

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF TRUSTEES OF
PRATHAM DELHI EDUCATION INITIATIVE**

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **PRATHAM DELHI EDUCATION INITIATIVE** ("the Trust"), which comprise the Balance Sheet as at 31 March, 2019, the Income and Expenditure Account for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements of the Trust dealt with by this report comply with the applicable accounting standards issued by the Institute of Chartered Accountants of India and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India:

- (a) In case of the Balance sheet, of the state of affairs of the Trust as at March 31, 2019; and
- (b) In the case of the Income and Expenditure Account, of the surplus of income over expenditure for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statement in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Trust in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Responsibility of Management and the Board of Trustees of the Trust for the Financial Statements

The Trust's Management is responsible for the preparation and fair presentation of the financial statements that give a true and fair view of the state of affairs, results of income and expenditure of the Trust in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India and accounting principles generally



accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Trust'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 Trust or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees of the Trust are responsible for overseeing the Trust's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 these financial statements.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 015125N)



Alka Chadha

Alka Chadha
Partner
(Membership No. 93474)
(UDIN:19093474AAAABM3226)

Gurugram, 27 September, 2019

**PRATHAM DELHI EDUCATION INITIATIVE
BALANCE SHEET AS AT 31 MARCH, 2019**

Particulars	Schedule Ref.	As at 31 March, 2019 (Rupees)	As at 31 March, 2018 (Rupees)
Sources of funds			
Corpus fund	1	1,714,300	1,704,300
Other funds			
Specific fund	2	-	-
Restricted fund		3,465,888	5,851,628
Unrestricted fund		7,719,626	6,633,046
		12,899,814	14,188,974
Application of funds			
Property, plant and equipment			
Gross block	3	1,779,690	1,962,907
Less: Accumulated depreciation		1,278,847	1,370,128
Net block		500,843	592,779
Current assets, loans and advances			
Cash and bank balances	4	8,699,672	12,307,938
Loans and advances	5	4,277,529	1,869,048
		12,977,201	14,176,986
Less: Current liabilities and provisions	6	578,230	580,791
Net current assets		12,398,971	13,596,195
		12,899,814	14,188,974

Schedules forming part of the financial statements 1 to 18

The Schedules referred to above form an integral part of the balance sheet

In terms of our report attached

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 015125N)

Alka Chadha

Alka Chadha
Partner
(Membership No. 93474)
Place: Gurugram
Date: 27 September, 2019



For and on behalf of the Board of Trustees of
PRATHAM DELHI EDUCATION INITIATIVE

Neerja Sharma

Neerja Sharma
Managing Trustee

Place: New Delhi
Date: 27 September, 2019

Divya Jalan

Divya Jalan
Trustee

Place: New Delhi
Date: 27 September, 2019

Shailendra Kumar Sharma

Shailendra Kumar Sharma
Executive Director

Place: New Delhi
Date: 27 September, 2019

Vijay Kumar

Vijay Kumar
Chief Accountant

Place: New Delhi
Date: 27 September, 2019



**PRATHAM DELHI EDUCATION INITIATIVE
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2019**

Schedule Ref.	For the year ended 31 March, 2019		For the year ended 31 March, 2018		Total
	Specific fund	Restricted fund	Specific fund	Restricted fund	
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Income					
Donations/Grants received	24,900	18,563,982	80,964	14,871,496	14,952,460
Revenue grants recognised in the Income and Expenditure account	-	-	-	-	-
Less: Transferred to Specific funds	24,900	11,180,788	80,964	8,362,160	8,362,160
Other income	-	303,138	-	341,961	709,229
Total income	11,483,926	18,772,945	8,704,121	15,238,764	23,942,885
Expenditure					
Balwadi programme	6,000	3,127,500	80,000	3,344,500	3,477,500
Balwachen programme	-	2,226,000	-	2,046,100	2,085,700
Content classes	-	-	-	29,700	133,100
HUB project	-	-	-	64,174	186,980
Library project	18,000	643,806	-	122,806	3,765,156
School Management Committees programmes	-	115,078	-	466,967	2,790,010
Training and monitoring	900	3,231,065	964	3,271,019	4,421,677
Programme support expenses	-	2,843,709	-	3,220,620	3,913,877
Administration expenses	-	1,416,209	-	1,024,981	4,064,570
Teaching and learning material	-	2,394,818	-	3,039,589	1,176,368
Depreciation for the year	-	215,053	-	1,176,368	170,196
Total expenditure	24,900	17,686,365	80,964	17,400,949	26,185,134
Less: Transferred to specific funds	24,900	24,900	80,964	-	80,964
Surplus / (Deficit)	-	17,686,365	-	17,400,949	26,104,170
		1,086,580		(2,161,285)	(2,161,285)

Schedules forming part of the financial statements 1 to 18

The Schedules referred to above form an integral part of the Income and Expenditure Account

In terms of our report attached

For and on behalf of the Board of Trustees of
PRATHAM DELHI EDUCATION INITIATIVE

Alka Chadha
Alka Chadha
Partner
(Membership No. 93474)

Neerja Sharma
Neerja Sharma
Managing Trustee

Divya Jain
Divya Jain
Trustee

Shailendra Kumar Sharma
Shailendra Kumar Sharma
Executive Director

Vijay Kumar
Vijay Kumar
Chief Accountant



Place : Gurugram
Date: 27 September, 2019

Place : New Delhi
Date: 27 September, 2019

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Date: 27 September, 2019

Place : New Delhi
Date: 27 September, 2019

PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31 March, 2019 (Rupees)	As at 31 March, 2018 (Rupees)
Schedule 1		
Corpus fund		
Opening balance	1,704,300	1,594,300
Add: Additions during the year	10,000	110,000
	1,714,300	1,704,300
Schedule 2		
Other funds		
Specific fund (See Note 3 of Schedule 18)		
Opening balance	-	-
Add: Grants received during the year	24,900	80,964
Less: Transferred to unrestricted fund	-	-
Less: Funds utilised during the year	24,900	80,964
Closing balance	-	-
Restricted fund (See Note 4 of Schedule 18)		
Opening balance	5,851,628	7,382,659
Add: Grants received during the year	7,741,371	5,718,645
Add: Grants receivable during the year	1,053,677	1,112,484
Less: Revenue grants recognised in the Income and Expenditure Account	11,180,788	8,362,160
Closing balance	3,465,888	5,851,628
Unrestricted fund		
Opening balance	6,633,046	8,794,331
Add: (Deficit)/ Surplus	1,086,580	(2,161,285)
Add: Transferred from specific fund	-	-
Closing balance	7,719,626	6,633,046



**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

**Schedule 3
Property, plant and equipment**

Particulars	Gross block			Accumulated depreciation			Net block	
	Balance as at 1 April, 2018 (Rupees)	Additions (Rupees)	Disposals (Rupees)	Balance as at 31 March, 2019 (Rupees)	Depreciation for the year (Rupees)	Eliminated on disposal of assets (Rupees)	Balance as at 31 March, 2019 (Rupees)	Balance as at 31 March, 2018 (Rupees)
Office equipment (Previous year)	594,464 (555,434)	79,286 (107,500)	48,931 (68,470)	624,819 (594,464)	87,431 (46,882)	39,129 (68,402)	293,650 (245,348)	331,169 (349,116)
Computers (Previous year)	994,501 (862,651)	17,538 (133,500)	178,553 (1,650)	833,486 (994,501)	87,491 (117,523)	178,547 (1,649)	700,277 (791,333)	133,209 (203,168)
Furniture and fixtures (Previous year)	373,942 (408,742)	3,811 (-)	56,368 (34,800)	321,385 (373,942)	7,840 (5,791)	56,367 (34,791)	284,920 (333,447)	36,465 (40,495)
Total	1,962,907	100,635	283,852	1,779,690	182,762	274,043	1,278,847	500,843
(Previous year)	(1,826,827)	(241,000)	(104,920)	(1,962,907)	(170,196)	(104,842)	(1,370,128)	(592,779)

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PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

Particulars	As at 31 March, 2019 (Rupees)	As at 31 March, 2018 (Rupees)
Schedule 4		
Cash and bank balances		
(a) Cash on hand	-	-
(b) Cheques on hand	-	-
(c) Balances with scheduled bank		
- Savings accounts*	4,750,897	5,805,660
- Fixed deposit account	3,948,775	6,502,278
[Earmarked fixed deposit on account of Corpus funds Rs. 1,714,300 (previous year Rs. 1,704,300)]		
	8,699,672	12,307,938
Note:		
* Rs. 150,081 (previous year Rs. 1,609,914) lying in designated bank account for foreign contribution		
Schedule 5		
Loans and advances		
Unsecured, considered good		
(a) Advances recoverable in cash or in kind or for value to be received	1,973,255	2,725
(b) Grants receivable - Restricted fund	1,053,677	1,112,484
(c) Security deposits	473,900	248,900
(d) Interest accrued on fixed deposits	205,073	97,930
(e) Tax deducted at source recoverable	168,773	137,613
(f) Advance gratuity fund (See note 5 to Schedule 18)	402,851	269,396
	4,277,529	1,869,048
Schedule 6		
Current liabilities and provisions		
(a) Sundry creditors	527,368	579,927
(b) Other liabilities	50,862	864
	578,230	580,791



**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	For the year ended 31 March, 2019			For the year ended 31 March, 2018		
	Specific fund	Unrestricted fund	Total	Specific fund	Unrestricted fund	Total
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Schedule 7						
Other income						
Interest income	-	303,138	174,193	477,331	-	341,961
Scrap sale	-	-	-	-	-	359,126
Profit on sale of property, plant and equipment	-	-	2,786	2,786	-	5,125
Miscellaneous income	-	-	31,984	31,984	-	3,017
	6,000	303,138	208,963	512,101	341,961	367,268
Schedule 8						
Balwadi programme						
Honorarium/ Incidental expenses	-	-	3,127,500	3,133,500	53,000	3,344,500
	6,000		3,127,500	3,133,500	53,000	3,477,500
Schedule 9						
Balwahan programme						
Honorarium/ Incidental expenses	-	1,257,000	2,226,000	3,483,000	39,600	2,046,100
		1,257,000	2,226,000	3,483,000	39,600	2,085,700
Schedule 10						
Content classes						
Honorarium/ Incidental expenses	-	-	-	-	103,400	29,700
					103,400	133,100
Schedule 11						
HUB project						
Rent expenses	-	-	-	-	64,174	122,806
					64,174	122,806
						186,980
						186,980
Schedule 12						
Library project						
Honorarium/ Incidental expenses	18,000	1,468,500	642,000	2,128,500	2,242,500	2,242,500
Teaching material	-	1,043,091	1,806	1,044,897	551,316	661,410
Books	-	487,525	-	487,525	504,373	861,246
	18,000	2,999,116	643,806	3,660,922	3,298,189	3,765,156



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**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	For the year ended 31 March, 2019				For the year ended 31 March, 2018			
	Specific fund	Unrestricted fund	Total	Specific fund	Unrestricted fund	Restricted fund	Unrestricted fund	Total
	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)	(Rupees)
Schedule 13								
School Management Committees programmes								
Conveyance expenses	-	2,870	-	-	2,870	-	2,450	2,450
Honorarium and consultancy	-	1,466,290	-	25,000	1,491,290	-	908,610	1,521,200
Printing and stationery	-	51,575	-	-	51,575	-	44,512	44,512
Refreshment	-	9,136	-	-	9,136	-	1,110	1,110
Salary	-	1,782,000	-	89,136	1,871,136	-	1,193,192	1,220,658
Repair and maintenance	-	7,522	-	-	7,522	-	-	-
Internet charges	-	2,068	-	942	3,010	-	-	-
General expenses	-	2,500	-	2,500	2,500	-	80	80
	-	3,323,961	115,078	3,439,039	-	2,149,954	640,056	2,790,010
Schedule 14								
Training and monitoring								
Honorarium and consultancy	-	-	-	-	-	-	16,000	16,000
Conveyance expenses	-	-	52,409	-	52,409	-	3,445	3,445
Printing and stationery	-	-	1,725	964	2,689	-	13,136	14,100
Staff welfare	900	816	104,544	106,260	207,320	10,918	66,822	77,740
Salary	-	1,323,255	3,063,187	4,386,442	4,386,442	1,119,331	3,090,580	4,209,911
Postage and telephone	-	-	8,260	8,260	8,260	-	-	-
General expenses	-	-	940	940	940	-	1,300	1,300
	900	1,324,071	3,231,065	4,556,036	964	1,149,694	3,271,019	4,421,677

Schedule 15
Programme support expenses

Honorarium and consultancy	-	224,000	1,210,164	1,434,164	-	-	1,476,679	1,476,679
Rent expenses	-	376,972	434,161	811,133	-	-	539,699	826,199
Conveyance expenses	-	9,600	23,837	33,437	-	286,500	50,227	56,157
Postage, telephone and communication	-	8,001	9,181	17,182	-	3,932	17,120	21,052
Water and electricity	-	8,193	11,687	19,880	-	1,370	26,028	27,398
Printing and stationery	-	24	1,882	1,906	-	-	50,429	50,429
Repairs and maintenance expenses - others	-	3,490	100,337	103,827	-	500	92,331	92,831
Computer expenses	-	-	-	-	-	-	8,896	8,896
Staff welfare	-	21,763	67,107	88,870	-	5,335	88,417	93,752
Salary	-	184,981	928,239	1,113,220	-	385,000	781,520	1,166,520
General expenses	-	16,695	57,114	73,809	-	4,690	89,274	93,964
	-	853,719	2,843,709	3,697,428	-	693,257	3,220,620	3,913,877



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**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

Particulars	For the year ended 31 March, 2019			For the year ended 31 March, 2018				
	Specific fund (Rupees)	Restricted fund (Rupees)	Unrestricted fund (Rupees)	Total (Rupees)	Specific fund (Rupees)	Restricted fund (Rupees)	Unrestricted fund (Rupees)	Total (Rupees)
Schedule 16								
Administration expenses								
Salaries and allowances	-	298,452	1,287,175	1,585,627	-	209,000	1,332,689	1,541,689
Staff welfare	-	3,825	159,287	163,112	-	108,832	77,493	186,325
Conveyance expenses	-	-	25,936	25,936	-	18,554	12,302	30,856
Rent expenses	-	688,986	528,772	1,217,758	-	344,000	440,525	784,525
Postage, telephone and communication	-	53,598	47,325	100,923	-	144,803	24,001	168,804
Water and electricity expenses	-	121,490	179,800	301,290	-	56,239	74,519	130,758
Printing and stationery	-	-	72,841	72,841	-	41,090	55,253	96,343
Professional and consultancy charges	-	238,863	429,522	668,385	-	-	824,594	824,594
Repairs and maintenance expenses - Others	-	-	149,732	149,732	-	16,569	135,055	151,624
Computer expenses	-	-	25,256	25,256	-	17,585	53,304	70,889
General expenses	-	10,995	110,778	121,773	-	68,309	9,854	78,163
	-	1,416,209	3,016,424	4,432,633	-	1,024,981	3,039,589	4,064,570

Schedule 17

Teaching and learning material

Teaching and learning material	-	215,053	2,394,818	2,609,871	-	-	1,176,368	1,176,368
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PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

Schedule 18 – Significant accounting policies and notes to accounts

1. Background

PRATHAM DELHI EDUCATION INITIATIVE ('the Trust') was registered as a trust on 1 September, 2003. The Trust has been granted an exemption under Section 12A of the Income Tax Act, 1961, vide letter no. DIT(E)/2000-2001/P-633/2000/297 dated 28 August, 2000. The exemption has been granted with effect from 22 April, 2000. The Trust has been registered under the Foreign Contribution (Regulation) Act, 1976 for carrying out activities of educational nature with registration no. 231660141 vide letter no. II/21022/83(33)/2001 – FCRA, III dated 21 June, 2001. Consequently, the aforesaid certificate was renewed w.e.f. 01 November 2016 vide letter No. 0300056512016 dated 05 August, 2016 in accordance with Section 16 of The Foreign Contribution (Regulation) Act 2010 for the period of 5 years.

The main object of the Trust is to work towards the universalisation of good education primarily in the National Capital Region and adjacent areas for all children at least upto the age of fourteen.

2. Significant accounting policies

a. Basis of preparation of financial statements

The financial statements of the Trust have been prepared under the historical cost convention on the accrual basis of accounting in accordance with the applicable accounting standards issued by the Institute of Chartered Accountants of India and the Generally Accepted Accounting Principles ("GAAP") in India, as applicable.

b. Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated.

c. Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation. The cost of property, plant and equipment includes taxes, duties, freight and other incidental expenditure related to acquisition and installation.

d. Depreciation

Depreciation on all property, plant and equipment is provided using the written down value method as per the estimated useful life of the assets which coincides with the rates prescribed by the Income Tax Act, 1961.

Assets costing less than Rs. 5,000 individually have been fully depreciated in the year of Purchase.

e. Recognition of grants and donations

Corpus fund

Corpus fund relates to funds contributed by the founder members at incorporation and donation received with the direction to be included as a part of the Corpus.



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PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

Specific funds

Specific purpose grants are received for projects funded by donors and are accounted for based on receipt as a separate fund. The expenses against such grants are charged to the fund and the unspent balance of the grant is carried forward.

Restricted funds

The Trust receives funds which are restricted in nature from foreign and domestic sources. Revenue from restricted funds is recognised during the year in the Income and Expenditure Account to match the related expenditure. The balance amount is carried forward in the restricted fund for use in future periods. Grant related to depreciable assets are transferred to the capital asset fund as and when the property, plant and equipment are purchased. Depreciation of these property, plant and equipment is debited to the capital asset fund through the Income and Expenditure Account.

Unrestricted funds

The Trust also receives general funds which are unrestricted in nature from foreign and domestic sources. The excess of income over expenditure during the year, being general purpose in nature is carried forward for use in future periods.

f. Interest income

Interest income is recognised on time proportionate basis.

g. Foreign currency transactions

Transactions in foreign exchange are recorded at the exchange rate prevailing on the date of the transaction.

h. Employee benefits

Defined contribution plans

The Trust's contribution to provident fund is considered as defined contribution plan and is charged as an expense as and when it falls due based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in the Income and Expenditure Account in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

The liability with respect to the Gratuity Plan is determined based on actuarial valuation done by an independent actuary at the year end.



PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

i. Expenditure

The Trust implements its programs for children's education through projects conducted by itself or by other local non-governmental organisations to which it disburses grants. The other organisations are also registered under the Foreign Contribution (Regulation) Act, 1976 in compliance with the said Act. Accordingly, expenditure incurred by the Trust includes grants disbursed to other local agencies.

Teaching and learning material purchased is charged to the Income and Expenditure Account in the year of purchase.

j. Leases

Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as operating leases. Operating lease charges are recognised as an expense in the Income and Expenditure Account on a straight-line basis over the lease term.

Finance Lease

Leases under which the Trust assumes substantially all the risks and rewards of ownership are classified as finance leases. The lower of fair value of asset and present value of minimum lease rentals is capitalised as property, plant and equipment with corresponding amount shown as lease liability. The principal component in the lease rentals is adjusted against the lease liability and interest component is charged to Income and Expenditure Account.

k. Provisions and contingencies

A provision is recognised when the Trust has a present obligation as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. A contingent liability is recognised where there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.



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**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

3. The fund movement of the Specific fund is given below:

Donor name	Opening balance as at 1 April, 2018 (Rupees)	Transferred/ Adjusted during the year (Rupees)	Funds received / receivable (Rupees)	Funds utilised during the year (Rupees)	Closing balance as at 31 March, 2019 (Rupees)
Charities Aid Foundation India	-	-	24,900	(24,900)	-
	-	-	80,964	(80,964)	-
Total	-	-	24,900	(24,900)	-
	-	-	80,964	(80,964)	-

Figures in italics represent previous year figures



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**PRATHAM DELHI EDUCATION INITIATIVE
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS**

4. The fund movement of the Restricted fund at year end is given below:

Donor name	Opening balance as at 1 April, 2018 (Rupees)	Transferred/ Adjusted during the year (Rupees)	Funds received during the year (Rupees)	Funds utilised during the year (Rupees)	Closing balance as at 31 March, 2019 (Rupees)
Inditex Trent Retail India Private Limited	295,504	-	-	(295,504)	-
Hero MotoCorp Limited	-	-	-	-	-
Indraprastha Gas Limited	(240,738)	(50,000)	814,200	(523,462)	-
	(1,112,484)	-	7,518,562	(7,459,755)	(1,053,677)
	2,486,680	-	2,175,845	(5,775,009)	(1,112,484)
Info Edge (India) Limited	3,140,826	-	-	(2,603,681)	537,145
	2,200,000	(96,900)	3,000,000	(1,962,274)	3,140,826
Adobe Foundation	-	15,861*	1,309,832	(1,325,693)	-
	-	-	-	-	-
Donation from individuals (Ajay Krishna Uppal)	20,000	-	-	(20,000)	-
Sub Total (1)	2,028,342	15,861	8,828,394	(11,389,129)	(516,532)
	4,761,446	(146,900)	5,990,045	(8,576,249)	2,028,342

* includes Rs. 25,461 interest income considered as grant as per the terms of agreement.



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Donor name	Opening balance as at 1 April, 2018 (Rupees)	Transferred/ Adjusted during the year (Rupees)	Funds receivable during the year (Rupees)	Funds (utilised)/ adjusted during the year (Rupees)	Closing balance as at 31 March, 2019 (Rupees)
Add: Interest income recognised upto 31 March, 2018 (A)	2,345,171	-	-	-	2,345,171
Add: Interest income earned during the year (B)	2,003,210	-	-	303,138**	2,003,210
Sub Total (A+B) (2)	2,345,171	-	-	303,138	2,648,309
Add: Grant receivable during the year	2,003,210	-	-	341,961	2,345,171
	1,112,484	(1,112,484)	1,053,677	-	1,053,677
	271,400	(271,400)	1,112,484	-	1,112,484
Add: Capital assets fund	365,631	9,600	-	(94,797)	280,434
	346,603	146,900	-	(127,872)	365,631
Grand Total	5,851,628	(1,087,023)	9,882,071	(11,180,788)	3,465,888
	7,382,659	(271,400)	7,102,529	(8,362,160)	5,851,628

Figures in italics represent previous year figures

** excludes Rs. 25,461 transferred to the related grant in terms of the agreement.



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5. Employee Benefits

a. Defined contribution plan

The Trust makes contribution towards provident fund to a defined contribution retirement benefit plan for qualifying employees. The Trust contribution to the Employees Provident Fund is deposited with the Regional Provident Fund Commissioner. Under the Scheme, the Trust is required to contribute a specified percentage of payroll cost to the retirement benefit scheme to fund the benefits.

The Trust recognised Rs. 684,763 (previous year Rs. 759,758) for provident fund contribution in the Income and Expenditure. The contribution payable to the plan by the trust is at the rate specified in the rules to the scheme.

b. Defined benefit plan (Gratuity Plan)

The present value of the defined benefit obligation and the related current service cost are measured using the Projected Unit Credit Method with actuarial valuations being carried out at each balance sheet date.

Actuarial gains and losses arising from experience adjustments and effects of changes in actuarial assumptions are immediately recognised in the Income and Expenditure Account as income or expense.

The following tables set out the funded status of the gratuity plan and amounts recognised in the trust's financial statements as at 31 March, 2019.

i. Change in benefit obligations

Particulars	(Amount in Rupees)	
	As at 31 March, 2019	As at 31 March, 2018
Present value of obligation at the beginning of the period	605,067	544,646
Current service cost	188,593	247,265
Interest cost	46,651	41,012
Actuarial (gain)/loss on obligation	(212,401)	(227,856)
Present value of obligation as at the end of the year	627,910	605,067

ii. Change in fair value of plan assets

Particulars	(Amount in Rupees)	
	As at 31 March, 2019	As at 31 March, 2018
Fair value of plan assets at the beginning of the year	874,463	303,021
Employer contributions	100,000	541,625
Benefits paid	-	-
Expected return on plan assets	66,022	22,727
Actuarial gain/(loss) on obligation	(9,724)	7,090
Fair value of plan assets as at the end of the year	1,030,761	874,463



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iii. Excess / (Deficit) of plan assets over obligation (net)

Particulars	(Amount in Rupees)	
	As at 31 March, 2019	As at 31 March, 2018
Fair value of plan assets at the end of the year	1,030,761	874,463
Present value of obligation as at the end of the year	(627,910)	(605,067)
Excess / (Deficit) of plan assets over obligation (net)	402,851	269,396

iv. Expense/(adjustment) recognised in the Income and Expenditure Account

Particulars	(Amount in Rupees)	
	Year ended 31 March, 2019	Year ended 31 March, 2018
Current service cost	188,593	247,265
Interest cost	46,651	41,012
Expected return on plan assets	(66,022)	(22,727)
Net actuarial (gain)/loss recognised in the year	(202,677)	(234,946)
Expenses/(adjustment) recognised in the Income and Expenditure Account	(33,455)	30,604

v. Composition of the plan assets is as follows :


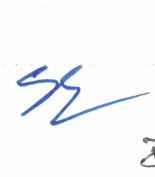

Category of assets	(Amount in Rupees)	
	As at 31 March, 2019	As at 31 March, 2018
Funds managed by insurer- Life Insurance Corporation of India (Amount in Rupees)	1,030,761	874,463
In percentage	100%	100%

vi. Principal actuarial assumptions

a) Economic assumptions

Particulars	Year ended 31 March, 2019	Year ended 31 March, 2018
Discount rate (See note 1)	7.65%	7.71%
Future salary increase (See note 2)	7.00%	7.00%
Expected rate of return on plan assets	7.59%	7.55%



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b) Demographic assumptions

i) Retirement age (Years)	60	60
ii) Mortality table	IALM (2006- 08)	IALM(2006- 08)
iii) Ages	Withdrawal Rate (%)	Withdrawal Rate (%)
Up to 30 years	5.00	5.00
From 31 to 44 years	3.00	3.00
Above 44 years	2.00	2.00

vii. Experience adjustments

(Amount in Rupees)

Particulars	Year ended 31 March, 2019	Year ended 31 March, 2018
On plan liability (gain)/loss	217,618	211,949
On plan asset (loss) / gain	(9,724)	7,090

viii. The Trust expects to contribute Rs. 216,344 (previous year Rs. 269,250) to defined benefit plans for the year ended 31 March, 2019.

Notes:

1. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
 2. The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.
6. Common costs are allocated at the year end to the various projects based on the terms of the agreement with the Donors. The Trust is of the opinion that such allocation is appropriate and is in accordance with the donor agreements.

7. Disclosures as per Micro, Medium and Small Enterprises Development Act, 2006 (MSMED)

Based on the information available with the Trust, the balance due to Micro and Small Enterprises as defined under the MSMED Act, 2006 is Rs. Nil (Previous year Rs. Nil) and no interest has been paid or is payable under the terms of the MSMED Act, 2006.

8. Payment to Auditor's*

Particulars	Year ended 31 March, 2019 (Rupees)	Year ended 31 March, 2018 (Rupees)
Audit fee	425,000	375,000
Reimbursement of expenses	18,084	20,125

* Exclusive of Goods and Services Tax

9. During the year, the Hon'ble Supreme Court has ruled that certain allowances are to be included in computing contributions to provident fund. The Trust based on legal opinion and as a matter of prudence has ascertained the incremental liability effective 1 March, 2019 and provided for the same in the books of account.



PRATHAM DELHI EDUCATION INITIATIVE
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- 10.** The Trust is complying with the Accounting Standards, applicable to a Level III Entity- Small and Medium Sized Enterprise (SME), as notified in the announcement made by ICAI which is effective for all accounting periods commencing on or after 1 April, 2004. Accordingly, the Trust is not required to present the Related Party Disclosures, Cash Flow Statement, Segment reporting and Discontinuing Operations disclosures as required under the relevant Accounting Standards. Further, the Trust is not required to disclose information required by Paragraph 22 (c), (e) and (f); 25 (a), (b) and (e); 37 (a), (f) and (g); 46 (b), (d) and (e) of Accounting Standard 19 on 'Leases', Paragraph 66 and 67 of Accounting Standard 29 on 'Provisions, Contingent Liabilities and Contingent Assets'.
- 11.** Previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.

For and on behalf of the Board of Trustees of
PRATHAM DELHI EDUCATION INITIATIVE



Neerja Sharma
Managing Trustee

Place : New Delhi
Date: 27 September, 2019



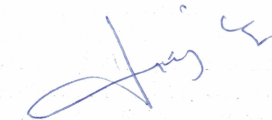
Shailendra Kumar Sharma
Executive Director

Place : New Delhi
Date: 27 September, 2019



Divya Jalan
Trustee

Place : New Delhi
Date: 27 September, 2019



Vijay Kumar
Chief Accountant

Place : New Delhi
Date: 27 September, 2019

