

Devesh K. Shah & Co.

CHARTERED ACCOUNTANTS

106 & 203, Banaji House,
361, Dr. D. N. Road, Flora Fountain,
Mumbai - 400 001 (India)
Tel. : 91-22-2202 5871
91-22-2283 8954
91-22-2202 7332
E-mail : dshsh@mtnl.net.in
devesh@deveshkshah.com
Website: www.deveshkshah.com

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF CUDDLES FOUNDATION

REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Cuddles Foundation (Registration No. E29537(M) (Bombay) ("the Trust") which comprises of the Balance Sheet as at March 31, 2021 and the Income and Expenditure Account for the year ended March 31, 2021, notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Trustees are responsible for the preparation of the financial statements that give a true and fair view of the financial position and financial performance of the Trust in accordance with the accounting principles generally accepted in India including applicable accounting standards. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Maharashtra Public Trusts Act ("The Act"), in order to safeguard the assets of the Trust, to prevent and detect frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and design, implement and maintain adequate internal financial controls. The Trustees are also responsible for ensuring the operating effectiveness and accuracy & 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.

AUDITORS' RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objective is 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 the Standards on Auditing ("SA's") 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.

We have taken into account the Provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the SA's. Those Standards require that we comply with ethical



requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Trustees' / Management, as well as evaluating the overall presentation of the financial statements.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, make 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 any 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Trust as at March 31, 2021; and
- b) in the case of the Income and Expenditure account, of the surplus of the Trust for the year ended on that date.



REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required under sub section (2) of Section 33 and 34 of the Maharashtra Public Trusts Act, we report as under:

(a) Whether the accounts are maintained regularly and in accordance with the provisions of the Act and the rules;	Yes
(b) Whether receipts and disbursements are properly and correctly shown in the accounts;	Yes
(c) Whether the cash balance and vouchers in the custody of the manager or trustee on the date of audit were in agreement with the accounts;	Yes
(d) Whether all books, deeds, accounts, vouchers or other documents or records required by the auditor were produced before him;	Yes
(e) Whether a register of movable and immovable properties is properly maintained, the changes therein are communicated from time to time to the regional office, and the defects and inaccuracies mentioned in the previous audit report have been duly complied with;	Yes
(f) Whether the manager or trustee or any other person required by the auditor to appear before him did so and furnished the necessary information required by him;	Yes
(g) Whether any property or funds of the Trust were applied for any object or purpose other than the object or purpose of the Trust;	No
(h) The amounts outstanding for more than one year and the amounts written off, if any;	NIL
(i) Whether tenders were invited for repairs or construction involving expenditure exceeding Rs. 5000/-;	Yes
(j) Whether any money of the public trust has been invested contrary to the provisions of Section 35;	No
(k) Alienations, if any, of the immovable property contrary to the provisions of Section 36 which have come to the notice of the auditor;	None



(l) All cases of irregular, illegal or improper expenditure, or failure or omission to recover monies or other property belonging to the public trust or of loss or waste of money or other property thereof, and whether such expenditure, failure, omission, less or waste was caused in consequence of breach of trust or misapplication or any other misconduct on the part of the trustees or any other person while in the management of the trust;	None
(m) Whether the budget has been filed in the form provided by rule 16A;	Yes
(n) Whether the maximum and minimum number of the trustees is maintained;	Yes
(o) Whether the meetings are held regularly as provided in such instrument;	Yes
(p) Whether the minute books of the proceedings of the meeting is maintained;	Yes
(q) Whether any of the trustees has any interest in the investment of the trust;	No
(r) Whether any of the trustees is a debtor or creditor of the trust;	No
(s) Whether the irregularities pointed out by the auditors in the accounts of the previous year have been duly complied with by the trustees during the period of audit;	Yes
(t) Any special matter, which the auditor may think fit or necessary to bring to the notice of the Deputy or Assistant Charity Commissioner.	No

Mumbai
Date 18 October 2021
UDIN: 21039454AAAA DR7644

For Devesh K Shah & Co
Chartered Accountants,
Firm registration no. 112005W


CA Devesh K Shah,
Proprietor
M. No. 039454



Name of the Public Trust : CUDDLES FOUNDATION
Balance Sheet As At : March 31, 2021

FUNDS & LIABILITIES	Notes	As at March 31, 2021		As at March 31, 2020	
		Rs.	Rs.	Rs.	Rs.
Trusts Funds or Corpus :- Balance as per last Balance Sheet Adjustment during the year (give details)		2,00,000	2,00,000	2,00,000	0
Other Earmarked Funds :- (Created under the provisions of the trust deed or scheme or out of the Income) Depreciation Fund Sinking Fund Reserve Fund Any Other Fund	1	5,31,10,122	1,66,41,538	1,66,41,538	0
Loans (Secured or Unsecured) :- From Trustees From Others		0	0	0	0
Liabilities :- For Expenses For Advances For Rent & Other Deposits For Sundry Credit Balances		5,24,881	5,85,077	33,00,647	13,16,727
Income and Expenditure Account :- Balance as per last Balance Sheet Less : Appropriation, if any		3,28,99,002	4,87,796	3,28,99,002	1,66,493
Add : Surplus as per Income and Less : Deficit Expenditure Account		2,12,73,395	3,33,86,798	0	16,97,804
Total Rs		10,15,28,440	5,30,41,187	10,15,28,440	5,30,41,187
PROPERTY & ASSETS					
Immovable Properties :- (At Cost) Balance as per last Balance Sheet Additions during the year Less : Sales during the year Depreciation up to date		0	0	0	0
Investments :- Note : The market value of the above investment is Rs. NIL	2	33,26,714	0	25,60,494	19,18,706
Furniture & Fixtures :- Balance as per last Balance Sheet Additions during the year Less : Deduction/Sales during the year Depreciation up to date		25,74,734	21,64,269	4,48,348	19,38,768
Loans (Secured or Unsecured) : Good/doubtful Loans Scholarships Other Loans	3	15,55,385	15,55,385	0	4,99,378
Advances :- To Trustees To Employees To Contractors To Lawyers To Others		15,55,385	13,76,916	13,16,727	0
Income Outstanding :- Rent Interest Other Income	4	4,14,290	9,52,69,425	73,45,674	4,58,839
Cash and Bank Balances :- (a) In Current Account with :- Domestic bank account FCRA bank account (b) In Fixed Deposit Account (c) With the Trustee (d) With the Manager		66,79,148	1,30,59,349	6,55,19,612	0
Income and Expenditure Account :- Balance as per Balance Sheet Add : Appropriation, if any Less : Surplus Expenditure Account		11,316	0	16,676	0
Total Rs		10,15,28,440	5,30,41,187	10,15,28,440	5,30,41,187

The above Balance Sheet to the best of my/our belief contains a true account of the Funds and Liabilities and of the Property and Assets of the Trust as per our report of even date, for Dewesh K. Shah & Co Chartered Accountants FRNo. 112005W

For Cuddles Foundation

(Signature)
Dewesh K. Shah
Proprietor
M. No. 039454



(Signature)
Neraj Agarwala
Trustee

Neraj Agarwala
Trustee

Place : Mumbai
Dated : 18 October 2021
UDIN 2103094544AAARDR7644

(Signature)
Neraj Agarwala
Trustee
Place : Mumbai
Dated : 14 October 2021



Name of the Public Trust :
Income & Expenditure Account for the year ending :

CUDDLES FOUNDATION
March 31, 2021

EXPENDITURE	Notes	As at March 31, 2021		As at March 31, 2020		INCOME	Notes	As at March 31, 2021		As at March 31, 2020	
		Rs.	Rs.	Rs.	Rs.			Rs.	Rs.	Rs.	Rs.
To Expenditure in respect of properties :-											
Rates, Taxes, Cesses			1,68,74,212		1,65,45,825	By Rent	7	0	0	0	0
Repairs & Maintenance						By Interest		32,67,875	0	0	12,44,197
Salaries			75,23,839		55,93,649	On Securities		0	0	0	0
Insurance			9,63,941		0	On Loans		0	0	0	0
Depreciation			0		4,99,378	On Bank Account		32,67,875	12,44,197		
Other Expenses			93,86,432		1,00,52,798						
To Establishment Expenses			0		0						
To Remuneration to Trustees			21,75,000		22,50,000						
To Remuneration (in the case of a math) to the head of the math, including his household expenditure, if any			0		0	By Dividend		0	0	0	0
To Legal Fees			0		0						
To Audit Fees			0		0	By Donations in Cash or Kind	8	6,36,84,565	5,85,49,708	5,85,49,708	5,85,49,708
To Contribution and Fees			0		0						
To Amount written off :-			0		0	By Grants	9	5,37,40,039	7,21,29,209	7,21,29,209	7,21,29,209
(a) Bad Debts			0		0						
(b) Loan Scholarship			0		0						
(c) Irrecoverable Rents			0		0	By Income from other sources (in details as far as possible)	10	6,48,056	45,056	45,056	45,056
(d) Other Items			0		0						
To Miscellaneous Expenses			0		0						
To Depreciation			0		0						
To Amount transferred to Reserve or Specific Funds			0		0						
To Expenditure on Objects of the Trust			8,10,17,928		7,97,85,547	By Transfer from Reserve					0
(a) Religious											
(b) Educational											
(c) Medical Relief											
(d) Relief of Poverty											
(e) Other Charitable Objects											
To Surplus carried over to Balance Sheet			2,12,73,395		3,33,86,798	By Deficit carried over to Balance Sheet					0
			8,10,17,928		7,97,85,547						0
Total Rs			12,13,40,535		13,19,68,170	Total Rs		12,13,40,535		13,19,68,170	0

As per our report of even date,

For Devesh K Shah & Co
Chartered Accountants

FRND 112005W

Devesh K Shah
Proprietor
M. No. 0335154



Place : Mumbai

Dated : 18 October 2021

UDIN: 21039454 AAAA DR 7644

For Cuddles Foundation

Purnika Bahl
Trustee



Mumbai
Place
Dated : 14 October 2021

Neeraj Agarwala
Trustee

Place : Mumbai

Dated : 14 October 2021

CUDDLES FOUNDATION

Registration No. - E29537(M)

Notes to Accounts for the year ended March 31,2021

1 **Other Earmarked Funds :-**

Any Other Fund

Particulars	As at March 31, 2021	As at March 31, 2020
Specific Purpose Grant	5,31,10,122	1,66,41,538
Total	5,31,10,122	1,66,41,538

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3 **Advances :-**

Particulars	As at March 31, 2021	As at March 31, 2020
Advance to Vendors	77,999	1,10,567
Rent Deposit Delhi	8,000	8,000
Rent Deposit Lucknow	4,000	4,000
Rent Deposit Mumbai	2,60,000	2,60,000
Internet Charges	3,009	3,009
Hotel Expenses for annual training	3,20,000	3,20,000
Tax Deducted at Source	3,98,572	1,49,275
Prepaid expense	4,83,805	4,61,876
Total	15,55,385	13,16,727

4 **Income Outstanding :-**

Other Income

Particulars	As at March 31, 2021	As at March 31, 2020
Sundry Debtors	9,62,626	16,92,804
Total	9,62,626	16,92,804



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2 Fixed Assets

PARTICULARS	Rate (%)	W.D.V as at April 01, 2020	Additions		Deductions	Sub Total March 31, 2021	Depreciation For the Year	W.D.V as at March 31, 2021
			Upto October 02, 2020	On or after October 03, 2020				
TANGIBLE ASSETS								
Block I- Furniture & Fixtures								
Cupboard [Kolkata]	10%	9,545	-	-	-	9,545	955	8,590
Cupboard [Chandigarh]	10%	5,272	-	-	-	5,272	527	4,745
Cupboard [Lucknow]	10%	6,185	-	-	-	6,185	619	5,566
Frame	10%	4,275	-	-	-	4,275	428	3,847
Cupboard	10%	31,318	-	-	-	31,318	3,132	28,186
Cupboard	10%	12,042	-	-	-	12,042	1,204	10,838
Cupboard	10%	42,471	-	-	-	42,471	4,247	38,224
Furniture expenses	10%	33,250	-	-	-	33,250	3,325	29,925
New Office Charges	10%	4,71,163	-	-	-	4,71,163	47,116	4,24,047
Block II- Plant and Machinery								
Skin Fold Caliper (Equipment)	15%	33,101	-	-	-	33,101	4,965	28,136
Office Equipment	15%	1,83,240	-	-	-	1,83,240	27,486	1,55,754
Block III- Computer								
Computers	40%	4,46,104	2,150	2,000	-	4,50,254	1,79,702	2,70,552
Tablets	40%	3,86,066	1,31,699	1,18,200	-	6,35,965	2,30,746	4,05,219
INTANGIBLE ASSETS								
Mobile App	25%	3,25,680	8,40,980	10,69,240	-	22,35,900	4,25,320	18,10,580
Trademark	25%	1,08,000	-	-	-	1,08,000	27,000	81,000
Mobile App C.W/P		4,48,348	-	-	4,48,348	-	-	-
Block IV New Tally installed	25%	28,674	-	-	-	28,674	7,169	21,505
Total		25,74,734	9,74,829	11,89,440	4,48,348	42,90,655	9,63,941	33,26,714
Previous year		26,60,494	8,74,884	10,43,822	19,38,768	26,40,432	4,99,378	21,41,054

Amount in Rs



CUDDLES FOUNDATION

Registration No. - E29537(M)

Notes to Accounts for the year ended March 31,2021

5 **To Expenditure in respect of properties :-**
Other Expenses

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Staff Welfare Expenses	13,942	2,24,907
Professional fees	39,99,723	34,68,522
Legal Charges	3,700	12,250
Fund Raising Expenses	9,27,716	26,27,648
Bank Service charges	14,515	11,146
Transaction Charges	3,27,348	55,845
Stationery Expenses	51,266	2,75,115
Telephone Expenses	39,298	30,604
Travelling Expenses	55,468	1,50,641
Conveyance	1,02,725	73,846
Computer Expenses	1,48,260	73,371
Interest on TDS	1,891	2,223
New office charges	5,160	2,31,752
Other Expenses	26,88,157	27,23,749
Debit Balance written off	7,264	379
Fund Raiser Expenses	-	90,800
Total	83,86,432	1,00,52,798

6 **To Expenditure on Objects of the Trust**
Medical Relief

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Salaries and Welfare	1,81,21,967	1,48,20,602
Nutritional Expenses	2,21,58,645	2,41,11,746
Rationing Expenses	2,75,73,469	2,36,99,926
Capacity Building	69,45,541	83,26,656
Other expenses	-	5,800
Caregiver's Education	40,35,137	63,17,420
CICN expenses	5,94,439	-
Knowledge Building Expenses	4,99,025	(30,061)
Hygiene Cost	8,067	-
Initial Setup Cost	-	-
Conveyance Expenses	1,15,736	1,34,724
Program Administration expenses	1,30,144	1,08,000
Travelling Expenses	718	3,51,966
App development expenses	8,35,039	19,38,768
Total	8,10,17,928	7,97,85,547



7 **By Interest**
On Bank account

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Interest on Fixed Deposit	24,24,599	8,14,656
Interest on Savings Account(Domestic + FCRA)	8,43,276	4,29,541
Total	32,67,875	12,44,197

8 **By Donations in Cash or Kind**

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
<i>General Donation</i>		
-Domestic	5,59,68,909	5,39,54,364
-FCRA	77,15,656	45,95,344
Total	6,36,84,565	5,85,49,708

9 **By Grants**

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
-Domestic	5,13,74,978	7,21,21,494
-FCRA	23,65,061	7,715
Total	5,37,40,039	7,21,29,209

10 **By Income from other sources**

Particulars	For the year ended March 31, 2021	For the year ended March 31, 2020
Credit Balance Written Off	5,176	45,056
Interest on Income Tax refund	2,880	
KBC Prize Money	6,40,000	-
Total	6,48,056	45,056



11 Notes to Accounts

1 Significant accounting policies

a Basis of preparation of financial statements

Cuddles Foundation ('the Trust') is a charitable trust formed for the purpose of providing relief to the underprivileged in form of medical, educational and advancement of the objects of general utility. The trust deed was signed on 3rd October, 2012.

These financial statements have been prepared on accrual basis. These financial statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) and the mandatory Accounting Standards (AS).

b Use of estimates

The preparation of financial statements in conformity with the generally accepted accounting principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, assets and liabilities and disclosures relating to contingent assets & contingent liabilities as of the date of the financial statements.

c Fixed Assets

Fixed assets are stated at the cost of acquisition including incidental costs related to acquisition and installation less accumulated depreciation. The actual cost capitalized includes material cost, freight, installation costs, duties and taxes, finance charges and other incidental expenses incurred during the construction / installation stage.

d Depreciation

Depreciation has been provided on Fixed Assets under Written Down Value method at the rates and in the manner prescribed under the Income Tax Act, 1961. Depreciation is provided in books on accrual basis.

e Recognition of Income/ Donation/ Grants

i) Donations are recognised on cash basis.

ii) Grants are recognised as receivable in accounts as and when it is reasonably assured that the grant will be received. Further, the grants recognised as income only when the grant is expended in accordance with terms associated with grant and the remaining balances of unexpended grant are reported under Unutilised grants as liability as per the Guidance Note issued by ICAI on 'Accounting for Not for profit organisation'.

iii) Interest income on fixed deposits is recognised on accrual basis.

f Income Tax

Income Tax and Deferred Tax asset / liability has not been recognised, due to the exemption available under Section 11 of the Income Tax Act, 1961.

g Provisions and Contingencies

A provision is recognized when the Trust has a present obligation as a result of past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Trust or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. the Trust does not recognize a contingent liability but discloses its existence in the financial statements.

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CUDDLES FOUNDATION
Registration No. - E29537(M)
Notes to Accounts for the year ended March 31, 2021

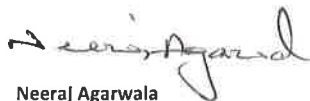
- 2 In the opinion of the board, current assets, Loans and Advances have a value on realisation in the ordinary course of the
- 3 The Current Year refers to the period April 01, 2020 to March 31, 2021. (Previous year refers to April 01, 2019 to March 31, 2020). The previous year figures have been regrouped, rearranged and reclassified wherever necessary to conform to this year's classification.

For Cuddles Foundation

Purnota Bahl
Trustee

Signed in Mumbai on

14 October 2021



Neeraj Agarwal
Trustee



For Devesh K Shah & Co
Chartered Accountants
FRNo.112005W

Devesh K Shah
Proprietor
M. No. 039454

Date 18 October 2021

UDIN 21039454 AAAADR7644

