

INDEPENDENT AUDIT REPORT

The Trustees

Rural Education and Development (READ) India

Opinion

We have Audited the accompanying Financial Statements of **Rural Education and Development (READ) India**, a Trust registered by Trust Deed with Sub Registrar V, Delhi, comprising of Balance Sheet as at 31st March 2022, Income and Expenditure Account for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at March 31, 2022, and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by 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 entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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



Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibility

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.

Date: 30/09/2022
Place: New Delhi

For Shiv and Associates
(Chartered Accountants)
Firm Registration No. 009989N



Amit Singhal
(Partner)
Membership No. 098417

UDIN:22098417AXURSP7831

RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Balance Sheet as at March 31, 2022

	Schedules	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
SOURCES OF FUNDS			
Capital Fund	1	1,77,49,231	1,35,06,626
Capital Assets Fund	2	4,30,257	4,98,414
Unutilised Grants		1,18,50,034	3,37,21,882
Total		3,00,29,522	4,77,26,922
APPLICATION OF FUNDS			
Fixed Assets	3	4,30,257	4,98,414
Current Assets, Loans and Advances			
Cash and Bank Balances	4	2,84,35,129	3,93,97,060
Loans and advances	5	90,51,157	1,65,75,433
(A)		3,74,86,286	5,59,72,493
Less: Current Liabilities & Provisions	(B) 6	78,87,021	87,43,985
(A - B)		2,95,99,265	4,72,28,508
Total		3,00,29,522	4,77,26,922
Notes to Accounts	10	-	-

The schedules referred to above and notes to accounts form an integral part of Balance Sheet.

For and on behalf of
Rural Education and Development (READ) India

Geeta Malhotra

Geeta Malhotra
Country Director



Place : New Delhi
Date : 30.09.2022

As per our report of even date
For Shiv & Associates
Firm's Registration no: 009989N
Chartered Accountants

Shiv & Associates
Ca. Amit Singhal
Partner
Membership No: 98417

Place : New Delhi
Date : 30.09.2022

VDIN : 22098417AXURSP7831

RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Statement of Income and Expenditure for the year ended March 31, 2022

	Schedules	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
Income			
Grants/ Donations Received			
Specific Purpose Grant Income		10,61,80,671	7,58,16,883
General Purpose Grant Income		2,08,897	59,943
Other Income	7	25,33,194	78,94,477
		10,89,22,762	8,37,71,303
Expenditure			
Project expenses	8	10,34,54,509	7,58,16,883
Depreciation	3	68,157	83,684
Other Operational Expenses	9	12,25,648	61,69,464
		10,47,48,314	8,20,70,031
Excess of Income over expenditure		41,74,448	17,01,272
Add: Depreciation transferred to Capital Assets Fund		68,157	83,684
Excess of Income over expenditure transferred to Capital Fund		42,42,605	17,84,956
Notes to Accounts	10		

The schedules referred to above and notes to accounts form an integral part of Statement of Income and Expenditure.

For and on behalf of
Rural Education and Development (READ) India

Geeta Malhotra

Geeta Malhotra
Country Director



Place : New Delhi
Date : 30.09.2022

As per our report of even date

For Shiv & Associates

Firm's Registration no: 009989N

Chartered Accountants

Amit Singhal
Ca. Amit Singhal
Partner

Membership No. 98417

Place : New Delhi
Date : 30.09.2022

UDIN : 22098417AXURSP7831

RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Schedules to the accounts

Particulars	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
Schedule 1: Capital Fund		
Opening Balance	1,35,06,626	1,17,21,670
Add: Balance transferred from Income and Expenditure Account	42,42,605	17,84,956
	1,77,49,231	1,35,06,626
Schedule 2: Capital Asset Fund		
Opening Balance	4,98,414	4,12,998
Add: Fixed Assets purchased during the Year	-	1,69,100
Less: Depreciation transferred from Income and Expenditure Account	(68,157)	(83,684)
	4,30,257	4,98,414



RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Schedule to the accounts

Schedule 3: Fixed Assets

Particulars	Rate of Depreciation	(Amount in Rs)					
		As at March 31, 2021	Additions during the year	Deletions / Adjustments	As at March 31, 2022	Depreciation for the year	As at March 31, 2022
Foreign Contribution Account							
Computers	40%	10,139	-	-	10,139	4,056	6,083
Office Equipments	15%	1,38,108	-	-	1,38,108	20,716	1,17,392
Furniture & Fixture	10%	1,85,417	-	-	1,85,417	18,542	1,66,875
Total		3,33,664	-	-	3,33,664	43,314	2,90,350
Previous year		3,85,398	-	-	3,85,398	51,734	3,33,664
Local Account							
Furniture & Fixture	10%	80,190	-	-	80,190	8,019	72,171
Office Equipments	15%	68,000	-	-	68,000	10,200	57,800
Computer	40%	16,560	-	-	16,560	6,624	9,936
Total (B)		1,64,750	-	-	1,64,750	24,843	1,39,907
Previous year (B1)		27,600	1,69,100	-	1,96,700	31,950	1,64,750
Grand Total (A+B)		4,98,414	-	-	4,98,414	68,157	4,30,257
Grand Total Previous year (A1+B1)		4,12,998	1,69,100	-	5,82,098	83,684	4,98,414

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RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Schedules to the accounts

Particulars	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
Schedule 4: Cash and Bank Balances		
Cash on Hand	1,255	57,225
Balances with Schedule Banks :		
Saving / Current Account	2,63,04,480	3,69,39,835
Fixed Deposit	21,29,394	24,00,000
	<u>2,84,35,129</u>	<u>3,93,97,060</u>

Schedule 5: Loans and Advances

Security Deposit	8,45,350	7,37,350
Grant receivable	59,36,752	1,24,77,777
Prepaid Expenses	-	99,968
TDS Recoverable	98,602	87,225
Others	20,79,548	31,52,468
GST Paid in advance	-	-
Accrued Interest	90,905	20,645
	<u>90,51,157</u>	<u>1,65,75,433</u>

Schedule 6: Current Liabilities & Provisions

Current Liabilities

Statutory Liability Payable	5,34,751	5,39,120
Sundry Creditors	20,20,813	50,45,594
Salary Payable	10,05,634	1,97,679
Others Payable	11,95,847	4,29,605
	<u>47,57,045</u>	<u>62,11,998</u>

Provisions

Provision for Gratuity	31,29,976	25,31,987
	<u>78,87,021</u>	<u>87,43,985</u>

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RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Schedules to the accounts

Particulars	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
Schedule 7: Other Income		
Interest from Bank on savings	20,88,319	20,84,676
Interest from Bank on FDR	1,13,772	20,645
Other income	3,31,103	57,89,156
	25,33,194	78,94,477

Schedule 8: Specific Purpose Grant Expenditure

Audit Fees	3,32,517	3,04,483
Bank Charges	11,668	9,032
Electricity and Water	1,39,449	40,834
Provision for Gratuity	7,47,712	3,58,963
Insurance Expenses	1,36,629	3,37,480
Miscellaneous Expenses	14,333	15,693
Legal, Professional and Retainership Expenses	1,21,65,981	1,08,51,355
Skill Training Expenses	1,52,10,560	52,18,848
Office Expenses	3,67,487	1,78,717
Rent Expenses	29,41,060	10,84,018
Postage and Courier Expenses	58,961	5,665
Printing and Stationery Expenses	3,93,361	1,78,322
Centre Setup and Sustainability Expenses	4,57,33,417	4,16,43,829
Covid Relief /Other social work	67,50,779	-
Salary & Stipend Expenses	1,28,07,227	1,15,79,394
Other Staff Benefits Expenses	7,12,954	8,71,696
Telephone Expenses	4,44,500	1,49,739
Travelling Expenses	44,85,914	29,08,815
Addition to Fixed Assets	-	80,000
	10,34,54,509	7,58,16,883

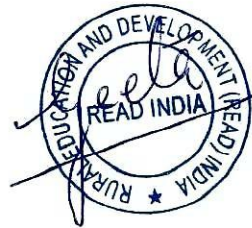
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RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Schedules to the accounts

Particulars	March 31, 2022 (Rs.)	March 31, 2021 (Rs.)
Schedule 9: Other Expenditure		
Addition to Fixed Assets	-	89,100
Bank Charges	3,675	-
Miscellaneous Expenses	-	31,454
Late Fee & Interest	-	8,855
Legal and Professional Expenses	5,30,200	1,74,175
Salary & Stipend Expenses	5,06,288	1,35,006
Centre Setup and Sustainability Expenses	1,45,485	41,40,869
Training Expenses	40,000	30,000
Transportation Charges	-	12,20,187
Travelling Expenses	-	3,39,818
	12,25,648	61,69,464

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RURAL EDUCATION AND DEVELOPMENT (READ) INDIA

Schedule- '10'

Significant Accounting Policies and Notes to Accounts for the year 2021-22

I. Statement of Significant Accounting Policies:

The accounts are prepared in accordance with the generally accepted accounting principles. The significant accounting policies to the extent applicable to the trust are as under:

1. Basis of Accounting

The accounts have been drawn up on a historical cost convention and are prepared on the basis of mercantile method of accounting.

2. Fixed Assets and Depreciation

Fixed assets are stated at cost of acquisition inclusive of inward freight and other incidental expenses. Fixed assets are depreciated on written down value methods as per rates given in Income Tax Act, 1961. In the opinion of the management, rates adopted for providing depreciation on fixed assets are representative of their economic useful life.

The Fixed asset purchased for the centres has been charged to the Projects expenses.

3. Recognition of Income & Expenditures:

All known expenditure and income to the extent considered payable and receivable respectively, unless specifically stated otherwise, are accounted for on accrual basis.

4. Revenue Recognition

Donations/grants received for specific purposes are considered as a liability (Unutilised Grants) until these funds have been utilised. Funds are treated as utilised after incurring the expenditure for which the grants was received.

Revenue in respect of specific purpose grants is recognised to the extent the amount has been utilised for the purpose intended. The unspent balance of the grant is carried forward.

Revenue in respect of other services is recognised as per the terms of specific contracts.

Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

5. Valuation of Inventories:

There are no such inventories at the beginning or end of the year.

6. Investments:

The trust has not made any investment except Fixed Deposit with Scheduled Bank during the financial year.

7. Foreign Exchange Transaction

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Monetary items denominated in foreign currency and outstanding at the Balance Sheet date are translated at the exchange rate ruling on that date. Exchange differences are recognised in the income and expenditure account.

8. Retirement benefits

Gratuity liability is accrued and provided for on the basis of actuarial valuation.

Notes to the Accounts

1. Bank Accounts:

- a) **With Union Bank of India:-** READ INDIA maintains saving accounts with Union Bank of India, SCF 87/88 Shopping Area Sector 14, Gurgaon, Haryana- 122001 exclusively for foreign inward remittances and expenditure as per FCRA.
- b) **With Union Bank of India:-** READ INDIA maintains FCRA - Sub Account with Union Bank of India, Madikeri exclusively for expenditure as per FCRA.
- c) **With State Bank of India-** READ INDIA maintains saving accounts with State Bank Of India, FCRA Cell, 4th Floor, State Bank of India, New Delhi Main Branch, 11 Sansad Marg, New Delhi- 110001 exclusively for foreign inward remittances.
- d) **With RBL Bank-** READ INDIA maintains saving accounts with RBL Bank, Unit No. TGF 4 and 5 Ground Floor, Ocus Technopolis Building, Sector-54, Gloc Course Road, Gurgaon exclusively for foreign expenditure as per FCRA.
- e) **Union Bank of India:-** READ INDIA maintains current accounts with Union Bank Of India, Sushank Lok, G/6 A, Bestech Square, Sector 56, Gurgaon, Haryana- 122002 exclusively for Domestic income and expenditures.

f) **RBL Bank Ltd:-** READ INDIA maintains 6 saving accounts with RBL Bank Ltd, OCUS Technopolis, Unit No – TGF 4&5, Ground Floor, Golf Course Road, Sec 54, Gurgaon - 122003.

g) **Axis Bank Ltd:-** READ INDIA maintains 3 saving accounts with Axis Bank Ltd, Ground Floor, Shop No. 4,5,6,26,27 & 28 Greenwood Plaza, Sector 45, Gurgaon-122009.

2. Previous year's figures:

Previous year's figures have been regrouped / recast whenever necessary to confirm to the current year's classification.

3. Registration of Trusts:

This Trust has been registered under Indian Trust Act, 1882 in Delhi and Income Tax Act, 1961.

4. Registration under FCRA 2010 :

Trust has got the registration under FCRA, 2010 on 21/12/2011. The Registration number allotted to Trust is 231661296. The registration was valid up to 20/12/2016. The registration under FCRA, 2010 has been renewed on 21/08/2017 for a period of 5 years from 21/12/2016 i.e. up to 20/12/2021. Further Renewal of FCRA was granted on 23/05/2022 for a period of 5 years valid upto 30/06/2027.

5. Registration Under Income Tax Act, 1961:

The Trust has got the order of registration under section 12AA read with section 12A of the Income Tax Act, 1961 and section 80G(5)(vi) of the Income Tax Act, 1961 dated on May 08, 2009 and the said Registration U/S 12A granted from the Assessment Year 2009-10. The Trust has applied for renewal of 12AA and 80G(5)(vi) due to change in Income Tax Act, 1961 and got the renewal letter dated 02/10/2021 for 5 years valid upto Assessment Year 2026-27.

6. Related Party Transactions

The Trust has not entered in to any related party transaction during the year.

