

Independent Auditor's Report

To the Trustees of Pratham Delhi Education Initiative

Report on the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Pratham Delhi Education Initiative ('the Trust'), which comprise the Balance Sheet as at 31 March 2021, the Income and Expenditure Account, and a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, including the Accounting Standards issued by the Institute of Chartered Accountants of India ('ICAI'), to the extent applicable and accounting principles generally accepted in India of the state of affairs of the Trust as at 31 March 2021, its deficit for the year ended on that date.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities 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 and we have fulfilled our ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Trustees for the Financial Statements

4. The Management is responsible for preparation of these financial statements that give a true and fair view of the state of affairs and results of operations of the Trust in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by the ICAI, to the extent applicable. This responsibility includes maintenance of adequate accounting records for safeguarding the assets of the Trust and for preventing and detecting fraud and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal control, that were operating effectively for ensuring the accuracy and completeness of accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the financial statements, the 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 the management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

6. 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

Walker Chandiook & Co LLP

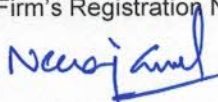
accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

7. 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Trust has in place an adequate internal financial controls system over financial reporting 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 the 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 Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
8. We communicate with the 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.

Restriction on distribution or use

9. The accompanying financial statements have been prepared solely for the information and use of the management only in accordance with the Trust Deed and accordingly may not be suitable for any other purpose. This report is issued solely for the aforementioned purpose and accordingly, should not be used, referred to or distributed for any other purpose or to any other party without our prior written consent. Further, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

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



Neeraj Goel
Partner
Membership No.: 099514
UDIN: - 21099514AAAAHQ2288



Place: Gurugram
Date: 22 December 2021

Pratham Delhi Education Initiative

Balance Sheet as at 31 March, 2021

(All amounts are in ₹, unless otherwise stated)

Particulars	Notes	As at 31 March 2021	As at 31 March 2020
Sources of funds			
Funds			
Corpus fund	2	1,724,300	1,714,300
Specific fund	3	-	-
Restricted fund	4	169,105	4,500,972
Unrestricted fund	5	655,623	5,886,709
Total		2,549,028	12,101,981
Current liabilities			
Trade payables	6	-	-
Total outstanding dues of micro enterprises and small enterprises; and Total outstanding dues of creditors other than micro enterprises and small enterprises		442,000	520,000
Other current liabilities	7	673,449	1,495,891
Total		1,115,449	2,015,891
Application of funds			
Non-current assets			
Property, plant and equipment			
Tangible assets	8	414,139	538,268
Total		414,139	538,268
Current assets			
Cash and bank balances	9	1,765,334	12,022,874
Loans and advances	10	1,485,004	1,556,730
Total		3,250,338	13,579,604
Total		3,664,477	14,117,872

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

1 to 20

As per our report of even date attached.

For **Walker Chandiook & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

Neeraj Goel

Neeraj Goel

Partner

Membership No.: 099614



For and on behalf of the Board of Trustees of
Pratham Delhi Education Initiative

Neerja Sharma

Neerja Sharma
Managing Trustee

Divya Jaan

Divya Jaan
Trustee

Shailendra Kumar Sharma

Shailendra Kumar Sharma
Trustee

Vijay Kumar

Vijay Kumar
Chief Accountant

Place: Gurgaon

Date: 22 December 2021

Place: New Delhi

Date: 22 December 2021



Pratham Delhi Education Initiative
Income And Expenditure Account for the year ended 31 March 2021
 (All amounts are in ₹, unless otherwise stated)

Particulars	Notes	For the year ended 31 March 2021	For the year ended 31 March 2020
Income			
Donations	11	10,793,637	26,234,363
Other income	12	307,954	489,494
Total income		11,101,591	26,723,857
Expenditure			
Expenses on programme initiatives	13	2,671,909	15,683,113
Employee benefit expense	14	11,364,460	10,442,242
Finance costs	15	3,044	450
Depreciation expense	8	136,421	162,875
Other expenses	16	2,165,242	2,277,194
Total expenditure		16,341,076	28,565,874
Less: Transferred to specific funds		8,400	9,100
		16,332,676	28,556,774
Deduction for the year		(5,231,086)	(1,832,917)

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

1 to 20

As per our report of even date attached.

For **Walker Chandiok & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076/N/500013

Neeraj Goel

Neeraj Goel
Partner

Membership No.: 099514



For and on behalf of the Board of Trustees of
Pratham Delhi Education Initiative

Neerja Sharma

Neerja Sharma
Managing Trustee

Divya Jalan

Divya Jalan
Trustee

Shailendra Kumar Sharma

Shailendra Kumar Sharma
Executive Director

Vijay Kumar

Vijay Kumar
Chief Accountant

Place: Gurgaon

Date: 22 December 2021

Place: New Delhi

Date: 22 December 2021



Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless otherwise stated)

1. Background and Significant accounting policies

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 up to 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.

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'.

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.

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.



Pratham Delhi Education Initiative
Notes to the financial statements for the year ended 31 March 2021
(All amounts are in ₹, unless otherwise stated)

g. Foreign currency transactions

Foreign currency receipts on account of donations and grants are translated at spot rates prevailing at the time of receipt into the designated accounts of the Company. Foreign currency expenditure is recorded using the spot rates prevailing on the date of transaction.

Foreign currency monetary items of the Company, outstanding at the balance sheet date are restated at the year-end rates. Non-monetary items of the Company are carried at historical cost.

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the income and expenditure account.

h. Cash and bank balances

Cash and bank balances include cash in hand, balances and demand deposits with banks.

i. Employee benefits

Provident fund

Provident fund benefit is a defined contribution plan under which the Company pays fixed contribution into funds established under Employees Provident Fund and Miscellaneous Provisions Act, 1952. The Company has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in current liabilities or current assets, respectively, as they are normally of a short term nature. The Company's contributions paid/payable under the scheme is recognized as an expense in the Income and Expenditure Account during the year in which the employee renders the related service.

Short term benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service.

Long term Plan

Defined Benefits :

For defined benefit plans, 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 amortized on a straight-line basis over the average period until the benefits become vested.

j. 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.

k. 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.

l. 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.

m. Common costs

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.



Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless otherwise stated)

Particulars	As at 31 March 2021	As at 31 March 2020
Note 2 : Corpus fund		
Balance at the beginning of the year		1,714,300
Add: Additions during the year	1,714,300	
Balance at the end of the year	1,724,300	1,714,300
Note 3 : Specific fund		
Balance at the beginning of the year		
Add: Amount received during the year	8,400	9,100
Less: Amount utilised during the year	(8,400)	(9,100)
Balance at the end of the year	-	-
Note 4 : Restricted fund		
a) Project fund		
Balance at the beginning of the year		3,185,452
Add: Amounts received during the year	4,285,971	
Less: Revenue grants recognised in the income and expenditure account	270,367	10,037,770
Balance at the end of the year	(4,556,338)	(8,937,251)
b) Capital assets fund		
Balance at the beginning of the year		280,436
Less: Depreciation met out of capital assets fund	215,001	(65,435)
Balance at the end of the year	(45,896)	(65,435)
Total (a+b)	169,105	215,001
Note 5 : Unrestricted fund		
General Fund		
Balance at the beginning of the year		7,719,626
Add: Deficit for the year	5,886,709	
Closing balance	(5,231,086)	(1,832,917)
	655,623	5,886,709
Note 6 : Trade payables		
Total outstanding dues of micro enterprises and small enterprises (refer note below)		
Total outstanding dues of creditors other than micro enterprises and small enterprises	442,000	520,000
	442,000	520,000

The above information regarding Micro, small and medium enterprises has been determined to the extent such parties have been identified on the basis of information available with the Council. This has been relied upon by the auditors.

Particulars	As at 31 March 2021	As at 31 March 2021
(i) the principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;		
(ii) the amount of interest paid by the buyer in terms of section 16, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;		
(iii) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;		
(iv) the amount of interest accrued and remaining unpaid at the end of each accounting year; and		
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.		



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Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless otherwise stated)

Particulars	As at 31 March 2021	As at 31 March 2020
Note 7 : Other current liabilities		
Statutory dues	55,673	83,279
Provision for gratuity	586,681	1,337,145
Other liabilities	31,095	75,467
	673,449	1,495,891

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Pratham Delhi Education Initiative
Notes to the financial statements for the year ended 31 March 2021
(All amounts are in ₹, unless otherwise stated)

Note 8 : Property, plant and equipment

Particulars	Gross block			Accumulated depreciation			Net block			
	Balance as on 1 April 2020	Additions	Disposals	Balance as on 31 March 2021	Balance as on 1 April 2020	Depreciation for the year	Disposals	Balance as on 31 March 2021	As on 31 March 2020	As on 31 March 2021
Computers	1,010,560	11,851	-	1,022,411	798,673	88,776	-	887,449	134,962	211,887
Office equipments	637,399	441	-	637,840	343,846	44,420	-	386,266	249,574	293,553
Furniture and fixtures	318,585	-	-	318,585	285,756	3,225	-	288,982	29,603	32,828
Total	1,966,544	12,292	-	1,978,836	1,428,275	136,421	-	1,564,697	414,139	538,268

Particulars	Gross block			Accumulated depreciation			Net block			
	Balance as on 1 April 2019	Additions	Disposals	Balance as on 31 March 2020	Balance as on 1 April 2019	Depreciation for the year	Disposals	Balance as on 31 March 2020	As on 31 March 2020	As on 31 March 2019
Computers	833,486	179,714	2,640	1,010,560	700,277	101,034	2,638	798,673	211,887	133,209
Office equipments	624,819	20,602	8,022	637,399	293,650	58,210	8,014	343,846	293,553	331,169
Furniture and fixtures	321,385	-	2,800	318,585	284,920	3,631	2,795	285,757	32,828	36,465
Total	1,779,690	200,316	13,462	1,966,544	1,278,847	162,875	13,447	1,428,276	538,268	500,843



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Pratham Delhi Education Initiative
Notes to the financial statements for the year ended 31 March 2021
 (All amounts are in ₹, unless otherwise stated)

Particulars	As at 31 March 2021	As at 31 March 2020
Note 9 : Cash and bank balances		
Balances with scheduled bank		
Savings accounts*	1,143,383	2,374,970
Fixed deposit account	621,951	9,647,904
	1,765,334	12,022,874

Note:

* ₹ 92,577 (previous year ₹ 113,855) lying in designated bank account for foreign contribution.

Note 10 : Loans and advances

Unsecured, considered good

Advances recoverable in cash or in kind or for value to be received	27,683	68,867
Security deposits	458,000	457,900
Interest accrued on fixed deposits	25,508	29,520
Tax deducted at source recoverable	973,813	1,000,443
	1,485,004	1,556,730

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Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless stated otherwise)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Note 11 : Income		
Donations		
Revenue grants recognised in the income and expenditure account	6,470,168	17,240,777
Less: Transferred to specific funds	4,331,869	9,002,686
	(8,400)	(9,100)
	10,793,637	26,234,363
Note 12 : Other income		
Interest from banks on		
Fixed deposits		
Saving accounts	279,078	428,136
Interest on income tax refund	25,722	32,351
Profit on sale of property, plant and equipment	3,154	15,558
	-	13,449
	307,954	489,494
Note 13 : Expenses on programme initiatives		
Training expenses	24,945	134,457
Incidental expenses	-	8,935,750
Teaching learning material	4,719	3,886,859
Rent expense	790,280	857,821
Legal and professional fees	1,651,408	1,647,341
Travel and conveyance expenses	4,750	73,465
Electricity and water charges	19,197	16,320
Communication expense	2,904	17,680
Printing and stationery	9,075	5,224
Miscellaneous expenses	164,631	108,196
	2,671,909	15,683,113
Note 14 : Employee benefit expense		
Salaries and wages	10,649,811	8,423,267
Contribution for provident and other funds	103,802	78,795
Gratuity expense (refer note 16)	586,681	1,839,996
Staff welfare expenses	24,166	100,184
	11,364,460	10,442,242
Note 15 : Finance cost		
Interest on delayed payment of statutory dues	3,044	450
	3,044	450
Note 16 : Other expenses		
Conveyance expenses	9,050	19,275
Printing and stationery	16,006	75,211
Communication expense	49,899	75,335
Rent expense	1,240,836	1,108,125
Audit fees (refer note below)	493,712	472,000
Repair and maintenance expense	97,400	140,682
Water and electricity expense	154,187	215,954
Miscellaneous expenses	65,088	118,461
Computer expenses	39,064	52,151
	2,165,242	2,277,194
Note : Payment to auditor's		
Audit fee (exclusive of goods and service tax)	400,000	400,000



Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless stated otherwise)

Note 17 : Employee Benefits

The Company has a funded scheme and is investing the Gratuity liability into a Gratuity Trust, which is being managed by Life Insurance Corporation Limited. The Company accounts for gratuity benefit liability based on an independent actuarial valuation, using the projected unit credit method carried out annually as at the Balance Sheet date, which considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Past services are recognised on a straight-line basis over the average period until the amended benefits become vested. Actuarial gains and losses are recognised immediately in the Income and Expenditure Account as income or expense.

A. Amount to be recognised in balance sheet and movement in net liability :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Present value of funded obligation		
Fair value of plan assets	3,209,091	2,538,654
Net Liability recognised in the Balance Sheet	(2,622,410)	(1,201,509)
	586,681	1,337,145

B. Expenses recognised in the Income and Expenditure Account :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Current service cost		
Interest cost on defined benefit obligation		665,080
Expected return on plan assets		48,035
Net actuarial loss/(gain)		(78,235)
Expense recognised in the Income and Expenditure Account	0	1,205,116
		1,839,996

C. Reconciliation of benefit obligation :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Present value of defined benefit obligation at the beginning of the year	2,538,654	627,910
Current service cost	668,689	665,080
Interest cost	175,675	48,035
Actuarial (gain)/loss on obligation	-173,927	1,197,629
Closing defined benefit obligation	3,209,091	2,538,654

D. Reconciliation of fair value of plan assets :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Opening fair value of plan assets	1,201,509	1,030,761
Expected return on plan assets	89,272	78,235
Actuarial gain/(loss) on obligation	(5,516)	(7,487)
Contributions by employer	1,337,145	100,000
Closing fair value of plan assets	2,622,410	1,201,509



Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless stated otherwise)

E. Actual Return of Plan Assets :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Expected Return on plan assets	89,272	78,235
Actuarial loss on plan assets	(5,516)	(7,487)
Actual return on plan assets	83,756	70,748

F. Provision at the end of the year :

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Short-term provision	586,681	1,337,145
Total provision at the end of the year	586,681	1,337,145

G. Experience on actuarial Gain / (Loss) for PBO and Plan Assets.

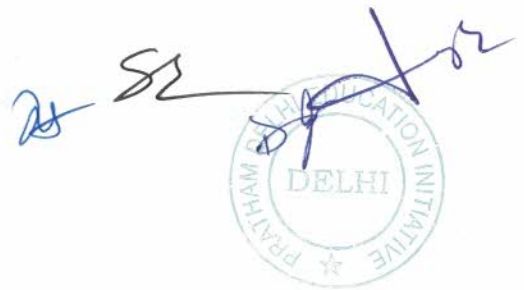
Particulars	As at 31 March 2021	As at 31 March 2020	As at 31 March 2019	As at 31 March 2018	As at 31 March 2017
On Plan PBO	223,915	(974,031)	217,618	211,949	(112,713)
On Plan Assets	(5,516)	(7,487)	(9,724)	7,090	(11,643)

I. Summary of Actuarial assumptions:

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
Discount rate (%)	6.80%	6.92%
Expected rate of return on assets (%)	6.84%	7.43%
Salary escalation rate (%)	7.00%	7.00%
Attrition rate age (years):		
Upto 30 years	5%	5%
From 31 to 44 years	3%	3%
Above 44 years	2%	2%
Mortality	IALM (2023- 14)	IALM(2006- 08)
Retirement age	60 years	60 years

Notes:

- The estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors.
- Expected rate of return on plan assets is taken on the basis of the average long term rate of return expected on investments of the Gratuity Fund during the estimated term of the obligation.



Pratham Delhi Education Initiative

Notes to the financial statements for the year ended 31 March 2021

(All amounts are in ₹, unless stated otherwise)

18. World Health Organization (WHO) declared outbreak of Corona virus disease (COVID-19) a global pandemic. COVID-19 continues to spread across the globe including India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. In view of the highly uncertain economic environment, the extent to which the COVID-19 pandemic will impact the Trust depends upon future developments that cannot be predicted reliably at this stage. However, based on the preliminary estimates, the Trust does not foresee any significant incremental risk to the recoverability of its assets or in meeting its financial obligations over the foreseeable future, given early and required steps taken to contain, protect and mitigate the exposure. Pursuant to the relaxed guidelines, the Trust has also resumed its operations. Since the situation is continuously evolving, the impact assessed in future may be different from the estimates made as at the date of approval of these financial statements. The Trust will continue to closely monitor any material changes arising due to the impact of this pandemic/future economic conditions impacting the financial and operational performance of the Trust and take necessary measures to address the situation.

19. The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Trust towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on 13 November 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Trust will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

20. Previous year's figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.

For **Walker Chandio & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013

Neeraj Goel

Neeraj Goel
Partner

Membership No.: 099514



For and on behalf of the Board of Trustees of
Pratham Delhi Education Initiative

Neerja Sharma

Neerja Sharma
Managing Trustee

Divya Jalan

Divya Jalan
Trustee

Shailendra Kumar Sharma

Shailendra Kumar Sharma
Trustee

Vijay Kumar

Vijay Kumar
Chief Accountant

Place: Gurgaon

Date: 22 December 2021

Place: New Delhi

Date: 22 December 2021

