

**SURESH & CO.**  
**Chartered Accountants**

'SRINIDHI', #43/61, 1st Floor,  
Surveyors Street, Basavanagudi,  
Bengaluru - 560 004

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**INDEPENDENT AUDITOR'S REPORT**

To the Members of Foundation for Sandboxstartup Initiatives.

**Report on the Audit of Financial Statements**

**Opinion**

We have audited the accompanying financial statement of M/s. **Foundation for Sandboxstartup Initiatives** ("*the Company*") which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and notes to the financial statement, including a summary of the 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 statement give the information required by the **Companies Act, 2013** ("*the Act*") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of state of affairs of the Company as at March 31, 2021, its loss and its cash flows for the year ended on that date.

**Basis for Opinion**

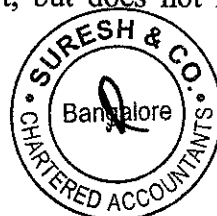
We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial statement section of our report. We are independent of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

**Emphasis of matter**

We draw attention to Note 2.26 of the financial statements, which describes the uncertainties and the impact of COVID 19 on carrying value of receivables as assessed by the management. The actual results may differ from such estimates depending on future developments. Our opinion is not modified in respect of this matter

**Information other than the Financial statement and Auditor's Report thereon**

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



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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these financial statement that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act read with read with applicable Rules. 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 judgements 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 statement 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.

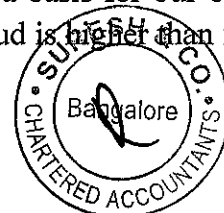
Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the financial statement 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 judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one



resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

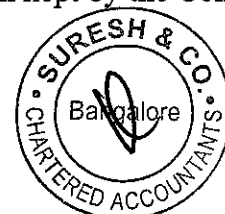
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statement 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statement 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.

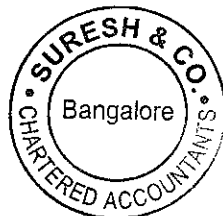
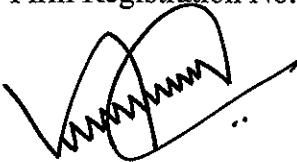
#### **Report on Other Legal and Regulatory Requirements**

1. The provisions of The Companies (Auditor's Report) Order, 2016 ("the order"), issued by the Central Government of India in terms of subsection (11) of section 143 of the Companies Act, 2013, is not applicable since the company is registered under section 8 of the act.
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 the Company so far as it appears from our examination of those books;



- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid financial statement complies with the Accounting Standards specified under Section 133 of the Act;
- e. On the basis of the written representations received from the director 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 Company and the operating effectiveness of such controls as required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 we state that the company, being a Private Limited Company
- i. not having a turnover exceeding Rs. 50 Crores as per latest audited financial statement, and
  - ii. not having aggregate of any borrowings from banks and public financial institution or body corporate exceeding Rs. 25 Crore at any point of time during the financial year.
- Hence reporting under the clauses referred in the above, are not applicable to the Company for the year.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has no pending litigations which would impact its financial position in its financial statements.
  - ii. The Company 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 the Company.

**for SURESH & CO.**  
Chartered Accountants  
Firm Registration No.: 004255S



**Udupi Vikram**  
Partner  
Membership No.: 227984  
Bengaluru  
August 05, 2021  
UDIN : 21227984AAAAEP1805

**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA 580030

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

PARTICULARS	Notes Ref.	Amount in Rs.	
		As at March 31, 2021	As at March 31, 2020
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDER'S FUNDS</b>			
Share capital	2.1	1,00,000	1,00,000
Reserves and surplus	2.2	18,02,34,611	12,14,72,820
<b>NON-CURRENT LIABILITIES</b>			
Long-term provisions	2.3	2,56,499	2,12,583
<b>CURRENT-LIABILITIES</b>			
Short-term borrowings	2.4	-	1,83,58,828
Trade payable			
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
Other current liabilities	2.5	48,73,054	62,20,328
Short-term provisions	2.6	30,914	32,910
<b>TOTAL</b>		<b>18,54,95,078</b>	<b>14,63,97,469</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets			
(i) Property plant & equipment	2.7	3,81,95,080	3,85,94,528
(ii) Intangible assets	2.7	-	5,670
Non-current investments	2.8	3,81,50,841	3,80,74,391
Long-term loans and advances	2.9	5,41,221	4,90,946
<b>CURRENT ASSETS</b>			
Trade receivables	2.10	10,68,736	24,47,779
Cash and cash equivalents	2.11	10,22,43,876	4,87,57,651
Short term Loan & Advances	2.12	3,07,880	-
Other current assets	2.13	49,87,444	1,80,26,504
<b>TOTAL</b>		<b>18,54,95,078</b>	<b>14,63,97,469</b>

Significant Accounting Policies

1

Notes to forming part of financial Statements

2

Refer to our report of even date attached

for **SURESH & CO.**

Chartered Accountants

Firm Registration No.: 0042433

**Udupi Vikram**

Partner

Membership No.: 227984

Bengaluru

August 05, 2021



for and on behalf of Board of  
**FOUNDATION FOR  
SANDBOXSTARTUP INITIATIVES**

**N Ramanathan**

Director

DIN:01745689

Bengaluru

August 05, 2021

**Rajiv Prakash**

Director

DIN: 06886923

Bengaluru

August 05, 2021

**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA 580030

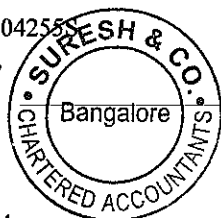
**Statement Of Profit And Loss for the year ended March 31, 2021**

PARTICULARS	Notes Ref.	Amount in Rs.	
		Year Ended March 31, 2021	Year Ended March 31, 2020
<b><u>INCOME</u></b>			
Revenue from operations	2.14	1,29,45,772	1,82,95,599
Other income	2.15	15,30,966	1,24,105
Transfer from capital grant - depreciation equalisation	2.2	30,96,497	36,59,894
<b>TOTAL</b>		<b>1,75,73,235</b>	<b>2,20,79,598</b>
<b><u>EXPENSES</u></b>			
Employee benefits	2.16	1,36,07,239	1,10,96,854
Finance costs	2.17	10,66,261	10,84,319
Depreciation and amortization expenses	2.7	33,22,430	39,49,698
Other expenses	2.18	1,14,07,760	1,17,36,666
<b>TOTAL</b>		<b>2,94,03,690</b>	<b>2,78,67,537</b>
<b>Profit before tax</b>		<b>(1,18,30,455)</b>	<b>(57,87,939)</b>
<b>Tax expenses</b>			
a) Current tax		-	-
b) Earlier year tax		-	-
c) Deferred tax (income)/expenses		-	-
<b>Profit after tax</b>		<b>(1,18,30,455)</b>	<b>(57,87,939)</b>
<b>Earnings per share</b> (Face value of Rs. 100/- per share)			
- Basic/Diluted	2.20	(11,830.45)	(5,787.94)
Significant Accounting Policies	1		
Notes to forming part of financial Statements	2		

Refer to our report of even date attached  
for **SURESH & CO.**

Chartered Accountants

Firm Registration No.: 0042558



**Udupi Vikram**

Partner

Membership No.: 227984

Bengaluru

August 05, 2021

for and on behalf of Board of

**FOUNDATION FOR  
SANDBOXSTARTUP INITIATIVES**

**N Ramanathan**

Director

DIN:01745689

Bengaluru

August 05, 2021

**Rajiv-Prakash**

Director

DIN: 06886923

Bengaluru

August 05, 2021

**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA 580030

**Cash Flow statement for the year ended March 31, 2021**

Sl. No	Particulars	Amount in Rs.	
		Year ended March 31, 2021	Year ended March 31, 2020
<b>A</b>	<b>Cash flow from Operating activities</b>		
	Profit before tax	(1,18,30,455)	(57,87,939)
	<i>Adjustments for:</i>		
	Depreciation and amortisation expenses	33,22,430	39,49,698
	Finance costs	10,66,261	10,84,319
	Interest income from bank on deposits	(14,83,539)	(77,800)
	Amortization of capital grant	(30,96,497)	(36,59,894)
	Liability no longer required written back	-	-
	Incubation Facility Fund - Utilised during the Year	-	-
		<b>(1,20,21,800)</b>	<b>(44,91,616)</b>
	<b>Changes in working capital:</b>		
	Adjustments for (increase)/ decrease in operating assets		
	Trade receivables	13,79,043	(6,39,779)
	Other current assets	1,30,89,335	(50,32,907)
	Short term loans & advances	(3,07,880)	-
	Adjustments for increase/ (decrease) in operating liabilities		
	Other current liabilities	(13,47,274)	22,14,754
	Provisions	41,920	4,915
	<b>Cash generated from operations</b>	<b>8,33,344</b>	<b>(79,44,633)</b>
	Net income tax paid net of refund	(1,00,550)	1,03,335
	<b>Net cash flow from operating activities</b>	<b>7,32,794</b>	<b>(78,41,299)</b>
<b>B</b>	<b>Cash flow from Investing activities</b>		
	Capital grant received (including interest income)	7,80,88,740	1,78,68,872
	Prototype Grant for Innovators	(44,00,000)	
	Purchase of fixed assets	(29,17,309)	(1,46,320)
	Purchase of non current investments	(76,450)	(2,55,22,825)
	Interest income from bank on deposits	14,83,539	77,800
	<b>Net cash flow from/ (used in) investing activities</b>	<b>7,21,78,520</b>	<b>(77,22,473)</b>
<b>C</b>	<b>Cash flow from Financing activities</b>		
	Proceeds from Short term borrowings	(1,83,58,828)	1,05,76,017
	Finance costs	(10,66,261)	(9,59,253)
	<b>Net cash flow used in financing activities</b>	<b>(1,94,25,089)</b>	<b>96,16,764</b>
	<b>Cash and Cash equivalents at the beginning of the year</b>	<b>4,87,57,651</b>	<b>5,47,04,659</b>
	<b>Net increase / (decrease) in cash and cash equivalents (A)+(B)+(C)</b>	<b>5,34,86,225</b>	<b>(59,47,008)</b>
	<b>Cash and Cash equivalents at the end of the year</b>	<b>10,22,43,876</b>	<b>4,87,57,651</b>

See accompanying notes forming part of financial statements

Refer to our report of even date attached

for **SURESH & CO.**

Chartered Accountants

Firm Registration No.: 004255

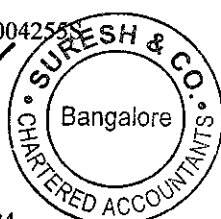
**Udupi Vikram**

Partner

Membership No.: 227984

Bengaluru

August 05, 2021



for and on behalf of Board of

**FOUNDATION FOR  
SANDBOXSTARTUP INITIATIVES**

**N Ramanathan**

Director

DIN:01745689

Bengaluru

August 05, 2021

**Rajiv Prakash**

Director

DIN: 06886923

Bengaluru

August 05, 2021

FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

Amount in Rs.

PARTICULARS	Amount in Rs.	
	As at March 31, 2021	As at March 31, 2020
<b>2.1 SHARE CAPITAL</b>		
<b><u>AUTHORISED</u></b>		
1000 Equity Shares of Rs.100/- Each	1,00,000	1,00,000
<b><u>ISSUED, SUBSCRIBED, CALLED UP AND PAID UP</u></b>		
1000 Equity Shares of Rs.100/- Each	1,00,000	1,00,000
a. Terms/Rights attached to Equity Shares		
The Company has only one class of share i.e, Equity Shares having a face value of Rs.100/- per share. Each Equity shareholder is entitled to		
b. Movement of Shares during the year	Nos.	Nos.
Equity Shares at the beginning of the Year	1,000	1,000
<u>Add</u> : Issued during the Year	-	-
	1,000	1,000
<u>Less</u> : Buy back of shares/Forfieted Shares	-	-
<b>Balance at the end of the Year</b>	<b>1,000</b>	<b>1,000</b>
c. Details of shareholders holding more than 5% in the paid up share capital of the Company		
<b>Name of the Share Holder</b>	<b>Year ending 31 March 2021</b>	<b>Year ending 31 March 2020</b>
<b>Equity shares of Rs.100/- each fully paid up</b>		
Shri Shreekant Deshpande	340 34.00%	340 34.0%
Mahesh B Grampurohit	330 33.00%	330 33.0%
Prasad Patil	330 33.00%	330 33.0%

**2.2 RESERVES AND SURPLUS**

a. <b><u>Retained Earnings</u></b>		
Opening Balance	7,00,128	64,88,067
Add: Provision for Dividend Reversed	-	-
Add: Provision for Dividend Taxation Reversed	-	-
Add: Profit/(loss) for the Year	(1,18,30,455)	(57,87,939)
	(1,11,30,327)	7,00,128
Less: Provision for Dividend	-	-
Less: Provision for Dividend Taxation	-	-
Less: Transfer to Reserve	-	-
<b>Closing Balance</b>	<b>(1,11,30,327)</b>	<b>7,00,128</b>
b. <b><u>Capital Grant - DST GoI</u></b>		
Opening Balance	65,19,699	79,03,579
Add: Grants Received during the Year	-	-
Add: Interest accrued & received during the Year	-	-
	65,19,699	79,03,579
Less: Withdrawn for Depreciation Equalisation	7,86,290	13,83,883
<b>Closing Balance</b>	<b>57,33,409</b>	<b>65,19,696</b>

Department of Science and Technology (DST), Government of India (GoI) vide their letter Letter No: 22/06/2015-NEB (C) dated 30.06.16 has released Capital Grant of Rs.1,20,00,000/- to be utilised for ESTABLISHMENT OF TECHNOLOGY BUSINESS INCUBATOR at Hubballi. As per the accounting policy followed by the Company, the said Grant has been treated as capital grant and corresponding assets have been Capitalised.



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**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

**2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**

Amount in Rs.

PARTICULARS	As at March 31, 2021	As at March 31, 2020
<b>c. <u>Capital Grant - IESA - GoK - Development of ESDM Clusters</u></b>		
Opening Balance	3,01,68,036	3,24,44,047
Add: Grants Received during the Year	-	-
Add: Interest accrued & received during the Year	-	-
	3,01,68,036	3,24,44,047
Less: Withdrawn for Depreciation Equalisation	22,99,140	22,76,011
<b>Closing Balance</b>	<b>2,78,68,896</b>	<b>3,01,68,036</b>

In terms of Department of Information Technology & Biotechnology, Government of Karnataka (GoK) order No.ITD -77/ADM 2017 Dated 09.05.2017 and the related MoU with India Electronics and Semiconductor Association (IESA), Company has been sanctioned Capital Grant of Rs.3,40,00,000/- and Revenue Grant of Rs.60,00,000/-. Accordingly Company has received Rs.3,40,00,000/-towards Capital Grant till FY 2018-19. Using the said grant, the Company has created ESDM Facility at a Total Cost of Rs.3,56,64,928/-. The Company has used Rs.16.56,000/- from Incubation Facility Fund as detailed in Note No.2.2(c) above and other own Funds.

<b>d. <u>Capital Grant - NIDHI SSS - DST (NEB Division)</u></b>		
Opening Balance	6,80,43,997	6,62,16,088
Add: Grants Received during the Year	-	-
Add: Interest accrued & received during the Year	8,58,564	18,27,909
	6,89,02,561	6,80,43,997
Less: Withdrawn for Depreciation Equalisation	-	-
<b>Closing Balance</b>	<b>6,89,02,561</b>	<b>6,80,43,997</b>

In terms of Order No.F.No.18/5/2017-NEB, Ministry of Science & Technology, Department of Science & Technology (NEB Division) (DST - NEB), Government of India, corresponding MoU with DST - NEB, Company has received a Grant in Aid of Rs.1,31,25,000/- during FY 2017-18 and Rs.5,25,00,0000 during FY 2018-19 under NIDHI - Seed Support System (NIDHI - SSS Scheme) (Rs.650.00 Lakhs for Investments and Balance Rs.6.25Lakhs towards Managment Fees). Accordingly the Company has invested during FY 2017-18 Rs.1,25,02,596 , FY 2018-19 - NIL , FY 2019-20 Rs.2,55,10,725/- & FY 2020-21-NIL in the identified Incubatees under the NIDHI SSS Scheme and Rs.6.25 Lakhs was used for the expenditure relating to implementation of the Scheme during FY 2017-18. Further, the interest of Rs 12,16,088/- earned during the F.Y. in 2018-19 , Rs 18,27,909 in F.Y. 2019-20 & Rs 8,58,564/- in F.Y. 2020-21 on the said funds are also considered as part of the Grant.

<b>e. <u>Capital Grant - Give2 Asia</u></b>		
Opening Balance	-	-
Add: Grants Received during the Year	5,78,28,905	-
<b>Closing Balance</b>	<b>5,78,28,905</b>	-

In terms of The Foreign Contribution Regulation Act, 2010 the company has got the Registration certificated dated 21st July 2020 and received FC funds from Give2Asia in F.Y. 2020-21.

<b>f. <u>Capital Grant - Deshpande Foundation</u></b>		
Opening Balance	-	-
Add: Grants Received during the Year	1,50,00,000	-
<b>Closing Balance</b>	<b>1,50,00,000</b>	-

Company has received Corpus funds from Deshpande Foundation in F.Y. 2020-21.



*(Handwritten signatures)*

FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

PARTICULARS	Amount in Rs.	
	As at March 31, 2021	As at March 31, 2020
<b>g. Capital Grant - NIDHI PRAYAS</b>		
Opening Balance	1,60,40,963	-
Add: Grants Received during the Year	40,00,000	1,60,00,000
Add: Interest accrued & received during the Year	4,01,271	40,963
Less: Withdrawn for Depreciation Equalisation	11,067	-
Less: Prototype Grant for Innovators	44,00,000	-
<b>Closing Balance</b>	<b>1,60,31,167</b>	<b>1,60,40,963</b>
<b>TOTAL OF RESERVES AND SURPLUS</b>	<b>18,02,34,611</b>	<b>12,14,72,820</b>

In terms of Order SINE/2019PC25/2019-20(01), Ministry of Science & Technology, Department of Science & Technology (National S & T Entrepreneurship Development Board) Company has received first installment (80%) Grant of Rs.1,76,00,000/- (out of which 16,00,000 is towards operational expenditure) during the financial year 2019-20 & second installment (20%) of Rs 440,00,000/- (out of which 4,00,000 is towards operational expenditure) during the financial year 2020-21. Total grant amount is of Rs.2,20,00,000/-, out of which Rs.20,00,000/- is towards operational expenditure.

The grant is in aid to establishment of PRAYAS Centre under PRAYAS program at Incubation centre of the company.

<b>2.3 LONG TERM PROVISIONS</b>		
<i>Provision for employment benefit (Refer Note. 2.22)</i>		
Compensated absence	2,56,499	2,12,583
<b>TOTAL</b>	<b>2,56,499</b>	<b>2,12,583</b>
<b>2.4 SHORT-TERM BORROWINGS</b>		
<i>Secured borrowings</i>		
Over draft facility from Yes Bank *	-	1,73,58,828
<i>Unsecured borrowings</i>		
Deshpande Educational Trust #	-	10,00,000
<b>TOTAL</b>	<b>-</b>	<b>1,83,58,828</b>

\* The Company had availed Over Draft facility from, Yes Bank, Hubballi Branch, to fund the activities of the Foundation. The said facility is secured by the Fixed Deposits held in the name of one of the relatives of the Shareholder, having substantial interest in the Company. The said OD Facility carried interest @ 8.77 % pa (PY 8.4%). In FY 2020-21 the Over draft facility standing liability was fully repaid.

# To meet the Company's commitments towards DST, under ESTABLISHMENT OF TECHNOLOGY BUSINESS INCUBATOR, program the Company has availed unsecured Loan of Rs.10,00,000/- from Deshpande Educational Society, where the Share Holder having substantial interest is also a Trustee and is a Trust recognised U/s.12A of the Income Tax Act, 1961. The said loan is payable on recovery of Grant from DST and does not carry any interest & the same has been repaid in FY 2020-21.

<b>2.5 OTHER CURRENT LIABILITIES</b>		
Liability for expense	27,51,434	31,73,968
Statutory dues	2,98,602	5,09,272
Rent deposits - Incubatees	6,05,206	7,42,228
Interest accrued but not due	-	1,25,066
Advance from debtors	-	42,324
Unspent grant (refer note 1.3)	11,75,508	16,04,096
Credit card dues	21,967	4,270
Others	20,337	19,104
<b>TOTAL</b>	<b>48,73,054</b>	<b>62,20,328</b>



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**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

**2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**

**Amount in Rs.**

PARTICULARS	Amount in Rs.	
	As at March 31, 2021	As at March 31, 2020
<b>2.6 SHORT TERM PROVISIONS</b>		
<i>Provision for employment benefit (Refer Note. 2.22)</i>		
Compensated absence	30,914	32,910
<b>TOTAL</b>	<b>30,914</b>	<b>32,910</b>
<b>2.7 FIXED ASSETS</b> (Related details are enclosed seperately)	<b>3,81,95,079</b>	<b>3,86,00,200</b>
<b>2.8 NON CURRENT INVESTMENTS</b>		
<i>(a) Investments in Equity Instruments</i>		
- 3Veni Tech Private Limited 200 shares of Re.1/- each, Fully paid up (PY- 200 shares of Re.1/- each)	2,000	2,000
- Aasalabs Technologies Private Limited 200 shares of Rs.10/- each, Fully paid up (PY -200 shares of Rs.1/- each)	2,000	2,000
- ArtitechInnovation Pvt Ltd 2000 shares of Rs.10/- each, Fully paid up (PY- Nil)	20,000	-
- Ascentia Innovation Pvt Ltd 40 shares of Rs.10/- each, Fully paid up (PY- Nil)	400	-
- Centrado Tech Solution Pvt Ltd 200 shares of Rs.10/- each, Fully paid up (PY- Nil)	2,000	-
- Ckelp Tech Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- Dailygate Informix Pvt Ltd 40 shares of Rs.10/- each, Fully paid up (PY- Nil)	400	-
- Docketrun Tech Pvt Ltd 100 shares of Rs.10/- each, Fully paid up (PY- Nil)	1,000	-
- Dwail Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 Share of Rs.10/- each)	2,000	2,000
- Electreps Private Limited 216 shares of Rs.10/- each, Fully paid up (PY - 216 shares of Rs.10/- each)	2,160	2,160
- Intelligrow Consultancy Services Pvt Ltd 200 shares of Rs.10/- each, Fully paid up (PY- Nil)	2,000	-
- Kakud Post Harvest Pvt Ltd 10 shares of Rs.10/- each, Fully paid up (PY- Nil)	100	-
- Kotumb Digital Empowerment & Careers Pvt Ltd 20000 shares of Rs.1/- each, Fully paid up (PY- Nil)	20,000	-
- Lifetrons Inno Equipments Private Limited 20 shares of Rs.100/- each, Fully paid up (PY - 20 shares of Rs.100/- each)	2,000	2,000
- LMGK Agro Products Pvt Ltd 20 shares of Rs.100/- each, Fully paid up (PY - 20 shares of Rs.100/- each)	2,000	2,000
- Nautilus Hearing Solutions Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- Nebeskie Labs Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000



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**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

**2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**

**Amount in Rs.**

PARTICULARS	As at March 31, 2021	As at March 31, 2020
<b>2.8 NON CURRENT INVESTMENTS</b>		
-Nextndco Innovation Pvt Ltd 20 shares of Rs.10/- each,Fully paid up (PY-Nil)	200	-
-Nturing Tech Pvt Ltd 10 shares of Rs.10/- each,Fully paid up (PY-Nil)	100	-
- Oscillo Machines Private Limited 40 shares of Rs.10/- each, Fully paid up (PY - 40 Share of Rs.10/- each)	400	400
- Pequirel Microelectronics Private Limited 100 shares of Rs.10/- each, Fully paid up (PY - 100 shares of Rs.10/- each)	1,000	1,000
- Prakriya Entrepreneurs Private Limited 200 shares of Rs.10/- each, Fully paid up (PY - 200 shares of Rs.10/- each)	2,000	2,000
- Printalytix Pvt Ltd 400 shares of Rs.10/- each,Fully paid up (PY-Nil)	4,000	-
- Rapture Innovation Labs Pvt Ltd 217 shares of Rs.10/- each,Fully paid up (PY-Nil)	2,170	-
-Scital Talent Services Pvt Ltd 200 shares of Rs.10/- each,Fully paid up (PY-Nil)	2,000	-
- Shopgro India Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
-Skyfire Aplied Intellignce Pvt Ltd 208 shares of Rs.10/- each,Fully paid up (PY-Nil)	2,080	-
-Sparcolife Digital Helathcare Technologies Pvt Ltd 1000 shares of Rs.10/- each,Fully paid up (PY-Nil)	10,000	-
- Symgrow Technologies Private Limited 20 shares of Rs.10/- each, Fully paid up (PY- 20 shares of Rs.10/- each)	200	200
- Tattvalabs Private Limited 600 shares of Rs.10/- each, Fully paid up (PY- 600 shares of Rs. 10/- each)	6,000	6,000
- Transil Technologies Pvt Ltd 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs. 10/- each)	2,000	2,000
- Transity Digital Solution pvt Ltd 1000 shares of Rs.10/- each,Fully paid up (PY-Nil)	10,000	-
- Adaptive Agritech Solutions Private Limited 200 shares of Rs.10/- each, Fully paid up (PY - 200 shares of Rs.10/- each)	2,000	2,000
- Gowma Non Leather Private Limited 200 shares of Rs.10/- each, Fully paid up (PY - 200 shares of Rs.10/- each)	2,000	2,000
- Artstreet International Solution Private Limited 200 shares of Rs.10/- each, Fully paid up (PY - 200 shares of Rs.10/- each)	2,000	2,000
- Freshboxx Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- Linkez Tech Private Limited 2000 shares of Re.1/- each, Fully paid up (PY - 2000 shares of Re.1/- each)	2,000	2,000



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**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

**2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**

**Amount in Rs.**

PARTICULARS	As at March 31, 2021	As at March 31, 2020
<b>2.8 NON CURRENT INVESTMENTS</b>		
- Navodyami Services Private Limited 200 unquoted shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- Safehands 24x7 Services Private Limited 200 unquoted shares of Rs.10/- each, Fully paid up	2,000	2,000
- Microchip Payments Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- Phovoezolar Energy Private Limited 200 shares of Rs.10/- each, Fully paid up (PY- 200 shares of Rs.10/- each)	2,000	2,000
- R2 PRO PRIVATE LIMITED 771 shares of Rs.10/- each, Fully paid up (PY - 771 shares of Rs.10/- each)	7,710	7,710
- Wide Mobility Mechatronic Private Limited 360 shares of Rs.10/- each, Fully paid up (PY - 360 shares of Rs.10/- each)	3,600	3,600
- Freshboxx Services Private Limited * 636 shares of Rs.5861/- each, Fully paid up (PY- 636 shares of 5861/ each)	37,27,596	37,27,596
- Microchip Payments Private Limited * 757 shares of Rs.1593/- each, Fully paid up (PY- 757 shares of Rs. 1593/- each)	12,05,901	12,05,901
- Wide Mobility Mechatronic Private Limited * 13137 shares of Rs.227/- each, Fully paid up (PY- 13137 shares of Rs.227/- each)	29,82,099	29,82,099
- Nautilus Hearing Solutions Private Limited * 1647 shares of Rs.6075/- each, Fully paid up (PY-Nil)	1,00,05,525	1,00,05,525
- Nebeskie Labs Private Limited * 1235 shares of Rs.2430/- each, Fully paid up (PY- Nil)	30,01,050	30,01,050
- Shopgro India Private Limited - NIDHI * 412 shares of Rs.6075/- each, Fully paid up (PY- Nil)	25,02,900	25,02,900
- Electreps Private Limited * 1143 shares of Rs.8750/- each, Fully paid up (PY- Nil)	1,00,01,250	1,00,01,250
<b>2.8 NON CURRENT INVESTMENTS</b>		
(b) <i>Investments in preference shares</i>		
- Freshboxx Services Private Limited * 1287 shares of Rs.1000/- each, Fully paid up (PY- 1287 shares of Rs.1000/- each)	12,87,000	12,87,000
- Wide Mobility Mechatronic Private Limited * 2503 shares of Rs.1000/- each, Fully paid up (PY- 2503 shares of Rs.1000/- each)	25,03,000	25,03,000
- Microchip Payments Private Limited * 797 shares of Rs.1000/- each, Fully paid up (PY-797 shares of Rs.1000/- each)	7,97,000	7,97,000
<b>TOTAL</b>	<b>3,81,50,841</b>	<b>3,80,74,391</b>
i) Aggregate amount of quoted investments and market value thereof	-	-
ii) Aggregate amount of unquoted investments	3,81,50,841	3,80,74,391
iii) Aggregate provision for diminution in value of investments.	-	-
Direct investment #	1,37,520	61,070
Out of Grant received from NIDHI - SSS Scheme *	3,80,13,321	3,80,13,321

# Direct Investment represent the Investments in Incubatee Entites, in terms of the Incubation Arrangement with respective incubatees.

\* With reference to the Investment under NIDHI SSS Scheme, the said investments are out of the Grants received from DST Under NIDHI - SSS Scheme. Also refer Note No.2(e) above.



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**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

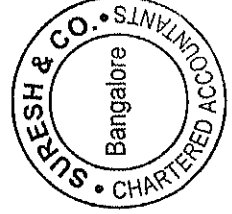
CIN: U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA 580030

**NOTE : 2.7 FIXED ASSETS :**

Sr.No.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK		Amount in Rs.
		As At 01-04-2020	Additions during the Period	Deductions/ Adjustments during the Period	As At 31-03-2021	As At 01-04-2020	Provided for the Year	As At 31-03-2021	As At 31-03-2021	As At 31-03-2021	As At 31-03-2020	
<b>A</b>	<b>Tangible</b>											
1	COMPUTERS, SERVERS & ACCESSORIES	23,95,807	10,43,192	-	34,38,999	22,46,184	1,04,881	23,51,065	10,87,934	10,87,934	1,49,623	
2	OFFICE EQUIPMENT	17,02,741	28,148	-	17,30,889	9,50,820	3,26,655	12,77,475	4,53,414	4,53,414	7,51,921	
3	PLANT AND MACHINERY	77,16,130	-	-	77,16,130	17,05,380	4,63,720	21,69,100	55,47,030	55,47,030	60,10,750	
4	FURNITURE & FIXTURES	31,831	-	-	31,831	8,666	3,026	11,692	20,139	20,139	23,165	
5	ESDM FACILITIES	3,56,80,428	84,368	-	3,57,64,796	40,21,356	24,18,478	64,39,834	2,93,24,962	2,93,24,962	3,16,59,072	
6	NIDHI PRAYAS : FAB LAB	-	17,61,601.00	-	17,61,601	-	-	-	17,61,601	17,61,601	-	
	<b>Total (A)</b>	<b>4,75,26,936</b>	<b>29,17,309</b>	<b>-</b>	<b>5,04,44,245</b>	<b>89,32,406</b>	<b>33,16,760</b>	<b>1,22,49,166</b>	<b>3,81,95,079</b>	<b>3,81,95,079</b>	<b>3,85,94,530</b>	
<b>B</b>	<b>Intangible</b>											
1	SOFTWARE & INTANGIBLE ASSETS	9,18,357	-	-	9,18,357	9,12,687	5,670	9,18,357	-	-	5,670	
	<b>Total (B)</b>	<b>9,18,357</b>	<b>-</b>	<b>-</b>	<b>9,18,357</b>	<b>9,12,687</b>	<b>5,670</b>	<b>9,18,357</b>	<b>-</b>	<b>-</b>	<b>5,670</b>	
	<b>Grand Total</b>	<b>4,84,45,293</b>	<b>29,17,309</b>	<b>-</b>	<b>5,13,62,602</b>	<b>98,45,093</b>	<b>33,22,430</b>	<b>1,31,67,523</b>	<b>3,81,95,079</b>	<b>3,81,95,079</b>	<b>3,86,00,200</b>	
	<b>Previous Year</b>	<b>2,89,26,542</b>	<b>5,50,37,360</b>	<b>(3,56,64,928)</b>	<b>4,82,98,973</b>	<b>24,20,741</b>	<b>34,74,658</b>	<b>58,95,399</b>	<b>4,24,03,575</b>	<b>4,24,03,575</b>		

Note: Assets purchased for Nidhi Prayas not ready for use in the F.Y 2020-21, hence assets not depreciated this year.



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FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

		Amount in Rs.	
PARTICULARS	As at March 31, 2021	As at March 31, 2020	
<b>2.9 NON CURRENT ASSETS</b>			
Balances with government authorities	5,41,221	4,90,946	
<b>TOTAL</b>	<b>5,41,221</b>	<b>4,90,946</b>	
<b>2.10 TRADE RECEIVABLES</b>			
<i>Unsecured and considered good</i>			
Debts outstanding for a period exceeding six months			
- Considered good	2,86,814	11,22,637	
- Considered doubtful	6,92,282	-	
Less: Provision for doubtful	(6,92,282)	-	
Others			
- Considered good	7,81,922	13,25,142	
- Considered doubtful	12,000	-	
Less: Provision for doubtful	(12,000)	-	
<b>TOTAL</b>	<b>10,68,736</b>	<b>24,47,779</b>	
<i>Balances of above Debtors/receivables are subject to confirmation/reconciliation.</i>			
<b>2.11 CASH AND CASH EQUIVALENTS</b>			
Cash in hand	-	-	
<i>Balances with banks:</i>			
- in current accounts	11,657	12,306	
- in savings accounts	10,20,00,348	4,85,26,929	
<i>Other Bank Balances:</i>			
- in Deposit Accounts Under lien with Banks - (Less than 12 months)	2,31,871	2,18,416	
<b>TOTAL</b>	<b>10,22,43,876</b>	<b>4,87,57,651</b>	
<b>2.12 SHORT-TERM LOANS AND ADVANCES</b>			
Advance to Staffs & Employees	3,799	-	
EPF on Aareas of Salary Recoverable	4,081	-	
Nidhi SSS Loan	3,00,000	-	
<b>TOTAL</b>	<b>3,07,880</b>	<b>-</b>	
<b>2.13 OTHER CURRENT ASSETS</b>			
<i>Unsecured and considered good</i>			
Prepaid expense	75,652	-	
Grants Due from DST (Towards Recurring Grant Commitments)	43,14,916	1,76,05,838	
Accrued interest	2,04,856	2,54,166	
Advance paid to vendor	-	1,11,883	
Prepaid gratuity (refer note no. 2.22)	2,75,964	5,673	
Others	1,16,056	48,944	
<b>TOTAL</b>	<b>49,87,444</b>	<b>1,80,26,504</b>	



*Handwritten signatures and initials.*

**FOUNDATION FOR SANDBOXSTARTUP INITIATIVES**

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

**2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**

**Amount in Rs.**

PARTICULARS	As at March 31, 2021	As at March 31, 2020
<b>2.14 INCOME FROM OPERATIONS</b>		
Company is a Section 8 Company, formed for mainly to set up and undertaking running & maintenance of Incubation Centers, Provide Support Services and undertaking Entrepreneurship development programs. Further, being a Section 8 Company, Company will also receive Grants/Donations/Contributions etc., from various Government & non Government agencies to support all the activities of the Company. The details of Income derived from these operations are as follows:		
a. Revenue From Incubation & Entrepreneurship Development activities	80,46,350	1,31,96,201
b. Grant from Supporting Agencies *	48,99,422	50,99,398
<b>TOTAL</b>	<b>1,29,45,772</b>	<b>1,82,95,599</b>
* Treated as income from operation, as grants received from donars are towards activities of the company which are funded by donors and company mutually.		
<b>2.15 OTHER INCOME</b>		
Interest income	14,83,539	77,800
Interest on income tax refund	6,534	42,400
Others	40,893	3,905
<b>TOTAL</b>	<b>15,30,966</b>	<b>1,24,105</b>
<b>2.16 EMPLOYEE BENEFITS</b>		
Salaries and wages	1,26,48,104	1,00,69,818
Contribution to provident fund and others	6,70,002	5,57,751
Gratuity	1,01,100	2,72,275
Compensated absence	1,68,588	11,115
Staff welfare expenses	19,445	1,85,895
<b>TOTAL</b>	<b>1,36,07,239</b>	<b>1,10,96,854</b>
<b>2.17 FINANCE COST</b>		
Bank charges	11,309	25,836
Interest on bank overdraft	10,54,952	10,58,484
<b>TOTAL</b>	<b>10,66,261</b>	<b>10,84,319</b>
<b>2.18 OTHER EXPENSES</b>		
Rates & Taxes - Renewals & Fees	30,757	33,388
Networking & Training Program	32,48,735	37,53,091
Office & Other Utility Expenses	47,06,576	47,80,425
Printing & Stationery	37,907	3,29,948
Travelling Expenses	1,93,530	4,47,848
Repairs & Maintenance		
-General	9,24,769	2,21,478
-Computers	19,269	46,344
-Building	4,40,007	7,44,478
-Lab maintenance	1,57,439	5,21,068
Profesional Charges	4,47,800	4,55,110
Auditors' Remuneration	1,77,000	1,77,000
Telephone, Postage & Courier	22,329	14,923
Balances written off	2,24,468	1,55,139
Doubtful debts	7,04,282	-
Miscellaneous expense	72,892	56,425
<b>TOTAL</b>	<b>1,14,07,760</b>	<b>1,17,36,666</b>



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FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

PARTICULARS	Amount in Rs.	
	As at March 31, 2021	As at March 31, 2020
<b>2.19 STATUTORY AUDITORS REMUNERATION INCLUDES:</b>		
(i) For Statutory audit	90,000	90,000
(ii) For Certification	-	-
(iii) Income tax matter	60,000	60,000
(iv) GST on the above fees	27,000	27,000
<b>TOTAL</b>	<b>1,77,000</b>	<b>1,77,000</b>

<b>2.20 EARNINGS PER SHARE</b>		
Profit After Tax attributable to Equity Shareholders	(1,18,30,455)	(57,87,939)
Weighted Average Number of Equity Shares in calculating Basic/Diluted	1,000	1,000
Nominal Value per share (Rs)	100	100
Basic/Diluted Earnings per share (Rs)	(11,830)	(5,788)

**OTHER NOTES TO AND FORMING PART OF ACCOUNTS**

PARTICULARS	As at	
	31 March 2021	31 March 2020
<b>2.21 CONTINGENT LIABILITIES</b>		
a Claims against the Company not acknowledged as debt	-	-
b Bank Guarantees	-	-
c Letter of Credits	-	-

**Earnings and Expenditure in Foreign Currency**

Earning in Foreign Currency	-	-
Expenditure in Foreign Currency - Capital Expenditure	-	-

**2.22 Employee benefits**

The company has defined gratuity plan. Every employer who has completed 5 years or more is eligible for gratuity on separation, worked out as per payment of Gratuity Act, 1972 & The company has adopted Leave Encashment Policy as per the policy allowing the employees, the benefit of carrying forward of accrued paid leaves to the maximum of 30 days over the period of their employment.

Movements in accrued liability	As at	
	31 March 2021	31 March 2020
Accrued liability as at beginning of the period	2,84,391	-
Interest cost	19,566	-
Current service cost	1,64,775	2,84,391
Benefits paid	-	-
Actuarial (gain) / loss	(50,509)	-
Past service cost in total (recognised & unrecognised)	-	-
<b>Accrued liability as at the end of the year</b>	<b>4,18,223</b>	<b>2,84,391</b>

Amounts to be recognized in the Balance sheet	As at	
	31 March 2021	31 March 2020
Present value of obligations as on the accounting date	4,18,223	2,84,391
Present value of funded obligations as on the accounting date	(6,94,187)	(2,90,064)
Fair value of the plan assets -zero as no fund is being maintained	-	-
Unrecognised past service cost	-	-
<b>Liability/(Asset) to be recognized in the Balance Sheet</b>	<b>(2,75,964)</b>	<b>(5,673)</b>

Expenses to be recognized in statement of profit and loss	As at	
	31 March 2021	31 March 2020
Interest cost	19,566	-
Current service cost	1,64,775	2,84,391
Recognised past service cost vested	-	-
Recognised past service cost unvested	-	-
Net actuarial (gain) / loss	(50,509)	-
Expected return on plan assets	(32,732)	-
<b>Net expenses to be recognized in statement of profit and loss</b>	<b>1,01,100</b>	<b>2,84,391</b>



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FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

Amount in Rs.

PARTICULARS	As at	As at
	March 31, 2021	March 31, 2020
<b>Reconciliation</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Net liability as at the beginning of the year	5,673	-
Net expenses in statement of profit and loss	(1,01,100)	(2,84,391)
Employer contribution	3,71,391	2,90,064
Benefits paid	-	-
<b>Net liability/(Asset) as at the end of the year</b>	<b>2,75,964</b>	<b>5,673</b>
<b>Principal actuarial assumptions</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Discount rate	7.11%	6.88%
Expected rate of return on assets	7.11%	6.88%
Withdrawal /Attrition rate	7.00%	7.00%
Salary escalation	5.00%	5.00%
Mortality Rate as per	Indian Assured Lives	Indian Assured Lives
	Mortality (2012-14)	Mortality (2012-14)
	Ultimate	Ultimate
Disability Rate (as % of above mortality rate)	5.00%	5.00%
Retirement age	58	58
The valuation has been carried using Project Unit Credit Method		
The Following Table Set Out The Status Of The Compensated absence Scheme As Required Under AS-15.		
<b>Movements in accrued liability</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Accrued liability as at beginning of the period	2,45,493	2,40,578
Interest cost	12,538	18,380
Current service cost	1,56,867	1,99,154
Benefits paid	(1,26,505)	-
Actuarial (gain) / loss	(45,299)	(2,12,619)
Past service cost in total (recognised & unrecognised)	-	-
Acquisition/Divesture/Transfers	44,320	-
<b>Accrued liability as at the end of the year</b>	<b>2,87,414</b>	<b>2,45,493</b>
<b>Amounts to be recognized in the Balance sheet</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Present value of obligations as on the accounting date	2,87,414	2,50,408
Present value of funded obligations as on the accounting date	-	-
Fair value of the plan assets -zero as no fund is being maintained	-	-
Unrecognised past service cost	-	-
<b>Liability/(Asset) to be recognized in the Balance Sheet</b>	<b>2,87,414</b>	<b>2,50,408</b>
Current	30,915	37,825
Non current	2,56,499	2,12,583
<b>Expenses to be recognized in statement of profit and loss</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Interest cost	12,538	18,380
Current service cost	1,56,867	1,99,154
Recognised past service cost vested	-	-
Recognised past service cost unvested	-	-
Net actuarial (gain) / loss	(45,298)	-2,12,619
<b>Net expenses to be recognized in statement of profit and loss</b>	<b>1,24,107</b>	<b>4,915</b>
<b>Reconciliation</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Net liability as at the beginning of the year	2,45,493	2,40,578
Net expenses in statement of profit and loss	1,24,106	4,915
Employer contribution	-	-
Benefits paid	(1,26,505)	-
Acquisition/Divesture/Transfers	44,320	-
<b>Net liability/(Asset) as at the end of the year</b>	<b>2,87,414</b>	<b>2,45,493</b>



*[Signature]*

*[Signature]*

FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

Regd. Office: Next to International Airport, Gokul Road Opp to Gokul Village Hubli Dharwad KA

2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

Amount in Rs.

PARTICULARS	As at	As at
	March 31, 2021	March 31, 2020
<b>Principal actuarial assumptions</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2021</b>	<b>31 March 2020</b>
Discount rate	7.11%	6.88%
Expected rate of return on assets	0.00%	0.00%
Withdrawal /Attrition rate	5.00%	5.00%
Salary escalation	7.00%	7.00%
Mortality Rate as per table	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate
Disability Rate (as % of above mortality rate)	5.00%	5.00%
Retirement age	58	58
The valuation has been carried using Project Unit Credit Method		

2.23 **Related Party Disclosures**

A) List of related parties:		
i Enterprise having significant influence /control over the Company:-	NIL	NIL
ii Subsidiaries	NIL	NIL
iii Fellow Subsidiaries (with whom the Company had transactions): -	NIL	NIL
iv Affiliate of related parties (With whom the Company had transactions):	NIL	NIL
v Key Management Personnel : N. Ramanathan	Director	
Aravind D. C	Director	
Rajiv Prakash *	Director/CEO	
C.M. Patil *	CEO	

\* Mr. C.M Patil served as CEO of the company till November 2020. Post that, Mr. Rajiv Prakash took over the role as Interim Non Executive CEO, till 31st March 2021.

B) **Statement of material transactions during the year**

	As at	As at
	31 March 2021	31 March 2020
i Enterprise having significant influence /control over the Company	Nil	Nil
ii Subsidiaries	Nil	Nil
iii Fellow Subsidiaries (with whom the Company had transactions): -	Nil	Nil
iv Affiliate of related parties (With whom the Company had transactions):		
Remuneration To Whole Time Directors/Chief Executive Officer		
Managerial Remuneration:		
- C. M Patil - Former CEO of the Company	16,12,691	20,24,004
- Rajiv Prakash - CEO of the Company	11,89,164	-

2.24 **Disclosure under Micro, Small and Medium Enterprises Development Act (MSMED) 2006**

Particulars	Year ended	Year ended
	31 March 2021	31 March 2020
- The principal amount and the interest due thereon remaining unpaid to any supplier as at the	Nil	Nil
- The amount of interest paid by the Company along with the amounts of the payment made to	Nil	Nil
- The amount of interest due and payable for the period of delay in making payment (which	Nil	Nil
- The amount of interest accrued and remaining unpaid at the end of the year	Nil	Nil
- The amount of further interest remaining due and payable even in the succeeding years, until	Nil	Nil

2.25 **Impairment of Assets**

In the opinion of management, as on the balance sheet date, the recoverable value of assets is more than net book value. Hence, there is no impairment loss on the assets of the company.



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FOUNDATION FOR SANDBOXSTARTUP INITIATIVES

CIN:U74999KA2016NPL092977

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2 NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

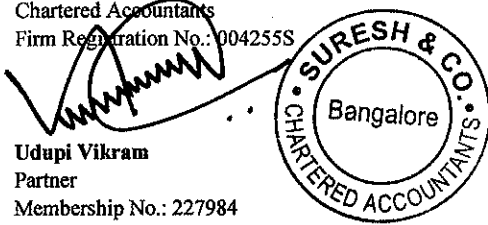
Amount in Rs.

PARTICULARS	As at	As at
	March 31, 2021	March 31, 2020
<b>2.26 COVID-19:</b> The outbreak of Coronavirus (COVID-19) pandemic globally is causing a slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered disruptions to businesses worldwide, resulting in an economic slowdown and uncertainties pertaining to future operations. The Company has considered the possible effects that may result from COVID 19 on the carrying amount of receivables. In developing the assumption relating to the possible future uncertainties in the global conditions because of the pandemic, the Company, as on date of approval of these financial statements has used various information, as available. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID 19 may differ from that estimated as at the date of approval of these financial statements.		
<b>2.27</b> Previous year figures have been regrouped/ recast, wherever necessary to make it comparable with the current year figures.		

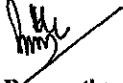
Refer to our report of even date attached  
for SURESH & CO.


for and on behalf of Board of  
FOUNDATION FOR  
SANDBOXSTARTUP INITIATIVES

Chartered Accountants  
Firm Registration No.: 004255S



Udapi Vikram  
Partner  
Membership No.: 227984  
Bengaluru  
August 05, 2021

  
N Bamanathan  
Director  
DIN:01745689  
Bengaluru  
August 05, 2021

  
Rajiv Prakash  
Director  
DIN: 06886923  
Bengaluru  
August 05, 2021