

**INDEPENDENT AUDITOR'S REPORT**

To the Trustees of Pardada Pardadi Educational Society ("Society")

**Report on the Financial Statements****Opinion**

We have audited the accompanying financial statements of Pardada Pardadi Educational Society ("Society"), New Delhi as at March 31, 2024 which comprise the Balance sheet as at March 31, 2024 and the Income & Expenditure Account for the year ended on that date and Notes to the financial statements, which are in agreement with the books of accounts maintained by the said Society.

In our opinion and to the best of our information and according to the explanations given to us, the said financial statements give the information in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance sheet of the state of affairs of the Society as at March 31, 2024; and
- (b) In the case of the Income & Expenditure Account of the excess of income over expenditure for the year ended on March 31, 2024.

**Basis of Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), issued by the Institute of Chartered Accountants of India. 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 Society in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India 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 audit opinion on the financial statements.

**Responsibility of Management for the Financial Statements**

The Management is responsible with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Society in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Society 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 the 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The management is also responsible for overseeing the Society's financial reporting process.

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

**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





# **S.R. BATLIBOI & Co. LLP**

**Chartered Accountants**

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.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 the effectiveness of the Society's internal 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 Society'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 Society 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

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.

**For S. R. Batliboi & Co. LLP**

**Chartered Accountants**

**Firm registration number: 301003E/E300005**



**Per Anil Gupta**

**Partner**

**Membership No. 87921**

**UDIN: 24087921BKAQFS6364**

**Place of Signature: New Delhi.**

**Date: September 30, 2024**



Balance Sheet as at March 31, 2024

			Amount (Rs.)
PARTICULARS	Schedule	As at March 31, 2024	As at March 31, 2023
<b>SOURCES OF FUNDS</b>			
Restricted fund	1	12,29,98,688	12,29,98,688
General fund	1	9,93,69,167	8,69,00,972
Total		22,23,67,855	20,98,99,660
<b>APPLICATION OF FUNDS (A)</b>			
Fixed assets	2	4,88,33,393	4,82,17,801
<b>CURRENT ASSETS</b>			
Cash and bank balances	3	15,78,34,162	16,33,42,202
Other current assets and loans & advances	4	5,04,34,594	4,38,73,936
Total		20,82,68,756	20,72,16,138
<b>LESS: CURRENT LIABILITIES AND PROVISIONS (B)</b>			
Other Current Liabilities and Provisions	5	3,47,34,293	4,55,34,279
Total		3,47,34,293	4,55,34,279
<b>NET CURRENT ASSETS (A-B)</b>		17,35,34,462	16,16,81,859
Total		22,23,67,855	20,98,99,660

For Significant accounting policies and notes to accounts: Refer Schedule 16  
As per our report of even date

For S.R. Batliboi & Co. LLP  
Chartered Accountants  
Firms registration number: 301003E/E300005

  
per Anil Gupta  
Partner

Membership No. 87921  
Place: New Delhi  
Date: September 30, 2024



For and on behalf of the Board of  
Pardada Pardadi Educational Society

  
Trustee

  
Trustee

Date: September 30, 2024



Income & Expenditure Account for the year ended March 31, 2024

Amount (Rs.)

PARTICULARS	Schedule	For the year ended March 31, 2024	For the year ended March 31, 2023
<b><u>INCOME</u></b>			
Donations received	6	11,40,12,985	9,62,53,531
Other income	7	1,15,19,983	1,49,99,599
<b>Total</b>		<b>12,55,32,968</b>	<b>11,12,53,130</b>
<b><u>EXPENDITURE</u></b>			
<b>Programme Expenditure</b>			
Educational & school operational expenses	8	8,12,52,863	6,02,14,630
Higher education & scholarship expenses	9	58,40,468	13,04,411
Self help group project expenses	10	38,14,288	28,56,093
Health project expenses	11	35,66,763	53,90,625
Madargate development project expenses	12	1,81,203	1,24,608
Teachers & volunteers quarter expenses	13	13,69,039	10,56,482
<b>Administrative Expenditure</b>			
Admin office expenses	14	41,57,597	80,62,995
Fundraising office expenses	15	68,09,493	49,00,841
Depreciation expense	2	60,73,060	61,23,472
<b>Total</b>		<b>11,30,64,773</b>	<b>9,00,34,156</b>
Excess of Income over Expenditure transferred to General Fund		1,24,68,195	2,12,18,974

For Significant accounting policies and notes to accounts: Refer Schedule 16

As per our report of even date

For S.R. Batliboi & Co. LLP  
Chartered Accountants  
Firms registration number: 301003E/E300005

For and on behalf of the Board of  
Pardada Pardadi Educational Society

*Anil Gupta*

per Anil Gupta  
Partner  
Membership No. 87921  
Place: New Delhi  
Date: September 30, 2024



*Lakshmi* *Leela Ananya*

Trustee Trustee

Date: September 30, 2024

Schedules forming part of Balance Sheet as at March 31, 2024

Schedule - 1

A - Restricted fund		Amount (Rs.)	
PARTICULARS	As at March 31, 2024	As at March 31, 2023	
(a) Corpus fund			
Opening balance	11,79,98,688	11,79,98,688	
Add: Corpus fund received during the year	-	-	
	11,79,98,688	11,79,98,688	
(b) Corpus fund - Endowment fund			
Opening balance	50,00,000	50,00,000	
TOTAL	12,29,98,688	12,29,98,688	
(c) Capital fund			
Opening balance	-	-	
Add: Capital fund received during the year	1,59,44,474	2,50,31,012	
Less: Utilised for purchase of fixed assets-Buildings & Others	(1,48,81,791)	(2,05,11,090)	
Less: To be utilised for purchase of fixed assets	(10,62,683)	(45,19,922)	
TOTAL	-	-	
TOTAL	12,29,98,688	12,29,98,688	

B - General Fund		Amount (Rs.)	
PARTICULARS	As at March 31, 2024	As at March 31, 2023	
Opening balance	8,69,00,972	6,56,81,999	
Add: Excess of Income over expenditure	1,24,68,195	2,12,18,973	
TOTAL	9,93,69,167	8,69,00,972	



*Lokendra*

*Geeta Murg*

Schedules forming part of Balance Sheet as at March 31, 2024

Schedule - 2

Fixed Assets including Capital work in progress

Amount (Rs.)

Particulars	Opening net block as at April 01, 2023	Additions		Sales / discard / Adjustments during the year	Capital donation received*	Total as at March 31, 2024	Rates	Depreciation for the year	Closing net block as at March 31, 2024
		> 180 days	<= 180 days						
Building	2,16,31,934	1,39,21,436	-	-	1,39,21,436	2,16,31,934	10%	21,63,193	1,94,68,741
Building WIP	-	51,390	1,13,94,192	-	80,59,260	33,86,322	-	-	33,86,322
Freehold Land	1,31,940	-	-	-	-	1,31,940	0%	-	1,31,940
Leasehold Land	43,49,000	-	-	-	-	43,49,000	0%	-	43,49,000
Computers & Softwares	11,46,260	-	21,56,776	-	18,73,345	14,29,691	40%	5,15,190	9,14,501
Electricals Equipments	59,26,538	3,95,300	1,53,798	-	1,20,998	63,54,638	15%	9,50,736	54,03,902
Energy Saving Device	2,65,448	-	-	-	-	2,65,448	40%	1,06,179	1,59,269
Furniture & Fittings	27,23,975	21,08,896	2,23,416	-	1,60,000	48,96,287	10%	4,86,458	44,09,829
Office Equipments	52,31,792	3,42,588	36,51,996	2,800	36,16,464	56,07,112	15%	8,38,402	47,68,710
Vehicles	62,19,099	-	53,86,762	5,50,000	53,86,762	56,69,099	15%	8,50,364	48,18,735
Website	38,406	-	-	-	-	38,406	25%	9,601	28,805
Vocational Machines and Equipments	4,96,173	3,77,310	2,15,856	-	-	10,89,339	15%	1,47,212	9,42,127
Tubewell	57,236	-	-	-	-	57,236	10%	5,724	51,512
<b>Total</b>	<b>4,82,17,801</b>	<b>1,71,96,920</b>	<b>2,31,82,796</b>	<b>5,52,800</b>	<b>3,31,38,265</b>	<b>5,49,06,452</b>		<b>60,73,060</b>	<b>4,88,33,392</b>

\* includes donation of Rs. 1,82,56,474 (previous year: Rs. 1,24,21,976) received during earlier years, now adjusted with the value of fixed assets amount against which such donations were received.

Notes:

1) The Society had received donations except as stated in Note 2 below, during earlier years, in kind of fixed assets, details of which are as follows:-

Particulars	Opening Balance as at 01.04.2023	Depreciation for the year	Closing Balance as at 31.03.2024
Buildings	10,56,541	1,05,654	9,50,887
Electrical equipment	65,916	9,887	56,029
Furniture and fittings	1,00,913	10,091	90,822
Vocational machines and equipment	92,698	13,905	78,793
	<b>13,16,068</b>	<b>1,39,538</b>	<b>11,76,531</b>

2) The Society has taken leasehold land at Anupshahr (Uttar Pradesh) having value of Rs. 43,49,000 on a lease of 30 years (renewed on November 08, 2016) from the founder president and the lease is further renewable after expiry of the lease period. The Society has constructed school campus on the said land. The said amount has been credited to corpus fund in an earlier year. The said leasehold land is not amortised as per consistent accounting policy followed.

3) The Society has constructed school campus at Bichola, Uttar Pradesh on a leasehold land taken from Gram Panchayat for 29 years. Such leasehold land is not recorded in the books of accounts.

4) The Society had, during the earlier year, received some old furniture from donor which are being used. The valuation of said old furniture is not available.

5) Gain/Loss on sale of fixed assets has not been computed separately as per accounting policy consistently followed.



*Signature*  
Pardada Pardadi Educational Society



**Schedules forming part of Balance Sheet as at March 31, 2024**

**Schedule - 3**

**Cash and bank balances**

**Amount (Rs.)**

<b>PARTICULARS</b>	<b>As at March 31, 2024</b>	<b>As at March 31, 2023</b>
Cash in hand	16,741	1,32,272
Balance with Banks		
FCRA	85,65,319	1,04,95,217
Non-FCRA	89,05,924	1,41,38,843
	<b>1,74,87,984</b>	<b>2,47,66,332</b>
<b>Fixed deposits</b>		
Fixed deposits towards Scholarship payable (specifically applied towards scholarship payable)	2,73,81,373	2,27,23,245
Fixed deposits for Corpus	7,94,90,782	7,31,85,887
Fixed deposits for PPES General fund *	3,34,74,023	4,26,66,738
(*including fixed deposits of Rs. 77,077 (previous year Rs. 77,344) given as security deposits to UP Affiliation Board)		
	<b>14,03,46,178</b>	<b>13,85,75,870</b>
<b>Total</b>	<b>15,78,34,162</b>	<b>16,33,42,202</b>



*L. K. ...* *Geeta ...*

Schedules forming part of Balance Sheet as at March 31, 2024  
Schedule - 4

Other current assets and loans & advances

Amount (Rs.)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
Other current assets and loans & advances		
(unsecured and considered good)		
Capital advances	12,68,198	8,84,837
Receivables (refer Note 7 to Schedule 16)	3,59,75,987	2,52,08,103
Advances to vendors	5,36,869	10,13,677
TDS / TCS refundable	46,16,742	36,61,198
Security deposits	2,84,000	70,000
Interest accrued on fixed deposits	71,33,389	1,11,85,754
Advances to employees	14,675	15,000
Gratuity Fund	-	6,98,530
Prepaid expenses	6,04,734	11,36,837
	5,04,34,594	4,38,73,936

*Lokesh* *Geeta Mmergi*





Schedules forming part of Balance Sheet as at March 31, 2024

Schedule - 5

Other Current Liabilities and Provisions

Amount (Rs.)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
<b>5(a) Current liabilities</b>		
Expenses payable	1,95,817	1,16,560
Staff Imprest	2,478	26,834
Capital creditors	2,19,692	-
PF payable	5,74,156	3,96,264
ESIC payable	75,194	62,244
TDS payable	7,00,230	1,94,687
Scholarship payable (refer Note 8 to Schedule 19)	2,44,65,310	2,05,06,402
Capital fund pending to be utilised	70,37,496	2,42,31,287
	<b>3,32,70,373</b>	<b>4,55,34,279</b>

\* Movement of capital fund pending to be utilised is as under:

Opening balance	2,42,31,287	3,21,33,341
Add: Transfer from capital fund	10,62,683	45,19,922
Less: Utilised for purchase of fixed assets	(1,82,56,474)	(1,24,21,976)
Closing Balance	<b>70,37,496</b>	<b>2,42,31,287</b>

PARTICULARS	As at March 31, 2024	As at March 31, 2023
<b>5(b) Provisions</b>		
Provision for gratuity	14,63,920	-
	<b>14,63,920</b>	<b>-</b>
<b>Total Other Current Liabilities and Provision</b>	<b>3,47,34,293</b>	<b>4,55,34,279</b>



*Lokesh* *Geeta Sharma*

Schedules forming part of Income and Expenditure Account for the year ended March 31, 2024

Schedule - 6

Donations received

Amount (Rs.)

PARTICULARS	For the year ended March 31, 2024	For the year ended March 31, 2023
Donation received	11,40,12,985	9,62,53,531
TOTAL	11,40,12,985	9,62,53,531

Schedule - 7

Other income

Amount (Rs.)

PARTICULARS	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest from Banks on Savings Bank Accounts	8,48,115	12,96,144
Interest from Banks on Fixed Deposits	93,07,289	80,76,291
Interest on Income Tax Refunds	-	57,551
Miscellaneous Income	13,64,579	55,69,613
TOTAL	1,15,19,983	1,49,99,599

*Lokesh*      *Teeta Mmerna*



Schedules forming part of Income and Expenditure Account for the year ended March 31, 2024

Programme Expenditure Amount (Rs.)

PARTICULARS	For the year ended March 31, 2024	For the year ended March 31, 2023
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Schedule - 8

Educational & School Operational Expenses

Employee Benefit Expenses	3,43,38,728	2,53,73,021
Gratuity Expense	21,62,450	15,59,519
Employee Awards	4,83,120	-
Uniform Expenses	28,83,671	30,58,535
Food Expenses	1,05,88,964	82,35,952
Books & Stationery	26,96,714	13,58,479
Electricity & Water Expenses	16,33,415	12,47,740
Telephone & Internet Expenses	5,74,969	3,59,261
Repair & Maintenance - Vehicle, Building & Computer	24,52,579	27,66,031
Transport & Travelling Expenses	1,38,03,541	1,04,41,583
Education Transformation Expenses	15,03,552	12,06,000
Educational Tour, Function & Development Expenses	53,56,353	31,63,765
Sports Expenses	12,17,458	9,88,944
Health & Hygiene Expenses	4,13,425	2,75,800
Website Students	11,43,924	1,80,000
Lease Rent Expenses	-	-
	8,12,52,863	6,02,14,630

Schedule - 9

Higher Education & Scholarship Expenses

Salaries & Stipend Expenses	5,04,493	3,61,311
Scholarship on PPIC Students Attendance Expenses	49,48,513	6,96,109
Higher Education Expenses	3,87,462	2,46,991
	58,40,468	13,04,411

Schedule - 10

Self Help Group Project Expenses

Salaries & Stipend Expenses	15,72,307	8,54,696
Office Stationery & Postage Expenses	44,984	3,552
Events, Exposure Visits & Travel Expenses	4,00,724	8,78,872
Repair & Maintenance Office	2,390	84,714
Community Program Cost	16,59,117	10,32,439
Telephone & Internet Expenses	-	1,820
Project Office Rent	52,200	-
Recruitment Expenses	82,566	-
	38,14,288	28,56,093



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Schedules forming part of Income and Expenditure Account for the year ended March 31, 2024

Programme Expenditure Amount (Rs.)

PARTICULARS	For the year ended March 31, 2024	For the year ended March 31, 2023
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Schedule - 11

Health Project Expenses

Salaries & Stipend Expenses	8,09,441	6,74,945
Consultancy fee to Doctors/Nurses	20,74,920	18,38,592
Medicine & Medical Event Expenses	4,44,430	1,72,881
Office Stationery & Postage Expenses	11,950	-
Travelling & Transportation Expenses	1,91,733	86,624
Telephone & Internet Expenses	7,195	2,860
Repair & Maintenance	27,094	94,651
Medical Health Van Operational Expense	-	10,04,172
Vaccination Expenses	-	15,15,900
	<b>35,66,763</b>	<b>53,90,625</b>

Schedule - 12

Madaar Gate Development Project Expenses

Salaries & Stipend Expenses	1,67,921	88,519
Cleaning Material	2,245	4,845
Repair & Maintenance	-	24,248
Electricity & Water Expenses	11,037	6,996
	<b>1,81,203</b>	<b>1,24,608</b>

Schedule - 13

Teachers & Volunteers Quarter Expenses

Salaries & Stipend Expenses	5,23,420	4,44,790
Electricity & Water Expenses	16,605	39,534
Food Expenses	5,44,935	5,25,828
Repair & Maintenance	2,84,079	46,330
	<b>13,69,039</b>	<b>10,56,482</b>



*Lokesh* *Geeta Muneja*

**Schedules forming part of Income and Expenditure Account for the year ended March 31, 2024**

**Administrative Expenditure**

Amount (Rs.)

<b>PARTICULARS</b>	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
<b>Schedule - 14</b>		
<b>Admin Office Expenses</b>		
Salaries & Stipend Expenses	19,02,039	17,69,462
Consultancy Expenses	18,086	38,19,150
Accounting & Legal Expenses	4,81,601	10,15,276
Office Rent	4,82,810	4,46,776
Telephone & Internet Expenses	13,164	24,089
Electricity & Water Expenses	1,32,057	1,30,430
Repair & Maintenance-Office and Computer	86,035	2,56,686
Office Stationery & Postage Expenses	62,561	2,43,401
Staff Welfare Expenses	1,65,574	1,18,192
Bank Charges Expenses	47,196	45,303
Recruitment Expenses	70,000	1,48,826
Website Maintenance Expenses	-	45,404
Travelling & Transportation Expenses	6,245	-
Rates & Taxes	6,90,230	-
	<b>41,57,597</b>	<b>80,62,995</b>
<b>Schedule - 15</b>		
<b>Fundraising Office Expenses</b>		
Salaries & Stipend Expenses	41,02,078	17,82,251
Fundraising Event & Training	4,93,376	11,23,012
Travelling & Transportation Expenses	9,60,591	9,86,557
Visitors & Volunteers Expenses	1,83,514	6,43,366
Office Stationery & Postage Expenses	2,64,714	2,61,462
Promotional Material Expenses	5,21,121	1,04,193
Consultancy Expenses	2,25,123	-
Recruitment Expenses	58,976	-
	<b>68,09,493</b>	<b>49,00,841</b>



*Lokesh*

*Geeta Impey*

## **Schedule – 16**

### **Significant accounting policies and notes to accounts**

#### **Organization and Nature of Operations**

The Pardada Pardadi Educational Society ('Society') (PPES) is a charitable organization registered under Section 12AA of the Income Tax Act, 1961.

Founded in the year 2000, PPES has been working for holistic rural development through social and economic empowerment of women and girls in Western Uttar Pradesh. PPES provides free Educational, job opportunities, healthcare and livelihood enhancement for girls and women from the marginalized sections of society and enables them to break out of the cycle of poverty. PPES runs two schools, one in Anupshahr and another in Bichola.

#### **(A) Significant accounting policies**

##### **1. Basis of preparation**

The financial statements of the Society are prepared under the historical cost convention and on accrual basis of accounting in accordance with the generally accepted accounting principles in India. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

##### **2. Funds**

The Society reports funds as restricted if they are received with donor stipulations that limit the use of the grants. Designated funds are funds set aside by the Society for specific purposes or received from donors with stipulations as to the usage of the same.

When the funds relate to an asset, the Society reduces the carrying amount of the asset. The funds are then recognised in income and expenditure account over the useful life of the depreciable asset by way of a reduced depreciation charge. Any amount received in excess of the cost of asset is transferred to general donation account and is recognised as income.

When the funds relate to an expense item, it is recognised as income.

##### **3. Fixed assets and depreciation**

###### **Fixed assets**

Fixed assets are stated at cost. Cost comprises the purchase price and any attributable costs of bringing the assets to their working condition for their intended use. Assets received as donation in kind are not recorded in financial statements since the acquisition does not involve any cash outlay except as disclosed in note number 1 & 2 of Schedule 2.

The Society, on disposal on a fixed asset, deducts the entire sales consideration amount from the block of assets as per Income tax Act, 1961.

###### **Depreciation**

Depreciation on fixed assets is provided on written down value (WDV) at the rates prescribed under the Income Tax Rules, 1962. Full year depreciation is charged on those assets which are being put to use for more than 180 days and half year depreciation is charged on assets put to use for less than 180 days.

Leasehold land is not amortized.





Following rates of depreciation are used by the Society:

S. No.	Asset category	Rate of depreciation
1.	Buildings	10%
2.	Vehicles	15%
3.	Furniture and fittings	10%
4.	Tubewells	10%
5.	Electrical Equipments	15%
6.	Computers and softwares	40%
7.	Website	25%
8.	Vocational machines & Equipments	15%
9.	Office equipments	15%
10.	Energy saving devices	40%

#### 4. Revenue recognition

Revenue is recognized to the extent that is probable that the economic benefit will flow to the Society and the revenue can be reliably measured.

##### i) Donation

Donation is recognized on the basis of collections received at various counters or places, donated by various organizations and donors.

##### ii) Interest Income

Interest income is recognized on a time proportion basis taking into account amount outstanding and the rate applicable.

#### 5. Employee Benefits

##### i) Provident fund

Retirement benefit in the form of provident fund is a defined contribution scheme. The Society has no obligation, other than the contribution payable to the provident fund. The Society recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

##### ii) Gratuity

Gratuity liability under the Payment of Gratuity Act is a defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method carried out by an independent actuary at the end of each financial year. Actuarial gains and losses for defined benefit plan are recognized in full in the period in which they occur in the income and expenditure account. The scheme is funded with Life Corporation of India in the form of a qualifying insurance policy.

#### 6. Contingent liabilities and provisions

A provision is recognized when the Society has present obligation as a result of past event and it is probable that the outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best management estimate required to settle the obligation at each Balance Sheet date. These are reviewed at each Balance sheet date and are adjusted to reflect the current best management estimates.



## 7. Government grants

Grants and subsidies from the government are recognized when there is reasonable assurance that (i) the Society will comply with the conditions attached to them, and (ii) the grant/subsidy will be received.

When the grant or subsidy relates to revenue, it is recognized as income on a systematic basis in the income and expenditure account over the periods necessary to match them with the related costs, which they are intended to compensate.

## B. NOTES TO THE FINANCIAL STATEMENTS

### 1. Fund accounting

In order to ensure observance of the limitations and restrictions placed on the use of resources available to the Society, all resources are classified for accounting and reporting purposes into funds that are maintained in accordance with the activities or objectives specified by donors, granting agencies, governmental appropriations and other sources or regulations. These funds primarily comprise:

#### Capital funds:

The Society reports funds as capital funds if they are received with donor stipulations that limit the use of the funds for capital purpose. These funds are subject to certain conditions set out by the contributor and agreed to by the Society, while accepting the contributions. The restriction may apply to use of the funds received or income earned from the investment of such funds or both. The unspent amount out of the said fund is shown as current liability.

#### Corpus Funds

The Society reports endowment funds and other funds as corpus funds if they are received with donor stipulations that limit the use of the funds for corpus purpose.

#### General fund

These are unrestricted funds which have been set aside by the management of the Society for specific purposes or to meet future requirements.

- The Society is registered under Section 12AA of the Income tax Act, 1961 ('Act') and whole income is exempt under Section 11 of the Act subject to fulfilment of the prescribed norms. However, Society's gross income during the current financial year and previous financial year exceeded the prescribed norms of expenditure, as per Income Tax Act, 1961. The Society, as per resolution passed by the trustees would utilise the said surplus amount in next five years from the respective year, as prescribed in Income Tax Act, 1961. Hence, no provision for income tax has been made in these accounts.

### 3. Employee Benefits has been calculated as under:

#### A. Defined Contribution Plans

##### Provident Fund

During the year, the Society has contributed following amount to:

(Amount in Rs)

Particulars	2023 - 2024	2022 - 2023
Employer's Contribution to Provident Fund *	32,54,527	22,06,894

\*Net of an amount of Rs. 121,484 (previous year: Rs 2,94,488) received as subsidy under Pradhan Mantri Rojgar Protsahan Yojana and Atmanirbhar Bharat Rojgar Yojna.





## B. Defined Benefit Plans

### Gratuity

The Society operates gratuity plan, which is a defined benefit plan, for its employees. Under the gratuity plan, every employee who has completed at-least five years of service gets gratuity on departure @ 15 days of last drawn salary for each completed year of service or part thereof in excess of six months. The gratuity plan of the Society is funded.

In accordance with Accounting Standard-15 ('AS 15 (R)') - "Employee Benefits (Revised 2005)", an actuarial valuation has been carried out in respect of gratuity. The retirement age has been considered at 60 years and mortality rate is as per LIC (2006-08) Ultimate.

The following table summarizes the components of net benefit expense recognized in the Income and expenditure account:

**Changes in the present value of the defined benefit obligation are as follows:**

Particulars	(Amount in Rs.)	
	Gratuity	
	2023 - 2024	2022 - 2023
Opening defined benefit obligation	57,89,500	46,12,798
Current service cost	26,23,558	18,92,028
Benefits paid	2,10,593	7,15,326
Present value of obligation at the end of the year	82,02,465	57,89,500

### Fair Value of Plan Assets:

Particulars	(Amount in Rs.)	
	Gratuity	
	2023 - 2024	2022 - 2023
Fair value of plan assets at the beginning of the year	64,88,030	53,20,109
Contributions by employer	-	14,00,000
Interest	4,61,108	3,32,509
Benefits paid	2,10,593	5,64,588
Fair value of plan assets at year end	67,38,545	64,88,030

### Reconciliation of the present value of defined benefit obligation and the fair value of the plan assets:

Particulars	(Amount in Rs.)	
	Gratuity	
	2023 - 2024	2022 - 2023
Present value of obligation at the end of the year	82,03,265	57,89,500
Fair value of plan assets at year end	67,38,545	64,88,030
(Assets)/Liabilities recognized in the balance sheet	14,63,920	(6,98,530)





**Income and Expenditure account**  
**Net employee benefit expense**

(Amount in Rs.)

Particulars	Gratuity	
	2023 - 2024	2022 - 2023
Current service cost	26,23,558	18,92,028
Past Service Cost	-	-
Interest cost on benefit obligation	-	-
Expected return on plan assets	4,61,109	3,32,509
Net actuarial (gain)/loss recognized in the year	-	-
Net expense recognized in the Income and Expenditure account	21,62,449	15,59,519

The principle assumptions used in determining gratuity obligation for the Society are shown below: -

Particulars	2023-24 (%)	2022-23 (%)
Discount Rate	7.25	7.25
Future Salary Increase	7.00	7.00

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Amount for the current year and preceding years are as follows:

Particulars	(Amount in Rs)				
	2023 - 2024	2022 - 2023	2021-22	2020-21	2019-20
Defined benefit obligation	82,03,265	57,89,500	46,12,798	41,55,630	34,27,058
Plan assets	67,38,545	64,88,030	53,20,109	46,02,366	5,00,000
(Surplus) / deficit	14,63,920	(6,98,530)	(7,07,311)	(4,46,736)	29,27,058
Experience adjustments on plan liabilities	-	-	-	-	-
Experience adjustments on plan assets	-	-	-	-	-

4. The Society had constructed school campus on the land owned by Virender Singh (Founder President). The land was given by him on a 30 years lease to the Society for its school campus. The Society is in the process of formalizing an agreement with legal heirs of Late Virender Singh for transfer of ownership right of the land.

**5. Contingent Liabilities**

- (a) There are numerous interpretative issues relating to the Supreme Court (SC) judgment on PF dated 28th February, 2019. As a matter of caution, the Society has prospectively changed the PF policy. The same shall be updated, if required on receiving further clarity on the subject.



**PARADADA PARADADI EDUCATIONAL SOCIETY**

Malakpur Road, Anupshahr, Bulandshahr, Uttar Pradesh-202390

- (b) The Society had received an assessment order under Section 143(3) of the Income Tax Act, 1961 for the assessment year 2018 - 2019. The assessing officer had disallowed the exemption under Section 11 of the Income Tax Act, 1961 of Rs. 6,22,62,017 and has created a demand of Rs. 2,96,35,478 (including interest). Income tax refunds (including interest) for the assessment years 2018 - 2019 and subsequent years of Rs. 25,04,302 were adjusted against the said demand amount by the income tax department. The Society had filed an appeal before the Commissioner (Appeals). The department of Income Tax has subsequent to year end, passed a favorable order in favour of the society. The interest on the abovesaid refunds shall be accounted once appeal effect order is received.
- (c) Capital commitment as at balance sheet date is Rs. 52,17,577 (previous year: 7,70,838) (net of capital advances).
6. The Society is in the process of preparing proper records showing full particulars, including quantitative details and situation of fixed assets and the Society is in the process of conducting physical verification of its fixed assets. However, in the opinion of the management, there would not be material variations of the fixed assets between book records and physical counts.
7. At the year end, a sum of Rs. 3,59,75,987 (previous year: Rs. 2,52,08,103) is outstanding as recoverable from students for higher studies which includes some due amount from these students. Society is making its efforts to recover these recoverable amounts.
8. As at the year end, a sum of Rs. 2,44,65,310 (previous year: Rs. 2,05,06,402) is appearing as scholarship payable which is after writing back of scholarship payable to students who have left the school of Nil (previous year: Rs. 35,84,215).
9. Previous year's figures have been regrouped/re-arranged wherever considered necessary to conform to current year's classification.

As per our report of even date

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
Society  
ICAI Firm registration No.- 301003E/E300005

*Anil Gupta*

Per Anil Gupta  
Partner  
Membership No. 87921

Place: New Delhi  
Date: September 30, 2024



For and on behalf of the Board of  
Pardada Pardadi Educational

*Lokesh* *Geeta Anand*  
Trustee Trustee

Date: September 30, 2024