirectly by way of dividend, bonus or otherwise by way of profit to persons who at any time are or have been Members of the Company or to any of them or to any person claiming through any one or more of them. Consequently, disclosure related to earnings per share has not been given.

19 **Segment Reporting**

The Company is engaged in promoting and funding projects and / or programs, relating to Corporate Social Responsibility (CSR) in India, which in the context of Ind AS 108 Operating Segments is considered as the only reportable segment. The Company does not have any geographical segments.

20 In compliance with Ind AS 24 - "Related Party Disclosures" the required disclosures are given in the table below:

(a) **Names of the related parties and related party relationships**

Sr no	Name of Related Parties	Nature of Relationships
1	National Stock of Exchange India Limited	Holding Company
2	NSE Clearing Limited	Fellow Subsidiary
3	NSE Investments Limited	Fellow Subsidiary
4	NSE Data & Analytics Limited	Fellow Subsidiary's Subsidiary
5	NSE Indices Limited	Fellow Subsidiary's Subsidiary
6	NSEIT Limited	Fellow Subsidiary's Subsidiary
7	NSE Academy Limited	Fellow Subsidiary's Subsidiary
8	NSE Infotech Services Limited	Fellow Subsidiary's Subsidiary
9	NSE IFSC Limited	Fellow Subsidiary
10	NSE IFSC Clearing Corporation Limited	Fellow Subsidiary's Subsidiary
11	NSE.IT (US) Inc.	Fellow Subsidiary's Subsidiary's Subsidiary
12	Aujas Cybersecurity Limited	Fellow Subsidiary's Subsidiary's Subsidiary
13	Cogencis Information Services Limited	Fellow Subsidiary's Subsidiary's Subsidiary
14	Talentsprint Private Limited	Fellow Subsidiary's Subsidiary's Subsidiary
15	TalentSprint Inc.	Fellow Subsidiary's Subsidiary's Subsidiary's Subsidiary Company
16	NSDL Database Management Limited	Holding Company's Associate Company's Subsidiary Company
17	Capital Quants Solutions Private Limited	Promoter Company's Fellow Subsidiary's Subsidiary's Associate
18	National Securities Depository Limited	Holding Company's Associate
19	BFSI Sector Skill Council of India	Holding Company's Associate
20	Power Exchange India Limited	Fellow Subsidiary's Associate
21	Protean e-Governance Technologies Limited (formerly known as NSDL e-Governance Infrastructure Limited)	Fellow Subsidiary's Associate
22	Market Simplified India Limited	Fellow Subsidiary's Associate
23	Receivables Exchange of India Limited	Fellow subsidiary's Associate
24	Indian Gas Exchange Limited	Fellow Subsidiary's Associate
25	CXIO Technologies Private Limited	Fellow Subsidiary's Associate
26	India International Bullion Holding IFSC Ltd	Holding Company's Associate Company
27	India International Bullion Exchange IFSC Ltd	Holding Company's Associate Company's Subsidiary Company
28	Ms. Rema Mohan - Chief Executive Officer	Key Management Personnel
29	Mr. Veneet Navar (w.e.f. October 8, 2021)	Director
30	Mr. Prakash Parthasarathy (upto August 30, 2021)	Director
31	Mr. Javantkumar Banthia	Director
32	Mr. J. Ravichandran (upto June 9, 2022)	Director
33	Mr. Yatrik Vin	Director
34	Mr. M Vasudev Rao (w.e.f. October 8, 2021)	Director
35	Mr. Shharad Dhakkate (w.e.f. March 24, 2023)	Director

(b) **Details of transactions (including GST wherever levied) with related parties are as follows :**

Name of Related Parties	Nature of Transactions	Rs. in Lakhs	Rs. in Lakhs
		Year ended 31.03.2023	Year ended 31.03.2022
National Stock of Exchange India Limited	Donation Received	3,112.39	3,586.25
	Deputed Personnel Cost	182.15	166.42
	Space & Infrastructure Usage Charges	17.70	19.83
	Reimbursement of Other Expenses	14.60	10.60
	Closing balance (Payable) / Receivable	(52.70)	(44.65)
NSE Clearing Limited	Donation Received	587.86	604.64
NSE Data & Analytics Limited	Donation Received	164.40	136.82
NSE Indices Limited	Donation Received	288.58	201.12
NSE Investments Limited	Donation Received	610.00	1,238.83
NSEIT Limited	Donation Received	48.27	80.16
Cogencis Information Services Limited	Donation Received	10.24	-
Key Management Personnel - Ms. Rema Mohan - Chief Executive Officer	Short-term employee benefits	73.36	64.95
	Post-employment benefits	1.98	1.84
	Long-term employee benefits	-	-
	Total Remuneration	75.34	66.79
Key Management Personnel	Sitting fees paid to Directors	3.50	4.50



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21	Capital and other commitments	Rs. in Lakhs	Rs. in Lakhs
		For the year ended 31.03.2023	For the year ended 31.03.2022
	Other Commitments (Primarily in respect of CSR Projects)	1,460.58	17,537.00
	Total	1,460.58	17,537.00

22 **Dues to Micro and Small Enterprises**

Based on the information available with the Company, the balance due to Micro and Small Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") is Rs. Nil (March 31,2022: Rs. Nil) and no interest during the year has been paid or is payable under the terms of MSMED Act. Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of the information collected by the management.

	Rs. in Lakhs	Rs. in Lakhs
	For the year ended 31.03.2023	For the year ended 31.03.2022
a. Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
b. Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
c. Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
d. Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
e. Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
f. 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	-	-
g. Interest accrued and remaining unpaid at the end of each accounting year	-	-
h. 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	-	-

23 Payments to and provision for employees represents the amount reimbursed by the company to The National Stock Exchange of India Limited (NSEIL), the Holding Company, in respect of employees made available to the Company. Accordingly, necessary provisions as required for all retirement benefits and other long term employee benefits as per the requirements of the Ind AS 19 "Employee Benefits" notified under rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and Companies (Indian Accounting Standard) Rules, 2016 are carried out by the Holding Company.

24 Deputation expenses in respect of the employees, space and infrastructure charges and other reimbursement of expenses are paid to the Holding Company National Stock Exchange of India Limited.



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Notes to financial statements for the year ended March 31, 2023

Note : 25

(i) Fair Value Hierarchy:

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three level prescribed under the accounting standard. An explanation of each level follows underneath the table.

Rs. in Lakhs					
Financial Assets measured at Fair Value - recurring fair Value measurements At March 31, 2023	Notes	Level 1	Level 2	Level 3	Total 31.03.2023
Financial Assets					
Financial Investments at FVPL					
Mutual Fund - Growth Plan	4	1,417.08	-	-	1,417.08
Total Financial Assets		1,417.08	-	-	1,417.07

Financial Assets measured at Fair Value - recurring fair Value measurements At March 31, 2022	Notes	Level 1	Level 2	Level 3	Total 31.03.2022
Financial Assets					
Financial Investments at FVPL					
Mutual Fund - Growth Plan	4	1,264.46	-	-	1,264.46
Total Financial Assets		1,264.46	-	-	1,264.46

The fair value of financial instruments as referred to in note above have been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active market for identical assets or liabilities (level 1 measurements) and lowest priority to unobservable inputs (level 3 measurements). The categories used are as follows

- Level 1:

Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments which are traded on the stock exchanges are valued using the closing price as at the end of the reporting period. Listed Mutual Funds are valued using the closing quoted NAV.

- Level 2:

- Level 2: The fair value of financial instruments that are not traded in an active market (for example, government securities) is determined using Financial Benchmarks India Private Limited valuation techniques which maximise the use of observable market data, fixed maturity plan based on NAV declared by the fund) and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. Currently the Company does not have such instruments.

- Level 3:

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3. Currently the Company does not have such instruments.

- The Company's policy is to recognise transfers into and transfers out of fair value hierarchy level as at the end of reporting period.

- There were no transfers between levels during the year ended March 31, 2023 and March 31, 2022.

Concentration Risk

The Company receives 65% (March 31, 2022: 61%) of donation from National Stock Exchange of India Limited ("the Holding Company"). National Stock Exchange of India Limited also accounts for 13% (March 31, 2022: 37%) of the trade payables of the Company.



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ii) Fair value of financial assets and liabilities measured at amortised cost :

(Rs. in Lakhs)

	31.03.2023		31.03.2022	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets				
Fixed Deposits with Banks including accrued interest	312.21	312.17	1,745.86	1,749.19
Security Deposits	0.15	0.15	0.15	0.15
Total Financial Assets	312.36	312.32	1,746.01	1,749.34
Financial Liabilities				
Trade Payables	393.60	393.60	120.00	120.00
Total Financial Liabilities	393.60	393.60	120.00	120.00

The carrying amounts of cash and cash equivalent including other current bank balances and other liabilities are considered to be the same as their fair values, due to current and short term nature of such balances.

The fair value of fixed deposits and security deposit are based on discounted cash flow.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.



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Notes to financial statements for the year ended March 31, 2023

Note 26 - Fair Value Measurements
Financial Instruments by category

(Rs. in Lakhs)

	31.03.2023			31.03.2022		
	FVPL	FVOCI	Amortised Cost	FVPL	FVOCI	Amortised Cost
Financial Assets						
Investments						
Mutual Funds	1,417.08	-	-	1,264.46	-	-
Cash and Cash equivalents	-	-	64.26	-	-	153.61
Bank balances other than cash and cash equivalents (including non current balances)	-	-	297.46	-	-	1,686.94
Security deposits	-	-	0.15	-	-	0.15
Total financial assets	1,417.08	-	361.87	1,264.46	-	1,840.71
Financial liabilities						
Trade Payables	-	-	393.60	-	-	120.00
Total financial liabilities	-	-	393.60	-	-	120.00



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(All amounts in Rs. Lakhs, unless otherwise stated)

Note 27 FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

Treasury department that provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. The Treasury department activities are designed to:

- protect the Company's financial position from financial risks.
- maintain market risks within acceptable parameters, while optimising returns; and
- protect the Company's financial investments, while maximising returns.

The Treasury department is responsible to maximise the return on the company's generated funds and investments.

A MANAGEMENT OF LIQUIDITY RISK

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring avoidable costs. In doing this, management considers both normal and stressed conditions.

The Company has maintained a conservative funding strategy, with a positive cash balance throughout the year ended 31st March, 2023 and 31st March, 2022.

The Company's treasury department regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short term surplus cash generated by the operations, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required) and any excess is invested in interest bearing deposits and mutual funds with appropriate maturities to optimise the cash returns on investments while ensuring sufficient liquidity to meet its liabilities.

The following table shows the maturity analysis of the Company's financial liabilities based on contractually agreed undiscounted cash flows as at the Balance Sheet date.

(Rs. in Lakhs)				
Particulars	Carrying amount	Less than 12 months	More than 12 months	Total
As at March 31, 2023				
Trade payables	393.60	393.60	-	393.60
As at March 31, 2022				
Trade payables	120.00	120.00	-	120.00



B MANAGEMENT OF MARKET RISK

The Company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments:

- price risk; and
- interest rate risk

The above risks may affect the Company's income or the value of its financial instruments. The objective of the Company's management of market risk is to maintain this risk within acceptable parameters, while optimising returns. The Company's exposure to, and management of, these risks is explained below.

POTENTIAL IMPACT OF RISK	MANAGEMENT POLICY	SENSITIVITY TO RISK
1. PRICE RISK		
<p>The Company is mainly exposed to the price risk due to its investment in mutual funds. The price risk arises due to uncertainties about the future market values of these investments.</p> <p>At 31st March 2023, the exposure to price risk due to investment in mutual funds amounted to Rs. 1,417.08 lakhs (March 31, 2022 : Rs. 1,264.46 lakhs).</p>	<p>In order to manage its price risk arising from investments in mutual funds, the Company diversifies its portfolio in accordance with the limits set by the risk management policies.</p> <p>The Treasury department maintains a list of approved financial instruments. The use of any new investment must be approved by the Group Investment Committee.</p>	<p>As an estimation of the approximate impact of price risk, with respect to mutual funds, the Company has calculated the impact as follows.</p> <p>For mutual funds, a 0.25% increase in prices would have led to approximately an additional Rs. 3.54 lakhs gain in the Statement of Profit and Loss (March 31, 2022: Rs. 3.16 lakhs gain). A 0.25% decrease in prices would have led to an equal but opposite effect.</p>

The Company invests in term deposits for a period ranging from 3 months to 3 years. The Company's investments are primarily in fixed rate bearing investments. Hence, the Company is not significantly exposed to interest rate risk.

C MANAGEMENT OF CREDIT RISK

Credit risk is the risk of financial loss to the Company if a counter-party fails to meet its contractual obligations.

Financial assets

The Company maintains exposure in cash and cash equivalents, term deposits with banks and investments in mutual funds. The Company has diversified portfolio of investment with various number of counter-parties which have secure credit ratings hence the risk is reduced.

The Company's maximum exposure to credit risk as at March 31, 2023 and 2022 is the carrying value of each class of financial assets as disclosed in note 2, 3, 4, 7, and 8.



NSE FOUNDATION
(CIN: U74999MH2018NPL305854)
Notes to financial statements for the year ended March 31, 2023

Note : 28 Additional Regulatory Information

- (i) **Details of Benami Property held**
No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- (ii) **Borrowing secured against current assets**
The Company doesn't have any borrowings from banks and / or financial institutions.
- (iii) **Wilful Defaulter**
The Company has not been declared wilful defaulter by any bank or financial institutions or government or any government authority.
- (iv) **Relationship with struck off Companies**
The Company has no transactions with companies struck off under the Companies Act, 2013.
- (v) **Compliance with approved scheme(s) of arrangements**
The Company has not entered into any scheme of arrangement which has an accounting impact on current of previous financial year.
- (vi) **Utilisation of Borrowed funds and Share premium**
No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (vii) **Undisclosed Income**
There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (viii) **Details of crypto currency of virtual currency**
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (ix) **Valuation of PP&E, intangible asset and investment property**
The Company does not have any Property, Plant & Equipments, Intangible assets and Investment Property and hence this clause is not applicable.
- (x) **Title deeds of immovable properties not held in name of the Company**
The Company does not have any immovable property hence this clause is not applicable.
- (xi) **Registration of charges or satisfaction with Registrar of Companies**
There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.
- (xii) **Loans or advances to specified persons**
The Company has not granted any loans or advances to promoters, directors, KMPs and related parties either severally or jointly with any other person, that are:
 - (a) repayable on demand or
 - (b) without specifying any terms or period for repayment

(xiii) **Analytical Ratios**

Ratios	Numerator	Denominator	FY 2022-23 Ratio	FY 2021-22 Ratio	% variance	Reason for variance
Current Ratio (in times)	Current Assets	Current Liabilities	7.02	22.99	(69)	Due to increase in trade payables and reduction in investments
Trade payables turnover ratio (in times)	Total expenses	Average trade payables	21.41	65.42	(67)	Due to increase in average trade payables and reduction in expenses
Return on investment (in %)	Income generated from invested funds	Weighted Average invested funds in treasury	6%	4%	40	Due to increase in earned yield



Note : 29 As at March 31, 2023 the company does not have any pending litigations which would have impact its financial position.

Note : 30 In accordance with the relevant provisions of the Companies Act, 2013, the Company has long term contracts as of March 31, 2023 and March 31, 2022 for which there were no material foreseeable losses.

Note : 31 For the year ended March 31, 2023 and March 31, 2022, the Company is not required to transfer any amount into the Investor Education & Protection Fund as required under section 125 of the Companies Act, 2013.

Note : 32 Previous year figures have been reclassified to confirm to current year's classification.


As per our report of even date attached.

For Price Waterhouse & Co Chartered Accountants LLP
Firm's Registration no : 304026E / E-300009

Ritesh Dedhia
Ritesh Dedhia
Partner
Membership No.: 117607

For Gokhale & Sathe
Chartered Accountants
Firm's Registration no: 103264V

Atul Kale
Atul Kale
Partner
Membership No.: 109947



Place: Mumbai
Date: April 25, 2023

For and on behalf of the Board of Directors

Vineet Nayar
Vineet Nayar
Chairman
[DIN: 02007846]

Jayant Kumar
Jayant Kumar Banthia
Director
[DIN: 05299550]

Yatrik Vin
Yatrik Vin
Director
[DIN: 07662795]

Rema Mohan
Rema Mohan
Chief Executive Officer

