

## 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, 2020, the Statement of Income and Expenditure, 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") prescribed under section 133 of the Act, of the state of affairs of the Company as at March 31, 2020, 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 on the Ind AS financial statements.

### 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 the other information is materially inconsistent with the Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

The Company's Board of Director's has 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 prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. 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



# HARIBHAKTI & CO. LLP

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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

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.

(1) 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 Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e. On the basis of the written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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, refer to our separate report in "Annexure";
- 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.



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Chartered Accountants

- 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 has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements - Refer Note 18 on Contingent Liabilities to the Ind AS financial statements;
  - (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



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Hemant J Bhatt  
Partner  
Membership No. 036834  
UDIN: 20036834AAAAEO8725



Place: Ahmedabad  
Date : September 7, 2020

**KATIVALYA 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, 2020**

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	3	146.22	182.17
Intangible asset	3	3.40	1.52
Right to use of assets		75.60	-
<b>Total Non-Current Assets</b>		<b>225.22</b>	<b>183.69</b>
<b>Current Assets</b>			
Financial Assets:			
(i) Cash & Cash equivalents	4	1,239.81	1,257.34
(ii) Bank balances other than cash and cash equivalents	5	111.56	-
(iii) Other Financial Assets	6	436.66	426.82
Current Tax Assets (Net)		24.61	26.72
Other Current Assets	7	59.11	36.20
<b>Total Current Assets</b>		<b>1,871.75</b>	<b>1,747.08</b>
<b>Total Assets</b>		<b>2,096.97</b>	<b>1,930.77</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Other Equity	8	1,218.80	1,087.55
<b>Total Equity</b>		<b>1,218.80</b>	<b>1,087.55</b>
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Financial Liabilities:			
(i) Lease Liabilities		60.75	-
(ii) Other Financial Liabilities	9	39.26	79.11
Provisions	10	78.52	66.93
<b>Total Non-Current Liabilities</b>		<b>178.53</b>	<b>146.04</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		44.63	23.94
(ii) Lease Liabilities		21.48	-
(iii) Other Financial Liabilities	11	220.48	136.80
Other Current Liabilities	12	403.18	533.24
Provisions	13	9.87	3.20
<b>Total Current Liabilities</b>		<b>699.64</b>	<b>697.18</b>
<b>Total Equity &amp; Liabilities</b>		<b>2,096.97</b>	<b>1,930.77</b>

The accompanying notes are an integral part of the Financial Statements 1-28

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

**Hemant J Bhatt**  
Partner  
Membership No. 036834  
Date : 7th September 2020  
Place : Ahmedabad

For and on behalf of the Board of Directors

**Madhav Chavan**  
Director  
DIN:02012989

**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, 2020**

Particulars	Note No.	Year Ended March 31, 2020	Year Ended March 31, 2019
<b>Income</b>			
Donations		2,595.05	3,037.97
Other Income (Net)	14	100.24	44.21
<b>Total Income</b>		<b>2,695.29</b>	<b>3,082.18</b>
<b>Expenses</b>			
Employee benefit expenses	15	1,096.57	1,163.88
Finance cost as per Ind AS 116		5.93	-
Depreciation and amortisation expense	16	112.79	125.13
Other expenses	17	1,354.39	1,509.13
<b>Total Expenditure</b>		<b>2,569.68</b>	<b>2,798.14</b>
<b>Surplus/(Deficit) before Tax</b>		<b>125.61</b>	<b>284.04</b>
Tax Expense		-	-
<b>Surplus/(Deficit) for the year</b>		<b>125.61</b>	<b>284.04</b>
<b>Other comprehensive income/(expense)</b>			
-Remeasurement cost of post employment benefit		9.55	2.96
<b>Total comprehensive income for the year</b>		<b>135.16</b>	<b>287.00</b>

The accompanying notes are an integral part of the Financial Statements **1-28**

**For Haribhakti & Co. LLP**

Chartered Accountants

ICAI FRNo.: 103523W/W100048

*Hemant J Bhatt*

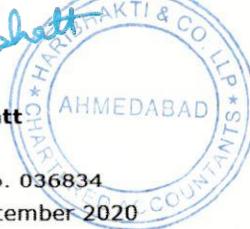
**Hemant J Bhatt**

Partner

Membership No. 036834

Date : 7th September 2020

Place : Ahmedabad



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

*Madhav Chavan*

**Madhav Chavan**

Director

DIN:02012989

*Aditya Natraj*

**Aditya Natraj**

Director

DIN:02309126

<b>KAIVALYA EDUCATION FOUNDATION</b>		
<b>(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)</b>		
<b>Statement of Cash Flow for the year ended March 31, 2020</b>		
<b>Rs. in Lakhs</b>		
<b>Particulars</b>	<b>Year ended March 31, 2020</b>	<b>Year ended March 31, 2019</b>
<b>Cash flows from operating activities</b>		
(Deficit)/Surplus for the year	125.61	284.04
Adjustments for:		
Depreciation and amortization expense	112.79	125.13
Finance cost as per Ind AS 116	5.93	-
Rent Paid	(22.32)	-
Other miscellaneous income	-	(3.71)
Advance written off	0.30	1.72
Impairment of advances	-	5.66
Interest received	(47.33)	(40.45)
	<b>174.98</b>	<b>372.39</b>
(Increase)/ decrease in Financial Assets	(121.40)	(169.42)
(Increase)/ decrease in Other Current Assets	(19.76)	(13.47)
Increase/ (decrease) in Provisions	27.81	33.85
Increase/(decrease) in Financial Liabilities	64.52	47.46
Increase/ (decrease) in Other Current Liabilities	(130.06)	78.37
	<b>(3.91)</b>	<b>349.18</b>
Income taxes paid	(2.11)	8.74
<b>Net cash from operating activities</b>	<b>(1.80)</b>	<b>340.44</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(59.65)	(145.57)
Proceed from sale of plant, property & equipment	0.04	-
Interest received	43.88	40.45
<b>Net cash from investing activities</b>	<b>(15.73)</b>	<b>(105.12)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(17.53)</b>	<b>235.32</b>
Cash and cash equivalents at beginning of reporting period	1,257.34	1,022.02
<b>Cash and cash equivalents at end of reporting period</b>	<b>1,239.81</b>	<b>1,257.34</b>
<b>Cash &amp; Cash equivalents:</b>		
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	1,239.81	1,257.34
Saving account	1,239.81	1,257.34
Cash and cash equivalents as per cash flow statement	<b>1,239.81</b>	<b>1,257.34</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.		
<b>For Haribhakti &amp; Co. LLP</b> Chartered Accountants ICAI FRNo.: 103523W/W100048	<b>For and on behalf of the board of Directors</b>	
 <b>Hemant J Bhatt</b> Partner Membership No. 036834 Date : 7th September 2020 Place : Ahmedabad	 <b>Madhav Chavan</b> Director DIN:02012989	 <b>Aditya Natraj</b> 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, 2020****Rs. in Lakhs**

<b>Particulars</b>	<b>Year ended March 31, 2020</b>	<b>Year ended March 31, 2019</b>
<b>Equity</b>		
<b>Balance at the beginning of the reporting period</b>	-	-
Changes in equity share capital during the year	-	-
<b>Balance at the end of the reporting period</b>	-	-
<b>Other Equity</b>		
<b>Balance at the beginning of the reporting period</b>	<b>1,087.55</b>	<b>800.55</b>
Profit for the year	125.61	284.04
Transition effect of IND AS 116	3.91	-
Other comprehensive income	9.55	2.96
<b>Balance at the end of the reporting period</b>	<b>1,218.80</b>	<b>1,087.55</b>

The accompanying notes are an integral part of the Financial Statements

1-28

**For Haribhakti & Co. LLP**

Chartered Accountants

ICAI FRNo.: 103523W/W100048

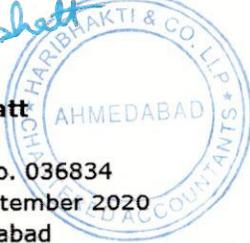
**Hemant J Bhatt**

Partner

Membership No. 036834

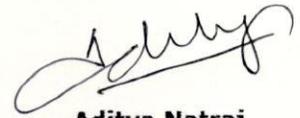
Date : 7th September 2020

Place : Ahmedabad

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

Director

DIN:02012989

**Aditya Natraj**

Director

DIN:02309126

**KATVALYA 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-19-20**

Particulars	Computer & Peripherals	Furniture & Fixtures	Vehicles	Office Equipment	Books & Periodicals	Total Tangible Assets	Software	Total Intangible Asset	Rs. in Lakhs
Gross Carrying Value as at April 1, 2019	267.15	35.39	161.44	54.05	0.50	518.53	3.31	3.31	3.31
Additions	41.89	1.44	2.88	9.68	-	55.89	3.76	3.76	3.76
Deletions	-	-	0.50	-	-	0.50	-	-	-
Gross Carrying Value as at March 31, 2020	309.04	36.83	163.82	63.73	0.50	573.92	7.07	7.07	7.07
Accumulated Depreciation as at April 1, 2019	213.42	17.67	63.08	41.69	0.50	336.36	1.79	1.79	1.79
Depreciation	52.79	4.89	26.09	8.03	-	91.80	1.88	1.88	1.88
Accumulated depreciation on deletions	-	-	0.46	-	-	0.46	-	-	-
Accumulated Depreciation as at March 31, 2020	266.21	22.56	88.71	49.72	0.50	427.70	3.67	3.67	3.67
Carrying value as at March 31, 2020	42.83	14.27	75.11	14.01	-	146.22	3.40	3.40	3.40
Carrying value as at March 31, 2019	53.73	17.72	98.36	12.36	-	182.17	1.52	1.52	1.52

**FY-18-19**

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



**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 March 31, 2020	As at March 31, 2019
Balance with bank	1,239.81	1,257.34
<b>Total</b>	<b>1,239.81</b>	<b>1,257.34</b>

**Note 5 : Bank Balance other than cash & cash equivalents**

Particulars	As at March 31, 2020	As at March 31, 2019
Bank deposits with original maturity more than 3 months and less than 12 months	111.56	-
<b>Total</b>	<b>111.56</b>	<b>-</b>

**Note 6 : Other Financial Assets**

Particulars	As at March 31, 2020	As at March 31, 2019
Rent deposit	54.36	50.02
Interest receivable	3.45	-
Receivable from donors	378.85	376.80
<b>Total</b>	<b>436.66</b>	<b>426.82</b>

**Note 7 : Other Current Assets**

Particulars	As at March 31, 2020	As at March 31, 2019
Prepayments	19.08	11.66
Advance recoverable in cash or kind	40.03	30.20
Less: Impairment of Advances		(5.66)
<b>Total</b>	<b>59.11</b>	<b>36.20</b>



*Madhav Chavan*

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

**NOTES TO FINANCIAL STATEMENTS**

**Equity**

**Note 8 : Other Equity**

Rs. in Lakhs

Particulars	As at March 31, 2020	As at March 31, 2019
Balance as at the beginning of the year	1,087.55	800.55
Surplus/ (Deficit) for the year	135.16	287.00
Transition effect of IND AS 116	3.91	-
<b>Total</b>	<b>1,218.80</b>	<b>1,087.55</b>

**Non current liabilities**

**Financial Liabilities**

**Note 9 : Other Financial Liabilities**

Particulars	As at March 31, 2020	As at March 31, 2019
Deferred fellow scholarship	39.26	79.11
<b>Total</b>	<b>39.26</b>	<b>79.11</b>

**Note 10 : Provisions**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Provision for employee benefits</b>		
Gratuity	78.52	66.93
<b>Total</b>	<b>78.52</b>	<b>66.93</b>

**Current liabilities**

**Financial Liabilities**

**Note 11 : Other Financial Liabilities**

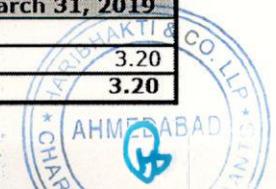
Particulars	As at March 31, 2020	As at March 31, 2019
Expenses payable	38.56	42.27
Other payable	11.82	14.98
Deferred fellow scholarship	170.10	79.55
<b>Total</b>	<b>220.48</b>	<b>136.80</b>

**Note 12 : Other Current Liabilities**

Particulars	As at March 31, 2020	As at March 31, 2019
Statutory Liabilities	69.65	64.30
Deferred donation income	333.53	468.94
<b>Total</b>	<b>403.18</b>	<b>533.24</b>

**Note 13 : Provisions**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Provision for employee benefits</b>		
Gratuity	9.87	3.20
<b>Total</b>	<b>9.87</b>	<b>3.20</b>



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

**NOTES TO FINANCIAL STATEMENTS**

**Note 14 : Other Income**

Rs. in Lakhs

Particulars	Year Ended March 31, 2020	Year Ended March 31, 2019
Interest on Fixed Deposit with bank	4.09	8.66
Interest on Savings Account with bank	43.24	31.79
Profit on sale of asset	0.05	-
Other miscellaneous income	52.86	3.76
<b>Total</b>	<b>100.24</b>	<b>44.21</b>

**Note 15 : Employee Benefit Expense**

Particulars	Year Ended March 31, 2020	Year Ended March 31, 2019
Salaries and wages	1,012.19	1,084.14
Contribution to provident and other funds	81.20	77.29
Other staff welfare expenses	3.18	2.45
<b>Total</b>	<b>1,096.57</b>	<b>1,163.88</b>

**Note 16 : Depreciation and Amortisation Expense**

Particulars	Year Ended March 31, 2020	Year Ended March 31, 2019
Depreciation of property, plant & equipment	91.80	124.47
Amortisation of intangible asset	1.88	0.66
Depreciation as per Ind AS 116	19.11	-
<b>Total</b>	<b>112.79</b>	<b>125.13</b>

**Note 17 : Other Expenses**

Particulars	Year Ended March 31, 2020	Year Ended March 31, 2019
Legal and professional charges	78.46	105.50
IT support services	7.24	3.94
Auditors' remuneration (Refer note 21)	4.75	6.30
Utility expenses	13.98	11.10
Travelling expenses	191.23	319.42
Office expenses	27.80	33.82
Repairs & maintenance expenses	13.17	16.95
Insurance	24.42	22.78
Interest on TDS	0.73	0.17
Rent, Rates & Taxes	188.46	184.32
Workshop charges	182.05	223.04
Consultancy charges	191.64	129.33
Fellowship	379.11	377.75
Printing and stationery expenses	24.70	16.11
Recruitment charges	3.26	8.29
Communication expenses	15.15	17.87
Advance written off	0.30	1.72
Impairment of advances	-	5.66
Brokerage & commission	5.49	4.81
Compensation expense	-	15.34
Miscellaneous expenses	2.45	4.91
<b>Total</b>	<b>1,354.39</b>	<b>1,509.13</b>

*Madhav Chavan*



**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:**

The Company has made adequate provision of liability as per the supreme court judgment dated February 28th, 2019 on provident fund payable by the entity w.e.f April 01st, 2019. As regards the past liability, if any, no provision has been made in absence of clarity on interpretation of the said order. The amount is not ascertainable.

**Note 19: Employee Benefits**

**Defined Benefit Plan:**

The Company also provides for gratuity to it's 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*

<b>Data Summary:</b>	<b>As at March 31, 2020</b>	<b>As at March 31, 2019</b>
No. of Employees	257	231
Total Monthly Salary	₹ 53,72,281	₹ 42,47,204
Average Salary	₹ 20,903.82	₹ 18,386.16
Average Age	33.41	31.66
Average Past Service	2.43 year	1.88 year
Average Future Service	8 years	8 years
<i>Valuation Results</i>		
Discontinuance Liability	₹ 96,19,992	₹ 68,54,523
<i>Amounts recognised in the Balance Sheet:</i>		
Projected Benefit Obligation:	₹ 88,38,729	₹ 70,13,332
a. Current Liability	₹ 9,86,746	₹ 3,19,874
b. Non-Current Liability	₹ 78,51,983	₹ 66,93,458
<i>Significant Actuarial Assumptions:</i>		
Discount Rate (per annum)	6.56%	7.64%
Salary escalation rate	0% for 1st year 5% for 2nd year 8% from 3rd year	10%
Retirement Age	58 years	58 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 ₹ 45.61 lakhs has been charged off to Statement of income & expenditure.

Included in Contribution to Provident and Other Funds (Refer Note No. 15)

*Madhav Chavan* 



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

**NOTES TO FINANCIAL STATEMENTS**

**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:

<b>Names of the Related Parties</b>	<b>Relationship</b>
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.

**Transaction during the year** **Rs. in Lakhs**

<b>Particulars</b>	<b>Year Ended March 31, 2020</b>	<b>Year Ended March 31, 2019</b>
The Sri Krishna Trust	-	30.00
Gopikishan Piramal Memorial Hospital	-	493.00
Piramal Welfare Trust	350.00	-
Brickex Advisors Pvt Ltd	4.00	-
PDL Realty Private Limited	18.00	-
The Swastik Safe Deposit and Investments Ltd	3.00	-
<b>Total</b>	<b>375.00</b>	<b>523.00</b>

Transaction during the year are amount of donations received by Kaivalya Education Foundation from the Companies or Trusts in which Mr. Ajay Piramal is a director or has a controlling interest. These transactions are in the ordinary course of business.

There is no outstanding balances at the end of the year from related parties

**Note 21: Auditors' Remuneration**

<b>Particulars</b>	<b>Year Ended March 31, 2020</b>	<b>Year Ended March 31, 2019</b>
<i>Payment to Statutory Auditors:</i>		
For Audit	4.00	4.00
For Tax Matter	0.25	0.25
For Certification	0.50	0.50
For Others	-	1.55
<b>Total</b>	<b>4.75</b>	<b>6.30</b>

Included in Other Expenses. (Refer Note No. 17)

**Note 22: Disclosures as required by the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") are as under**

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, 2020. 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.

**Note 23: Taxes on Income**

*Income Tax*

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.



**KAIVALYA EDUCATION FOUNDATION**  
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**NOTES TO FINANCIAL STATEMENTS**

**Note 24: Financial Instruments & Fair Value Disclosure**

**Categories of Financial Instruments:**

Particulars	Rs. in Lakhs	
	As at March 31, 2020	As at March 31, 2019
<i>Financial Assets:</i>		
Measured at amortised cost		
(i) Cash & Cash equivalents	1,239.81	1,257.34
(ii) Bank balances other than cash and cash equivalents	111.56	-
(iii) Other Financial Assets	436.66	426.82
<i>Financial Liabilities:</i>		
Measured at amortised cost		
(i) Trade Payables	44.63	23.94
(ii) Lease Liabilities	82.23	-
(iii) Other Financial Liabilities	259.74	215.91

**Note 25: Offsetting Financial Assets & Financial Liabilities**

All Financial assets and Financial liabilities are disclosed individually and No offsetting has been done between Financial assets and liabilities.

**Note 26: Foreign Currency Transactions**

There are no Foreign Currency Transactions being Receipts or Payments during the current year.

**Note 27: Impact of Covid**

In the last quarter of financial year 2019-20, the world saw an unprecedented global breakout of the COVID-19 pandemic leading to a humanitarian crisis, lockdown across many countries and a significant economic fallout. Around the world, growth has decelerated substantially. The company continues to monitor impact of COVID-19 on its activities, including impact on Donor agencies, beneficiaries, employees and program activities. Due care has been exercised, in concluding on significant accounting judgment and estimates, including in relation to receivables and advances, based on information available to date, while preparing the Company's financial statements for the year ended March 31st, 2020.

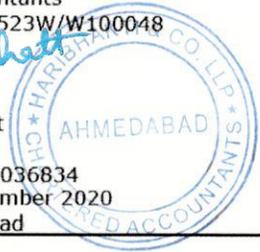
**Note 28: Regrouping / Reclassification**

Previous year figures have been re-grouped / re-classified wherever necessary to conform to the current year

**For Haribhakti & Co. LLP**

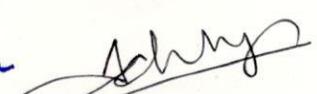
Chartered Accountants  
ICAI FRNo.: 103523W/W100048

  
**Hemant J Bhatt**  
Partner  
Membership No. 036834  
Date : 7th September 2020  
Place : Ahmedabad



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

  
**Madhav Chavan**  
Director  
DIN:02012989

  
**Aditya Natraj**  
Director  
DIN:02309126