

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

Rs. in Lakhs

**Balance Sheet as at March 31, 2019**

| Particulars  | Note No. | As at March 31, 2019 | As at March 31, 2018 | As at April 1, 2017 |
|--|----------|----------------------|----------------------|---------------------|
| <b>ASSETS</b>  |          |                      |                      |                     |
| <b>Non-Current Assets</b>  |          |                      |                      |                     |
| Property, Plant and Equipment  | 3        | 182.17               | 161.07               | 97.58               |
| Intangible asset   | 3        | 1.52                 | 2.18                 | -                   |
| <b>Total Non-Current Assets</b>  |          | <b>183.69</b>        | <b>163.25</b>        | <b>97.58</b>        |
| <b>Current Assets</b>  |          |                      |                      |                     |
| Financial Assets:  |          |                      |                      |                     |
| (i) Cash & Cash equivalents  | 4        | 1,257.34             | 1,022.02             | 600.37              |
| (ii) Other Financial Assets  | 5        | 426.82               | 257.40               | 185.78              |
| Current Tax Assets (Net)   |          | 26.72                | 17.98                | 11.10               |
| Other Current Assets   | 6        | 36.20                | 30.11                | 15.55               |
| <b>Total Current Assets</b>  |          | <b>1,747.08</b>      | <b>1,327.51</b>      | <b>812.80</b>       |
| <b>Total Assets</b>  |          | <b>1,930.77</b>      | <b>1,490.76</b>      | <b>910.38</b>       |
| <b>EQUITY AND LIABILITIES</b>  |          |                      |                      |                     |
| <b>Equity</b>  |          |                      |                      |                     |
| Other Equity   | 7        | 1,087.55             | 800.55               | 487.52              |
| <b>Total Equity</b>  |          | <b>1,087.55</b>      | <b>800.55</b>        | <b>487.52</b>       |
| <b>LIABILITIES</b>   |          |                      |                      |                     |
| <b>Non-Current Liabilities</b>   |          |                      |                      |                     |
| <b>Financial Liabilities:</b>  |          |                      |                      |                     |
| (i) Other Financial Liabilities  | 8        | 158.66               | 135.14               | 115.53              |
| Provisions   | 9        | 66.93                | 37.33                | -                   |
| <b>Total Non-Current Liabilities</b>   |          | <b>225.59</b>        | <b>172.47</b>        | <b>115.53</b>       |
| <b>Current Liabilities</b>   |          |                      |                      |                     |
| Financial Liabilities:   |          |                      |                      |                     |
| (i) Trade Payables   |          |                      |                      |                     |
| Total outstanding dues of Micro enterprises and small enterprises                      |          | -                    | -                    | -                   |
| Total outstanding dues of creditors other than Micro enterprises and small enterprises |          | 23.94                | 18.23                | 27.47               |
| (ii) Other Financial Liabilities   | 10       | 57.25                | 42.73                | 17.80               |
| Other Current Liabilities  | 11       | 533.24               | 454.87               | 262.06              |
| Provisions   | 12       | 3.20                 | 1.91                 | -                   |
| <b>Total Current Liabilities</b>   |          | <b>617.63</b>        | <b>517.74</b>        | <b>307.33</b>       |
| <b>Total Equity &amp; Liabilities</b>  |          | <b>1,930.77</b>      | <b>1,490.76</b>      | <b>910.38</b>       |

The accompanying notes are an integral part of the Financial Statements

1-27

**For Haribhakti & Co. LLP**  
Chartered Accountants  
ICAI FRNo.: 103523W/W100048

**Hemant J Bhatt**  
Partner  
Membership No. 036834  
Date:  
Place:



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

**Ajay G Piramal**  
Director  
DIN:00028116

**Aditya Natraj**  
Director  
DIN:02309126

**KAIVALYA EDUCATION FOUNDATION**

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

Rs. in Lakhs

**Statement of Income and Expenditure for the year ended March 31, 2019**

| Particulars                                    | Note No. | Year Ended March 31, 2019 | Year Ended March 31, 2018 |
|--|----------|---------------------------|---------------------------|
| <b>Income</b>                                  |          |                           |                           |
| Donations                                      |          | 3,037.97                  | 2,389.14                  |
| Other Income (Net)                             | 13       | 44.21                     | 27.08                     |
| <b>Total Income</b>                            |          | <b>3,082.18</b>           | <b>2,416.22</b>           |
| <b>Expenses</b>                                |          |                           |                           |
| Employee benefit expenses                      | 14       | 1,163.88                  | 818.15                    |
| Depreciation and amortisation expense          | 15       | 125.13                    | 68.28                     |
| Other expenses                                 | 16       | 1,509.13                  | 1,218.15                  |
| <b>Total Expenditure</b>                       |          | <b>2,798.14</b>           | <b>2,104.58</b>           |
| <b>Surplus/(Deficit) before Tax</b>            |          | <b>284.04</b>             | <b>311.64</b>             |
| Tax Expense                                    |          | -                         | -                         |
| <b>Surplus/(Deficit) for the year</b>          |          | <b>284.04</b>             | <b>311.64</b>             |
| <b>Other comprehensive income/(expense)</b>    |          |                           |                           |
| -Remeasurement cost of post employment benefit |          | 2.96                      | -                         |
| <b>Total comprehensive income for the year</b> |          | <b>287.00</b>             | <b>311.64</b>             |

The accompanying notes are an integral part of the Financial Statements **1-27**

**For Haribhakti & Co. LLP**

Chartered Accountants

ICAI FRNo.: 103523W/W100048

*Hemant J Bhatt*

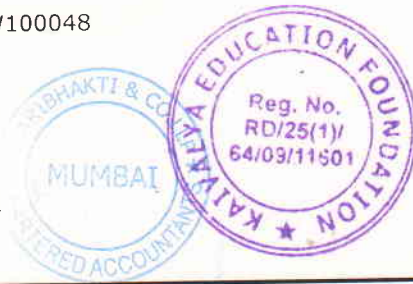
**Hemant J Bhatt**

Partner

Membership No. 036834

Date:

Place:



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

*Ajay G Piramal*

**Ajay G Piramal**

Director

DIN:00028116

*Aditya Natraj*

**Aditya Natraj**

Director

DIN:02309126

**KATIVALYA EDUCATION FOUNDATION****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Statement of Cash Flow for the year ended March 31, 2019****Rs. in Lakhs**

| <b>Particulars</b>  | <b>Year ended<br/>March 31, 2019</b> | <b>Year ended<br/>March 31, 2018</b> |
|---|--------------------------------------|--------------------------------------|
| <b>Cash flows from operating activities</b>                 |                                      |                                      |
| (Deficit)/Surplus for the year                              | 284.04                               | 311.64                               |
| Adjustments for:  |                                      |                                      |
| Depreciation and amortization expense                       | 125.13                               | 68.28                                |
| Other miscellaneous income                                  | (3.71)                               | -                                    |
| Advance written off   | 1.72                                 | -                                    |
| Impairment of advances                                      | 5.66                                 | -                                    |
| Interest received   | (40.45)                              | (27.08)                              |
|   | <b>372.39</b>                        | <b>352.84</b>                        |
| (Increase)/ decrease in Financial Assets                    | (169.42)                             | (71.62)                              |
| (Increase)/ decrease in Other Current Assets                | (13.47)                              | (14.56)                              |
| (Increase)/ decrease in Provisions                          | 33.85                                | 39.24                                |
| Increase/(decrease) in Financial Liabilities                | 47.46                                | 35.30                                |
| Increase/ (decrease) in Other Current Liabilities           | 78.37                                | 194.20                               |
|   | <b>349.18</b>                        | <b>535.40</b>                        |
| Income taxes paid   | 8.74                                 | 6.88                                 |
| <b>Net cash from operating activities</b>                   | <b>340.44</b>                        | <b>528.52</b>                        |
| <b>Cash flows from investing activities</b>                 |                                      |                                      |
| Purchase of property, plant and equipment                   | (145.57)                             | (133.95)                             |
| Interest received   | 40.45                                | 27.08                                |
| <b>Net cash from investing activities</b>                   | <b>(105.12)</b>                      | <b>(106.87)</b>                      |
| <b>Net increase/(decrease) in cash and cash equivalents</b> | <b>235.32</b>                        | <b>421.65</b>                        |
| Cash and cash equivalents at beginning of reporting period  | 1,022.02                             | 600.37                               |
| <b>Cash and cash equivalents at end of reporting period</b> | <b>1,257.34</b>                      | <b>1,022.02</b>                      |

**Cash & Cash equivalents:**

Cash and cash equivalents consist of balances with banks. Cash and cash equivalents included in the statement of cash flows comprise the following amounts in the balance sheet:

|  |                 |                 |
|--|-----------------|-----------------|
| Cash and cash equivalents as reported                | 1,257.34        | 1,022.02        |
| Saving account                                       | 1,257.34        | 1,022.02        |
| Cash and cash equivalents as per cash flow statement | <b>1,257.34</b> | <b>1,022.02</b> |

The above Cash Flow Statement has been prepared under the 'Indirect Method' set out in Indian Accounting Standard (Ind AS-7) - Statement of Cash Flow.

**For Haribhakti & Co. LLP**

Chartered Accountants

ICAI FRNo.: 103523W/W100048


**Hemant J Bhatt**

Partner

Membership No. 036834

Date:

Place:

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


**Ajay G Piramal**  
Director  
DIN:00028116



**Aditya Natraj**  
Director  
DIN:02309126



**KAIVALYA EDUCATION FOUNDATION****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Statement of Changes in Equity for the year ended March 31, 2019**

| Particulars                                      | Rs. in Lakhs                 |                              |
|--|------------------------------|------------------------------|
|  | Year ended<br>March 31, 2019 | Year ended<br>March 31, 2018 |
| <b>Equity</b>                                    |                              |                              |
| Balance at the beginning of the reporting period | -                            | -                            |
| Changes in equity share capital during the year  | -                            | -                            |
| Balance at the end of the reporting period       | -                            | -                            |
| <b>Other Equity</b>                              |                              |                              |
| Balance at the beginning of the reporting period | 800.55                       | 487.52                       |
| Profit for the year                              | 284.04                       | 311.64                       |
| Transition effect of IND AS                      | -                            | 1.39                         |
| Other comprehensive income                       | 2.96                         | -                            |
| Balance at the end of the reporting period       | 1,087.55                     | 800.55                       |

The accompanying notes are an integral part of the Financial Statements

1-27

**For Haribhakti & Co. LLP**

Chartered Accountants

ICAI FRNo.: 103523W/W100048


**Hemant J Bhatt**

Partner

Membership No. 036834

Date:

Place:

**For and on behalf of the board of Directors**  
**Ajay G Piramal**  
Director  
DIN:00028116  
**Aditya Natraj**  
Director  
DIN:02309126



# **KAIVALYA EDUCATION FOUNDATION**

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

## **NOTES TO FINANCIAL STATEMENTS**

### **Note 3 : Property, Plant and Equipment and Intangible Asset**

**FY-18-19**

| Particulars  | Computer & Peripherals | Furniture & Fixtures | Vehicles      | Office Equipment | Books & Periodicals | Total Tangible Assets | Software    | Total Intangible Asset | Rs. in Lakhs |
|--|------------------------|----------------------|---------------|------------------|---------------------|-----------------------|-------------|------------------------|--------------|
| <b>Gross Carrying Value as at April 1, 2018</b>      | <b>203.01</b>          | <b>26.86</b>         | <b>97.14</b>  | <b>45.45</b>     | <b>0.50</b>         | <b>372.96</b>         | <b>3.31</b> | <b>3.31</b>            |              |
| Additions  | 64.14                  | 8.53                 | 64.30         | 8.60             | -                   | 145.57                | -           | -                      |              |
| Deletions  | -                      | -                    | -             | -                | -                   | -                     | -           | -                      |              |
| <b>Gross Carrying Value as at March 31, 2019</b>     | <b>267.15</b>          | <b>35.39</b>         | <b>161.44</b> | <b>54.05</b>     | <b>0.50</b>         | <b>518.53</b>         | <b>3.31</b> | <b>3.31</b>            |              |
| <b>Accumulated Depreciation as at April 1, 2018</b>  | <b>121.38</b>          | <b>13.19</b>         | <b>42.29</b>  | <b>34.53</b>     | <b>0.50</b>         | <b>211.89</b>         | <b>1.13</b> | <b>1.13</b>            |              |
| Depreciation   | 92.04                  | 4.48                 | 20.79         | 7.16             | -                   | 124.47                | 0.66        | 0.66                   |              |
| <b>Accumulated Depreciation as at March 31, 2019</b> | <b>213.42</b>          | <b>17.67</b>         | <b>63.08</b>  | <b>41.69</b>     | <b>0.50</b>         | <b>336.36</b>         | <b>1.79</b> | <b>1.79</b>            |              |
| <b>Carrying value as at March 31, 2019</b>           | <b>53.73</b>           | <b>17.72</b>         | <b>98.36</b>  | <b>12.36</b>     | <b>-</b>            | <b>182.17</b>         | <b>1.52</b> | <b>1.52</b>            |              |
| <b>Carrying value as at March 31, 2018</b>           | <b>81.63</b>           | <b>13.67</b>         | <b>54.85</b>  | <b>10.92</b>     | <b>-</b>            | <b>161.07</b>         | <b>2.18</b> | <b>2.18</b>            |              |
| <b>Previous Year</b>                                 | <b>22.99</b>           | <b>11.95</b>         | <b>49.74</b>  | <b>12.90</b>     | <b>-</b>            | <b>97.58</b>          | <b>-</b>    | <b>-</b>               |              |

**FY-17-18**

| Particulars  | Computer & Peripherals | Furniture & Fixtures | Vehicles     | Office Equipment | Books & Periodicals | Total Tangible Assets | Software    | Total Intangible Asset | Rs. in Lakhs |
|--|------------------------|----------------------|--------------|------------------|---------------------|-----------------------|-------------|------------------------|--------------|
| <b>Gross Carrying Value as at April 1, 2017</b>      | <b>105.48</b>          | <b>20.77</b>         | <b>77.22</b> | <b>38.85</b>     | <b>0.50</b>         | <b>242.32</b>         | <b>-</b>    | <b>-</b>               |              |
| Additions  | 97.53                  | 6.09                 | 19.92        | 6.60             | -                   | 130.64                | 3.31        | 3.31                   |              |
| Deletions  | -                      | -                    | -            | -                | -                   | -                     | -           | -                      |              |
| <b>Gross Carrying Value as at March 31, 2018</b>     | <b>203.01</b>          | <b>26.86</b>         | <b>97.14</b> | <b>45.45</b>     | <b>0.50</b>         | <b>372.96</b>         | <b>3.31</b> | <b>3.31</b>            |              |
| <b>Accumulated Depreciation as at April 1, 2017</b>  | <b>82.49</b>           | <b>8.82</b>          | <b>27.48</b> | <b>25.95</b>     | <b>-</b>            | <b>144.74</b>         | <b>-</b>    | <b>-</b>               |              |
| Depreciation   | 38.89                  | 4.37                 | 14.81        | 8.58             | 0.50                | 67.15                 | 1.13        | 1.13                   |              |
| <b>Accumulated Depreciation as at March 31, 2018</b> | <b>121.38</b>          | <b>13.19</b>         | <b>42.29</b> | <b>34.53</b>     | <b>0.50</b>         | <b>211.89</b>         | <b>1.13</b> | <b>1.13</b>            |              |
| <b>Carrying value as at March 31, 2018</b>           | <b>81.63</b>           | <b>13.67</b>         | <b>54.85</b> | <b>10.92</b>     | <b>-</b>            | <b>161.07</b>         | <b>2.18</b> | <b>2.18</b>            |              |
| <b>Carrying value as at March 31, 2017</b>           | <b>22.99</b>           | <b>11.95</b>         | <b>49.74</b> | <b>12.90</b>     | <b>-</b>            | <b>97.58</b>          | <b>-</b>    | <b>-</b>               |              |



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

**NOTES TO FINANCIAL STATEMENTS**

**Current assets**

**Financial Assets**

**Note 4 : Cash and cash equivalents**

Rs. in Lakhs

| Particulars       | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|-------------------|-------------------------|-------------------------|------------------------|
| Balance with bank | 1,257.34                | 1,022.02                | 600.37                 |
| <b>Total</b>      | <b>1,257.34</b>         | <b>1,022.02</b>         | <b>600.37</b>          |

**Note 5 : Other Financial Assets**

| Particulars            | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|------------------------|-------------------------|-------------------------|------------------------|
| Rent deposit           | 50.02                   | 40.10                   | 27.22                  |
| Receivable from donors | 376.80                  | 217.30                  | 158.56                 |
| <b>Total</b>           | <b>426.82</b>           | <b>257.40</b>           | <b>185.78</b>          |

**Note 6 : Other Current Assets**

| Particulars                         | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|-------------------------------------|-------------------------|-------------------------|------------------------|
| Prepayments                         | 11.66                   | 7.72                    | 5.32                   |
| Advance recoverable in cash or kind | 30.20                   | 22.39                   | 10.23                  |
| Less: Impairment of Advances        | (5.66)                  | -                       | -                      |
| <b>Total</b>                        | <b>36.20</b>            | <b>30.11</b>            | <b>15.55</b>           |



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

**NOTES TO FINANCIAL STATEMENTS**

**Equity**

**Note 7 : Other Equity**

Rs. in Lakhs

| Particulars                             | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|---|-------------------------|-------------------------|------------------------|
| Balance as at the beginning of the year | 800.55                  | 487.52                  | 167.68                 |
| Surplus/ (Deficit) for the year         | 287.00                  | 311.64                  | 319.84                 |
| Transition effect of IND AS             | -                       | 1.39                    | -                      |
| <b>Total</b>                            | <b>1,087.55</b>         | <b>800.55</b>           | <b>487.52</b>          |

**Non current liabilities**

**Financial Liabilities**

**Note 8 : Other Financial Liabilities**

| Particulars                 | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|-----------------------------|-------------------------|-------------------------|------------------------|
| Deferred fellow scholarship | 158.66                  | 135.14                  | 115.53                 |
| <b>Total</b>                | <b>158.66</b>           | <b>135.14</b>           | <b>115.53</b>          |

**Note 9 : Provisions**

| Particulars                            | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|--|-------------------------|-------------------------|------------------------|
| <b>Provision for employee benefits</b> |                         |                         |                        |
| Gratuity                               | 66.93                   | 37.33                   | -                      |
| <b>Total</b>                           | <b>66.93</b>            | <b>37.33</b>            | <b>-</b>               |

**Current liabilities**

**Financial Liabilities**

**Note 10 : Other Financial Liabilities**

| Particulars      | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|------------------|-------------------------|-------------------------|------------------------|
| Expenses payable | 42.27                   | 36.28                   | 17.80                  |
| Other payable    | 14.98                   | 6.45                    | -                      |
| <b>Total</b>     | <b>57.25</b>            | <b>42.73</b>            | <b>17.80</b>           |

**Note 11 : Other Current Liabilities**

| Particulars              | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|--------------------------|-------------------------|-------------------------|------------------------|
| Statutory Liabilities    | 64.30                   | 40.73                   | 8.96                   |
| Deferred donation income | 468.94                  | 414.14                  | 253.10                 |
| <b>Total</b>             | <b>533.24</b>           | <b>454.87</b>           | <b>262.06</b>          |

**Note 12 : Provisions**

| Particulars                            | As at<br>March 31, 2019 | As at<br>March 31, 2018 | As at<br>April 1, 2017 |
|--|-------------------------|-------------------------|------------------------|
| <b>Provision for employee benefits</b> |                         |                         |                        |
| Gratuity                               | 3.20                    | 1.91                    | -                      |
| <b>Total</b>                           | <b>3.20</b>             | <b>1.91</b>             | <b>-</b>               |





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

**NOTES TO FINANCIAL STATEMENTS**

**Note 13 : Other Income**

Rs. in Lakhs

| Particulars                           | Year Ended<br>March 31, 2019 | Year Ended<br>March 31, 2018 |
|---------------------------------------|------------------------------|------------------------------|
| Interest on Fixed Deposit with bank   | 8.66                         | -                            |
| Interest on Savings Account with bank | 31.79                        | 27.08                        |
| Other miscellaneous income            | 3.76                         | -                            |
| <b>Total</b>                          | <b>44.21</b>                 | <b>27.08</b>                 |

**Note 14 : Employee Benefit Expense**

| Particulars                               | Year Ended<br>March 31, 2019 | Year Ended<br>March 31, 2018 |
|---|------------------------------|------------------------------|
| Salaries and wages                        | 1,084.14                     | 779.41                       |
| Contribution to provident and other funds | 77.29                        | 38.74                        |
| Other staff welfare expenses              | 2.45                         | -                            |
| <b>Total</b>                              | <b>1,163.88</b>              | <b>818.15</b>                |

**Note 15 : Depreciation and Amortisation Expense**

| Particulars                                 | Year Ended<br>March 31, 2019 | Year Ended<br>March 31, 2018 |
|---|------------------------------|------------------------------|
| Depreciation of property, plant & equipment | 124.47                       | 67.15                        |
| Amortisation of intangible asset            | 0.66                         | 1.13                         |
| <b>Total</b>                                | <b>125.13</b>                | <b>68.28</b>                 |

**Note 16 : Other Expenses**

| Particulars                            | Year Ended<br>March 31, 2019 | Year Ended<br>March 31, 2018 |
|--|------------------------------|------------------------------|
| Legal and professional charges         | 105.50                       | 49.11                        |
| IT support services                    | 3.94                         | -                            |
| Auditors' remuneration (Refer note 21) | 6.30                         | 3.69                         |
| Utility expenses                       | 11.10                        | 8.23                         |
| Travelling expenses                    | 319.42                       | 264.80                       |
| Office expenses                        | 33.82                        | 24.35                        |
| Repairs & maintenance expenses         | 16.95                        | 8.08                         |
| Insurance                              | 22.78                        | -                            |
| Interest on TDS                        | 0.17                         | 0.28                         |
| Rent, Rates & Taxes                    | 184.32                       | 141.55                       |
| Workshop charges                       | 223.04                       | 207.09                       |
| Consultancy charges                    | 129.33                       | 303.33                       |
| Fellowship                             | 377.75                       | 133.87                       |
| Printing and stationery expenses       | 16.11                        | 19.61                        |
| Recruitment charges                    | 8.29                         | 5.75                         |
| Communication expenses                 | 17.87                        | 17.59                        |
| Advance written off                    | 1.72                         | -                            |
| Impairment of advances                 | 5.66                         | -                            |
| Brokerage & commission                 | 4.81                         | 4.09                         |
| Compensation expense                   | 15.34                        | -                            |
| Miscellaneous expenses                 | 4.91                         | 26.73                        |
| <b>Total</b>                           | <b>1,509.13</b>              | <b>1,218.15</b>              |





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

**NOTES TO FINANCIAL STATEMENTS**

**Note 17 : First time adoption of Ind AS, Reconciliation of equity and statement of income and expenditure as per previously reported under previous GAAP (IGAAP) to Ind AS as at March 2018**

Rs. in Lakhs

| Balance Sheet as at March 31, 2018   |          |                      |                   |                 |
|--|----------|----------------------|-------------------|-----------------|
| Particulars  | Note No. | As at March 31, 2018 |                   |                 |
|  |          | Previous GAAP        | Effects of Ind AS | Ind AS          |
| <b>ASSETS</b>  |          |                      |                   |                 |
| <b>Non-Current Assets</b>  |          |                      |                   |                 |
| Property, Plant and Equipment  | 3        | 161.07               |                   | 161.07          |
| Intangible asset   | 3        | 2.18                 |                   | 2.18            |
| <b>Total Non-Current Assets</b>  |          | <b>163.25</b>        | <b>-</b>          | <b>163.25</b>   |
| <b>Current Assets</b>  |          |                      |                   |                 |
| Financial Assets:  |          |                      |                   |                 |
| (i) Cash & Cash equivalents  | 4        | 1,022.02             |                   | 1022.02         |
| (ii) Other Financial Assets  | 5        | 257.40               |                   | 257.4           |
| Current Tax Assets (Net)   |          | 17.98                |                   | 17.98           |
| Other Current Assets   | 6        | 30.11                |                   | 30.11           |
| <b>Total Current Assets</b>  |          | <b>1,327.51</b>      | <b>-</b>          | <b>1,327.51</b> |
| <b>Total Assets</b>  |          | <b>1,490.76</b>      | <b>-</b>          | <b>1,490.76</b> |
| <b>EQUITY AND LIABILITIES</b>  |          |                      |                   |                 |
| <b>Equity</b>  |          |                      |                   |                 |
| Other Equity   | 7        | 799.16               | 1.39              | 800.55          |
| <b>Total Equity</b>  |          | <b>799.16</b>        | <b>1.39</b>       | <b>800.55</b>   |
| <b>LIABILITIES</b>   |          |                      |                   |                 |
| <b>Non-Current Liabilities</b>   |          |                      |                   |                 |
| <b>Financial Liabilities:</b>  |          |                      |                   |                 |
| (i) Other Financial Liabilities  | 8        | 135.14               |                   | 135.14          |
| Other Non Current liabilities  |          | 1.39                 | (1.39)            | -               |
| Provisions   | 9        | 37.33                |                   | 37.33           |
| <b>Total Non-Current Liabilities</b>   |          | <b>173.86</b>        | <b>(1.39)</b>     | <b>172.47</b>   |
| <b>Current Liabilities</b>   |          |                      |                   |                 |
| Financial Liabilities:   |          |                      |                   |                 |
| (i) Trade Payables   |          |                      |                   |                 |
| Total outstanding dues of Micro enterprises and small enterprises                      |          | -                    |                   | -               |
| Total outstanding dues of creditors other than Micro enterprises and small enterprises |          | 18.23                |                   | 18.23           |
| (ii) Other Financial Liabilities   | 10       | 42.73                |                   | 42.73           |
| Other Current Liabilities  | 11       | 454.87               |                   | 454.87          |
| Provisions   | 12       | 1.91                 |                   | 1.91            |
| <b>Total Current Liabilities</b>   |          | <b>517.74</b>        | <b>-</b>          | <b>517.74</b>   |
| <b>Total Equity &amp; Liabilities</b>  |          | <b>1,490.76</b>      | <b>-</b>          | <b>1,490.76</b> |



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

**NOTES TO FINANCIAL STATEMENTS**

**Note 17 : First time adoption of Ind AS, Reconciliation of equity and statement of income and expenditure as per previously reported under previous GAAP (IGAAP) to Ind AS as at March 2018**

Rs. in Lakhs

**Statement of Income and Expenditure for the year ended March 31, 2018**

| Particulars                                    | Note No. | 2017-18         |                   |                 |
|--|----------|-----------------|-------------------|-----------------|
|  |          | Previous GAAP   | Effects of Ind AS | Ind AS          |
| <b>Income</b>                                  |          |                 |                   |                 |
| Donations                                      |          | 2,389.14        |                   | 2,389.14        |
| Other Income (Net)                             | 13       | 27.08           |                   | 27.08           |
| <b>Total Income</b>                            |          | <b>2,416.22</b> | <b>-</b>          | <b>2,416.22</b> |
| <b>Expenses</b>                                |          |                 |                   |                 |
| Employee benefit expenses                      | 14       | 818.15          |                   | 818.15          |
| Depreciation and amortisation expense          | 15       | 68.28           |                   | 68.28           |
| Other expenses                                 | 16       | 1,218.15        |                   | 1,218.15        |
| <b>Total Expenditure</b>                       |          | <b>2,104.58</b> | <b>-</b>          | <b>2,104.58</b> |
| <b>Surplus/(Deficit) before Tax</b>            |          | <b>311.64</b>   | <b>-</b>          | <b>311.64</b>   |
| Tax Expense                                    |          | -               |                   | -               |
| -Current tax                                   |          | -               |                   | -               |
| -Deferred Tax                                  |          | -               |                   | -               |
| Total tax expense                              |          | -               |                   | -               |
| <b>Surplus/(Deficit) for the year</b>          |          | <b>311.64</b>   | <b>-</b>          | <b>311.64</b>   |
| <b>Other comprehensive income/(expense)</b>    |          |                 |                   |                 |
| -Remeasurement cost of post employment benefit |          | -               |                   | -               |
| <b>Total comprehensive income for the year</b> |          | <b>311.64</b>   | <b>-</b>          | <b>311.64</b>   |

There are no any GAAP adjustments in case of Transition date Balance Sheet and Statement of income and expenditure.  
There are no GAAP adjustments in Statement of income and expenditure on Transition date as well as on 31st of March, 2018.



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

**NOTES TO FINANCIAL STATEMENTS**

**Note 18: Contingent Liabilities and Commitments**

**Contingent Liabilities:**

Since there are numerous interpretative issues relating to the Supreme Court Judgement dated February 28th, 2019 on PF (Provident Fund) presently the amount of liability is unascertainable. As a matter of caution, the Company has made a provision on a prospective basis from the date of the order. The Company will update its provision, on receiving further clarity on the subject.

**Note 19: Employee Benefits**

**Defined Benefit Plan:**

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

*Gratuity*

**Data Summary:**

|   | As at<br>March 31, 2019 | As at<br>March 31, 2018 |
|---|-------------------------|-------------------------|
| No. of Employees                                | 231                     | 264                     |
| Total Monthly Salary                            | ₹ 42,47,204             | ₹ 67,34,662             |
| Average Salary                                  | ₹ 18,386.16             | ₹ 25,510.08             |
| Average Age                                     | 31.66                   | 32.61                   |
| Average Past Service                            | 1.88 year               | 1.03 year               |
| Average Future Service                          | 8 years                 | 8 years                 |
| <i>Valuation Results</i>                        |                         |                         |
| Discontinuance Liability                        | ₹ 68,54,523             | ₹ 39,88,929             |
| <i>Amounts recognised in the Balance Sheet:</i> |                         |                         |
| Projected Benefit Obligation:                   | ₹ 70,13,332             | ₹ 39,24,101             |
| a. Current Liability                            | ₹ 3,19,874              | ₹ 1,91,325              |
| b. Non-Current Liability                        | ₹ 66,93,458             | ₹ 37,32,776             |
| <i>Significant Actuarial Assumptions:</i>       |                         |                         |
| Discount Rate (per annum)                       | 7.64%                   | 7.80%                   |
| Salary escalation rate                          | 10%                     | 10%                     |
| Retirement Age                                  | 58 years                | 60 years                |
| Vesting Period                                  | 5 years                 | 5 years                 |

**Details of Plan Assets:**

The Scheme currently is not funded.

**Defined Contribution Plan:**

*Contribution to Provident Fund*

The Company's Defined Contribution plans pertain to the Provident Fund and it has no further obligation beyond making such contributions to the plans. An amount of ₹ 43.43 lakhs has been charged off to Statement of Profit and Loss.

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

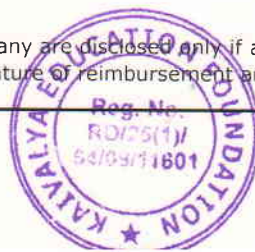
**Note 20: Related Party Disclosures**

The names of Related parties of the Company and their relationship, as required to be disclosed under Ind AS 24 are as follows:

| Names of the Related Parties                       | Relationship                              |
|--|---|
| Mr. Ajay G. Piramal                                | Director                                  |
| Mr. Madhav Chavan                                  | Director                                  |
| Mr. Aditya Natraj                                  | Director                                  |
| Piramal Foundation                                 | Holding company by virtue of an agreement |
| Piramal Foundation for Education Leadership        | Sister concern                            |
| Piramal Udgam Data Management Solutions            | Sister concern                            |
| Piramal Swasthya and Management Research Institute | Sister concern                            |



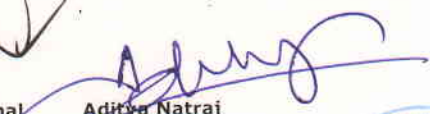

The Company has not appointed any Key Management Personnel.

In case of fellow subsidiaries, associate or joint ventures of holding company are disclosed only if any transaction has taken place during the year with such parties. Further, expenditures in nature of reimbursement are not considered as related party transaction.



*Handwritten signature/initials.*



| <b>KAIVALYA EDUCATION FOUNDATION</b><br><b>(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)</b>  |  |  |   |
|---|--|--|---|
| <b>NOTES TO FINANCIAL STATEMENTS</b>  |  |  |   |
| Transaction during the year   |  |  | Rs. in Lakhs  |
| Particulars   | Year Ended<br>March 31, 2019   | Year Ended<br>March 31, 2018   |   |
| The Sri Krishna Trust   | 30.00  | -  |   |
| Gopikishan Piramal Memorial Trust   | 493.00   | -  |   |
| <b>Total</b>  | <b>523.00</b>  | <b>-</b>   |   |
| <p>Transaction during the year are amount of donations received by Kaivalya Education Foundation from the Companies in which Mr. Anand Piramal is a director.</p> <p>There is no outstanding balances at the end of the year from related parties</p>   |  |  |   |
| <b>Note 21: Auditors' Remuneration</b>  |  |  | Rs. in Lakhs  |
| Particulars   | Year Ended<br>March 31, 2019   | Year Ended<br>March 31, 2018   |   |
| <i>Payment to Statutory Auditors:</i>   |  |  |   |
| For Audit   | 4.00   | 3.10   |   |
| For Tax Matter  | 0.25   | 0.24   |   |
| For Certification   | 0.50   | 0.35   |   |
| For Others  | 1.55   | -  |   |
| <b>Total</b>  | <b>6.30</b>  | <b>3.69</b>  |   |
| Included in Other Expenses. (Refer Note No. 16)   |  |  |   |
| <p><b>Note 22: Disclosures as required by the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") are as under</b></p> <p>There is no Micro, small and medium enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2019. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The Auditor has relied upon the same.</p> |  |  |   |
| <p><b>Note 23: Taxes on Income</b></p> <p><i>Income Tax</i></p> <p>The Company is registered under Section 12AA of the Income Tax Act, 1961. As per the provisions of Section 11 of the Income Tax Act, 1961 it has applied 85 percent of it's Income towards activities mentioned in Section 2(15) of the said Act. Accordingly no current tax liability is required to be recognised.</p>   |  |  |   |
| <p><b>Note 24: Financial Instruments &amp; Fair Value Disclosure</b></p>  |  |  |   |
| <b>Categories of Financial Instruments:</b>   |  |  | Rs. in Lakhs  |
| Particulars   | As at<br>March 31, 2019  | As at<br>March 31, 2018  | As at<br>April 1, 2017  |
| <i>Financial Assets:</i>  |  |  |   |
| Measured at amortised cost  |  |  |   |
| (i) Cash & Cash equivalents   | 1,257.34   | 1,022.02   | 600.37  |
| (ii) Other Financial Assets   | 426.82   | 257.40   | 185.78  |
| <i>Financial Liabilities:</i>   |  |  |   |
| Measured at amortised cost  |  |  |   |
| (i) Trade Payables  | 23.94  | 18.23  | 27.47   |
| (ii) Other Financial Liabilities  | 215.91   | 177.87   | 133.33  |
| <p><b>Note 25: Offsetting Financial Assets &amp; Financial Liabilities</b></p> <p>All Financial assets and Financial liabilities are disclosed individually and No offsetting has been done between Financial assets and liabilities.</p>   |  |  |   |
| <p><b>Note 26: Foreign Currency Transactions</b></p> <p>There are no Foreign Currency Transactions being Receipts or Payments during the current year.</p>  |  |  |   |
| <p><b>Note 27: Regrouping / Reclassification</b></p> <p>Previous year figures have been re-grouped / re-classified wherever necessary to conform to the current year classification.</p>  |  |  |   |
| <p><b>For Haribhakti &amp; Co. LLP</b><br/> Chartered Accountants<br/> ICAI FRN.: 103523W/W100048</p>   |  |  |   |
| <p><b>For and on behalf of the Board of Directors</b></p>   |  |  |   |
| <br><b>Hemant J Bhatt</b><br>Partner<br>Membership No. 036834<br>Date:<br>Place:   | <br><b>Ajay Piramal</b><br>Director<br>DIN:00028116 | <br><b>Aditya Natraj</b><br>Director<br>DIN:02309126 |  |



**INDEPENDENT AUDITOR'S REPORT**

**To the Members of Kaivalya Education Foundation**

**Report on the Audit of the Ind AS Financial Statements**

**Opinion**

We have audited the accompanying Ind AS financial statements of **Kaivalya Education Foundation** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Income and Expenditure (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the Ind AS financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS"), of the state of affairs of the Company as at March 31, 2019, its surplus (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with 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 Ind AS Financial Statements 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Act and 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.

**Other Information**

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

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the standalone Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

The Board of director's report is not made available to us as at the date of this auditor's report. We have nothing to report in this regard.

**Responsibilities of Management and Those Charged with Governance for the Ind AS 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 of these Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

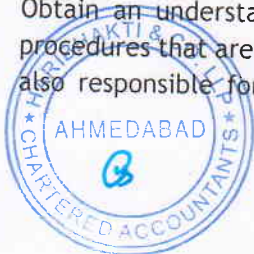
In preparing the Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company 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 Responsibilities for the Audit of the Ind AS Financial Statements**

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

- Identify and assess the risks of material misstatement of the Ind AS 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 with reference to financial statements 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 Ind AS 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.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements 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) This report does not contain a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company.
- (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 Income and Expenditure, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account.
  - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with relevant rules issued thereunder;





# HARIBHAKTI & CO. LLP

Chartered Accountants

- e. On the basis of the written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 with reference to financial statements of the Company and the operating effectiveness of such controls, we give our separate report in "Annexure 1".
- g. In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company (Section 8 Company), section 197 of the Act related to the managerial remuneration is not applicable.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company does not have any pending litigations which would impact its financial position;
  - (ii) The Company did not have any long-term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise;
  - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048

Hemant J. Bhatt

Partner

Membership No. 036834

UDIN: 19036834AAAABJ1229



Mumbai : September 06, 2019



## ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Kaivalya Education Foundation on the Ind AS financial statements for the year ended March 31, 2019]

### Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of Kaivalya Education Foundation ("the Company") as of March 31, 2019 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness.

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.



## Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Hemant J. Bhatt

Partner

Membership No. 036834

UDIN :19036834AAAABJ1229

Mumbai : September 06, 2019



**INDEPENDENT AUDITOR'S REPORT****To the Members of Kaivalya Education Foundation****Report on the Audit of the Ind AS Financial Statements****Opinion**

We have audited the accompanying Ind AS financial statements of **Kaivalya Education Foundation** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Income and Expenditure (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the Ind AS financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS"), of the state of affairs of the Company as at March 31, 2019, its surplus (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with 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 Ind AS Financial Statements 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Act and 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.

**Other Information**

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

Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the standalone Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



The Board of director's report is not made available to us as at the date of this auditor's report. We have nothing to report in this regard.

**Responsibilities of Management and Those Charged with Governance for the Ind AS 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 of these Ind AS financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

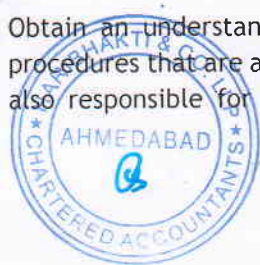
In preparing the Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company 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 Responsibilities for the Audit of the Ind AS Financial Statements**

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

- Identify and assess the risks of material misstatement of the Ind AS 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 with reference to financial statements 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 Ind AS 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.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements 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) This report does not contain a statement on the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company.
- (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 Income and Expenditure, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account.
  - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under section 133 of the Act read with relevant rules issued thereunder;



# HARIBHAKTI & CO. LLP

Chartered Accountants

- e. On the basis of the written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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 with reference to financial statements of the Company and the operating effectiveness of such controls, we give our separate report in "Annexure 1".
- g. In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company (Section 8 Company), section 197 of the Act related to the managerial remuneration is not applicable.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company does not have any pending litigations which would impact its financial position;
  - (ii) The Company did not have any long-term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise;
  - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Hemant J. Bhatt

Partner

Membership No. 036834

UDIN: 19036834AAAABJ1229



Mumbai : September 06, 2019

## ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Kaivalya Education Foundation on the Ind AS financial statements for the year ended March 31, 2019]

### Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of Kaivalya Education Foundation ("the Company") as of March 31, 2019 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness.

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements.



**Meaning of Internal Financial Controls with reference to Financial Statements**

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Hemant J. Bhatt

Partner

Membership No. 036834

UDIN :19036834AAAABJ1229

Mumbai : September 06, 2019

