

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
**Piramal Foundation**  
Report on the Audit of the Financial Statements

**Opinion**

We have audited the financial statements of Piramal Foundation ("Foundation"), which comprise the Balance Sheet as at 31st March 2021, the statement of Income and Expenditure (including Other Comprehensive Income), the statement of Changes in Equity and 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.

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 Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of Foundation as at 31st March, 2021, and its deficit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our 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 Foundation 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 on the financial statements.

**Emphasis of Matter**

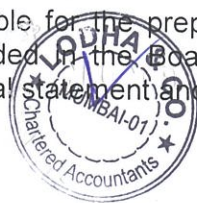
We draw your attention to Note 22 of the financial statements, with regard to management's assessment about the impact on Foundation's activities due to the COVID 19 pandemic.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements. Considering the continuing uncertainties, as explained, the Management will continue to closely monitor any material changes to future economic conditions.

Our report is not modified in respect of this matter.

**Information Other than the Financial Statements and Auditor's report thereon**

Foundation's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Board's Report including Annexures to the Board 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 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 required to report that fact. We have nothing to report in this regard.

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

Foundation'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, income and expenditure (including other comprehensive income), changes in equity and cash flows of Foundation in accordance with Ind AS 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 of the assets of Foundation 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, the Board of Directors is responsible for assessing Foundation'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 the Board of Directors either intends to liquidate Foundation or to cease activities, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing Foundation's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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.





- 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 Foundation'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 Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) Planning the scope of our audit work and in evaluating the results of our work and (ii) To evaluate the effect of an identified misstatements in the financial statements.

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.

### Report on Other Legal and Regulatory Requirements

1. Foundation is registered under Section 25 of the Companies Act, 1956 (now corresponding to Section 8 of the new Companies Act, 2013) and the provisions of Companies (Auditor's Report) Order, 2016 is not applicable to the Foundation. We are, therefore, not required to report on Paragraph 3 and 4 of Companies (Auditor's Report) Order, 2016.

2. 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 Foundation 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), statement of changes in equity and 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 Indian Accounting Standards ("Ind AS") 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 directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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 over financial reporting of the foundation and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Foundation's internal financial controls over financial reporting.

(g) In our opinion, Section 197(16) of the Act in respect of remuneration payable to its directors as provided under Section 197(16) of the Act is not applicable to the Company as it is registered under Section 8 of the Act.

(h) 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. Foundation does not have any pending litigations which would impact its financial position.
- ii. Foundation did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by Foundation.

For **Lodha & Co.**  
Chartered Accountants  
Firm Registration No.301051E

  
**A. M. Hariharan**  
Partner  
Membership No.: 038323  
UDIN: 21038323AAAADB3822

Place : Mumbai  
Date: 07.09.2021





ANNEXURE A REFERRED TO IN PARAGRAPH 2(f) UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT TO THE MEMBERS OF PIRAMAL FOUNDATION DATED 7<sup>th</sup> SEPTEMBER, 2021

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Piramal Foundation ("Foundation") as of March 31, 2021 in conjunction with our audit of the financial statements of the Foundation for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Foundation's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Foundation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 Foundation'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 Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Foundation's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial controls over financial reporting, 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Foundation's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A Foundation's internal financial control over financial reporting 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 Foundation's internal financial control over financial reporting includes those policies and procedures that





- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Foundation;
- 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 Foundation are being made only in accordance with authorizations of management and directors of the Foundation; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Foundation's assets that could have a material effect on the financial statements.
- 4) also provide reasonable assurance by the internal auditors through their internal audit reports given to the organisation from time to time.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **Opinion**

In our opinion, the Foundation has, broadly in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Foundation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India”.

Place : Mumbai  
Date: 07.09.2021

For **Lodha & Co.**  
Chartered Accountants  
Firm Registration No.301051E

  
**A. M. Hariharan**  
Partner  
Membership No.: 038323  
UDIN: 21038323AAAADB3822





**PIRAMAL FOUNDATION**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Rs. in Lakhs

**Balance Sheet as at March 31, 2021**

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	2	303.91	576.34
Intangible asset	2	97.34	264.45
Financial Assets:			
Other Financial Assets	3	-	224.50
<b>Total Non-Current Assets</b>		<b>401.25</b>	<b>1,065.29</b>
<b>Current Assets</b>			
Financial Assets:			
(i) Cash & Cash equivalents	4	231.58	183.36
(ii) Bank balances other than (i) above	5	225.65	87.50
(ii) Other Financial Assets	6	39.66	49.29
Income Tax Assets (Net)		2.97	1.93
Other Current Assets	7	32.72	78.41
<b>Total Current Assets</b>		<b>532.58</b>	<b>400.49</b>
<b>Total Assets</b>		<b>933.83</b>	<b>1,465.78</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Corpus Fund	8A	150.00	150.00
Other Equity	8B	428.37	481.43
<b>Total Equity</b>		<b>578.37</b>	<b>631.43</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Provisions	9	52.35	231.58
<b>Total Non-Current Liabilities</b>		<b>52.35</b>	<b>106.20</b>
<b>Current Liabilities</b>			
Financial Liabilities:			
(i) Trade Payables			
Total outstanding dues of Micro enterprises and small enterprises		-	1.21
Total outstanding dues other than Micro enterprises and small enterprises	10	240.96	496.24
Other Current Liabilities	11	43.40	86.73
Provisions	12	18.75	143.97
<b>Total Current Liabilities</b>		<b>303.11</b>	<b>728.15</b>
<b>Total Equity &amp; Liabilities</b>		<b>933.83</b>	<b>1,465.78</b>

The accompanying notes are an integral part of the Financial Statements

1-26

As per our attached report of even date  
For Lodha & Co.  
Chartered Accountants  
FRN:301051E

A M Hariharan  
Partner  
M.No: 038323

Place : Mumbai  
Date :



For and on behalf of the Board of Directors

Jalaj Dani  
Director  
DIN: 00019080

Adil Zainulbhai  
Director  
DIN: 06646490

Place : Mumbai  
Date :

7 SEP 2021

7 SEP 2021



**PIRAMAL FOUNDATION**

(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Rs. in Lakhs

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

Particulars	Note No.	Year Ended March 31, 2021	Year Ended March 31, 2020
<b>Income</b>			
Donations		3,361.81	7,254.50
Other Income	13	21.79	15.97
<b>Total Income</b>		<b>3,383.60</b>	<b>7,270.47</b>
<b>Expenses</b>			
Employee benefit expenses	14	2,050.14	3,793.44
Depreciation and amortisation expense	2	240.06	247.00
Other expenses	15	1,241.74	2,913.34
<b>Total Expenditure</b>		<b>3,531.94</b>	<b>6,953.78</b>
<b>Surplus/(Deficit) before Tax</b>		<b>(148.34)</b>	<b>316.69</b>
Tax Expense		-	-
<b>Surplus/(Deficit) for the year</b>		<b>(148.34)</b>	<b>316.69</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			
Remeasurements of post-employment benefit obligations		95.28	(5.51)
<b>Total comprehensive surplus/(deficit) for the year</b>		<b>(53.06)</b>	<b>311.18</b>

The accompanying notes are an integral part of the Financial Statements

1-26

As per our attached report of even date  
For Lodha & Co.  
Chartered Accountants  
FRN: 301051E

A M Hariharan  
Partner  
M.No: 038323



For and on behalf of the Board of Directors

*Jalaj Dani*  
Jalaj Dani  
Director  
DIN: 00019080

*Adil Zainulbhai*  
Adil Zainulbhai  
Director  
DIN: 06646490

Place : Mumbai  
Date :

Place : Mumbai  
Date :

7 SEP 2021

7 SEP 2021



**PIRAMAL FOUNDATION**

**(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)**

**Statement of Cash Flows for the year ended March 31, 2021**

**Rs. in Lakhs**

<b>Particulars</b>	<b>Year Ended March 31, 2021</b>	<b>Year Ended March 31, 2020</b>
<b>Cash flows from operating activities</b>		
(Deficit)/Surplus for the year	(148.34)	316.69
Adjustments for:		
Depreciation and amortization expense	240.06	247.00
Loss on disposal of assets	2.03	2.38
Advance Written Off	0.69	-
Donation-in-Kind	86.34	-
Interest received	(18.06)	(15.97)
	<b>162.72</b>	<b>550.10</b>
(Increase)/ decrease in Financial Assets	234.13	(253.50)
(Increase)/ decrease in Other Current Assets	45.00	(13.34)
(Increase)/ decrease in Provisions	34.94	64.52
(Increase)/ decrease in Bank balances other than Cash & Cash equivalents	(138.15)	6.92
Increase/(decrease) in Financial Liabilities	(256.49)	63.16
Increase/ (decrease) in Other Current Liabilities	(43.33)	(3.90)
	<b>38.82</b>	<b>413.96</b>
Income Tax Assets (Net)	1.04	1.62
<b>Net cash from operating activities</b>	<b>37.78</b>	<b>412.34</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(10.64)	(371.87)
Insurance claim/ proceeds from sale of assets	3.02	0.98
Interest received	18.06	15.97
<b>Net cash from investing activities</b>	<b>10.44</b>	<b>(354.92)</b>
<b>Cash flows from financing activities</b>	-	-
<b>Net cash from financing activities</b>	-	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>48.22</b>	<b>57.42</b>
Cash and cash equivalents at beginning of reporting period	183.36	125.94
<b>Cash and cash equivalents at end of reporting period</b>	<b>231.58</b>	<b>183.36</b>

The accompanying notes are an integral part of the Financial Statements

1-26

**As per our attached report of even date  
For Lodha & Co.  
Chartered Accountants  
FRN:301051E**

**For and on behalf of the Board of Directors**

**A M Hariharan  
Partner  
M.No: 038323**



**Jalaj Dani  
Director  
DIN: 00019080**

**Adil Zainulbhai  
Director  
DIN: 06646490**

Place : Mumbai  
Date :

Place : Mumbai  
Date :

**7 SEP 2021**

**7 SEP 2021**

**PIRAMAL FOUNDATION**

(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

**Statement of Changes in Equity for the year ended March 31, 2021**

Particulars	Rs. in Lakhs	
	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>Corpus Fund</b>	<b>150.00</b>	<b>150.00</b>
<b>Other Equity</b>	<b>150.00</b>	<b>150.00</b>
<b>A. Surplus</b>		
<b>Balance at the beginning of the reporting period</b>	<b>486.94</b>	<b>170.25</b>
Excess of income over expenditure	(148.34)	316.69
<b>Balance at the end of the reporting period</b>	<b>338.60</b>	<b>486.94</b>
<b>B. OCI</b>		
<b>Remeasurements of post-employment benefit obligations (Actuarial gains/ (losses))</b>		
<b>Balance at the beginning of the reporting period</b>	<b>(5.51)</b>	<b>-</b>
Other comprehensive income / (losses)	95.28	(5.51)
<b>Balance at the end of the reporting period</b>	<b>89.77</b>	<b>(5.51)</b>
<b>Total (A+B)</b>	<b>428.37</b>	<b>481.43</b>

The accompanying notes are an integral part of the Financial Statements

1-26

As per our attached report of even date

For Lodha & Co.  
Chartered Accountants  
FRN:301051E

A M Hariharan  
Partner  
M.No: 038323



For and on behalf of the Board of Directors

Jalaj Danj  
Director  
DIN: 00019080

Adil Zainulbhai  
Director  
DIN: 06646490

Place : Mumbai  
Date :

Place : Mumbai  
Date :

7 SEP 2021

7 SEP 2021



## 1. GENERAL INFORMATION

Piramal Foundation ("the Company") was incorporated in India on 27 July, 2011. The Company is registered as a Section 25 Private Company limited by Guarantee under the provisions of Companies Act, 1956 (Now corresponding to Section 8 of the New Companies Act, 2013) to undertake, carry out, promote and/or sponsor all kinds of charitable and socio-economic activities. The registered office of the Company is at 2<sup>nd</sup> Floor, Piramal Ananta, Piramal Agastya Corporate Park, LBS Marg, Kurla (West), Mumbai- 400070. The Company is also Section 12AA registered and has 80G benefit under the Income Tax Act, 1961.

On 21 March, 2018 the Company signed a Statement of Intent with NITI Aayog to work as a facilitator between the Government and beneficiaries, effective for a period of four years until March 2022 in 25 Aspirational Districts across seven states. The scope of work involves review and to co-create initial roadmap in these Districts for rapid improvement in key indices pertaining to health, nutrition and education sectors and to facilitate a process of alignment with District Magistrate and Ministries. It also includes helping establish a mechanism for formulation of strategy and review of progress in mutual consultation with each other. In addition, a NITI Aayog partnered project is in action since November 2018, to catalyze rapid improvement in key indices pertaining to rural drinking water supply in 16 aspirational districts.

On 21 March, 2018, three Section 8 companies - Piramal Foundation for Education and Leadership, Piramal Udgam Data Management Solutions and Kaivalya Education Foundation along with Piramal Swasthya and Management Research Institute, a Society established under Andhra Pradesh Societies Act, 2001 (as applicable to Telangana Societies Registration Act Rules, State Government of Telangana) (hereafter collectively called as "Entities") came under the control of Piramal Foundation.

## 2. SIGNIFICANT ACCOUNTING POLICIES

### (i) Basis of preparation of financial statements

#### *Compliance with Ind AS*

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

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to the existing accounting standard requires a change in the accounting policy hitherto in use.

#### *Historical Cost convention*

The financial statements have been prepared on the historical cost basis except for certain financial instruments and plan assets of defined benefit plans having material impact, which are measured at fair value.

### (ii) *New and amended IND AS Standards that are effective from the current year*

New and amended standards do not have any material impact on the amounts recognized in prior periods or current period and are not expected to significantly affect the future periods.



**(iii) Use of estimates and judgments:**

The estimates and judgments used in the preparation of the financial statements are consistently followed and continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

**(iv) Property, Plant and Equipment**

All items of Property Plant & Equipment is stated at cost of acquisition, less accumulated depreciation and accumulated impairment losses, if any. Direct costs are capitalized until the assets are ready for use and includes freight, duties, taxes and expenses incidental to acquisition and installation. The carrying amount of any component accounted for, as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Income and Expenditure during the reporting period in which they are incurred. Subsequent expenditures related to an item of Property Plant & Equipment are added to its carrying value only when it is probable that the future economic benefits from the asset will flow to the Company and cost can be reliably measured. Losses arising from the retirement of, and gains or losses arising from disposal of Property, Plant and Equipment are recognized in the Statement of Income and Expenditure.

**Depreciation**

Depreciation is provided on a pro-rata basis on the straight-line method ('SLM') over the estimated useful lives of the assets specified in Schedule II of the Companies Act, 2013 based on technical evaluation, which are as follows:

Asset Class	Useful life
Computers and Peripherals	3 years
Furniture and Fixtures	5 years
Vehicles	5 years
Office Equipment	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Fixed Assets which are individually less than or equal to Rs. 5,000/- are not depreciated but written off or expensed through Statement of Income and Expenditure in the year of purchase.

**Borrowing Costs**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of cost of that assets, during the period till all the activities necessary to prepare the qualifying assets for its intended use or sale are complete during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are recognized as an expense in the period in which they are incurred.





**(v) Intangible Assets**

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Net gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the disposal proceeds and the carrying amount of the asset and are recognized as income or expense in the Statement of Income and Expenditure.

Intangible Assets with finite useful lives are amortized on a straight-line basis over the following period:

Asset Class	Useful life
Software	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

**(vi) Financial Instruments**

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Statement of Income and Expenditure. The Company has recognized all material financial assets and financial liabilities at fair value.

*Classification*

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

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

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

*Subsequent Measurement*

For assets measured at fair value, gains and losses will be recorded in either Statement of Income and Expenditure or other comprehensive income.

*Offsetting Financial Instruments*

Financial Assets and Liabilities are offset and the net amount is reflected in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or counterparty.





## **(vii) Employee Benefits**

### *Short-term obligations*

Liabilities for wages and salaries, compensated absences, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

### *Other long-term employee benefit obligations*

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in Statement of Income and Expenditure.

### *Post-employment obligations*

The company operates the following post-employment schemes:

- Defined Contribution plans such as provident fund, superannuation, pension, employee state insurance scheme
- Defined Benefit plans such as provident fund and Gratuity

In case of Provident fund, contributions are made to the Recognized Provident Fund Office.

#### Defined Contribution Plans

The Company's contribution to provident fund (in case of contributions to the Recognized Provident Fund office), pension and employee state insurance scheme are considered as defined contribution plans, as the Company does not carry any further obligations apart from the contributions made on a monthly basis and are charged as an expense based on the amount of contribution required to be made.

#### Defined Benefit Plan

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Income and Expenditure.



### **(viii) Provision and Contingent Liabilities**

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material). 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 recognized as interest expense.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

### **(ix) Revenue Recognition**

*Revenue:* Revenue includes Donations received for the activities of Foundation as prescribed in General Information (Refer Note-1 to the Financial Statements). Donation Income is recognized on Receipt basis.

*Interest:* Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the amortized cost and at the effective interest rate applicable.

### **(x) Cash and Cash Equivalents**

In the cash flow statement, cash and cash equivalents includes cash on hand, demand deposits with banks, 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.

### **(xi) Cash Flow Statement**

Cash flows are reported using the indirect method where by the surplus/(deficit) for the year is adjusted for the effect of the transactions of a non-cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

### **(xii) Recent Accounting Pronouncements**

#### **Amendments to Ind AS 116, Leases: Covid-19-Related Rent Concessions**

i. The amendments to Ind AS 116 provides a practical expedient to lessees in accounting for rent concessions that are a direct consequence of the Covid-19 pandemic. As a practical expedient, a lessee may elect not to assess whether a covid-19 related rent concession from a lessor is a lease modification. A lessee that makes this election accounts for any change in lease payments resulting from the covid-19 related rent concession the same way it would account for the change under IFRS 16, if the change were not a lease modification. The practical expedient applies only to rent concessions occurring as a direct consequence of the covid-19 pandemic and only if all of the following conditions are met:

- a) The change in lease payments results in revised consideration for the lease that is substantially the same as, or less than, the consideration for the lease immediately preceding the change.
- b) Any reduction in lease payments affects only payments originally due on or before 30 June 2021 (for example, a rent concession would meet this condition if it results in reduced lease payments before 30 June 2021 and increased lease payments that extend beyond 30 June 2021).





- c) There is no substantive change to other terms and conditions of the lease.
- d) No practical expedient is available for lessors.
- ii. The lessees will apply the practical expedient retrospectively, recognizing the cumulative effect of initially applying the amendment as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of the annual reporting period in which the lessee first applies the amendment.
- iii. The amendments are applicable for annual reporting periods beginning on or after the April 1, 2020. In case, a lessee has not yet approved the financial statements for issue before the issuance of this amendment, then the same may be applied for annual reporting periods beginning on or after the April 1, 2019. The Company will not be affected by these amendments on the date of transition as there are no rent concessions provided for from the lessor.

**(xiii) 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.



**PIRAMAL FOUNDATION**

(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

**NOTES TO FINANCIAL STATEMENTS**

**Note 2 : Property, Plant and Equipment and Intangible Asset**

Particulars	Tangible					Intangible		Rs. in Lakhs
	Computer & Peripherals	Furniture & Fixtures	Vehicles	Office Equipment	Total Tangible Assets	Software	Total Intangible Asset	
<b>Gross Carrying Value as at April 1, 2020</b>	<b>420.59</b>	<b>62.88</b>	<b>277.59</b>	<b>107.82</b>	<b>868.88</b>	<b>343.00</b>	<b>343.00</b>	
Additions	9.38	1.26	-	-	10.64	-	-	
Deletions	160.25	19.06	0.64	24.43	204.39	153.17	153.17	
<b>Gross Carrying Value as at March 31, 2021</b>	<b>269.73</b>	<b>45.08</b>	<b>276.95</b>	<b>83.39</b>	<b>675.13</b>	<b>189.83</b>	<b>189.83</b>	
<b>Accumulated Depreciation as at April 1, 2020</b>	<b>201.13</b>	<b>13.83</b>	<b>58.69</b>	<b>18.86</b>	<b>292.51</b>	<b>78.55</b>	<b>78.55</b>	
Depreciation	107.63	10.29	52.73	18.20	188.85	51.20	51.20	
Accumulated depreciation on deletions	98.03	5.48	0.18	6.45	110.13	37.27	37.27	
<b>Accumulated Depreciation as at March 31, 2021</b>	<b>210.73</b>	<b>18.64</b>	<b>111.24</b>	<b>30.61</b>	<b>371.23</b>	<b>92.49</b>	<b>92.49</b>	
<b>Carrying value as at March 31, 2021</b>	<b>58.99</b>	<b>26.43</b>	<b>165.71</b>	<b>52.78</b>	<b>303.91</b>	<b>97.34</b>	<b>97.34</b>	
<b>Carrying value as at March 31, 2020</b>	<b>219.46</b>	<b>49.05</b>	<b>218.90</b>	<b>88.96</b>	<b>576.37</b>	<b>264.45</b>	<b>264.45</b>	





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**NOTES TO FINANCIAL STATEMENTS**

**Note 3 : Other Financial Assets**

Rs. in Lakhs

Particulars	As at March 31, 2021	As at March 31, 2020
Bank Deposit with original maturity more than 12 months	-	224.50
<b>Total</b>	<b>-</b>	<b>224.50</b>

**Note 4 : Cash and cash equivalents**

Particulars	As at March 31, 2021	As at March 31, 2020
Cash in hand	-	-
Balance with banks		
-In current accounts	77.52	173.45
-In bank deposits with original maturity less than 3 months	154.06	9.91
<b>Total</b>	<b>231.58</b>	<b>183.36</b>

**Note 5 : Bank Balance other than cash & cash equivalents**

Particulars	As at March 31, 2021	As at March 31, 2020
Bank deposits with original maturity more than 3 months and less than 12 months	225.65	87.50
<b>Total</b>	<b>225.65</b>	<b>87.50</b>

**Note 6 : Other Financial Assets**

Particulars	As at March 31, 2021	As at March 31, 2020
Rent & Other deposits	26.73	34.91
Interest receivable	12.93	14.38
<b>Total</b>	<b>39.66</b>	<b>49.29</b>

**Note 7 : Other Current Assets**

Particulars	As at March 31, 2021	As at March 31, 2020
Prepaid Expenses	30.93	49.01
Statutory dues recoverable	-	3.83
Advance to employees	1.09	23.82
Advances to vendors	0.70	1.75
<b>Total</b>	<b>32.72</b>	<b>78.41</b>



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**NOTES TO FINANCIAL STATEMENTS**

**Note 8A: Corpus Fund**

Rs. in Lakhs

Particulars	As at March 31, 2021	As at March 31, 2020
Corpus fund*	150.00	150.00
<b>Total</b>	<b>150.00</b>	<b>150.00</b>

\*Amount received for Corpus Donation as directed by the donor.

**Note 8B : Other Equity**

Particulars	As at March 31, 2021	As at March 31, 2020
Balance as at the beginning of the year	481.43	170.25
Surplus for the year	(53.06)	311.18
<b>Total</b>	<b>428.37</b>	<b>481.43</b>

**Note 9 : Provisions**

Particulars	As at March 31, 2021	As at March 31, 2020
Provision for employee benefits		
-Gratuity	52.35	106.20
<b>Total</b>	<b>52.35</b>	<b>106.20</b>

**Note 10 : Trade payables**

Particulars	As at March 31, 2021	As at March 31, 2020
Total outstanding dues of creditors other than Micro enterprises and small enterprises		
-Sundry creditors	3.06	72.30
-Provision for expenses	26.12	97.51
-Salaries and Employee benefits payable	30.90	29.37
Deferred fellow scholarship	180.88	297.06
<b>Total</b>	<b>240.96</b>	<b>496.24</b>

**Note 11 : Other Current Liabilities**

Particulars	As at March 31, 2021	As at March 31, 2020
Statutory liabilities	43.40	86.73
<b>Total</b>	<b>43.40</b>	<b>86.73</b>

**Note 12 : Provisions**

Particulars	As at March 31, 2021	As at March 31, 2020
Provision for employee benefits		
-Gratuity	3.35	26.99
-Compensated absences	15.40	116.98
<b>Total</b>	<b>18.75</b>	<b>143.97</b>





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**NOTES TO FINANCIAL STATEMENTS**

**Note 13 : Other Income**

Rs. in Lakhs

Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020
Interest on Fixed Deposit with bank	18.06	15.97
Interest on Refund of Income Tax	0.02	-
Other Income	0.13	-
Provision no longer required written back	3.58	-
<b>Total</b>	<b>21.79</b>	<b>15.97</b>

**Note 14 : Employee Benefit Expense**

Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020
Salaries and wages	1,857.27	3,464.58
Contribution to provident and other funds	112.10	193.82
Gratuity	59.78	37.57
Compensated absences	-	32.55
Other staff welfare expenses	20.99	64.92
<b>Total</b>	<b>2,050.14</b>	<b>3,793.44</b>

**Note 15 : Other Expenses**

Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020
Travelling expenses	80.01	673.50
Legal and professional charges	296.05	543.66
Fellowship	421.98	649.43
Donation in kind*	86.34	-
Rent, rates & taxes	195.25	273.10
Training expenses	6.18	120.38
Workshop charges	-	248.45
Office expenses	19.70	116.31
Communication expenses	34.66	46.99
Printing and stationery expenses	5.85	48.04
IT support services	20.35	76.01
Repairs & maintenance expenses	23.09	43.07
Utility expenses	11.34	20.86
Stores & consumables	11.28	25.43
Auditors' remuneration		
-For Audit fee	3.00	3.00
-For Other related expenses (including Goods and Services Tax)	1.42	2.01
Insurance expenses	18.99	11.10
Advance Written off	0.69	-
Loss on sale of Assets	2.03	2.38
Miscellaneous expenses	3.53	9.62
<b>Total</b>	<b>1,241.74</b>	<b>2,913.34</b>

\*Donation in Kind represents the transfer of Net assets of the Aspirational Districts Transformation (ADT) - Health Vertical Program from Piramal Foundation to Piramal Swasthya Management and Research Institute.



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**NOTES TO FINANCIAL STATEMENTS**

**Note 16 : Contingent Liabilities and Commitments**

**Contingent Liabilities:**

The Company has made adequate provision of liability as per the supreme court judgment dated February 28th, 2019 on provident fund payable by the entity w.e.f April 01st, 2019. As regards the past liability, if any, no provision has been made in absence of clarity on interpretation of the said order. The amount is not ascertainable.

**Commitments:**

**Rs. in Lakhs**

Particulars	As at March 31, 2021	As at March 31, 2020
Estimated amount of contracts remaining to be executed on capital account and not provided for	-	2.68

**Note 17 : Employee Benefits**

**Defined Benefit Plan:**

The Company also provides for gratuity to it's employees. Annual actuarial valuations at the end of each year are carried out by independent actuary in compliance with Ind AS 19 on "Employee Benefits".

*Gratuity*

Table Showing Change in the Present Value of Projected Benefit Obligation	As at March 31, 2021	As at March 31, 2020
Present Value of Benefit Obligation at the Beginning of the Period	132.38	90.11
Interest Cost	7.21	6.27
Current Service Cost	35.91	30.49
Past Service Cost	-	-
Liability Transferred In/ Acquisitions	3.01	-
(Liability Transferred Out/ Divestments)	(18.50)	-
(Gains)/ Losses on Curtailment	-	-
(Liabilities Extinguished on Settlement)	-	-
(Benefit Paid Directly by the Employer)	(9.04)	-
(Benefit Paid From the Fund)	-	-
The Effect Of Changes in Foreign Exchange Rates	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	-
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	1.09	(12.87)
Actuarial (Gains)/Losses on Obligations - Due to Experience	(96.37)	18.39
<b>Present Value of Benefit Obligation at the End of the Period</b>	<b>55.70</b>	<b>132.39</b>

Amount Recognized in the Balance Sheet	As at March 31, 2021	As at March 31, 2020
(Present Value of Benefit Obligation at the end of the Period)	(55.70)	(132.38)
Fair Value of Plan Assets at the end of the Period	-	-
Funded Status (Surplus/ (Deficit))	(55.70)	(132.38)
<b>Net (Liability)/Asset Recognized in the Balance Sheet</b>	<b>(55.70)</b>	<b>(132.38)</b>

Net Interest Cost for Current Period	As at March 31, 2021	As at March 31, 2020
Present Value of Benefit Obligation at the Beginning of the Period	132.38	(90.11)
(Fair Value of Plan Assets at the Beginning of the Period)	-	-
Net Liability/(Asset) at the Beginning	132.38	(90.11)
Interest Cost	7.21	6.27
(Interest Income)	-	-
<b>Net Interest Cost for Current Period</b>	<b>7.21</b>	<b>6.27</b>





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**NOTES TO FINANCIAL STATEMENTS**

<b>Expenses Recognized in the Statement of Profit or Loss for Current Period</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Current Service Cost	35.91	30.49
Net Interest Cost	7.21	6.27
Past Service Cost	-	-
(Expected Contributions by the Employees)	-	-
(Gains)/Losses on Curtailments And Settlements	-	-
Net Effect of Changes in Foreign Exchange Rates	-	-
<b>Expenses Recognized</b>	<b>43.12</b>	<b>36.76</b>
<b>Expenses Recognized in the Other Comprehensive Income (OCI) for Current Period</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Actuarial (Gains)/Losses on Obligation For the Period	(95.28)	5.51
Return on Plan Assets, Excluding Interest Income	-	-
Change in Asset Ceiling	-	-
<b>Net (Income)/Expense For the Period Recognized in OCI</b>	<b>(95.28)</b>	<b>5.51</b>
<b>Balance Sheet Reconciliation</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Opening Net Liability	132.38	90.11
Expenses Recognized in Statement of Profit or Loss	43.12	36.76
Expenses Recognized in OCI	(95.28)	5.51
Net Liability/(Asset) Transfer In	3.01	-
Net (Liability)/Asset Transfer Out	(18.50)	-
(Benefit Paid Directly by the Employer)	(9.04)	-
(Employer's Contribution)	-	-
<b>Net Liability/(Asset) Recognized in the Balance Sheet</b>	<b>55.70</b>	<b>132.38</b>
<b>Assumptions</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Expected Return on Plan Assets	N.A.	N.A.
Rate of Discounting	5.18%	5.45%
Rate of Salary Increase	5.00% p.a. for the next 1 years, 8.00% p.a. thereafter, starting from the 2nd year	0% for FY2020-21 5% for FY2021-22 8% thereafter
Rate of Employee Turnover	10%	10%
Mortality Rate During Employment	Indian Assured Lives Mortality (2006-08) Ult	Indian Assured Lives Mortality (2006-08) Ult
Mortality Rate After Employment	N.A.	N.A.
<b>Other Details</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
No of Active Members	206	817
Per Month Salary For Active Members	Rs. 43,51,088	Rs. 1,72,27,799
Weighted Average Duration of the Projected Benefit Obligation	9	10
Average Expected Future Service	3	3
Projected Benefit Obligation (PBO)	Rs. 55,69,545	Rs. 1,32,37,810
Prescribed Contribution For Next Year (12 Months)	-	-
<b>Maturity Analysis of the Benefit Payments: From the Employer</b>	<b>As at March 31, 2021</b>	<b>As at March 31, 2020</b>
Projected Benefits Payable in Future Years From the Date of Reporting		
1st Following Year	335,272	2,699,189
2nd Following Year	414,470	669,415
3rd Following Year	463,420	645,089
4th Following Year	473,830	897,292
5th Following Year	468,559	957,295
Sum of Years 6 To 10	2,561,711	5,216,056
Sum of Years 11 and above	3,983,970	10,222,822



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**NOTES TO FINANCIAL STATEMENTS**

Sensitivity Analysis	As at March 31, 2021	As at March 31, 2020
Projected Benefit Obligation on Current Assumptions	5,569,545	13,237,810
Delta Effect of +1% Change in Rate of Discounting	(386,872)	(881,610)
Delta Effect of -1% Change in Rate of Discounting	440,195	1,016,316
Delta Effect of +1% Change in Rate of Salary Increase	364,584	892,886
Delta Effect of -1% Change in Rate of Salary Increase	(327,500)	(708,933)
Delta Effect of +1% Change in Rate of Employee Turnover	(84,960)	(254,661)
Delta Effect of -1% Change in Rate of Employee Turnover	92,494	275,440

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

**Details of Plan Assets:**

The Scheme currently is not funded.

**Defined Contribution Plan:**

*Contribution to Provident Fund*

The Company's Defined Contribution plans pertain to the Provident Fund and it has no further obligation beyond making such contributions to the plans. An amount of Rs. 105.46 lakhs (PY - Rs. 184.67 lakhs) has been charged off to Statement of Income & Expenditure A/c

Included in Contribution to Provident and Other Funds (Refer Note No. 14)

*Compensated Absences*

The liability for Compensated Absences as at year end is Rs. 15.40 lakhs (PY- Rs. 116.98 lakhs)

Included in Compensated Absences. (Refer Note No. 14)

**Note 18 : Related Party Disclosures**

In the ordinary course of business, the Company does not enter into any business transactions with it's Related Parties. The names of Related parties of the Company and their relationship, as required to be disclosed under Ind AS 24 are as follows:

Names of the Related Parties	Relationship
Mr. Ajay G. Piramal	Director
Mr. Jalaj Dani	Director
Mr. Madhav Chavan	Director
Mr. Adil Zainulbhai	Director
Mr. Debasish Mitter	Director
Piramal Foundation for Education Leadership	Subsidiary by virtue of an Agreement
Piramal Udgam Data Management Solutions	Subsidiary by virtue of an Agreement
Kaivalya Education Foundation	Subsidiary by virtue of an Agreement
Piramal Swasthya Management and Research Institute	Subsidiary by virtue of an Agreement

In the context of Ind AS 24, Two entities are not considered as related parties just because of having common director or other member of key management personnel or because a member of key management personnel of one entity has significant influence over the other entity. In considering each possible related party relationship, attention is directed to the substance of the relationship and not merely the legal form.

By virtue of above provisions, all entities, having common director(s) or director(s) being a member of KMP, are not considered as Related Parties.

Refer Note 15 for Donation in Kind made by the Company to Piramal Swasthya Management and Research Institute.





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**NOTES TO FINANCIAL STATEMENTS**

**Note 19 : Disclosures as required by the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") are as under**

Particulars	As at March 31, 2021	As at March 31, 2020
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	1.21
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years		

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

**Note 20 : Taxes on Income**

*Income Tax*

The Foundation is registered under Section 12AA of the Income Tax Act, 1961. As per the provisions of Section 11 of the Income Tax Act, 1961 it has applied 85 percent of its Income towards activities mentioned in Section 2(15) of the said Act. Accordingly no current tax liability is required to be recognised.

**Note 21 : Financial Instruments & Fair Value Disclosure**

**Categories of Financial Instruments:**

Particulars	As at March 31, 2021	As at March 31, 2020
<i>Financial Assets:</i>		
Measured at amortised cost		
(i) Cash & Cash equivalents	231.58	183.36
(ii) Bank balances other than cash and cash equivalents	225.65	87.50
(iii) Other Financial Assets	39.66	273.79
<i>Financial Liabilities:</i>		
Measured at amortised cost		
(i) Trade Payables	240.96	497.45



**NOTES TO FINANCIAL STATEMENTS**

**Note 22 : Impact of Covid-19 on activities**

The Foundation did not suspend work in any locations post the outbreak of Pandemic 'Novel Coronavirus' ("COVID - 2019") and consequent lockdown announced by the Central and State Governments on 23rd March, 2020. The teams worked from their respective locations and avoided travel. The Company's non field employees were encouraged to work from home and thereby protect them from the COVID outbreak.

NITI Education District teams were also repurposed to focus on wellbeing of Senior Citizens in the aspirational districts. A program called as "Surakshit Dada Dadi Nana Nani Abhiyan (SDDNNA)" was designed & launched to focus on Prevention, Access & Early Detection for the target population of senior citizen.

Due to the pandemic, the Company's receipts were much lower as compared to the previous year. Also, in order to control costs, the Company has laid off certain employees during the year. Due to this, the figures of the current year are not comorable with those of the previous year.

In view of recent surge in Covid-19 cases, few states reintroduced some restrictions and the Company continues to be vigilant and cautious. The Company has considered the possible impact of Covid-19 in preparation of these financial statements. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.

**Note 23 : Offsetting Financial Assets & Financial Liabilities**

All Financial assets and Financial liabilities are disclosed individually and no offsetting has been done between Financial assets and liabilities.

**Note 24 : Foreign Currency Transactions**

There are no Foreign Currency Transactions being Receipts or Payments during the current year.

**Note 25 : IND AS 116 - Leases**

The Company has adopted Ind AS 116 "Leases" effective 1st April, 2019 notified by the Ministry of Corporate Affairs. The impact of adoption of Ind AS 116 on the surplus of the year is not material.

**Note 26 : Regrouping / Reclassification**

Previous year's figures have been re-grouped / re-classified wherever necessary to conform to the current year's classification.

For and on behalf of the Board of Directors



*Jalaj Dani*  
**Jalaj Dani**  
Director  
DIN: 00019080

*Adil Zainulbhai*  
**Adil Zainulbhai**  
Director  
DIN: 06646490

Place: Mumbai  
Date:

**7 SEP 2021**





## BOARD'S REPORT

**DEAR MEMBERS,**

Your directors have pleasure in presenting their 10<sup>th</sup> Annual Report together with the Audited Financial Statements for the financial year ended March 31, 2021.

**PERFORMANCE HIGHLIGHTS:**

(Rs. in Lakhs)

Particulars	FY 2020-21	FY 2019-20
Total Income	3383.60	7270.47
Less: Total Expense	3531.94	6953.78
<b>Surplus/(Deficit) before Tax</b>	<b>(148.34)</b>	<b>316.69</b>
Add: Other Comprehensive Income	95.28	(5.51)
Less: Provision for Tax	-	-
Less: Deferred Tax Provision	-	-
<b>Surplus/(Deficit) after Tax</b>	<b>(53.06)</b>	<b>311.18</b>

**OPERATIONS REVIEW/ STATE OF COMPANYS AFFAIRS:**

Your company signed a MOU in March 2018 with NITI Aayog to work in 25 out of the 117 Aspirational Districts identified to improve indicators across health & nutrition and education. This year was the third year of the four year programme known as Aspirational District Transformation (ADT).

**PROGRESS DURING THE YEAR**

**Education**

This year, **Piramal Foundation's Education team** worked on creating hope, rebuilding community trust, strengthening governance system, transformational leadership, and 21<sup>st</sup> century skills to improve Student Learning Outcomes (SLO) and ensure sustainability of interventions. The team also worked on building digital literacy of teachers and middle management in Education. The team is on its journey to build collaborations and facilitate convergence in 112 Aspirational Districts of India.

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The Education team successfully run 'Surakshit Dada-Dadi, Nana-Nani Abhiyaan' to protect 2.9 Million Senior Citizens in 112 Aspirational Districts of India and 'Saksham Bitiya Abhiyaan' to build back equal education for Girl Child in COVID-19 world.

**Some of the key takeaways of the above interventions are:**

**1. Constructive Community Action:**

**Improved Enrolment, Ensured Retention:** District administrations have taken exceptional lead to own and launch student enrolment campaign. 6.13 Lakh new students and 1.23 Lakh Out of School Children enrolled back in Government schools during the year. 93.2% of primary school students transitioned to upper primary.

10,000+ Volunteers participated in 10 community Campaign to reach 10 Lakh Students during COVID-19.

**2. System Change:**

The Education team in collaboration with the State Governments has created clearer roles for 9000+ education officers and instituted competency/merit-based selection processes for 7000+ Key Resource Persons, thereby enabling higher performance and job satisfaction amongst middle management in Education.

Three states overcame Legal Policy inconsistency in the past year leading to 50% decrease in pendency. 17 processes of education department have been diagnosed while three digital solutions (Student Data Management, Medical Reimbursement, and Learning Management System) have been implemented benefitting 2 Lakh+ Education Department's Staff.

**3. Transformational Leadership:**

Over 50,000 Education Officials have been empowered with ~199 hours of Leadership Development trainings in past two years, which has initiated Behaviour Change on the ground.

13,000 Cluster Resource Coordinators (CRCs) across all districts have been provided 225 hours input each resulting in higher focus of CRCs on improving learning outcomes.

**4. Strengthen Governance**

**District Project Management Unit (DPMU):** All 28 ADTP districts initiated and formed DPMU and District Collectors conducting monthly review, update and planning meeting at district level.



## **5. Demonstration Schools**

District administration invested resources to completely transform infrastructure of 5023 Demonstration Schools to revitalise education ecosystem of 28 Aspirational Districts across 8 States.

Your company is pleased to inform that the efforts of the team in the last two Years through effective community engagement, capacity building and governance has helped in improvements in learning outcomes, enrolment, attendance and delta ranking in the Government schools in these districts. Some examples of progress are shared below:

- 6.13 Lakh new students enrolled & 1.25 Lakh+ out of School children re enrolled in Government schools in these 25 districts.
- Established 30,089 active libraries and 9285 schools (BaLA) enabled with class wise and grade specific learning aids
- Program Monitoring and Evaluation being done through 5 tech platforms deployed with centralised dashboards
- Strengthened 5023 Demo Schools to revitalize education ecosystem of 28 Aspirational Districts across 8 States
- Achieved 12-16% SLO improvement in 5023 Demo schools across 28 aspirational districts
- Supported 2.9 Million+ senior citizens during COVID-19 under 'Surakshit Dada-Dadi, Nana-Nani Abhiyaan
- Created collaborative Model which brought together 151 NGOs for Collective Impact for the success of 'Surakshit Dada-Dadi, Nana-Nani Abhiyaan'
- Reached 1.63 Lakh girls to build back equitable education with support from 15,000 local young women volunteers under Saksham Bitiya Abhiyan in 28 Aspirational Districts during the Lockdown

### **Plans for 2021-22**

- Establish and strengthen 112 Forums across 112 Aspirational Districts with focus on Enrolment and transition
- Leverage INR 1000 Cr of Child Welfare Schemes and develop capabilities of 10000+ functionaries across 12 District Departments of each district
- Increase the Fund Inflow in 112 Aspirational Districts & to Local NGOs, through expanding networks to new donors, leveraging 60% allocated funds by CPSEs & facilitating outcome based funding through NITI
- Activate 50000+ progressive young men and women across 224 blocks in 112 Districts, establish 5500+ adolescent girls club and provide support to 3 Lakh girls to avail schemes
- High-performing demo schools as centers for excellence to set up benchmarks for infrastructure and academic outcomes for aspirational districts
- Enablement of robust district level governance structures and data-based decision-making

- Impact lives of 10000+ Education Officials directly through capacity building interventions to improve functioning of 4 state Governments across India
- Develop capabilities of 21000+ Teacher Educators and District, Block and Cluster level Managers
- Embed Social Emotional and Ethical Learning Program in the curriculum of 25000+ schools in Rajasthan

### **Health Segment | Aspirational Districts Transformation Programme**

The COVID pandemic had already taken a toll on the world as well as India even before the beginning of the financial year 2020-21. The country went under a forced lockdown to curb the effect of the COVID infection and all sectors including the public health services (apart from that were related to COVID-19 pandemic management) came to a sudden halt.

Therefore, the COVID pandemic exerted an abundance of challenges on the public health system. At one side it needed efforts to contain the spread of the virus while in parallel it required to address the regular health challenges and needs of the vulnerable segments of the society. To ensure service delivery, and the containment of the pandemic, the Piramal Foundation's Aspirational District Programme focused their attention to institute controlled measures and strengthen COVID response and ensure provisioning of essential services.

#### **Some of the notable developments during April to September 2020 are;**

- **Supported the district administration in preparing and operationalizing quarantine centers** across the 25 Aspirational Districts.
- Tracked and reached out to **1.15 lakhs COVID-19 suspected cases**.
- Sensitized over **950 faith leaders** and over **22000 PRI members** to further spread awareness in the community regarding COVID-19 pandemic.
- Trained **56,000 frontline workers** on Ministry of Health and Family Welfare issued COVID guidelines.
- Achieved target of **10,000 VHSND per month** in September 2020.
- Strengthened **75 First Referral Units (FRU) and 5 Health and Wellness Centers (HWC)**
- During POSHAN Maah, **861 children with Severe Acute Malnutrition** were identified in the selected villages of NITI mentored aspirational districts of Uttar Pradesh and Jharkhand.

In the financial year 2020-21, our efforts were reoriented to address the demand imposed by COVID. Piramal Foundation re-aligned its strategy to strengthen their response in dealing with the direct and indirect impacts of COVID-19 outbreak. The interventions were strategically customized to utilize the existing footprint of the organization and its existing interventions.

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Some key highlights from Aspirational Districts around **COVID management** were:

- Piramal Foundation has its transformation team present till the block level which provided it with the foothold to dive straight into implementation. In the initial stages of the epidemic, concerted efforts were made for prevention and control of COVID-19 infections hence the team began with **supporting the district administration in preparing and operationalizing quarantine centers** across the 25 Aspirational Districts along with ensuring adequate **COVID-19 supplies (PPE Kits, Sanitizers, masks)**.
- While the quarantine centres were being set up, migration from metropolitan cities had also begun in these Aspirational Districts. It was crucial to identify, track and test the returning migrant workers to ensure their safety along with preventing community transmission. The second support that the Piramal Foundation provided to the district administration was with **door to door screening of the returning migrant workers and their families**. Piramal Foundation staff telephonically followed up with people in home quarantine to gauge if they were having any symptoms and prepare for its management. If there were any symptoms detected, the cases were escalated to the medical officers so that adequate care could be provided. Over 1.15 lakhs COVID-19 cases were tracked by Piramal Foundation team.
- The efforts were not limited to preparing quarantine centers. The quality team of Piramal Foundation which works on strengthening first referral units and district hospitals, in parallel started **strengthening Intensive Care Units and Isolation Wards** to address the COVID requirements.
- COVID-19 was a new disease. It brought its own myths and misconceptions within the communities. With an aim to generate awareness and dispel myths and misconceptions, Piramal Foundation re-approached its work with community influencers including faith leaders and PRI members.
- Throughout India, religious and community leaders are respected and trusted in their communities. Additionally, faith and PRI leaders have a social standing that strategically places them in a position to influence behaviors of community at large. Piramal Foundation started re-orienting the community influencers since April to dispel COVID-19 myths and misconceptions. The team has sensitized over **950 faith leaders** and over **22000 PRI members** to further spread awareness in the community.
- The Ministry of Health and Family Welfare (MoHFW) have issued guidelines for frontline workers for COVID-19 Management. Since the number of FLWs in Aspirational Districts is huge, Piramal Foundation also supported the district administration in facilitating the trainings through individual calls. Over **56000 FLWs** have been reached by the end of April 2020.

#### **Village Health Sanitation and Nutrition Days (VHSND)**

Before the advent of the pandemic and subsequent lockdown, Piramal Foundation was facilitating over 7000 VHSNDs per month. These VHSNDs provide services related to antenatal

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care, immunization, growth monitoring among others. The service was completely stopped as India entered into a country wide lockdown. In May 2020, Piramal Foundation resumed VHSND services and was able to successfully re-initiate over 4400 VHSNDs.

Piramal Foundation had set a target to achieve 10,000 model VHSNDs per month in the FY 20-21 but with the constant efforts of the team this milestone was achieved in the month of September 2020. Between April 2020 to September 2020, the VHSND platform has reached out to **8,85,068 beneficiaries** which consisted of 1,75,449 pregnant women, 1,50,533 lactating mothers, 93,423 adolescent girls and 4,65,663 under 6 children. All the regular services were conducted ensuring and maintaining proper COVID guidelines.

### **Defeat Diarrhoea (D-2) Initiative**

In lines with the MoHFW's Defeat Diarrhoea (D-2) Initiative, Piramal Foundation aimed at bringing down diarrhoea deaths in under-five children to less than 1 per thousand live births by 2022 in 25 Aspirational Districts. Activities were planned, ensuring availability and utilization of essential supplies at various levels. Intensified Diarrhoea Control Fortnight (IDCF) is utilized as an effective platform to create awareness in the community, motivate health workers to perform household ORS saturation, give demonstration on ORS preparation, hand washing, counsel community on adequate nutrition, identification of danger signs of dehydration and follow standard treatment protocol for diarrhea management and treatment. Our household survey captures the progress made by these activities in the community. Over 19,000 households were surveyed since the inception of the intervention with over 3,300 surveys between April to September 2020. Some of the key outputs of the survey are:

- Household saturation with ORS was 43%.
- Under-5 children reporting diarrhoea in 2 weeks preceding the survey was 4%.
- Children receiving ORS for diarrhoea was 63%.
- Children receiving Zinc for diarrhoea was 50%

### **Pradhan Mantri Matru Vandana Yojana (PMMVY)**

Uncertainties related to COVID-19 also impacted implementation of schemes such as Pradhan Mantri Matru Vandana Yojana (PMMVY). Piramal Foundation has been working on strengthening PMMVY since September 2019 in the 25 Aspirational Districts mentored by NITI Aayog. The foundation has been attempting to identify bottlenecks and strengthen the implementation of the scheme. The primary objective of this intervention is to increase the number of registered beneficiaries under PMMVY and improve the disbursement rate of the instalments. To ensure the registration under the scheme, Piramal Foundation facilitated resumption of registration by diverting the same to VHSNDs and as well as facilitating door to door registration by AWW coupled with her COVID-19 and HBNC visits. Between April to September 2020, 70% Beneficiary registered under the scheme.



### **Facility Strengthening**

- In a step towards achieving Universal Health Coverage, the Government of India has planned to strengthen the services and infrastructure of the existing sub-centres and primary health centres in the country and upgrade them to **Health and Wellness Centres (HWC)** under the Ayushman Bharat initiative. The HWC are envisioned to provide preventive, promotive, curative, rehabilitative and palliative care to individuals. The Piramal Foundation managed HWCs also provide telemedicine services connecting the last mile beneficiary to doctors without crowding higher facilities and risking infections in the times of COVID-19 pandemic. Between April 2020 to September 2020, Piramal Foundation strengthened 75 First Referral Units (FRU) and 5 HWC. More than 1,18,000 deliveries were conducted in these facilities along with over 10,500 essential new born care service.
- The 'LaQshya'- quality improvement initiative in labour room & maternity OT is aimed at improving quality of care for mothers and newborn during intrapartum and immediate post-partum period. LaQshya program benefits every pregnant woman and newborn delivering in public health institutions. It improves quality of care for pregnant women in labour room, maternity operation theatre and obstetrics intensive care units (ICUs) & high dependency units (HDUs). During the said period, three facilities received the LaQshya accreditation, i.e. district hospital in Baran and Jaisalmer and Community Health Centre, Kelwara.

### **POSHAN Maah | September 2020**

India celebrated the third Rastriya POSHAN Maah in September 2020 to accelerate the delivery of the POSHAN Abhiyaan interventions. Many limitations were imposed due to COVID-19 outbreak and the subsequent nationwide lockdown; activities were reoriented with preventive measures without altering the spirit of POSHAN Maah.

- Events like POSHAN Chaupal and POSHAN Par Charcha were organized for promotion of healthy dietary habits, benefits of locally available healthy food, home-based complementary feeding options for infants etc. Around 10,000 beneficiaries were reached through events organised at Anganwadi centers, VHSND sites.
- The first 1000 days of life - the time spanning roughly between conception and one's second birthday - is a unique period of opportunity when the foundations of optimum health, growth, and neurodevelopment across the lifespan are established. This remained as one of the main focus area during the POSHAN Maah.
- During the POSHAN Maah, growth monitoring was resumed after the nationwide lockdown was unlocked. A total of 861 children with Severe Acute Malnutrition identified in the selected villages of NITI mentored aspirational districts of Uttar Pradesh and Jharkhand.
- Jan andolan, meaning peoples' movement, is the most important component of the POSHAN Maah. The community is mobilised and engaged in various community events such as godbharai (celebrated to bless the mother-to-be) and annaprashan (signifying the importance of timely introduction of solid food in the life of an infant). The Jan Andolan was implemented with adaptation of proper COVID 19 protocol.

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- Recognizing the potential threat imposed by the pandemic on community health, during POSHAN Maah 2020 hand-washing demonstrations were made one of the major activities which were carried out in all districts by frontline workers and our block teams.
- During POSHAN Maah with a slogan of #Local4Poshan, nutrition-gardens and kitchen gardens were widely planted across India including the tribal districts. In 25 aspirational districts, jointly with frontline functionaries, the Piramal Foundation team planted more than 6,500 saplings.

#### **Tele-Consultation**

- To ensure that the services reach to the beneficiaries Piramal Swasthya developed a tele-medicine application that was operated on mobile phones by the Block Transformation Officers. The application acts as an interface between the doctors and patients, providing tele-medicine services at the doorstep of the rural communities. The application has been launched in 23 out of 66 blocks in 5 districts of Bihar. The field team with support of ASHAs and ANMs, reaches to the household of the beneficiaries (pregnant women with high risk) with the tele-medicine application installed in their phones or tablets.
- A dedicated helpline number for COVID- 19 positive patients was set at the district office in Sheikhpura. The Block Transformation Officers (BTOs) were trained to handle queries by experts from the health helpline team at Piramal Swasthya. The responses on the helpline were tracked and shared with the District Magistrate (DM). The DM was happy with the response that the help line was receiving, thus she decided to open a tele-health centre at district level in Sheikhpura.
- At present there are two tele health centres in Sheikhpura. These centres are being operated in two shifts with a 24\*7 helpline service. Within a span of one-month 1400 calls were responded which comprises of 150+ inbound calls and 1200+ outbound calls.

#### **Plan for 2021-22**

Since the Aspirational District Programme has now become a part of Piramal Swasthya, this segment has no updates.

#### **ANNUAL RETURN:**

The Annual Return for FY 2020-2021 is available on Company's website <https://piramalfoundation.org>

#### **NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:**

During the year three (3) Board Meetings were held - 7<sup>th</sup> September, 2020, 9<sup>th</sup> December 2020 and 10<sup>th</sup> March, 2021 thereby complying with applicable statutory requirements of holding atleast one meeting within every six calendar months.

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#### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Your Directors state that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the surplus of the Company for the year ended on that date;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the Directors have prepared the annual financial statements on a going concern basis;
- (e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

The Company has not provided any Loans or Guarantees or made any investments falling under the purview of Section 186 of the Companies Act, 2013 during the year under review.

#### **RELATED PARTY TRANSACTION**

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in ordinary course of business and on arm's length basis. During the year ended March 31, 2021, the Company made a "Donation in Kind" which represents the transfer of Net assets of the Aspirational Districts Transformation (ADT) - Health Vertical Program from Piramal Foundation to Piramal Swasthya Management & Research Institute (PSMRI), it's subsidiary vide Subsidiary Agreement.

Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC 2 is annexed herewith as "Annexure A".

#### **MATERIAL CHANGES AND COMMITMENTS BETWEEN 31<sup>ST</sup> MARCH, 2021 AND THE DATE OF THIS REPORT**

There are no material changes and commitments between 31<sup>st</sup> of March, 2021 and the date of this report.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Considering the nature of the operations of the Company, there are no disclosures regarding conservation of energy and technology absorption.

There are no foreign exchange earnings and outgo during the financial year 2020-21

**RISK MANAGEMENT:**

The Company has a robust Risk Management framework to identify, measure and mitigate business risks and opportunities. This framework seeks to create transparency, minimize adverse impact on the business objective and enhance the Company's ability to perform.

**CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES:**

The CSR provisions are not applicable to your company.

**CHANGES IN THE NATURE OF ACTIVITIES:**

There are no changes in the nature of activities.

**ADEQUACY OF INTERNAL FINANCIAL CONTROLS:**

The Company has adequate internal financial controls in place with reference to financial statements. These are continually reviewed by the Company to strengthen the same wherever required.

**DIRECTOR:**

In accordance with the provisions of the Companies Act, 2013, Mr. Madhav Chavan (DIN: 02012989) and Mr. Debasish Mitter (DIN: 05272085), Directors retire by rotation at the ensuing Annual General Meeting and are eligible for re-appointment which your Board recommends.

**REMUNERATION TO DIRECTORS:**

No remuneration is paid to any directors of the Company.

**CHANGES IN SUBSIDIARIES/JOINT VENTURES/ ASSOCIATE COMPANIES:**

During the year under review there is no change in the existing subsidiaries.



**PARTICULARS OF EMPLOYEES:**

Statement containing details of Employee Remuneration prescribed under Section 197 of Companies Act, 2013 and Rule 5(2) & Rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report. The said statement shall be made available to any member on specific request.

**POLICY OF PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORKPLACE:**

The Company has always believed in providing a safe and harassment free workplace for every individual working in Company's premises through various interventions and practices. The Company always endeavours to create and provide an environment that is free from discrimination and harassment, including sexual harassment. The Company has in place a robust policy on prevention of sexual harassment at workplace which is in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee ('ICC') has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy. The Policy is gender neutral.

During the year under review, three complaints were filed with the ICC. Two complaints were resolved during the year and as of 31<sup>st</sup> March, 2021, there was one complaint which was outstanding. This complaint was resolved in July 21.

**STATUTORY AUDITORS AND AUDITORS REPORT:**

In Compliance with the provisions of Section 139 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s)/re-enactment(s)/amendment(s) thereof, for the time being in force), M/s. Lodha & Co., Chartered Accountants, (having Firm Registration Number 301051E) were appointed as Statutory Auditors at the 7<sup>th</sup> Annual General Meeting of the Company held on September 25, 2018, to hold office for a term of five (5) consecutive years from the conclusion of the 7<sup>th</sup> Annual General Meeting until the conclusion of the 12<sup>th</sup> Annual General Meeting.

The Auditors Report for the financial year ended 31<sup>st</sup> March, 2021 does not contain any qualification, reservation or adverse remark and no frauds have been reported by the Auditors.

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

**OTHERS:**

- A. Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. The details relating to deposits, covered under Chapter V of the Act, since neither has the Company accepted deposits during the year under review nor were there any deposits outstanding during the year.
  2. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- B. Your directors state that no disclosures have been made in respect of the items where the Company does not have any information to disclose.

#### **ACKNOWLEDGEMENTS**

We take this opportunity to thank the Niti Aayog, all Government authorities, Stakeholders and Company's Bankers for their support to the Company. The employees of the Company are the backbone for working with communities and government authorities in remote locations and the Company is grateful for their support and commitment to the objectives of the Foundation.

**For and on behalf of the Board  
For Piramal Foundation**



**Adil Zainulbhai**  
Director  
(DIN: 06646490)



**Jalaj Dani**  
Director  
(DIN: 00019080)

**Place:** Mumbai

**Date:** 7<sup>th</sup> September, 2021



**Annexure A**

**FORM NO. AOC -2**

**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.**

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at Arm's length basis –

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2021, which were not at arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	-
b)	Nature of contracts/arrangements/transaction	-
c)	Duration of the contracts/arrangements/transaction	-
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
e)	Justification for entering into such contracts or arrangements or transactions	-
f)	Date(s) of approval by the Board	-
g)	Amount paid as advances, if any	-
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	-

2. Details of material contracts or arrangement or transactions at Arm's length basis

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Name : Piramal Swasthya Management & Research Institute (PSMRI)  Nature of relationship : control vide the subsidiary agreement
b)	Nature of contracts/arrangements/transactions	Donation in kind

c)	Duration of the Contracts/ arrangements/ transactions	One time
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
e)	Date(s) of approval by the Board, if any	09.12.2020
f)	Amount paid as advances, if any	-

For and on behalf of the Board  
For Piramal Foundation



**Adil Zainulbhai**  
Director  
(DIN: 06646490)



**Jalaj Dani**  
Director  
(DIN: 00019080)

**Place:** Mumbai

**Date:** 7<sup>th</sup> September, 2021