

Foundation for Innovative New Diagnostics India**Balance Sheet as at 31 March 2023**

(All amounts are in Indian Rupees unless otherwise stated)

| Particulars | Note | As at 31 March 2023 | As at 31 March 2022 |
|---|-------------|--------------------------------|--------------------------------|
| EQUITY AND LIABILITIES | | | |
| Shareholder's funds | | | |
| Reserves and surplus | 3 | 881,547 | 1,078,286 |
| | | 881,547 | 1,078,286 |
| Non-current liabilities | | | |
| Long-term provisions | 4 | - | 1,417,329 |
| Current liabilities | | | |
| Trade payables | | | |
| -Total outstanding dues to micro and small enterprises | 5 | 19,820 | 2,112,698 |
| -Total outstanding dues of creditors other than micro and small enterprises | | 2,572,966 | 2,494,060 |
| Other current liabilities | 6 | 10,975,074 | 8,778,977 |
| Short-term provisions | 7 | 1,159,231 | 39,952 |
| | | 14,727,091 | 14,843,016 |
| | | 15,608,638 | 15,921,302 |
| ASSETS | | | |
| Non current assets | | | |
| Property, plant and equipment | 8 | 881,547 | 1,078,286 |
| Other Non-Current Assets | 9 | 22,654 | 72,154 |
| | | 904,201 | 1,150,440 |
| Current Assets | | | |
| Cash and bank balances | 10 | 11,327,822 | 5,010,816 |
| Short-term loans and advances | 11 | 3,327,115 | 9,760,046 |
| Other Current Assets | 12 | 49,500 | - |
| | | 14,704,437 | 14,770,862 |
| | | 15,608,638 | 15,921,302 |

Significant accounting policies 2

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

As per our report of even date attached

For **B S R and Co**
Chartered Accountants
Firm's Registration No. 128510W

SANDEEP Digitally signed by
BATRA SANDEEP BATRA
Date: 2023.12.19
19:00:39 +05'30'

Sandeep Batra
Partner
Membership No: 093320

Place: New Delhi
Date: December 19, 2023

For and on behalf of the Board of Directors of
Foundation for Innovative New Diagnostics India

SANJAY Digitally signed by
SARIN SANJAY SARIN
Date: 2023.12.19
17:21:21 +05'30'

Sanjay Sarin
Director
DIN: 07382532

Place: New Delhi
Date: December 19, 2023

Foundation for Innovative New Diagnostics India
Income and Expenditure Account for the year ended 31 March 2022
(All amounts are in Indian Rupees unless otherwise stated)

| Particulars | Note | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|--|------|--|--|
| Income | | | |
| Grants income | 13 | 4,713,997 | 61,589,458 |
| Other income | 13 | 8,077,347 | 729 |
| Total | | 12,791,344 | 61,590,187 |
| Expenses | | | |
| Project expenses | 14 | 10,377,927 | 50,263,912 |
| Depreciation expenses | 8 | 196,739 | 518,347 |
| Other administration expenses | 15 | 2,413,417 | 11,326,275 |
| Total expenditure | | 12,988,083 | 62,108,534 |
| Excess of (expenditure) over income | | (196,739) | (518,347) |
| Appropriations | | | |
| Less: Transfer from asset fund account | | 196,739 | 518,347 |
| Amount transferred to general fund | 3 | - | - |

Significant accounting policies 2

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

As per our report of even date attached

For **BSR and Co**
Chartered Accountants
Firm's Registration No. 128510W

For and on behalf of the Board of Directors of
Foundation for Innovative New Diagnostics India

SANDEE P BATRA Digitally signed by
SANDEEP BATRA
Date: 2023.12.19
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SANJAY SARIN Digitally signed
by SANJAY SARIN
Date: 2023.12.19
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Sandeep Batra
Partner
Membership No: 093320

Sanjay Sarin
Director
DIN: 07382532

Place: New Delhi
Date: December 19, 2023

Place: New Delhi
Date: December 19, 2023

Foundation for Innovative New Diagnostics India
Foreign Contribution Receipts and Payments Account for the year ended 31 March 2023
(All amounts are in Indian Rupees, unless otherwise stated)

| Receipts | Year ended 31 March 2023 | Year ended 31 March 2022 | Payments | Year ended 31 March 2023 | Year ended 31 March 2022 |
|-------------------------------|-------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|-------------------------------------|
| Opening cash and bank balance | | | Power, water and fuel | - | 98,937 |
| - Cash in hand | 10,926 | 10,926 | Rent | 174,419 | 1,900,184 |
| - in FCRA Account | 4,999,890 | 11,097,166 | Repairs and maintenance (Building) | 3,533 | 533,958 |
| - Security Deposit | 72,154 | 22,654 | Repairs and maintenance (Others) | 4,744 | 58,917 |
| - Short Term Loans & Advances | 137,585 | 137,585 | Salary | 2,118,635 | 27,827,094 |
| Grant & donation received | - | 60,359,503 | Communication expenses | 40,938 | 357,009 |
| Interest Received | - | 729 | Travelling expenses | 2,138,683 | 5,341,399 |
| | | | Project supplies | 1,097 | 10,625,849 |
| | | | Contract staff wages | 14,789 | 15,098,388 |
| | | | Postage and courier | 197 | 103,179 |
| | | | Legal and professional fees | 47,185 | 2,351,715 |
| | | | Training expenses | 116,611 | 1,113,612 |
| | | | Project Research | - | 123,551 |
| | | | Miscellaneous expenses | 44,283 | 844,529 |
| | | | Bank Charges | 4,651 | 25,223 |
| | | | TCS Recoverable | - | 4,463 |
| | | | Closing cash and bank balance | | |
| | | | - cash in hand | 2,000 | 10,926 |
| | | | - in FCRA account | 149,051 | 4,999,890 |
| | | | - Security deposit | 72,154 | 72,154 |
| | | | - Short Term Loans & Advances | 287,585 | 137,585 |
| | 5,220,555 | 71,628,563 | | 5,220,555 | 71,628,563 |

As per our report of even date attached to FC-4 of the Foreign Contribution (Regulation) Act, 2010

For **BSR and Co**

Chartered Accountants

Firm's Registration No. 128510W

**SANDEEP
BATRA**

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SANDEEP BATRA
Date: 2023.12.19 19:01:25
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Sandeep Batra

Partner

Membership No: 093320

Place: New Delhi

Date: December 19, 2023

For and on behalf of Board of Directors of

Foundation for Innovative New Diagnostics India

SANJAY SARIN

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SARIN
Date: 2023.12.19 17:18:55
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Sanjay Sarin

Director

DIN: 07382532

Place: New Delhi

Date: December 19, 2023

Foundation for Innovative New Diagnostics India
Significant Accounting Policies for the year ended 31 March 2023

1. Background

Foundation for Innovative New Diagnostics India (FIND) (“the Company”) is a not-for-profit company limited by guarantee without share capital and was incorporated in India on 07 July 2015. The Company is registered as Section 8 Company under the provisions of Companies Act, 2013 to carry on the objects to reduce poverty and transform lives by turning diagnostic challenges into simple solutions with the aim of promoting humanitarian principles and social mission and to support uptake and appropriate use of diagnostics to achieve the aim of improving health.

2. Significant accounting policies

a) Basis of preparation and presentation of financial statements

The financial statements have been prepared and presented under the historical cost convention on a going concern basis on an accrual basis of accounting and in accordance with the provisions of the Companies Act, 2013 and accounting principles generally accepted in India and comply with the accounting standards specified under Section 133 of the Act, to the extent applicable.

b) Current and non-current classification

The financial statements are presented as per Schedule III to the Companies Act, 2013. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule III to the Companies Act, 2013. Based on the nature of activities of the Company, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

All assets and liabilities are classified into current and non-current based on below criteria:

Assets

An asset is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is expected to be realized within 12 months after the reporting date; or
- (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- (a) it is expected to be settled in the company's normal operating cycle;
- (b) it is held primarily for the purpose of being traded;
- (c) it is due to be settled within 12 months after the reporting date; or
- (d) the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Foundation for Innovative New Diagnostics India
Significant Accounting Policies for the year ended 31 March 2023

c) Use of estimates

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Principles (GAAP) in India requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosures of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

d) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Grants and donations for specific projects are recognised as income to the extent utilised during the year as per the terms of agreement/sanction and unutilized amounts are carried forward as liability and disclosed as 'Unutilised grant balance' under other current liabilities until the actual expenditure is incurred.

Interest income is recognized on accrual basis when there is reasonable certainty of its ultimate realization/ collection.

e) Cash and cash equivalents

Cash and cash equivalents comprise cash balances on hand and cash with bank.

f) Foreign currency transactions

Foreign currency transactions are recorded into Indian rupees by applying to the foreign currency amount the exchange rate between Indian rupees and the foreign currency on/or closely approximating to the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date or at the time of settlement are translated into Indian rupees at the exchange rates on that date.

g) Leases

Lease rentals under an operating lease are recognized as an expense in the Income and Expenditure Account on a straight line basis over the lease term.

h) Provisions and contingent liabilities

The Company creates a provision when there exist a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognized in the financial statements.

Foundation for Innovative New Diagnostics India
Significant Accounting Policies for the year ended 31 March 2023

i) General funds

The Company receives general funds which are unrestricted from donors. The excess of income over expenditure during the year, being general purpose in nature is carried forward for use in the future periods.

j) Asset fund for property, plant and equipment purchased from project funds

Project Property, Plant and Equipment: Assets purchased out of grants received are charged off to the respective donors. These assets are capitalized, and an equal amount is transferred to Assets Fund Account for control purposes. Depreciation on property, plant and equipment purchased out of grant received is debited to the Assets Fund Account. Accordingly, deletion of such fixed assets due to sale/disposal are also adjusted from the Assets Fund account.

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees unless otherwise stated)

| | <u>As at</u> <u>31 March 2023</u> | <u>As at</u> <u>31 March 2022</u> |
|--|--------------------------------------|--------------------------------------|
| 3 Reserves and surplus | | |
| A) General fund | | |
| Opening balance | - | - |
| Add-Amount transferred from income and expenditure account | - | - |
| Closing balance | <u>-</u> | <u>-</u> |
| B) Asset fund account | | |
| Opening balance | 1,078,286 | 420,934 |
| Add: Assets purchase during the year | - | 1,175,699 |
| Less: Assets sale/written off during the year | - | - |
| | <u>1,078,286</u> | <u>1,596,633</u> |
| Less: Transfer to income and expenditure account | 196,739 | 518,347 |
| Closing balance | <u>881,547</u> | <u>1,078,286</u> |
| Total | <u>881,547</u> | <u>1,078,286</u> |
| 4 Long-term provisions | <u>As at</u> <u>31 March 2023</u> | <u>As at</u> <u>31 March 2012</u> |
| Provision for employee benefits | | |
| Gratuity | - | 859,888 |
| Compensated absences | - | 557,441 |
| | <u>-</u> | <u>1,417,329</u> |
| 5 Trade payables | <u>As at</u> <u>31 March 2023</u> | <u>As at</u> <u>31 March 2022</u> |
| Trade payables: | | |
| - dues to micro and small enterprises* | 19,820 | 2,112,698 |
| - dues to other than micro and small enterprises | 2,572,966 | 2,494,060 |
| | <u>2,592,786</u> | <u>4,606,758</u> |
| *Refer note 17 | | |
| 6 Other current liabilities | <u>As at</u> <u>31 March 2023</u> | <u>As at</u> <u>31 March 2022</u> |
| Statutory dues (tax deducted at source) | - | 396,139 |
| Staff Payables | 9,272,740 | - |
| Other Payables | 1,702,334 | 8,382,838 |
| | <u>10,975,074</u> | <u>8,778,977</u> |
| 7 Short- term provisions | | |
| Provision for employee benefits | | |
| Gratuity | 762,190 | 2,085 |
| Compensated absences | 397,041 | 37,867 |
| | <u>1,159,231</u> | <u>39,952</u> |

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023
 (All amounts are in Indian Rupees unless otherwise stated)

Note 8 Property, plant and equipments

| Particulars | Gross Block | | | Depreciation | | | Net Block | | |
|------------------|------------------------|------------------------------|------------------------------|------------------------|------------------------|---------------------------|------------------------------|------------------------|------------------------|
| | As at 01 April 2022 | Additions during the year | Deletions during the year | As at 31 March 2023 | As at 01 April 2022 | Charge During the year | Deletions during the year | As at 31 March 2023 | As at 31 March 2022 |
| Office equipment | 12,000 | - | - | 12,000 | 2,122 | 3,238 | - | 6,640 | 9,878 |
| Computers | 1,637,850 | - | - | 1,637,850 | 569,442 | 193,501 | - | 874,907 | 1,068,408 |
| Total | 1,649,850 | - | - | 1,649,850 | 571,564 | 196,739 | - | 881,547 | 1,078,286 |

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees unless otherwise stated)

| | As at 31 March 2023 | As at 31 March 2022 |
|---|--------------------------------|--------------------------------|
| 9 Other Non-Current Assets | | |
| <i>(unsecured, considered good unless otherwise stated)</i> | | |
| Security deposit | 22,654 | 72,154 |
| | <u>22,654</u> | <u>72,154</u> |
| 10 Cash and bank balances | | |
| Cash and cash equivalents | | |
| Cash on hand | 2,000 | 10,926 |
| Balance with banks | | |
| - in FCRA account | 149,051 | 4,999,890 |
| - Cash in Transit* | 11,176,771 | - |
| *Refer Note-21 | <u>11,327,822</u> | <u>5,010,816</u> |
| 11 Short-term loans and advances | | |
| <i>(unsecured, considered good unless otherwise stated)</i> | | |
| Grants receivable | 1,197,690 | 7,663,514 |
| Other recoverable from related party | 1,707,184 | 1,707,184 |
| Other loans and advances | 422,241 | 389,348 |
| | <u>3,327,115</u> | <u>9,760,046</u> |
| 12 Other Current Assets | | |
| Security deposit | 49,500 | - |
| | <u>49,500</u> | <u>-</u> |

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees unless otherwise stated)

| | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|---|---|---|
| 13 Grant income | | |
| Grants and donations income | 4,713,997 | 61,589,458 |
| Interest Income | - | 729 |
| Excess provision of a liability no longer required written back | 8,077,347 | - |
| | 12,791,344 | 61,590,187 |
| 14 Project expenses | | |
| Travelling expenses | (361,430) | 7,110,993 |
| Project supplies | (207,618) | 6,397,277 |
| Gratuity | 316,763 | 154,186 |
| Leave Encashment | 57,582 | 71,997 |
| Contract staff wages | (164,990) | 13,036,393 |
| Postage and courier | (1,027) | 82,174 |
| Training expenses | 773,362 | 1,462,337 |
| Project research | (249,147) | 119,245 |
| Miscellaneous expenses | 103,073 | - |
| Salaries, bonus and other allowances | 10,111,359 | 21,829,310 |
| | 10,377,927 | 50,263,912 |
| 15 Other administration expenses | | |
| Salaries, bonus and other allowances | 1,770,700 | 5,732,251 |
| Gratuity | 41,378 | 220,096 |
| Leave Encashment | 24,698 | 235,430 |
| Rent | 158,565 | 1,844,314 |
| Repairs and maintenance | | |
| - Building | 189,298 | 521,591 |
| - Others | 16,211 | 45,827 |
| Communication expenses | 4,175 | 307,866 |
| Legal and professional fees | 13,188 | 945,384 |
| Payment to auditors (refer note 15.1 below) | 150,000 | 286,209 |
| Power, water and fuel | 21,858 | 100,232 |
| Miscellaneous expenses | 15,636 | 1,024,190 |
| Bank charges | 7,710 | 62,885 |
| | 2,413,417 | 11,326,275 |
| 15.1 Payment to auditors | | |
| Statutory audit fee | 150,000 | 286,209 |
| | 150,000 | 286,209 |

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023

(All amounts are in Indian Rupees unless otherwise stated)

16 Earnings in foreign currency (On receipt basis)

| Particulars | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|--------------------------------|-------------------------------------|-------------------------------------|
| Income from grant and donation | - | 60,359,503 |

17 Dues to micro and small enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information available with the management, amount of INR 19,820 is outstanding to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Further, the Company has not received any claim for interest from any supplier under the said Act.

| Particulars | As at 31 March 2023 | As at 31 March 2022 |
|--|------------------------|------------------------|
| (a) the amounts remaining unpaid to any supplier at the end of each accounting year; - Principal - Interest | 19,820 | 2,112,698 |
| (b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year; | - | - |
| (c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006 | - | - |
| (d) the amount of interest accrued and remaining unpaid at the end of each accounting year; | - | - |
| (e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006 | - | - |

18 The Company is exempt from income tax under Section 12AA of the Income Tax Act, 1961 and hence no provision for taxation is required for current year tax expense. Since, the Company is exempt from income tax, no deferred tax (asset or liability) is recognized in respect of timing differences.

19 Related parties:

(a) Related party and nature of the relationship where control exists, irrespective of whether or not there have been transactions

Key management personnel

| Relationship | Names of the related parties |
|--------------|------------------------------|
| Director | Mr. Sanjay Sarin |
| Director | Ms. Vinita Sethi |
| Director | Mr. Paramasivan |
| Director | Ms. Louisa Sue Chaubert |

Guarantee given

| Relationship | Names of the related parties |
|--------------|---|
| Guarantor | Find Ox NPC, Capetown |
| Guarantor | Foundation for Innovative New Diagnostics, Geneva |

Foundation for Innovative New Diagnostics India
Notes to financial statements for the year ended 31 March 2023

(All amounts are in Indian Rupees unless otherwise stated)

b) Transactions with related parties

| Particulars | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|---|---|---|
| FIND- Geneva | | |
| Receipt of Grant (On accrual basis) | 4,713,997 | 61,589,458 |
| Closing Balance | | |
| Grant Receivable | 1,197,690 | 7,663,514 |
| Other recoverable (reimbursement of expenses) | 1,844,769 | 1,844,769 |

20 Company limited by guarantee

The Company is limited by guarantee and has no share capital.

Each member, undertakes to contribute to the assets of the Company in the event of its being wound up while he is a member or within one year afterwards, for payment of the debts or liabilities of the Company contracted before he ceases to be a member and of the costs, charges and expenses of winding up, and for adjustment of the rights of the contributories among themselves such amount as may be required not exceeding a sum of Rs. 1,00,000/- (Rs. One lakh only).

21

During the year, the Company in compliance with Ministry of Home Affairs (MHA) prior permission grant letter has submitted the utilisation certificate to MHA for first installment so that it can receive second installment post approval of utilisation certificate by MHA. As at the year end, the said utilization certificate is pending to be approved by MHA level and accordingly, the State Bank of India has put the remittance of Rs. 1,11,76,771 received from the foreign source (for which the prior permission was granted) on hold. The Company is following it up with MHA and is hopeful that it will receive the necessary approvals in due course. Pending the credit of the remittance into the bank account of the Company, an amount of Rs. 1,11,76,771, so received and on hold by the State Bank of India, is shown as Cash in transit in Schedule 7 of the financial statements.

22 During the year company has not received any foreign funds and incurred expenses from the unspent balance available at the start of the financial year 2022-23. Please note that company had a fund balance of INR 50,10,816 on 31/03/2022. Out of the available funds, company had spent INR 41,70,200 on the project related expenses and INR 5,39,565 on the administrative expense during the financial year 2022-23. Thus, administrative expense is 11% of the total funds available during the year. The total amount of administrative expenses spent in the current year and in the previous year is within 20% of the total amount of foreign grant received by the Company. Accordingly, company has considered compliance of Section 8 of the Foreign Contribution (Regulation) Act, 2010 read with the Foreign Contribution (Regulation) Amendment Act, 2020 and reported response in Annual Return (FC-4).

As per our report of even date attached

For BSR and Co
Chartered Accountants
Firm's Registration No. 128510W
SANDEEP Digitally signed by
BATRA SANDEEP BATRA
Date: 2023.12.19
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Sandeep Batra
Partner
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Place: New Delhi
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Date: 2023.12.19 17:19:58
+05'30'
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DIN: 07382532

Place: New Delhi
Date: December 19, 2023