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**Walker Chandiook & Co LLP**

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India

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## Independent Auditor's Report

### To the Directors of Pratham Education Foundation

### Report on the Audit of Foreign Contribution Financial Statements

#### Opinion

1. We have audited the accompanying special purpose financial statements of Pratham Education Foundation ('the Company'), which comprise the Balance Sheet as at 31 March 2022, Statement of Income and Expenditure, Statement of Receipts and Payments for the year then ended, and a summary of significant accounting policies and other explanatory information (together hereinafter referred to as 'Foreign Contribution Financial Statements'), which have been prepared by the Company's management in accordance with the basis of accounting specified in Note 2 (i) to the Foreign Contribution Financial Statements, pursuant to the requirement of section 19 of the Foreign Contribution (Regulation) Act, 2010 (as amended) ('Act') read with Rule 17 of the Foreign Contribution (Regulation) Rules, 2011 (as amended) ('Rules').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Foreign Contribution Financial Statements are prepared, in all material respects, in accordance with the basis of accounting as described in Note 1 of Annexure E to these Foreign Contribution Financial Statements.

#### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ('Companies Act'). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Foreign Contribution Financial Statements' section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') and the relevant provisions of the Companies Act and the rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Independent Auditor's Report to the members of Pratham Education Foundation on the foreign contribution financial statements for the year ended 31 March 2022 (cont'd)

### Emphasis of Matter- Basis of accounting and Restriction on distribution or use

4. Without modifying our opinion, we draw attention to note 2(i) to these Foreign Contribution Financial Statements, which describes the basis of accounting used by the Company's management for the preparation these financial statements. The accompanying Foreign Contribution Financial Statements has been prepared by the management solely for the purpose of enabling the management to comply with the requirements of Rule 17(5) of the Rules, which requires them to submit this report with the accompanying Foreign Contribution Financial Statements to the Ministry of Home Affairs and therefore, these Foreign Contribution Financial Statements may not be suitable for any other purpose. This report is issued solely for the aforementioned purpose and accordingly, should not be used, referred to or distributed for any other purpose or to any other party without our prior written consent. Further, we do not accept or assume any liability or any duty of care for any other purpose for which or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.
5. Our work was performed solely to assist you in meeting your responsibilities in relation to submission of accompanying Foreign Contribution Financial Statements with the Ministry of Home Affairs. The management has also prepared complete set of financial statements in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Companies Act read with the Companies (Accounting Standards) Rules, 2021 (as amended), on which we have issued separate auditor's report dated 30 September 2022. Our opinion is not modified in respect of this matter.

### Responsibilities of Management for the Foreign Contribution Financial Statements

6. The Company's Management is responsible for the preparation of these Foreign Contribution Financial Statements in accordance with the basis of accounting specified in note 1 of Annexure E to the Foreign Contribution Financial Statements. This responsibility also includes 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 of the Foreign Contribution Financial Statements that are, in all material respects, in accordance with the basis of accounting specified in aforementioned note 1 of Annexure E and are free from material misstatement, whether due to fraud or error.
7. In preparing the Foreign Contribution 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.

### Auditor's Responsibility for the Audit of the Foreign Contribution Financial Statements

8. Our objectives are to obtain reasonable assurance about whether the Foreign Contribution 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 Standards on Auditing 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 Foreign Contribution Financial Statements.
9. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment 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, but not for the purpose of expressing an opinion on whether the Company has in place adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls;

# Walker Chandiok & Co LLP

## Independent Auditor's Report to the members of Pratham Education Foundation on the foreign contribution financial statements for the year ended 31 March 2022 (cont'd)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management; and
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
10. 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.

### Report on Other Legal and Regulatory Requirements

11. As required under Rule 17(5) of the Rules and basis the Foreign Contribution Financial Statements for the year ended 31 March 2022, we report that:
- (i) The brought forward foreign contribution at the beginning of the year ended 31 March 2021 was Rs. 6,719.52 lakhs;
  - (ii) Foreign contribution of Rs. 13,688.61 lakhs was received by the Company during the year ended 31 March 2022;
  - (iii) Interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of Rs. 203.37 lakhs was received by the Company during the year ended 31 March 2022;
  - (iv) The balance of unutilised foreign contribution with the Company as at 31 March 2022 is Rs. 8,819.42 lakhs;
  - (v) The Company has maintained the accounts of foreign contribution and records relating thereto in the manner specified in Section 19 of the Act read with Rule 17 of the Rules;
  - (vi) The information in the enclosed Balance Sheet and Statement of Receipts and Payments is correct as checked by us; and
  - (vii) The Company has utilised the foreign contribution received for the purpose(s) it is registered/granted prior permission under the Act.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

**JYOTI  
VAISH**

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JYOTI VAISH  
Date: 2022.09.30  
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**Jyoti Vaish**

Partner

Membership No.: 096521

**UDIN:** 22096521AXSWZJ6832

**Place:** Delhi

**Date:** 30 September 2022

**Pratham Education Foundation**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)  
**Balance Sheet (Foreign Contribution) as at 31 March 2022**  
*(All amounts are in ₹ lakhs, unless otherwise stated)*

Particulars	Notes	As at 31 March 2022
<b>EQUITY AND LIABILITIES</b>		
<b>Sources of funds</b>		
Reserves and surplus	3	14,125.53
		<u>14,125.53</u>
<b>Non-current liabilities</b>		
Long-term provisions	6	540.95
		<u>540.95</u>
<b>Current liabilities</b>		
Trade payables		
Total outstanding dues of micro and small enterprises; and	4	24.72
Total outstanding dues of creditors other than micro and small enterprises		80.32
Other current liabilities	5	333.95
Short-term provisions	6	325.11
		<u>764.10</u>
<b>TOTAL</b>		<b><u>15,430.58</u></b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment and Intangible Assets		
Property, plant and equipment	7	4,580.05
Capital work-in-progress		1,174.10
Long-term loans and advances	8	243.65
Other non-current assets	9	3,869.69
		<u>9,867.49</u>
<b>Current assets</b>		
Cash and bank balances	10	4,990.85
Short-term loans and advances	11	357.58
Other current assets	12	214.66
		<u>5,563.09</u>
<b>TOTAL</b>		<b><u>15,430.58</u></b>

The accompanying notes form an integral part of these financial statements.  
As per our report of even date attached.

1-20

For **Walker Chandiok & Co LLP**  
Chartered Accountants  
Firm's Registration No.: 001076N/N500013

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**JYOTI VAISH**  
Date: 2022.09.30  
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**Jyoti Vaish**  
Partner  
Membership No.: 096521

**Place:** Delhi  
**Date:** 30 September 2022

For and on behalf of the Board of Directors of  
**Pratham Education Foundation**

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**RUKMINI BANERJI**  
Date: 2022.09.30  
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**Rukmini Banerji**  
Director  
DIN: 02877496

**Place:** Delhi  
**Date:** 30 September 2022

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**MADHAV YASHWANT CHAVAN**  
Date: 2022.09.30  
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**Madhav Chavan**  
Director  
DIN: 02012989

**Place:** Delhi  
**Date:** 30 September 2022

**Pratham Education Foundation**

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

**Income And Expenditure Account (Foreign Contribution) for the year ended 31 March 2022**

(All amounts are in lakhs, unless otherwise stated)

Particulars	Notes	For the year ended 31 March 2022
<b>INCOME</b>		
Donation and other receipts	15	13,921.39
Other income	16	372.03
		<b>14,293.42</b>
<b>EXPENDITURE</b>		
Expenses on programme initiatives	17	2,821.47
Employee benefit expense	18	7,381.94
Depreciation and amortisation expense	7	581.44
Other expenses	19	736.76
		<b>11,521.61</b>
		<b>2,771.81</b>

**Surplus for the year**

The accompanying notes form an integral part of these financial statements.

1-20

As per our report of even date attached.

For **Walker Chandio & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

**JYOTI VAISH** Digitally signed by JYOTI VAISH  
Date: 2022.09.30 21:08:20  
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Partner

Membership No.: 096521

**Place:** Delhi**Date:** 30 September 2022For and on behalf of the Board of Directors of  
**Pratham Education Foundation****RUKMINI BANERJI** Digitally signed  
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YASHWAN  
T CHAVAN  
Date: 2022.09.30  
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Director

DIN: 02877496

**Place:** Delhi**Date:** 30 September 2022**Madhav Chavan**

Director

DIN: 02012989

**Place:** Delhi**Date:** 30 September 2022

**Pratham Education Foundation**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)  
**Receipt And Payment Account (Foreign Contribution) for the year ended 31 March 2022**  
(All amounts are in lakhs, unless otherwise stated)

Particulars	For the year ended 31 March 2022
<b>RECEIPTS</b>	
Donations received	13,688.61
Interest and other income received	203.37
<b>TOTAL (A)</b>	<b>13,891.98</b>
<b>PAYMENTS</b>	
Expenditure on the object Educational and Administrative expenses	10,666.80
Purchase of Fixed Assets	1,125.28
<b>TOTAL (B)</b>	<b>11,792.08</b>
<b>TOTAL (A) - (B)</b>	<b>2,099.90</b>
Cash and bank balances as at 31 March 2021*	6,719.52
Cash and bank balances as at 31 March 2022*	8,819.42

\*including deposits with maturity for more than 12 months(classified under "other non-current assets")

**For Walker Chandio & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

**JYOTI VAISH**

**Jyoti Vaish**

Partner

Membership No.: 096521

Place: Delhi

Date: 30 September 2022

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For and on behalf of the Board of Directors of  
**Pratham Education Foundation**

**RUKMINI  
BANERJI**

**Rukmini Banerji**

Director

DIN: 02877496

Place: Delhi

Date: 30 September 2022

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Date: 2022.09.30  
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**MADHAV  
YASHWANT  
CHAVAN**

**Madhav Chavan**

Director

DIN: 02012989

Place: Delhi

Date: 30 September 2022

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CHAVAN  
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**Pratham Education Foundation**

**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022**

*(All amounts are in lakhs ₹, unless otherwise stated)*

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**1. Background**

The Company is primarily engaged in imparting education including vocational and technical education in various parts of India. The Company was incorporated on 24 June 2002 as a private company limited by guarantee and not having a share capital and has been granted a license under 8 of the Companies Act, 2013 by Government of India, vide its letter No. 59/(25/N)/3/02/3720 dated 30 May 2002.

The Company is registered under Section 6(1) (a) of Foreign Contribution (Regulation) Act, 1976 on 22 May 2006 vide Registration No 083781058. During the previous year, Ministry of Home Affairs has renewed the FCRA certificate for the period starting from 1 November 2016 to 31 October 2021 dated 28 October 2016. The Company has submitted the application for renewal, department has issued the notification providing extension upto 31 March 2023.

The Company is registered under Section 12AA of the Income Tax Act, 1961 vide Letter No. DIT (E)/12A/36899/2002-2003 dated 18 December 2002 as well as under Section 80 G of the Income Tax Act, 1961 vide letter no. DIT (E) / MC/80G/1895/2009-10 dated 20 July 2009 which has been renewed vide registration number AAATP5038KE20214 dated 28 May 2021 and valid till AY 2026-27. The Company has also obtained exemption u/s 80G(5)(vi) of the Income-tax Act, 1961 which has been renewed vide registration number AAATP5038KF20214 and valid till AY 2026-27. The Company is established to conduct various projects and programs in connection with or relating to education.

**2. Summary of significant accounting policies**

**(i) Basis of preparation**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. The Company has complied with Accounting Standards specified under section 133 of the Act, read with (the Companies (Accounting Standards) Rules, 2021) and other accounting principles generally accepted in India to the extent considered relevant for the purpose of preparing these special purpose financial statements. These financial statement have been prepared on a going concern basis and the accounting policies have been consistently applied by the Company.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III (Division I) to the Companies Act, 2013. Based on the nature of activities and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

**(ii) Property, plant and equipment**

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of the purchase price including import duties and non-refundable taxes, and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by the management. Subsequent costs related to an item of Property, Plant and Equipment are recognised in the carrying amount of the item if the recognition criteria are met.

An item of Property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on derecognition is recognised in the Income and Expenditure Account.

**(iii) Depreciation**

Depreciation is provided on a pro-rata basis on the straight line method over the estimated useful lives of the assets as prescribed under Schedule II to the Companies Act, 2013. The depreciation charge for each period is recognised in the Income and Expenditure Account. The useful life, residual value and the depreciation method are reviewed at least at each financial year end. If the expectations differ from previous estimates, the changes are accounted for prospectively as a change in accounting estimate.

**The estimates of useful lives of Property, plant and equipment are as follows :**

<b>Assets</b>	<b>Useful life</b>
Computers	3 years
Furniture and fixtures	4 years
Vehicles	5 years
Building	10 years
Office Equipment	4 years

**(iv) Impairment of property, plant and equipment**

Assessment is done at each balance sheet date as to whether there is any indication that an asset may be impaired. If any such indication exists, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. The smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets, is considered as a cash generating unit (CGU). An asset or CGU whose carrying value exceeds its recoverable amount is considered impaired and is written down to its recoverable amount. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

**(v) Funds**

**a) Restricted funds**

**Project fund**

"Project fund" represents grants received from various funding agencies to carry out specific activities. These are held in trust until used for the purpose specified and deposits / investments are earmarked against them. Revenue from the restricted fund is recognized during the year in the Income and Expenditure Account to match the related expenditure (including capital expenditure). At the end of the agreement, the unutilised project fund is either returned to the respective donor or the same is transferred to Income and Expenditure Account in the relevant year in which the project is completed.

**b) Unrestricted fund**

**General fund**

The Company also receives "general funds" which are not subject to grantor stipulations as to use, and the same may be used as per the management's discretion. The surplus earned during the year, being general purpose in nature is carried forward for use in future periods. In case of deficit, if in any year, the same is adjusted against General fund.

**(vi) Operating leases**

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Income and Expenditure Account on a straight-line basis over the period of the lease.

**(vii) Revenue recognition**

- Grants and donations received for which there are no stipulations as to use are recognized in the Income and Expenditure Account as revenue in the period of receipt.  
- Grants and donations received for which there are stipulations as to use are recognized in the Income and Expenditure Account as revenue in the period of utilization and as at the balance sheet date, the unutilized amount is represented by liability for restricted grants. Such grants are subject to certain restrictions as set out by the contributor and agreed to by the Company when accepting the contribution. Revenue generated from assets held against liability for restricted grants is subject to the same restrictions as the grants therefore the same has also been credited to the project funds.

**(viii) Interest income**

Interest income on fixed deposits is recognized on a time proportion basis over the term of the fixed deposits.

**(ix) Employee benefits**

**Short-term employee benefits**

All employee benefits payable / available within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages and bonus etc., are recognized in the Income and Expenditure Account in the period in which the employee renders the related service.

**Defined benefit plan - Gratuity (Funded)**

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The vesting period is 5 years from an eligible employee's date of joining. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each period. Actuarial losses/ gains are recognised in the Income and Expenditure Account in the period in which they arise. The Company funds its gratuity with the insurer and difference between plan assets and present value of obligations as at balance sheet date is recognized in financial statements.

**Pratham Education Foundation**

**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2022**

*(All amounts are in lakhs ₹, unless otherwise stated)*

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**(x) Use of estimates**

The preparation of financial statements in conformity with Indian GAAP (Generally Accepted Accounting Principles) requires the management to make judgements, estimates and assumptions that affect the reported amount of expenses, assets and liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**(xi) Cash and cash equivalents**

Cash and cash equivalents for the purpose of Balance Sheet comprise cash at bank and in hand and investment in fixed deposits or any highly liquid investments with the banks with a maturity period of three months or less from date of acquisition.

**(xii) Foreign currency transactions**

**Initial recognition:**

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Subsequent recognition:**

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined. All monetary assets and liabilities in foreign currency are restated at the end of accounting period. Exchange differences on restatement of all monetary items are recognized in the Income and Expenditure Account.

**(xiii) Allocation of expenses**

The Company receives contributions for its various projects/activities for specified time period and are subject to donor-imposed stipulations regarding the utilisation of these funds. The terms and conditions alongwith a detailed budget is laid down in the Memorandum of Understanding/agreement with each donor. Costs include payroll-related, direct program costs, capital expenditure and overheads which are allocated to the respective projects within the approved budget by the funder. Further, a separate cost center is created in the accounting software for each project enabling the Company to identify and track income and expenditure project-wise.

**(xiv) Provisions and Contingent liabilities**

The Company makes a provision when there is a present obligation as a result of a past event where the outflow of economic resources is probable and a reliable estimate of the amount of the obligation can be made.

A disclosure is made for a liability when there is a:

- a) Possible obligation, the existence of which will be confirmed by the occurrence/non-occurrence of one or more uncertain events, not fully with-in the control of the Company; or
- b) Present obligation, where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
- c) Present obligation, where a reliable estimate cannot be made.

Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

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**Pratham Education Foundation**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)  
**Notes to the financial statements for the year ended 31 March 2022**  
*(All amounts are in lakhs, unless otherwise stated)*

**3 Reserves and Surplus**

Particulars	As at 31 March 2022
<b>General reserve</b>	
Balance at beginning of the year	11,353.72
Add: Surplus for the year	2,771.81
	<u>14,125.53</u>

**4 Trade payables**

Particulars	As at 31 March 2022
Total outstanding dues of micro and small enterprises (refer note (a) below)	24.72
Total outstanding dues of creditors other than micro and small enterprises	80.32
	<u>105.04</u>

**Note (a): Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006** Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, (MSMED Act, 2006). This information has been determined to the extent such parties have been identified on the basis of information available with the Company.

Particulars	As at 31 March 2022
(i) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act, 2006:	
Principal	24.72
Interest	-
(ii) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	
(iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	
(v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	

**5 Other current liabilities**

Particulars	As at 31 March 2022
Statutory dues	142.26
Unutilised amount from earmarked funds received*	1.70
Capital creditors	10.81
Employees related payables	30.84
Other liabilities	148.34
	<u>333.95</u>

\*The amount unutilised from earmarked funds represent amount received from various donors and sponsors for specific projects undertaken/to be undertaken which have remained utilised as at the balance sheet date.

**6 Provision**

Particulars	As at 31 March 2022
<b>Long term provisions</b>	
Provision for gratuity	540.95
<b>Short term provisions</b>	
Provision for gratuity	325.11
	<u>866.06</u>

**Pratham Education Foundation**

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

**Notes to the financial statements for the year ended 31 March 2022***(All amounts are in lakhs, unless otherwise stated)***7 Property, plant and equipment**

Particulars	Gross Block (at Cost)				Depreciation				Net Block	
	As at 1 April 2021	Additions	Disposals	As at 31 March 2022	As at 1 April 2021	Depreciation for the year	Disposals	As at 31 March 2022	As at 31 March 2022	
Computers	3,224.02	323.51	0.53	3,547.00	3,022.10	274.89	0.30	3,296.69	250.31	
Office Equipments	777.77	46.17	1.97	821.97	680.58	50.91	1.97	729.52	92.45	
Furnitures & Fixtures	465.13	13.60	-	478.73	412.97	27.68	-	440.65	38.08	
Vehicles	147.91	7.62	-	155.53	142.71	3.81	-	146.52	9.01	
Land	1,018.90	-	-	1,018.90	-	-	-	-	1,018.90	
Leasehold Improvement	149.75	-	-	149.75	45.28	5.55	-	50.83	98.92	
Buildings	2,166.47	1,656.53	-	3,823.00	532.02	218.60	-	750.62	3,072.38	
<b>TOTAL</b>	<b>7,949.95</b>	<b>2,047.43</b>	<b>2.50</b>	<b>9,994.88</b>	<b>4,835.66</b>	<b>581.44</b>	<b>2.27</b>	<b>5,414.83</b>	<b>4,580.05</b>	

**8 Long-term loans and advances**

Particulars	As at 31 March 2022
<b>(Unsecured considered good, unless otherwise stated)</b>	
Capital advance	174.01
Advance tax (including refunds receivable)	69.64
	<u>243.65</u>

**9 Other non-current assets**

Particulars	As at 31 March 2022
Duty paid under protest (refer note 20)	41.12
-Deposit with remaining maturity for more than 12 months*	3,828.57
	<u>3,869.69</u>

\*Deposit with remaining maturity for more than 12 months includes deposits of ₹ 37.88 (previous year ₹ 37.88) which are pledged against issuance of bank guarantees.

**10 Cash and cash equivalents**

Particulars	As at 31 March 2022
<b>Cash and cash equivalents</b>	
Balances with banks	
-in saving accounts	1,276.87
	<u>1,276.87</u>
<b>Other bank balance:</b>	
-deposit with remaining maturity of less than 12 months	3,713.98
	<u>3,713.98</u>
	<u>4,990.85</u>

**11 Short-term loans and advances**

Particulars	As at 31 March 2022
<b>(Unsecured considered good, unless otherwise stated)</b>	
Security deposits	144.18
Advances to suppliers	50.77
Recoverable from related parties	12.23
Advances to Staff	23.83
Prepaid expenses	126.57
	<u>357.58</u>

**14 Other current assets**

Particulars	As at 31 March 2022
<b>(Unsecured considered good, unless otherwise stated)</b>	
Interest accrued on fixed deposits	214.66
	<u>214.66</u>

**Pratham Education Foundation**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)  
**Notes to the financial statements for the year ended 31 March 2022**  
*(All amounts are in lakhs, unless otherwise stated)*

**15 Donation and other receipts**

Particulars	For the year ended 31 March 2022
Donations	13,921.39
	<b>13,921.39</b>

**16 Other income**

Particulars	For the year ended 31 March 2022
<b>Interest from banks on</b>	
Fixed deposits	220.99
Saving accounts	85.01
Profit on sale of fixed assets	0.66
Provisions no longer required written back	65.37
	<b>372.03</b>

**17 Expenses on programme initiatives**

Particulars	For the year ended 31 March 2022
Training expenses	175.56
Teaching and learning material	330.50
Rent expense	450.65
Professional fees	1,125.32
Travel and conveyance expenses	320.34
Software and computer consumables	221.23
Communication expense	197.87
	<b>2,821.47</b>

**18 Employee benefit expense**

Particulars	For the year ended 31 March 2022
Salaries and wages	6,305.96
Contribution for provident and other funds	865.16
Staff welfare expenses	210.82
	<b>7,381.94</b>

**19 Other expenses**

Particulars	For the year ended 31 March 2022
Repair and maintenance expenses	138.84
Payment to auditors (inclusive of indirect taxes)	24.78
Electricity and water charges	62.62
Insurance charges	118.23
Printing and stationery charges	39.74
Miscellaneous expenses	352.55
	<b>736.76</b>

**Pratham Education Foundation**

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

**Notes to the financial statements for the year ended 31 March 2022**

(All amounts are in lakhs, unless otherwise stated)

**20. Contingent Liability**

Particulars	As at 31 March 2022
Provident Fund*	198.47

\*The Company was exempt for making Provident Fund contribution till April 2015. However, Government of India ('GOI') passed an order withdrawing the notification for exemption w.e.f. 1 April 2015 in September'15. The Company has deposited the requisite amount (both employee's and employer's contribution from April'15) along with applicable interest to the department till April'17.

In the month of June'18, Regional Provident Fund Commission ("RPFC") served a notice to the Company to deposit the amount of damages amounting to ₹ 198.47 on account of delay as mentioned above. Post conversations / arguments, the RPFC, via dated 30 December 2019, passed an order for demand. The Company has filed an appeal against the order issued by RPFC to Central Government Industrial Tribunal Cum Labour Court, Delhi during year ended 31 March 2021.

The Tribunal, via order dated 16 September 2020, asked the Company to deposit an amount of ₹ 41.12 (i.e. 20% of the amount under dispute) to obtain the stay and pursue the appeal raised against RPFC order.

The Company has paid the amount ₹ 41.12 on 22 October 2020 and the tribunal has stayed the order of RPFC and asked the Company to file its response to the Tribunal. The management has submitted the responses and matter is pending with the authorities for disposal.

The management basis the legal opinion has concluded that the provision in this regard is not required to be recognised in the books of accounts and accordingly, the amount has been shown as a contingent liability.

For **Walker Chandio & Co LLP**  
Chartered Accountants  
Firm's Registration No.: 001076N/N500013

**JYOTI VAISH**  
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VAISH  
Date: 2022.09.30 21:10:02  
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**Jyoti Vaish**  
Partner  
Membership No.: 096521

**Place:** Delhi  
**Date:** 30 September 2022

For and on behalf of the Board of Directors of  
**Pratham Education Foundation**

**RUKMINI BANERJI**  
Digitally signed  
by RUKMINI  
BANERJI  
Date: 2022.09.30  
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**Rukmini Banerji**  
Director  
DIN: 02877496

**Place:** Delhi  
**Date:** 30 September 2022

**MADHAV YASHWANT CHAVAN**  
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MADHAV YASHWANT  
CHAVAN  
Date: 2022.09.30 18:59:11  
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**Madhav Chavan**  
Director  
DIN: 02012989

**Place:** Delhi  
**Date:** 30 September 2022