

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NORTHERN ARC FOUNDATION

Report on the Audit of the Financial Statements

1. Opinion

We have audited the accompanying financial statements of NORTHERN ARC FOUNDATION ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Income and Expenditure Account and the Cash flow statement for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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, including the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies(Accounts) Rules, 2014, of the state of affairs of the Company as at March 31, 2021, the excess of income over expenditure for the year ended on that date.

2. Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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.

3. Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Members is responsible for the preparation of the other information. The other information comprises the information included in the Report of Managing Committee and Analysis including Annexures to Managing Committee's Report, and Member's Information, 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 during the course of our 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.

4. Management's Responsibility for the Financial Statements

The Company's members 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 and financial performance of the Company in accordance with the accounting standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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.

The Company's members are responsible for overseeing the Company's financial reporting process.

5. 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:

- a) 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.

- b) Obtain an understanding of internal financial controls 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 system in place and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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.
- e) 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 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.

We also provide those charged with governance 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.

6. Report on Other Legal and Regulatory Requirements

- i) This being an Company licensed to operate under Section 8 of the Companies Act, 2013, the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act are not applicable.
- ii) As required by Section 143(3) of the Act, based on our audit 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.



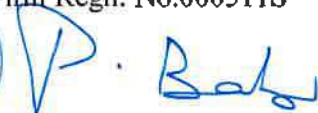
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Income and Expenditure Statement dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the members of managing committee as on March 31, 2021 taken on record by the Members, none of the member is disqualified as on March 31, 2021 from being appointed as a member in terms of Section 164 (2) of the Act.
- f) 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, 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 legal litigations;
 - ii. the Company did not have any long term contracts including derivative contracts;
 - iii. there was no amount to be transferred to the Investor Education and Protection Fund by the Company during the year.

Place: Chennai

Date: 30th November 2021



For Brahmayya & Co.,
Chartered Accountants
Firm Regn. No.000511S


P. Babu
Partner
Membership No. 203358
UDIN: 22203358AAAABE8481

Northern Arc Foundation
Balance Sheet as at March 31, 2021
 (All amounts are in Indian Rupees in lakhs)

Particulars	Note	As at	
		March 31, 2021	March 31, 2020
ASSETS			
Current assets			
Financial assets			
Cash and cash equivalents	4	238.75	70.21
		238.75	70.21
Total assets		238.75	70.21
EQUITY AND LIABILITIES			
Equity			
Equity share capital	6	1.00	1.00
Other equity	7	237.25	68.10
		238.25	69.10
		-	-
Current liabilities			
Other current liabilities	5	0.50	1.11
		0.50	1.11
Total equity and liabilities		238.75	70.21

Significant accounting policies (refer note 2 and 3)

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

for **Brahmayya & Co.**

Chartered Accountants

Firm's Registration No: 000511S



P Babu

Partner

Membership No. 203358

Place : Chennai

Date : November 30, 2021

For and on behalf of the Board of Directors of

Northern Arc Foundation

CIN:U80904TN2019NPL127426

Kshama Fernandes

Director

DIN:02539429

Place : Chennai

Date : November 30, 2021

Samir Shah

Director

DIN:00912693



Northern Arc Foundation

Statement of Income and Expenditure for the year ended March 31, 2021

(All amounts are in Indian Rupees in Lakhs)

Particulars	Note	Year ended March 31, 2021	For the period from February 12, 2019 to March 31, 2020
Income			
Contributions	8	304.59	197.68
Total Income		304.59	197.68
Expenditure			
Project Expenditure	9	135.19	129.33
Other expenses	10	0.25	0.25
Total expenses		135.44	129.58
Surplus of income over expenditure before tax		169.15	68.10
Tax expense			
Current tax		-	-
Surplus of income over expenditure		169.15	68.10
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit asset/ (liability)		-	-
Income tax relating to items that will not be reclassified to profit or loss		-	-
Net other comprehensive income not to be reclassified subsequently to profit		-	-
Other comprehensive income for the period		-	-
Total comprehensive income for the period		169.15	68.10

Significant accounting policies (refer note 2 and 3)

The notes referred to above form an integral part of the financial statements

As per our report of even date attached
for **Brahmayya & Co.**

Chartered Accountants

Firm's Registration No: 000511S



P. Babu

Partner

Membership No. 203358

Place : Chennai

Date : November 30, 2021

For and on behalf of the Board of Directors of
Northern Arc Foundation

CIN:U80904TN2019NPL127426

Kshama Fernandes

Director

DIN:02539429

Samir Shah

Director

DIN:00912693

Place : Chennai

Date : November 30, 2021



Northern Arc Foundation

Statement of changes in equity for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

A. Equity Share Capital

Equity Share capital of INR 100 each Issued, subscribed and fully paid

Balance as at February 12, 2019

Changes in equity share capital during the period

Balance as at March 31, 2020

Changes in equity share capital during the period

Balance as at March 31, 2021

-
<u>1.00</u>
<u>1.00</u>
-
<u>1.00</u>

B. Other Equity

Balance as at February 12, 2019

Surplus of income over expenditure

Balance as at March 31, 2020

Surplus of income over expenditure

Balance as at March 31, 2021

Retained earnings (general fund)	Total other equity attributable to equity holders of the Company
-	-
<u>68.10</u>	<u>68.10</u>
<u>68.10</u>	<u>68.10</u>
169.15	169.15
<u>237.25</u>	<u>237.25</u>

Significant accounting policies (refer note 2 and 3)

The notes referred to above form an integral part of the financial statements

As per our report of even date attached
for Brahmayya & Co.

Chartered Accountants

Firm's Registration No: 000511S



P Babu

Partner

Membership No. 203358

Place : Chennai

Date : November 30, 2021

For and on behalf of the Board of Directors of
Northern Arc Foundation

CIN:U80904TN2019NPL127426

Kshama Fernandes

Director

DIN:02539429

Place : Chennai

Date : November 30, 2021

Samir Shah

Director

DIN:00912693



Northern Arc Foundation
Statement of Cash Flow for the year ended March 31, 2021
 (All amounts are in Indian Rupees in lakhs)

Particulars	Note	Year ended March 31, 2021	For the period from February 12, 2019 to March 31, 2020
A <u>Cash flow from operating activities</u>			
Surplus (deficit) of income over expenditure before tax		169.15	68.10
Changes in working capital:			
Increase in other current liabilities		(0.61)	1.11
Cash flow from operations		<u>168.54</u>	<u>69.21</u>
Income tax paid (net)		-	-
Net Cash flow provided from operating activities	(A)	<u>168.54</u>	<u>69.21</u>
B <u>Cash flows from investing activities</u>			
Net cash used in investing activities	(B)	-	-
C <u>Cash flow from financing activities</u>			
Proceeds from issue of equity share		-	1.00
Net cash used in financing activities	(C)	-	1.00
Net Increase/ (Decrease) in cash and cash equivalents	(A+B+C)	<u>168.54</u>	<u>70.21</u>
Cash and cash equivalents at the beginning of the year		<u>70.21</u>	-
Cash and cash equivalents at the end of the period		<u>238.75</u>	<u>70.21</u>

Notes to cash flow statement

Note	As at March 31, 2021	As at March 31, 2020
1 Components of cash and cash equivalents:		
Balances with banks		
- in current accounts	<u>238.75</u>	<u>70.21</u>
	<u>238.75</u>	<u>70.21</u>

Significant accounting policies (refer note 2 and 3)
 The notes referred to above form an integral part of the financial statements

As per our report of even date attached
 for **Brahmayya & Co.**
 Chartered Accountants
 Firm's Registration No. 000511S



P. Babu
 Partner
 Membership No. 203358

Place : Chennai
 Date : November 30, 2021

For and on behalf of the Board of Directors of
Northern Arc Foundation
 CIN: U80904TN2019NPL127426

Kshama Fernandes
 Director
 DIN: 02539429

Samir Shah
 Director
 DIN: 00912693

Place : Chennai
 Date : November 30, 2021



Northern Arc Foundation

Notes forming part of the financial statements for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

1 Reporting entity

Northern Arc Foundation (hereinafter referred to as, "the Company") is a Section 8 company incorporated on February 12, 2019 under the Companies Act 2013. The Company is a wholly owned subsidiary of Northern Arc Capital Limited. The primary objective of the company is to carry on the objects enshrined under Schedule VII and either directly or in association with other institutions of similar nature, facilitate companies to discharge their corporate social responsibility as mandated under the Companies Act 2013.

2 Basis of preparation

2.1 Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, (the 'Act'), other relevant provisions of the Act.

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules 2015 as amended by the Companies (Indian Accounting Standards) Rules 2016. These financial statements have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS prescribed under Section 133 of the Act.

2.2 Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest Rupees in lakhs (two decimals), unless otherwise indicated.

2.3 Basis of measurement

The financial statements have been prepared on the historical cost basis except

Items	Measurement basis
Certain financial assets and liabilities	Fair value
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations

2.4 Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash or cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

2.5 Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenue and expenses, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

3 Significant accounting policies

3.1 Contributions

The Company receives contribution from Northern Arc Capital Limited ("the Holding Company"). Grants are recognised as income when there is reasonable certainty that the Company will comply with the conditions attached to them.

Grants received for specific purposes and the income earned thereon from such grants are credited to the specific funds. These grants are recognised as income in the statement of income and expenditure based on utilisation or upon waiver / vacation or conditions associated with such grants.



3.2 Financial instruments

A Recognition and initial measurement

Financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

B. Classification and subsequent measurement

Financial assets

On initial recognition, a financial asset is classified as measured at

- amortised cost,
- FVTPL

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- a) the asset is held within a business model whose objective is to hold assets to collect contractual cash flows, and
- b) the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortised cost or FVOCI are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets: Subsequent measurement and gains and losses

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.

Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

C Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.



Northern Arc Foundation

Notes forming part of the financial statements for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

3.3 Income tax

The Company is exempt from taxes as its income are applied for charitable purposes. The Company is in the process of obtaining registration under Section 12AA of the Income Tax Act, 1961.

3.4 Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

3.5 Earnings per share

The Company reports basic earnings per equity share in accordance with Ind AS 33, Earnings Per Share. Basic earnings per equity share is computed by dividing net profit / loss after tax attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year.

3.6 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated. Cash flows in foreign currencies are accounted at the actual rates of exchange prevailing at the dates of the transactions.

3.7 Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.

A contract is considered to be onerous when the expected economic benefits to be derived by the Company from the contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision for onerous contract is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before such a provision is made, the Company recognises any impairment loss on the assets associated with that contract.



Northern Arc Foundation
Notes forming part of the financial statements for the year ended March 31, 2021
 (All amounts are in Indian Rupees in lakhs)

	As at March 31, 2021	As at March 31, 2020
6 Share capital		
Authorised		
10,000 equity shares of INR 10 each	1.00	1.00
	<u>1.00</u>	<u>1.00</u>
Issued, subscribed and paid up		
10,000 equity shares of INR 10 each	1.00	1.00
	<u>1.00</u>	<u>1.00</u>

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	Amount	No. of shares	Amount
Equity shares				
At the commencement of the period	10,000	1.00	-	-
Add: Shares issued during the period	-	-	10,000	1.00
At the end of the period	<u>10,000</u>	<u>1.00</u>	<u>10,000</u>	<u>1.00</u>

b) Rights, preferences and restrictions attached to each class of shares

(i) Equity shares

The Company has only one class of Equity Shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Shares held by holding/ultimate holding company and /or their subsidiaries / associates:

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% held	No. of shares	% held
Equity shares:				
Northern Arc Capital Limited including its nominee shareholders	10,000	100%	10,000	100%

d) Details of shareholders holding more than 5% shares in the Company

	As at March 31, 2021		As at March 31, 2020	
	No. of shares	% held	No. of shares	% held
Equity shares:				
Northern Arc Capital Limited including its nominee shareholders	10,000	100%	10,000	100%

7 Other equity

a) Retained earnings (general fund)

	As at March 31, 2021	As at March 31, 2020
At the commencement of the year	68.10	-
Add: Surplus of income over expenditure	169.15	68.10
At the end of the period	<u>237.25</u>	<u>68.10</u>



Northern Arc Foundation

Notes forming part of the financial statements for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

	As at March 31, 2021	As at March 31, 2020
4 Cash and cash equivalents		
Balance with banks		
- in current accounts	238.75	70.21
	238.75	70.21
5 Other Current liabilities		
Statutory liabilities	-	0.86
Other Payables	0.50	0.25
	0.50	1.11
	Year ended March 31, 2021	For the period from February 12, 2019 to March 31, 2020
8 Contributions		
Contribution received from Northern Arc Capital Limited	304.59	197.68
	304.59	197.68
9 Project Expenditure		
Financial Inclusion Survey & Others	-	70.52
Educational Expenses	135.18	58.81
	135.18	129.33
10 Other expenses		
Auditor's remuneration (refer note 10.1 below)	0.25	0.25
	0.25	0.25
10.1 Payments to auditor (excluding goods and services tax)		
Statutory audit	0.25	0.25
	0.25	0.25



Northern Arc Foundation

Notes forming part of the financial statements for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

11 Contingent Liabilities and Capital commitments (to the extent not provided for)

The Company doesn't have any contingent liabilities and capital commitments

12 Earnings per share:

	For the Year ended March 31, 2021	For the period ended March 31, 2020
Earnings		
Surplus of income over expenditure	169.15	68.10
Weighted average number of equity shares outstanding during the year (basic)	10,000	8,607
Face value per share (INR)	10	10
Earnings per share (INR) - Basic	1,691.54	791.21

13 Contributions received are as follows:

Particulars	Purpose	For the Year ended March 31, 2021	For the period ended March 31, 2020
Northern Arc Capital Limited	Project for Financial Inclusion whose objective is to measure the financial inclusion in two step process namely- a) Conceptualize the measures which accurately captures Financial inclusion b) Establish methods to capture these measures across time & space Educational project related	294.94	197.68
Northern Arc Investment Managers Private Limited	Project for Financial Inclusion whose objective is to measure the financial inclusion a) Conceptualize the measures which accurately captures Financial inclusion b) Establish methods to capture these measures across time & space Educational project related	9.65	-

14 Related party disclosures

a. Name of the related party and nature of relationship:

Nature of relationship	Name of related party
Holding Company	Northern Arc Capital Limited
Fellow Subsidiaries	Northern Arc Investment Adviser Services Private Limited Northern Arc Investment Managers Private Limited

b. Transactions with related parties during the year:

	For the Year ended March 31, 2021	For the period ended March 31, 2020
Northern Arc Capital Limited		
Issue of equity share	-	1.00
Contribution received	294.94	197.68
Northern Arc Investment Managers Private Limited		
Contribution received	9.65	-

c. Balance outstanding at the year end:

Northern Arc Capital Limited		
Equity Share Capital	1.00	1.00



Northern Arc Foundation

Notes forming part of the financial statements for the year ended March 31, 2021

(All amounts are in Indian Rupees in lakhs)

15 Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the Micro, Small and Medium Enterprise Development Act, 2006 (the Act). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2019 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

Particulars	For the Year ended March 31, 2021	For the period ended March 31, 2020
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
Principal	-	-
Interest	-	-
The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year, and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

16 Impact of COVID-19 pandemic

In March 2020, the World Health Organisation declared COVID-19 to be a pandemic. The Company has adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption. In view of the economic impact as a result of the pandemic, the Company has considered internal and external information and has performed an analysis based on current estimates while assessing the recoverability of other assets for any possible impact on the financial statements. The Company has also assessed the impact of this whole situation on its capital and financial resources, profitability, liquidity position, internal financial controls etc. and is of the view that based on its current assessment, this situation does not materially impact the financial statements. The management believes that the Company will not have any challenge in meeting its financial obligations for next 12 months. In this regard, the Company will continue to closely monitor any material changes to future economic conditions.

17 Previous year's figures have been regrouped, reclassified wherever necessary to conform to the current year's presentation

As per our report of even date attached
for **Brahmayya & Co.**
Chartered Accountants
Firm's Registration No: 000511S

For and on behalf of the Board of Directors of
Northern Arc Foundation
CIN:U80904TN2019NPL127426



P Babu
Partner
Membership No. 203358

Kshama Fernandes
Director
DIN:02539429

Samir Shah
Director
DIN:00912693

Place Chennai
Date November 30, 2021

Place Chennai
Date November 30, 2021

