

SURESH & CO.
Chartered Accountants

'SRINIDHI', #43/61, 1st Floor,
Surveyors Street, Basavanagudi,
Bengaluru - 560 004

Tele: 080-26623610/11
email: info@sureshandco.com
website: www.sureshandco.com

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Deshpande Educational Trust

Opinion

We have audited the accompanying financial statements of **Deshpande Educational Trust (PAN: AABTD4450G)** (hereinafter referred to as "*the Trust*") which comprises the Balance Sheet as at March 31, 2022, the Income and Expenditure Account and Receipts and Payments Account for the year then ended and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and explanations given to us, the aforesaid financial statements give a true and fair view of the financial position of the Trust as at March 31, 2022 and of its financial performance being Excess of Income Over Expenditure (Surplus) for the year then ended in accordance with the requirements of the applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and in conformity with the accounting principles generally accepted in India.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (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 Code of Ethics issued by ICAI, and we have fulfilled our other 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.

Responsibility of Management for the Financial Statements

The Trust's Management is responsible for the preparation of the financial statements in accordance with the provisions of the aforesaid generally accepted accounting principles and for such internal control as Trust's 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 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 Trust's management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

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



Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

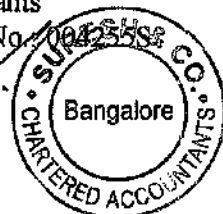
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 the effectiveness of the Trust's internal control.
- 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 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.

We communicate with 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.

for **SURESH & CO.**

Chartered Accountants

Firm Registration No. 004258



Udupi Vikram

Partner

Membership No.: 227984

Bengaluru

August 03, 2022

UDIN: 22227984AOEPPJ5208

DESHPANDE EDUCATIONAL TRUST

DCSE Building, BVB CET Campus, Vidyanagar, Hubli - 580031

BALANCE SHEET AS AT MARCH 31, 2022

PARTICULARS	Schedule	AS AT March 31, 2022 Rs.	AS AT March 31, 2021 Rs.
SOURCES OF FUNDS			
Capital fund	A	18,65,43,784	16,82,22,637
Un secured loans	B	49,46,770	49,76,758
TOTAL		19,14,90,554	17,31,99,395
APPLICATION OF FUNDS			
Fixed Assets			
a)Gross block	C	2,66,80,799	2,67,46,344
b) Less: Accumulated depreciation		2,16,83,526	1,99,91,614
NET BLOCK (a-b)		49,97,273	67,54,730
Current Assets, Loans & Advances			
Loans advances, deposits and current Assets	D	40,76,667	26,24,196
Cash & bank balances	E	20,87,43,214	18,73,57,718
TOTAL -1		21,28,19,881	18,99,81,914
Less: Current Liabilities			
Current liabilities	F	2,32,57,248	2,27,46,639
Provisions	G	30,69,354	7,90,610
TOTAL - 2		2,63,26,602	2,35,37,249
NET CURRENT ASSETS (1-2)		18,64,93,279	16,64,44,665
TOTAL		19,14,90,554	17,31,99,395
Significant Accounting Policies & Notes on Accounts	1 & 2		

Schedules 1, 2 and A to N form an Integral part of financial statement

Refer to our Report of even date

For **SURESH & CO.**

Chartered Accountants

FRN: 004255S



Udupi Vikram

Partner

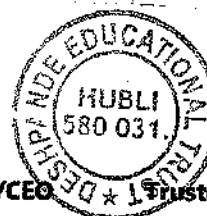
Membership No.: 227984

Place: Bengaluru

Date: 03/08/2022

For and on Behalf of Trustees of
DESHPANDE EDUCATIONAL TRUST

Managing Trustee/CEO



Place: Hubli

Date: 03/08/2022

Place: Bengaluru

Date: 03/08/2022

DESHPANDE EDUCATIONAL TRUST

DCSE Building, BVB CET Campus, Vidyanagar, Hubli - 580031

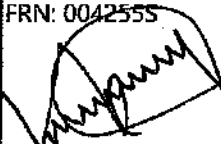

Income & Expenditure Account for the year ended on March 31, 2022

Particulars	Schedule	For the year ended	
		March 31, 2022 Rs.	March 31, 2021 Rs.
<u>INCOME</u>			
Revenue from Skill Training Programs	H	3,69,90,001	1,47,84,350
Voluntary Contributions/Sponsorships/Grants	I	4,11,06,516	1,52,38,337
Interest and Other Incomes	J	80,97,603	58,26,782
TOTAL - A		8,61,94,120	3,58,49,469
<u>EXPENDITURE</u>			
Skill development & other programme expenses	K	31,91,730	14,06,567
Employee cost and benefits	L	4,56,13,185	4,43,34,886
Administration and other operating expenses	M	2,39,13,320	1,92,64,940
Finance cost	N	9,18,596	39,86,936
Depreciation on fixed assets	C	16,91,912	23,31,171
TOTAL - B		7,53,28,743	7,13,24,500
9. Excess of Income Over Expenditure Transferred to Capital Fund (A-B) - Surplus/(Deficit)		1,08,65,377	(3,54,75,031)
Significant Accounting Policies & Notes on Accounts	1 & 2		

Schedules 1, 2 and A to N form an Integral part of financial statement

Refer to our Report of even date

For **SURESH & CO.**
Chartered Accountants
FRN: 0042555

Udupi Vikram
Partner
Mem No.: 227984
Place: Bengaluru
Date: 03/08/2022

For and on Behalf of Trustees of
DESHPANDE EDUCATIONAL TRUST

Managing Trustee/CEO **Trustee**
Place: Hubli Place: Bengaluru
Date: 03/08/2022 Date: 03/08/2022

DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

Schedule reference	PARTICULARS	AS AT 31.03.2022 Rs.	AS AT 31.03.2021 Rs.
A	CAPITAL FUND		
	Opening balance	16,82,22,637	(5,38,21,598)
	Add: Corpus grant received during the year	74,55,770	25,75,19,266
		17,56,78,407	20,36,97,668
	Less: Excess of income over expenditure	1,08,65,377	(3,54,75,031)
	Closing balance	18,65,43,784	16,82,22,637
	TOTAL	-	-
B	Unsecured Loans		
	Deshpande Foundation	49,46,770	49,76,758
	TOTAL	49,46,770	49,76,758
C	Fixed assets (Details given in separate sheet)	49,97,273	67,54,730
D	Loans Advances, Deposits and Current Assets		
	a Balance with revenue authority		
	Income tax deposit (refer note 1.e)	11,84,355	11,84,355
	TDS receivable	11,94,660	10,32,689
		23,79,015	22,17,044
	b Deposits		
	Gas deposit	15,000	15,000
		15,000	15,000
	c Loans and advances		
	Advance to suppliers	14,46,206	-
	Office advance	11,509	18,220
		14,57,715	18,220
	d Other current assets		
	Foundation for Sandbox Startup Initiative	24,400	
	Prepaid expenses	2,00,537	3,73,932
		2,24,937	3,73,932
	TOTAL	40,76,667	26,24,196
E	Cash and bank balances		
	Cash on hand	-	5,000
	Cash at bank		
	In savings bank accounts	17,66,40,384	15,67,35,151
	In fixed deposits	3,21,02,830	3,06,17,567
	TOTAL	20,87,43,214	18,73,57,718

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DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2022



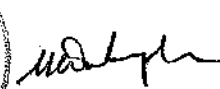
Schedule reference	PARTICULARS	AS AT 31.03.2022 Rs.	AS AT 31.03.2021 Rs.
F	<u>Current Liabilities</u>		
a	<u>Creditors for expenses</u>		
	Claims Under Settlement-Gratuity	-	43,269
	Electricity charges payable	5,00,644	4,27,833
	Internal audit fee payable- SDU	2,16,000	1,38,125
	Other expenses payable	4,54,691	4,90,808
	Other payables	4,44,509	13,26,232
	Statutory audit fees payable	2,37,600	2,41,975
	Security & house keeping charges payable	5,78,037	-
	TOTAL	24,31,481	26,68,242
b	<u>Deposits</u>		
	Canteen deposit	20,00,000	20,00,000
	Library book deposit	7,500	6,900
	TOTAL	20,07,500	20,06,900
c	<u>Employee dues</u>		
	Salary, stipend, bonus & other payable	2,86,415	61,065
	TOTAL	2,86,415	61,065
d	<u>Over Draft</u>		
	Canara bank	1,68,33,450	1,33,29,297
	(Secured by fixed deposits held in the name of Trust)		
	Kotak Credit Card	56,508	8,824
	TOTAL	1,68,89,958	1,33,38,121
e	<u>Other liability</u>		
	Covid-19	96,136	2,31,703
	Unspent Grant	-	30,76,703
	TOTAL	96,136	33,08,406
f	<u>Statutory dues</u>		
	ESIC contributions	60,412	80,960
	GST 18% (RCM)	49,475	48,371
	Professional tax	30,600	25,200
	Provident fund	12,10,715	11,46,296
	Tax deducted at source dues	1,94,556	63,078
	TOTAL	15,45,758	13,63,905
G	<u>Provisions</u>		
	Provision for leave encashments	21,26,856	17,95,172
	Provision for gratuity	9,42,498	(10,04,562)
	TOTAL	30,69,354	7,90,610

DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

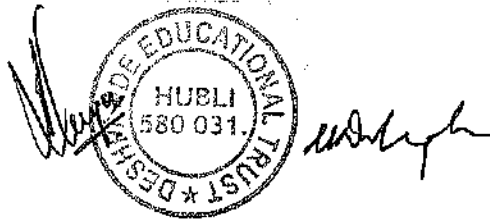
Schedule reference	PARTICULARS	AS AT 31.03.2022 Rs.	AS AT 31.03.2021 Rs.
H	Revenue from Skill Training Programs		
	Income from other program	97,16,350	13,56,750
	Rerrtal from hostel	60,24,800	23,58,100
	Skill training programs	2,12,48,851	1,10,69,500
	TOTAL	3,69,90,001	1,47,84,350
I	Voluntary Contributions/Sponsorships/Grants		
	DESHPANDE FOUNDATION	3,92,15,777	1,52,38,337.00
	NABARD	18,90,739	-
	TOTAL	4,11,06,516	1,52,38,337
J	Interest and Other Incomes		
	Interest from - savings bank A/c	61,04,692	27,82,080
	Interest on fixed deposit	16,45,900	18,29,867
	Liabilities no longer payable	-	10,07,103
	Other income	3,47,011	2,07,732
	TOTAL	80,97,603	58,26,782
K	Skill Development & Other Programme Expenses		
	Fees Refund	-	-
	Guest expenses	2,46,092	72,353
	Hostel & other rent	12	12
	Orientation kits & training aides	16,30,353	5,76,793
	Publicity, outreach & information's	12,28,043	6,42,204
	Student welfare	87,230	55,205
	University affiliation fees	-	60,000
	TOTAL	31,91,730	14,06,567
L	Employee cost and benefits		
	Bonus & incentives	-	40,000
	Employee leave encashment	5,17,082	5,50,016
	Employee gratuity	19,97,060	7,14,756
	ESI- employer contributions	6,47,038	8,66,660
	EPF- employer contributions	43,68,377	43,67,275
	Salaries and wages	3,75,33,061	3,68,72,141
	Staff welfare	3,52,630	2,50,219
	Trainers stipend	1,97,937	6,73,819
	TOTAL	4,56,13,185	4,43,34,886

DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2022

Schedule reference	PARTICULARS	AS AT 31.03.2022 Rs.	AS AT 31.03.2021 Rs.
M	Administration and Other Operating Expenses		
	Books, periodicals & subscriptions	18,313	7,671
	Electricity and water charges	43,15,842	37,66,570
	Liquidate Damage Charges	12,00,000	-
	Printing & office supplies	3,44,502	3,27,568
	Professional charges		
	Audit fees -statutory audit	2,36,000	2,36,000
	Bad debts	-	17,23,694
	Internal audit fees	4,72,000	3,54,000
	Legal & other professional charges	37,56,632	13,97,168
	Repair & maintenance-building	19,03,066	14,49,105
	Rates & taxes	7,25,946	5,36,531
	Security & house keeping charges	75,31,984	73,06,620
	Travelling & conveyance	9,34,079	5,76,184
	Telephone, internet & postage	15,80,435	13,78,376
	Vehicle maintenance	2,73,027	2,05,453
	TOTAL	2,32,91,826	1,92,64,940
N	Finance Cost		
	Bank charges	22,582	41,027
	Interest on overdraft	8,96,014	39,45,909
	TOTAL	9,18,596	39,86,936



DESHPANDE EDUCATIONAL TRUST

SCHEDULE - C

SCHEDULE OF FIXED ASSETS AS ON MARCH 31ST, 2022

(Amounts in INR)

PARTICULARS	RATE %	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
		AS AT 01.04.2021	ADDITIONS DURING THE YEAR		DELETIONS/ADJUSTMENTS DURING THE YEAR	AS AT 31.03.2022	AS AT 01.04.2021	FOR THE YEAR	AS AT 31.03.2021	AS AT 31.03.2022	AS AT 31.03.2021
			I HALF	II HALF							
COMPUTERS, SOFTWARE AND ACCESSORIES	40%	1,91,02,534	-	4,30,673	3,55,218	1,64,18,846	11,61,576	1,75,80,422	15,97,567	26,83,688	
FURNITURE & FIXTURES	10%	14,66,316	17,862	-	2,22,165	4,92,656	87,287	5,79,943	6,82,070	9,73,660	
VEHICLE	15%	36,68,375	-	-	-	23,03,303	2,04,760	25,08,063	11,60,312	13,65,072	
OFFICE/TRAINING EQUIPMENT	15%	19,10,859	29,748	91,691	58,136	7,16,983	1,84,446	9,01,429	10,72,733	11,93,876	
LEASE HOLD IMPROVEMENT-VCR CLASS	10%	5,98,260	-	-	-	59,826	53,848	1,13,669	4,84,591	5,38,434	
TOTAL		2,67,46,344	47,610	5,22,364	6,35,519	1,99,91,614	16,91,912	2,16,83,526	49,97,273	67,54,730	
PREVIOUS YEAR		2,56,39,682	7,92,218	3,14,444	-	1,76,66,443	23,31,171	1,99,91,614	67,54,730	79,79,239	





DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES:

Basis of preparation

The financial statements have been prepared under the historical cost convention. The financial statements are prepared in accordance with the applicable generally accepted accounting practices in India. Revenues are recognized and accounted on Cash basis. Expenses are recognized and accounted on the Accrual basis.

Revenue Recognition:

All Income & Other Fees are recognized on receipt basis as there exists no virtual certainty on the recoverability of the balance amount at the time of raising an invoice.

All the expenses are recognized under accrual system of accounting.

Fixed Assets and Depreciation

Fixed assets are stated at cost of acquisition inclusive of freight, duties, taxes and interest on borrowed money allocated to and utilised for fixed assets, pertaining up to the date of capitalization.

From the financial year 2016-17, the Trust has adopted the policy of charging off of the value of fixed assets to Capital Grant/Donations or program expenses, where the cost of such assets met out of Capital or Program Grants/Donations.

In case of cost of assets are met out of Capital Grants/Donation, the value of the assets will be adjusted against the respective Capital Grant/Donation and in case of the assets acquired as part of the program/project expenses, cost of such assets included in the expenses of respective programs/projects.

However, in both the above cases, for the purposes of exercising control over the assets and identification of these assets, these assets will be carried at a Nominal Value of Re.1/- for each of the items of the asset.

Depreciation

Depreciation on the Assets is generally charged at the rates specified in the Income Tax Act, 1961 and the rules framed there under using the Written Down Value method.

Incoming Funds

All incoming funds are categorized into 2 categories – Capital / Corpus Funds and General Funds.

Contributions received specifically in writing towards Corpus Fund of the Trust are directly credited to Corpus Fund Account and disclosed as part of Capital Fund account in the financial statements. Utilisation of amounts from Corpus Funds are approved by Board of trustees and disclosed accordingly.



DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

Contributions received towards Capital Fund of the Trust, including Funds that are in the nature of Capital Fund as approved by the Board of Trustees, are directly credited to Capital Fund Account and decisions to utilize the funds credited to Capital Fund are approved by the Board of Trustees for allocation to projects, which comply with the objectives of the Trust.

Wherever Donors have specific requirements as to the treatment of their funds donated as Capital / Corpus, such funds will be accounted accordingly and shown separately.

Separate books of accounts including Bank accounts, as may be applicable are maintained for use of funds for projects out of Capital Funds. Balance if any, at the end of the completion of specific projects are transferred back to Capital Fund Account.

General Funds are funds which are received for general purposes and applied to all other activities of the Foundation including specific projects and are accounted as **General Donations/Voluntary contributions** under Income and Expenditure Account. Funds received under General Fund Account are to be considered for application to the activities relating to the objects of the Trust as required under the provisions of Income Tax Act, 1961 and rules framed there under.

Investments:

- I. Long term Investments are valued at cost and only permanent reduction in the value of such investments will be recognized in the books.
- II. Short Term Investments are valued at Cost or net realizable value, whichever is lower.

Employee Benefits

a. **Defined-contribution plans**

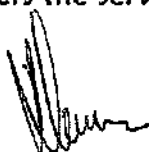
Trust's contributions to the Employees' Provident Fund and Employees' Pension Scheme are as per statute, as may be applicable, and are recognized as expenses in the Income and Expenditure account.

b. **Defined – Benefit plans**

Liability towards gratuity is accrued based on actuarial valuations at the balance sheet date, carried out by an independent actuary. Actuarial Gains or Losses are recognized immediately in the Income and Expenditure account as income or expense. Further, based on such actuarial valuation the Gratuity Liabilities are settled to LIC of India as Gratuity Policy contributions.

c. **Short term employee benefits**

Liability towards short term employee benefits like salaries, social security contributions, short term compensated absences (such as paid annual leave), where the absences are expected to occur within twelve months or after the end of the period in which the employees render the related services and bonus /performance incentives etc., are recognized, during the period when the employee renders the services.



DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

d. Leave Encashment

From the financial year 2018-19, the Trust has adopted the policy of allowing the employees, the benefit of carrying forward of accrued paid leaves to the maximum of 30 days over the period of their employment.



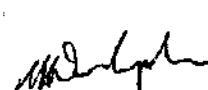
e. Provisions and Contingent Liabilities:

The trust having contingent liability towards demand under Section 156 of the Income Tax Act, 1961 for the AY 2016-17 of Rs.72,09,898/-, where the Trust has challenged the same with higher authorities and the trust has paid pre deposit of amount of Rs. 10,81,485/- during the FY 2019-20. Further, the Trust having the contingent liability towards demand under Section 156 of the Income Tax Act, 1961 of the AY 2015-16 of Rs.90,62,304/- and for the AY 2017-18 1,31,09,708/- where the Trust has challenged the same with higher authorities.

2. NOTE TO AND FORMING PART OF ACCOUNTS:

	Amount in Rs.
2.1 Claims against the Trust not acknowledged as Debt	NIL (NIL)
2.2 Contingency Liabilities not provided in the Books	2,93,81,910/- (72,09,898/-)
2.3 Related Party disclosure	

Sl. No.	Name of the Entity	Nature of Transactions	Amount in Rs.
1	Deshpande Foundation	Revenue in nature (Grant receipt)	3,61,39,074 (15,52,38,337)
		Corpus fund	NIL (14,00,00,000)
		Rent	12 (12)
		Unsecured Loan (Net)	49,46,770 (49,76,758)
2	Foundation For Sandboxstartup Initiatives	Reimbursement of expense	24,400 (NIL)

DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

2.4 Employee Benefits:

The Trust has adopted revised Accounting Standard (AS) 15 on Employee Benefits prescribed by ICAI. The details of the same are as follows:

a. Defined Contribution Plans:

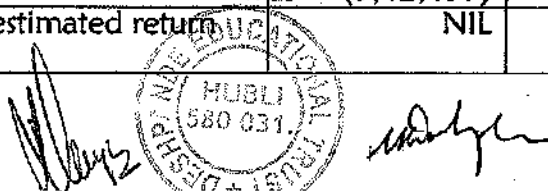
The Trust has registered under the provisions of the Employees' Provident Fund Act, 1952 and has been contributing to the defined contribution plan as per provisions of Employees' Provident Fund Scheme.

b. Defined Benefit Plans

Disclosures as required in the AS15-R are given below

Reconciliation of opening and closing balances of the present value of the defined benefit obligation:

Sl. No.	Particulars	As At 31.03.2022 Rs.	As at 31.03.2021 Rs.
1.	Assumptions		
	Discount Rate	7.50%	7.11%
	Salary Escalation	7.0%	7.00%
2	Table Showing changes in present value of Obligation		
	Present value of obligations as at beginning of year	61,62,608	53,01,924
	Interest cost	4,17,715	3,57,063
	Current Service Cost	12,86,524	13,05,882
	Benefits Paid	(5,75,149)	(86,538)
	Actuarial (gain)/ loss on obligations	6,64,085	(7,15,722)
	Present value of obligations as at end of year	79,55,784	61,62,608
3.	Table showing changes in the fair value of plan assets		
	Fair value of plan assets at beginning of year	71,67,171	29,93,255
	Expected return on plan assets	NIL	NIL
	Contributions	50,000	40,27,988
	Benefits Paid	(5,75,149)	(86,538)
	Actuarial gain/(loss) on Plan assets	1,1,9652	(1,04,589)
	Fair value of Plan assets at the end of the year	70,13,287	71,67,171
4.	Table showing fair value of plan assets		
	Fair value of plan assets at beginning of year	71,67,171	29,93,255
	Actual return on plan assets	4,90,917	3,37,054
	Contributions	50,000	40,27,988
	Benefits Paid	(5,75,149)	(86,538)
	Actuarial gain/(loss) on Plan assets		
	Fair value of plan assets at the end of year	70,13,287	71,67,171
	Fund Status	(9,42,497)	10,04,563
	Excess of Actual over estimated return on plan assets	NIL	NIL



DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

5.	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	7,83,737	(6,11,134)
	Actuarial (gain)/ loss for the year - plan assets	NIL	NIL
	Total (gain)/ loss for the year	7,83,737	(6,11,134)
	Actuarial (gain)/ loss recognized in the year	7,83,737	(6,11,134)
6.	The amounts to be recognized in the Balance Sheet and Income & Expenditure Account		
	Present value of obligations as at the end of year	79,55,784	61,62,608
	Fair value of plan assets as at the end of the year	70,13,287	71,67,171
	Fund Status	(9,42,497)	10,04,563
	Net asset/(liability) recognized in balance sheet	(9,42,497)	10,04,563
7.	Expenses Recognised in statement of Profit and loss		
	Current Service cost	12,86,524	13,05,882
	Interest Cost	4,17,715	3,57,063
	Expected return on plan assets	(4,90,917)	(3,37,054)
	Net Actuarial (gain)/ loss recognized in the year	6,64,085	(7,15,722)
	Expenses recognised in statement of Profit and loss	19,97,060	7,14,756

Note: The above figures have been drawn from the information received LIC of India Accordingly, Trust has contributed to LIC towards Group Gratuity Scheme. FY 2021-22 report received from Armstrong International Employee benefits solution.

c. Leave Encashment Benefits

Sl. No.	Particulars	As At 31.03.2022 Rs.	As at 31.03.2021 Rs.
1.	Assumptions		
	Discount Rate	7.50%	7.11%
	Salary Escalation	7.00%	7.00%
2	Table Showing changes in present value of Obligation		
	Present value of obligations as at beginning of year	17,95,172	14,91,404
	Interest cost	1,21,046	92,906
	Current Service Cost	8,64,018	7,29,274
	Benefits Paid	(1,85,398)	(2,46,248)
	Actuarial (gain)/ loss on obligations	(4,67,982)	(2,72,165)
	Present value of obligations as at end of year	21,26,856	17,95,172

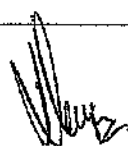
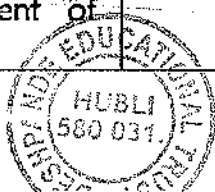
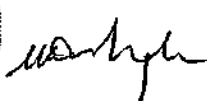




DESHPANDE EDUCATIONAL TRUST

Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

3.	Table showing changes in the fair value of plan assets		
	Fair value of plan assets at beginning of year	NIL	NIL
	Expected return on plan assets	NIL	NIL
	Contributions	NIL	NIL
	Benefits Paid	(1,85,398)	(2,46,248)
	Actuarial gain/(loss) on Plan assets	NIL	NIL
	Fair value of Plan assets at the end of the year	NIL	NIL
4.	Table showing fair value of plan assets		
	Fair value of plan assets at beginning of year	NIL	NIL
	Actual return on plan assets	NIL	NIL
	Contributions		
	Benefits Paid	(1,85,398)	(2,46,248)
	Actuarial gain/(loss) on Plan assets	NIL	NIL
	Fair value of plan assets at the end of year	NIL	NIL
	Fund Status	(21,26,856)	(17,95,172)
	Excess of Actual over estimated return on plan assets	NIL	NIL
5.	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	(4,67,982)	(2,72,165)
	Actuarial (gain)/ loss for the year - plan assets		
	Total (gain)/ loss for the year	(4,67,982)	(2,72,165)
	Actuarial (gain)/ loss recognized in the year	(4,67,982)	(2,72,165)
6.	The amounts to be recognized in the Balance Sheet and Income & Expenditure Account		
	Present value of obligations as at the end of year	21,26,856	17,95,172
	Fair value of plan assets as at the end of the year	NIL	NIL
	Fund Status	(21,26,856)	(17,95,172)
	Net asset/(liability) recognized in balance sheet	(21,26,856)	(17,95,172)
7.	Expenses Recognised in statement of Profit and loss		
	Current Service cost	8,64,018	7,29,274
	Interest Cost	1,21,046	92,906
	Expected return on plan assets	NIL	NIL
	Net Actuarial (gain)/ loss recognized in the year	4,67,982	(2,72,165)
	Expenses recognised in statement of Profit and loss	5,17,082	5,50,016

DESHPANDE EDUCATIONAL TRUST

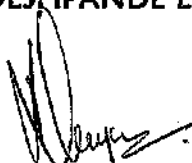
Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2022

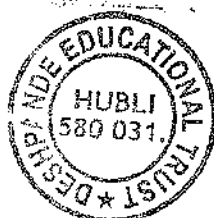
Note: The above figures have been drawn from the information received from Armstrong International Employee benefits solution.

2.5 Figures in brackets represents previous year/period figures.

2.6 Previous year figures have been regrouped/classified, wherever necessary to make it comparable with the figures of the Current Year.

For DESHPANDE EDUCATIONAL TRUST


Managing Trustee




Trustee

DESHPANDE EDUCATIONAL TRUST

DCSE Building, BVB CET Campus, Vidyanagar, Hubli - 580031

Receipts and Payment Account for the year ended on March 31, 2022

PARTICULARS	ANX	FOR THE YEAR ENDED March 31, 2022 Rs.	FOR THE YEAR ENDED March 31, 2021 Rs.
OPENING BALANCE			
Cash and bank balances - including overdraft facility	1	14,34,02,030	(8,00,40,600)
ADD: RECEIPTS			
Revenue from skill training programs	2	3,69,90,001	1,47,84,350
Voluntary contributions/sponsorships		3,80,29,813	1,83,15,040
Corpus fund contributions		74,55,770	25,75,19,266
Unsecured loan - Deshpande Foundation		(29,988)	-
Security deposits & other dues		600	2,900
Interest and other receipts	3	80,73,203	56,35,171
TOTAL		23,39,21,429	21,62,16,127
LESS: PAYMENTS			
Skill development & other programme	4	31,91,730	14,06,555
Trainers & other employee cost and benefits	5	4,31,28,895	4,85,98,076
Administration and other operating expenses	6	2,22,36,799	1,73,82,997
Finance cost	7	9,18,596	46,24,827
Additions to fixed deposits	8	14,85,263	16,13,356
Additions to fixed assets	9	5,69,974	11,06,662
Other payments	10	26,39,746	(19,18,376)
TOTAL		7,41,71,003	7,28,14,097
CLOSING BALANCE			
Cash and Bank Balances (Including Overdraft Facility)	1	15,97,50,425	14,34,02,030

Annexures 1 to 10 forms an integral part of financial statement

Refer to our Report of even date
For **SURESH & CO.**

Chartered Accountants

FRN: 084255S



Udupi Vikram

Partner

Mem No.: 227984

Place: Bengaluru

Date: 03/08/2022

For and on Behalf of Trustees of
DESHPANDE EDUCATIONAL TRUST

Managing Trustee/CEO

Place: Hubli

Date: 03/08/2022

Trustee

Place: Bengaluru

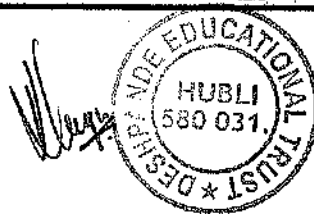
Date: 03/08/2022



DESHPANDE EDUCATIONAL TRUST

ANNEXURES TO RECEIPTS AND PAYMENTS ACCOUNTS FOR THE YEAR ENDED MARCH 31,2022

ANNEXURE	PARTICULARS	For the Year Ended	
		31.03.2022 Rs	31.03.2021 Rs.
1	<u>Cash and Bank Balances</u>		
	i. Bank over draft	(1,68,89,958)	(1,33,38,121)
	ii. Cash on hand	-	5,000
	iii. Cash at saving bank	17,66,40,384	15,67,35,151
	TOTAL	15,97,50,425	14,34,02,030
2	<u>Revenue from Skill Training Programs</u>		
	Income from other program	97,16,350	13,56,750
	Rental from Hostel	60,24,800	23,58,100
	Skill training programs	2,12,48,851	1,10,69,500
	TOTAL	3,69,90,001	1,47,84,350
3	<u>Interest and Other Receipts</u>		
	Interest from - Savings Bank A/c	61,04,692	27,82,080
	Interest on FD	16,45,900	16,38,256
	Other income	3,22,611	12,14,835
	TOTAL	80,73,203	56,35,171
4	<u>Skill Development & Other Programme Expenses</u>		
	Guest expenses	2,46,092	72,353
	Hostel & other rent	12	-
	University affiliation fees	-	60,000
	Orientation kits & training aides	16,30,353	5,76,793
	Publicity, outreach & information's	12,28,043	6,42,204
	Student welfare	87,230	55,205
	TOTAL	31,91,730	14,06,555
5	<u>Trainers & Other Employee Cost and Benefits</u>		
	Bonus & incentives	-	40,000
	Employee Leave Encashment	1,85,398	2,46,248
	Employee gratuity	93,269	39,84,719
	ESI- employer contributions	6,67,586	8,86,361
	EPF- employer contributions	43,03,958	46,66,972
	Salaries and wages	3,73,28,117	3,77,81,419
	Staff welfare	3,52,630	3,18,538
	Trainers stipend	1,97,937	6,73,819
	TOTAL	4,31,28,895	4,85,98,076



(Signature)

DESHPANDE EDUCATIONAL TRUST

ANNEXURES TO RECEIPTS AND PAYMENTS ACCOUNTS FOR THE YEAR ENDED MARCH 31,2022

ANNEXURE	PARTICULARS	For the Year Ended	
		31.03.2022 Rs	31.03.2021 Rs.
6	<u>Administration and Other Operating expenses</u>		
	Books, Periodicals & Subscriptions	18,313	7,671
	Electricity & Water Charges	42,43,031	39,32,235
	Liquidated Damages	12,00,000	-
	Printing & Office Supplies	3,44,502	3,46,776
	Professional charges		
	Audit Fees -Statutory Audit	2,40,375	2,05,025
	Internal Audit Fees	3,94,125	3,77,875
	Legal & Other Professional Charges	36,14,829	11,81,436
	Repair & Maintenance	19,03,066	14,72,645
	Rates & Taxes	7,25,946	5,36,531
	Security & House Keeping Charges	69,38,466	72,08,095
	Travelling & Conveyance	9,34,079	5,25,048
	Telephone, Internet & Postage	15,80,435	13,84,207
	Vehicle Maintenance	99,632	2,05,453
	TOTAL	2,22,36,799	1,73,82,997
7	<u>Finance Cost</u>		
	Bank Charges	22,582	41,027
	Interest on Overdraft	8,96,014	45,83,800
	TOTAL	9,18,596	46,24,827
8	<u>Additions to Fixed Deposits</u>	14,85,263	11,06,662
	TOTAL	14,85,263	11,06,662
9	<u>Additions to Fixed Assets</u>		
	Computers & Software	4,30,673	3,71,718
	Furnitures & Fixtures	17,862	6,510
	Leasehold Improvement	-	5,98,260
	Office Equipment	1,21,439	1,30,174
	TOTAL	5,69,974	11,06,662
10	<u>Other Payments/Receipts</u>		
	Affiliation deposit with KUD	-	(6,00,000)
	Loan to Foundation for Sandbox Startup Initiative	-	(10,00,000)
	Office advance	14,25,472	(86,673)
	Other Payables	10,52,303	(2,31,703)
	TDS on Income	1,61,971	-
	TOTAL	26,39,746	(19,18,376)

