



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 2023, 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, 2023, 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: 28/10/2023

Place: New Delhi

UDIN:- 23098417BCQVET5996

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



[Signature]
Amit Singhal
(Partner)

Membership No. 098417

RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Balance Sheet as at March 31, 2023

	Schedules	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
SOURCES OF FUNDS			
Capital Fund	1	1,78,59,759	1,77,49,231
Capital Assets Fund	2	4,94,840	4,30,257
Unutilised Grants		83,83,185	1,18,50,034
Total		2,67,37,784	3,00,29,522
APPLICATION OF FUNDS			
Fixed Assets	3	4,94,840	4,30,257
Current Assets, Loans and Advances			
Cash and Bank Balances	4	2,95,11,148	2,84,35,129
Loans and advances	5	23,78,383	90,51,157
(A)		3,18,89,531	3,74,86,286
Less: Current Liabilities & Provisions	(B) 6	56,46,587	78,87,021
(A - B)		2,62,42,944	2,95,99,265
Total		2,67,37,784	3,00,29,522
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 : 28.10.2023

As per our report of even date

For Shiv & Associates
Firm's Registration no: 009989N
Chartered Accountants

Ca. Amit Singhal
Ca. Amit Singhal
Partner
Membership No. 98417



Place : New Delhi
Date : 28.10.2023

RURAL EDUCATION AND DEVELOPMENT (READ) INDIA
Statement of Income and Expenditure for the year ended March 31, 2023

	Schedules	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
Income			
Grants/ Donations Received			
Specific Purpose Grant Income		10,48,39,668	10,61,80,671
General Purpose Grant Income		77,932	2,08,897
Other Income	7	93,74,321	25,33,194
		11,42,91,921	10,89,22,762
Expenditure			
Project Expenses	8	10,41,79,655	10,34,54,509
Depreciation	3	70,055	68,157
Other Operational Expenses	9	77,17,651	12,25,648
		11,19,67,361	10,47,48,314
Excess of Income over expenditure		23,24,560	41,74,448
Add: Depreciation transferred to Capital Assets Fund		70,055	68,157
Excess of Income over expenditure transferred to Capital Fund		23,94,615	42,42,605
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
Country Director




Place : New Delhi
Date : 28.10.2023

As per our report of even date

For Shiv & Associates

Firm's Registration no: 009989N

Chartered Accountants


Ca. Amit Singhal
Partner



Membership No. 98417

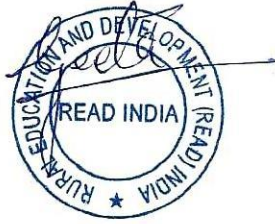
Place : New Delhi

Date : 28.10.2023

UDIN: 23098417 BC0UET5996

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

Particulars	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
Schedule 1: Capital Fund		
Opening Balance	1,77,49,231	1,35,06,626
Add: Balance transferred from Income and Expenditure Account	23,94,615	42,42,605
Less: Expenses incurred from own fund	22,84,087	
	<u>1,78,59,759</u>	<u>1,77,49,231</u>
Schedule 2: Capital Asset Fund		
Opening Balance	4,30,257	4,98,414
Add: Fixed Assets purchased during the Year	1,34,638	-
Less: Depreciation transferred from Income and Expenditure Account	(70,055)	(68,157)
	<u>4,94,840</u>	<u>4,30,257</u>



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

Schedule 3: Fixed Assets

(Amount in Rs)

Particulars	Rate of Depreciation	As at March 31, 2022	Additions during the year	Deletions / Adjustments	As at March 31, 2023	Depreciation for the year	As at March 31, 2023
Foreign Contribution Account							
Computers	40%	6,083	-	-	6,083	2,433	3,650
Office Equipments	15%	1,17,392	-	-	1,17,392	17,609	99,783
Furniture & Fixture	10%	1,66,875	-	-	1,66,875	16,688	1,50,187
Total		2,90,350	-	-	2,90,350	36,730	2,53,620
Previous year		3,33,664	-	-	3,33,664	43,314	2,90,350
Local Account							
Furniture & Fixture	10%	72,171	1,34,638	-	2,06,809	20,681	1,86,128
Office Equipments	15%	57,800	-	-	57,800	8,670	49,130
Computer	40%	9,936	-	-	9,936	3,974	5,962
Total (B)		1,39,907	1,34,638		2,74,545	33,325	2,41,220
Previous year (B1)		1,64,750	-		1,64,750	24,843	1,39,907
Grand Total (A+B)		4,30,257	1,34,638	-	5,64,895	70,055	4,94,840
Grand Total Previous year (A1+B1)		4,98,414	-	-	4,98,414	68,157	4,30,257

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

Particulars	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
Schedule 4: Cash and Bank Balances		
Cash on Hand	-	1,255
Balances with Schedule Banks :		
Saving / Current Account	2,72,40,950	2,63,04,480
Fixed Deposit	22,70,198	21,29,394
	2,95,11,148	2,84,35,129

Schedule 5: Loans and Advances

Security Deposit	7,96,850	8,45,350
Grant receivable	-	59,36,752
TDS Recoverable	39,513	98,602
Others	14,83,131	20,79,548
Accrued Interest	58,889	90,905
	23,78,383	90,51,157

Schedule 6: Current Liabilities & Provisions

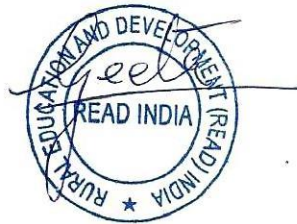
Current Liabilities

Statutory Liability Payable	5,38,337	5,34,751
Sundry Creditors	8,65,996	20,20,813
Salary Payable	27,000	10,05,634
Others Payable	7,37,068	11,95,847
	21,68,401	47,57,045

Provisions

Provision for Gratuity	34,78,186	31,29,976
	56,46,587	78,87,021

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

Particulars	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
Schedule 7: Other Income		
Interest from Bank on savings	15,23,381	20,88,319
Interest from Bank on FDR	1,20,876	1,13,772
Interest from Income tax refund	3,503	-
Sale of Products	74,56,460	-
Other income	2,70,101	3,31,103
	93,74,321	25,33,194

Schedule 8: Specific Purpose Grant Expenditure

Audit Fees	3,84,541	3,32,517
Bank Charges	780	11,668
Rent, Electricity and Water	51,98,420	30,80,509
Gratuity Expenses	2,30,908	7,47,712
Insurance Expenses	1,45,595	1,36,629
Miscellaneous Expenses	2,900	14,333
Legal, Professional and Retainership Expenses	2,06,55,904	1,21,65,981
Skill Training Expenses	1,27,04,433	1,52,10,560
Office Expenses	1,92,729	3,67,487
Postage and Courier Expenses	35,550	58,961
Printing and Stationery Expenses	1,47,004	3,93,361
Centre Setup and Sustainability Expenses	4,46,91,377	4,57,33,417
Covid Relief /Other social work	6,66,227	67,50,779
Salary & Stipend Expenses	1,20,14,840	1,28,07,227
Other Staff Benefits Expenses	7,11,314	7,12,954
Telephone Expenses	2,53,581	4,44,500
Travelling Expenses	31,78,552	44,85,914
Scholarship	29,65,000	-
	10,41,79,655	10,34,54,509

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

Particulars	March 31, 2023 (Rs.)	March 31, 2022 (Rs.)
Schedule 9: Other Operational Expenses		
Audit Fees	25,860	-
Addition to Fixed Assets	1,34,638	-
Bank Charges	4,085	3,675
Miscellaneous Expenses	1,18,431	-
Taxes, Late Fee & Interest	5,046	-
Legal and Professional Expenses	10,99,940	5,30,200
Salary & Stipend Expenses	3,90,000	5,06,288
Staff Welfare	1,51,200	-
Graruity Expenses	91,031	-
Centre Setup and Sustainability Expenses	5,35,670	1,45,485
Training Expenses	-	40,000
Transportation Charges	1,16,994	-
Material Expenses & Making Charges	47,85,395	-
Rent Expenses	1,06,634	-
TDS Recoverable Write Off	87,225	-
Travel Charges	65,502	-
	77,17,651	12,25,648

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READ EDUCATION AND DEVELOPMENT (READ) INDIA

_Schedule- '10'

I. Significant Accounting Policies and Notes to Accounts for the year 2022-23

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.





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M/s Shiv & Associates,
Chartered Accountants,
113-114, Naurang House
21, K.G. Marg
New Delhi - 110001

28/10/2023

Sub: Management Representation Letter for the year 2022-23

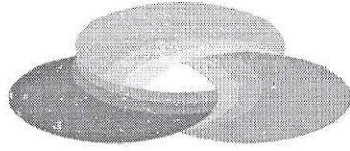
Dear Sir,

This representation letter is provided in connection with your audit of Balance Sheet, Income & Expenditure Account of Read India as of 31st March, 2023 and for the period then ended, for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the financial position, results of operations of Read India in conformity with accounting standards generally accepted in the India. We acknowledge our responsibility for the fair presentation in the financial statements of financial positions, results of operations, and cash flows in conformity with generally accepted accounting standards in accordance with the recognized accounting standards.

Certain representations in this letter are described as being limited to matters that material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by his omission or misstatement. We confirm to the best of our knowledge and belief, as of 31/03/2022, the following representations made to you during your audit(s):

1. That in preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made from the same;
2. We had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of applicable laws, for safeguarding the assets of the Trust and for preventing and detecting fraud and other irregularities;
3. The Trust has prepared the annual accounts on a going concern basis;
4. We have made available to you all Financial records and related data.

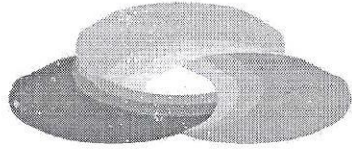




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5. There have been no communications from regulatory agencies concerning non-compliance with or deficiencies in financial reporting practices.
6. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.
7. We believe that the effects of the uncorrected financial statement misstatements summarized in the accompanying schedule are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.
8. There has been no:
 - a. Fraud involving management or employees who have significant roles in internal control.
 - b. Fraud involving others that could have a material effect on the financial statements.
9. The Trust has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.
10. The following have been properly recorded or disclosed in the financial statements:
 - a. Related-party transactions, including sales, purchases, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties.
 - b. Significant estimates and material concentrations known to management are disclosed properly.
11. There are no:
 - a. Violations or possible violations of laws or regulations whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency.
 - b. Unasserted claims or assessments that our lawyer has advised are probable of assertion and must be disclosed in accordance with AS – 17, Accounting for Contingencies.
 - c. Guarantees, whether written or oral, under which the Trust is contingently liable.
12. The Trust has satisfactory title to all owned assets and are duly utilised for the its purpose only. There are no liens or encumbrances on such assets, nor has any asset been pledged as collateral, except for those as mentioned in schedule enclosed. None of the fixed assets have been revalued during the year;
13. All the grants and donations received during the Financial year 2022-23 has been accounted as specific grant and general purpose grant according to the purpose for which it is given.





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14. The Trust has complied with all aspect of contractual agreements that would have a material effect on the financial statement in the event of non-compliance.
15. That all the foreign exchange transactions as regard remittance received and expenses towards other foreign currency expenses on account of travel etc. are as per RBI guidelines and there is no violation of any of the provisions of FCRA/ FEMA;
16. There is no related party transaction.
17. The cash in hand was physically verified and agreeing as shown in the financial statements. The trust has the bank accounts, which were duly reconciled up to 31.03.2022;
18. That there is no personal / Capital expenditure debited to the Income & Expenditure Account;
19. That all the Current Assets & Current Liabilities are stated at their realisable value;
20. Previous year figures have been regrouped/rearranged, as required.
21. The outside party's balances and staff advance balances are subject to respective confirmations as at year end. We also confirm that all current assets/liabilities of the Trust are shown in the Balance Sheet at its recoverable value and no amount is considered doubtful or non recoverable.
22. That the trust has not violated any provisions regarding Deduction of Tax at Source as prescribed by Income Tax Act, 1961;
23. To the best of our knowledge and belief, no events have occurred subsequent to the balance sheet date and through the date of this letter that would require adjustment to or disclosure in the aforesaid financial statements.
24. Trust is under process of balance reconciliation of trade payable, trade receivable, loans and advances and other payables.

For Read Education and Development (READ) India

Geeta Malhotra
Authorized Signatory

