

**SURESH & CO.**  
**Chartered Accountants**

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

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**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, 2023, 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, 2023 and of its financial performance being Excess of Expenditure Over Income (Deficit) 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.: 004255S



**Udipi Vikram**

Partner

Membership No.: 227984

Bengaluru

July 04, 2023

UDIN: 23227984BGQSIA2938





## DESHPANDE EDUCATIONAL TRUST

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

### BALANCE SHEET AS AT MARCH 31, 2023

PARTICULARS	Schedule	As at March 31, 2023 Rs.	As at March 31, 2022 Rs.
<b>SOURCES OF FUNDS</b>			
Capital fund	A	15,31,18,179	18,65,43,784
Un secured loans	B	50,15,333	49,46,770
<b>TOTAL</b>		<b>15,81,33,512</b>	<b>19,14,90,554</b>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed Assets</b>			
a)Gross block	C	3,60,41,083	2,66,80,801
b) Less: Accumulated depreciation		2,55,36,252	2,16,83,526
<b>NET BLOCK (a-b)</b>		<b>1,05,04,831</b>	<b>49,97,275</b>
<b>Current Assets, Loans &amp; Advances</b>			
Loans advances, deposits and current Assets	D	71,88,953	40,76,667
Cash & bank balances	E	17,78,31,793	20,87,43,214
<b>TOTAL - 1</b>		<b>18,50,20,746</b>	<b>21,28,19,881</b>
<b>Less: Current Liabilities</b>			
Current liabilities	F	3,43,56,171	2,32,57,248
Provisions	G	30,35,894	30,69,354
<b>TOTAL - 2</b>		<b>3,73,92,065</b>	<b>2,63,26,602</b>
<b>NET CURRENT ASSETS (1-2)</b>		<b>14,76,28,681</b>	<b>18,64,93,279</b>
<b>TOTAL</b>		<b>15,81,33,512</b>	<b>19,14,90,554</b>
<b>Significant Accounting Policies &amp; Notes on Accounts</b>	<b>1 &amp; 2</b>		


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: July 04, 2023



For and on behalf of Trustees of

**DESHPANDE EDUCATIONAL TRUST**

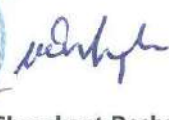


**Perampalli Narasimha Nayak**

Managing Trustee and CEO

Place: Hubli

Date: July 04, 2023

**Shreekant Deshpande**

Trustee

Place: Hubli

Date: July 04, 2023

## DESHPANDE EDUCATIONAL TRUST

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

### Income & Expenditure Account for the year ended March 31, 2023

Particulars	Schedule	For the year ended	
		March 31, 2023 Rs.	March 31, 2022 Rs.
<b>INCOME</b>			
Revenue from Skill Training Programs	H	5,35,99,204	3,69,90,001
Voluntary Contributions/Sponsorships/Grants	I	7,38,72,586	4,11,06,516
Interest and Other Incomes	J	96,43,816	80,97,603
<b>TOTAL - A</b>		<b>13,71,15,606</b>	<b>8,61,94,120</b>
<b>EXPENDITURE</b>			
Skill development & other programme expenses	K	2,36,81,743	31,91,730
Employee cost and benefits	L	10,72,47,870	4,56,13,185
Administration and other operating expenses	M	3,41,94,350	2,39,13,320
Finance cost	N	10,39,043	9,18,596
Depreciation on fixed assets	C	43,78,205	16,91,912
<b>TOTAL - B</b>		<b>17,05,41,211</b>	<b>7,53,28,743</b>
<b>Excess of Expenditure Over Income Transferred to Capital Fund (A-B) - Surplus/(Deficit)</b>		<b>(3,34,25,605)</b>	<b>1,08,65,377</b>
<b>Significant Accounting Policies &amp; Notes on Accounts</b>	<b>1 &amp; 2</b>		

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: July 04, 2023



For and on behalf of Trustees of

**DESHPANDE EDUCATIONAL TRUST**



**Perampalli Narasimha Nayak**

Managing Trustee and CEO

Place: Hubli

Date: July 04, 2023



**Shreekant Deshpande**

Trustee

Place: Hubli

Date: July 04, 2023

## DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

Schedule reference	PARTICULARS	AS AT March 31, 2023 Rs.	AS AT March 31, 2022 Rs.
A	<b>CAPITAL FUND</b>		
	<b>Opening balance</b>	18,65,43,784	16,82,22,637
	<b>Add:</b> Corpus grant received during the year	-	74,55,770
		18,65,43,784	17,56,78,407
	<b>Less:</b> Excess of expenditure over income	(3,34,25,605)	1,08,65,377
	<b>Closing balance</b>	<b>15,31,18,179</b>	<b>18,65,43,784</b>
B	<b>Unsecured Loans</b>		
	Deshpande Foundation	50,15,333	49,46,770
	<b>TOTAL</b>	<b>50,15,333</b>	<b>49,46,770</b>
C	<b>Fixed assets (Details given in separate sheet)</b>	<b>1,05,04,831</b>	<b>49,97,274</b>
D	<b>Loans Advances, Deposits and Current Assets</b>		
a	<b>Balance with revenue authority</b>		
	Income tax deposit (refer note 1.e)	11,84,355	11,84,355
	TDS receivable	13,83,341	11,94,660
		<b>25,67,696</b>	<b>23,79,015</b>
b	<b>Deposits</b>		
	Gas deposit	15,000	15,000
	Swatabtra Senani Bafna Petroleums	30,000	-
	Nizamabad Rent Deposit	39,000	-
		<b>84,000</b>	<b>15,000</b>
c	<b>Loans and advances</b>		
	Advance to suppliers	73,831	14,46,206
	Office advance	83,609	11,509
		<b>1,57,440</b>	<b>14,57,715</b>
d	<b>Other current assets</b>		
	Foundation for Sandbox Startup Initiative	24,400	24,400
	Prepaid expenses	43,55,417	2,00,537
		<b>43,79,817</b>	<b>2,24,937</b>
	<b>TOTAL</b>	<b>71,88,953</b>	<b>40,76,667</b>
E	<b>Cash and bank balances</b>		
	Cash on hand	-	-
	<b>Cash at bank</b>		
	In savings bank accounts	14,41,89,314	17,66,40,384
	In fixed deposits	3,36,42,479	3,21,02,830
	<b>TOTAL</b>	<b>17,78,31,793</b>	<b>20,87,43,214</b>



## DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

Schedule reference	PARTICULARS	AS AT March 31,2023 Rs.	AS AT March 31,2022 Rs.
<b>F</b>	<b><u>Current Liabilities</u></b>		
<b>a</b>	<b><u>Creditors for expenses</u></b>		
	Electricity charges payable	5,48,596	5,00,644
	Internal audit fee payable- SDU	4,32,000	2,16,000
	Other expenses payable	5,27,526	4,54,691
	Other payables	31,37,130	4,44,509
	Statutory audit fees payable	2,61,360	2,37,600
	Consultants charges payable	11,06,998	-
	Security & house keeping charges payable	9,29,165	5,78,037
	<b>69,42,775</b>	<b>24,31,481</b>	
<b>b</b>	<b><u>Deposits</u></b>		
	Canteen deposit	20,00,000	20,00,000
	Library book deposit	7,800	7,500
	<b>TOTAL</b>	<b>20,07,800</b>	<b>20,07,500</b>
<b>c</b>	<b><u>Employee dues</u></b>		
	Salary, stipend, bonus & other payable	12,37,113	2,86,415
	Variable Pay Payable	7,37,584	-
	Contract Staff payable	41,97,825	-
	<b>61,72,522</b>	<b>2,86,415</b>	
<b>d</b>	<b><u>Over Draft</u></b>		
	Canara bank	1,62,89,555	1,68,33,450
	(Secured by fixed deposits held in the name of Trust)		
	Kotak Credit Card	1,96,474	56,508
	<b>1,64,86,029</b>	<b>1,68,89,958</b>	
<b>e</b>	<b><u>Other liability</u></b>		
	Covid-19	96,136	96,136
	<b>96,136</b>	<b>96,136</b>	
<b>f</b>	<b><u>Statutory dues</u></b>		
	ESIC contributions	1,74,769	60,412
	GST 18% (RCM)	70,023	49,475
	Professional tax	40,400	30,600
	Provident fund	17,22,317	12,10,715
	Tax deducted at source dues	6,43,400	1,94,556
	<b>26,50,909</b>	<b>15,45,758</b>	
	<b>TOTAL</b>	<b>3,43,56,171</b>	<b>2,32,57,248</b>
<b>G</b>	<b><u>Provisions</u></b>		
	Provision for leave encashments	23,89,585	21,26,856
	Provision for gratuity	6,46,309	9,42,498
	<b>TOTAL</b>	<b>30,35,894</b>	<b>30,69,354</b>





## DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

Schedule reference	PARTICULARS	AS AT March 31, 2023 Rs.	AS AT March 31, 2022 Rs.
<b>H</b>	<b><u>Revenue from Skill Training Programs</u></b>		
	Rental from hostel	5,59,500	60,24,800
	Skill training programs	5,30,39,704	2,12,48,851
	<b>TOTAL</b>	<b>5,35,99,204</b>	<b>2,72,73,651</b>
<b>I</b>	<b><u>Voluntary Contributions/Sponsorships/Grants</u></b>		
	Deshpande Foundation	3,36,96,105	3,92,15,777
	HESCOM	21,60,000	-
	Cherysh Trust	1,00,000	-
	Ramba Charitable Trust	17,50,000	-
	NABARD	11,76,835	18,90,739
	iMerit	13,97,720	-
	Fidelity	3,25,91,926	-
	Ashok V	10,00,000	-
	<b>TOTAL</b>	<b>7,38,72,586</b>	<b>4,11,06,516</b>
<b>J</b>	<b><u>Interest and Other Incomes</u></b>		
	Interest from - savings bank A/c	70,17,406	61,04,692
	Interest on fixed deposit	17,10,830	16,45,900
	Liabilities no longer payable	3,80,299	-
	Other income	5,35,281	3,47,011
	<b>TOTAL</b>	<b>96,43,816</b>	<b>80,97,603</b>





## DESHPANDE EDUCATIONAL TRUST

SCHEDULES TO AND FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

Schedule reference	PARTICULARS	AS AT March 31,2023 Rs.	AS AT March 31,2022 Rs.
<b>K</b>	<b><u>Skill Development &amp; Other Programme Expenses</u></b>		
	Fees Refund	-	-
	Guest expenses	3,06,860	2,46,092
	Hostel & other rent	12	12
	Orientation kits & training aides	1,87,60,589	16,30,353
	Publicity, outreach & information's	17,93,802	12,28,043
	Student welfare	99,126	87,230
	Event Expenses	22,50,354	-
	Sponsorship	4,66,000	-
	Faculty Honorarium	5,000	-
	<b>TOTAL</b>	<b>2,36,81,743</b>	<b>31,91,730</b>
<b>L</b>	<b><u>Employee cost and benefits</u></b>		
	Bonus & incentives	2,09,959	-
	Employee leave encashment	5,66,963	5,17,082
	Employee gratuity	30,84,362	19,97,060
	ESI- employer contributions	6,81,406	6,47,038
	EPF- employer contributions	51,10,356	43,68,377
	Salaries and wages	6,59,64,289	3,75,33,061
	Staff welfare	8,56,057	3,52,630
	Trainers stipend	-	1,97,937
	Contract staff	3,06,14,695	-
	Staff Insurance	1,59,782	-
	<b>TOTAL</b>	<b>10,72,47,869</b>	<b>4,56,13,185</b>
<b>M</b>	<b><u>Administration and Other Operating Expenses</u></b>		
	Books, periodicals & subscriptions	11,245	18,313
	Electricity and water charges	55,09,012	43,15,842
	Liquidate Damage Charges	-	12,00,000
	Printing & office supplies	9,18,705	3,44,502
	<b>Professional charges</b>		-
	Audit fees -statutory audit	2,59,600	2,36,000
	Bad debts	26,712	-
	Internal audit fees	4,72,000	4,72,000
	Legal & other professional charges	60,72,088	37,56,632
	Repair & maintenance-building	32,44,238	19,03,066
	Rates & taxes	12,87,265	7,25,946
	Security & house keeping charges	1,01,28,800	75,31,984
	Travelling & conveyance	40,39,139	9,34,079
	Telephone, internet & postage	18,87,229	15,80,435
	Vehicle maintenance	3,38,317	2,73,027
	<b>TOTAL</b>	<b>3,41,94,350</b>	<b>2,32,91,826</b>
<b>N</b>	<b><u>Finance Cost</u></b>		
	Bank charges	33,427	22,582
	Interest on overdraft	10,05,616	8,96,014
	<b>TOTAL</b>	<b>10,39,043</b>	<b>9,18,596</b>



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**DESHPANDE EDUCATIONAL TRUST**

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

**Receipts and Payment Account for the year ended on March 31, 2023**

PARTICULARS	ANX	FOR THE YEAR ENDED March 31, 2023 Rs.	FOR THE YEAR ENDED March 31, 2022 Rs.
<b>OPENING BALANCE</b>			
Cash and bank balances - including overdraft facility	1	15,97,50,426	14,34,02,030
<b>ADD: RECEIPTS</b>			
Revenue from skill training programs	2	5,35,99,204	3,69,90,001
Voluntary contributions/sponsorships		7,38,72,586	3,80,29,813
Corpus fund contributions		-	74,55,770
Unsecured loan - Deshpande Foundation		68,563	(29,988)
Security deposits & other dues		300	600
Interest and other receipts	3	92,50,052	80,73,203
<b>TOTAL</b>		<b>29,65,41,131</b>	<b>23,39,21,429</b>
<b>LESS: PAYMENTS</b>			
Skill development & other programme	4	2,36,81,743	31,91,730
Trainers & other employee cost and benefits	5	10,43,59,377	4,31,28,895
Administration and other operating expenses	6	3,11,82,260	2,22,36,799
Finance cost	7	10,39,043	9,18,596
Additions to fixed deposits	8	15,39,649	14,85,263
Additions to fixed assets	9	94,91,996	5,69,974
Other payments/Dues	10	(24,56,223)	26,39,746
<b>TOTAL</b>		<b>16,88,37,846</b>	<b>7,41,71,003</b>
<b>CLOSING BALANCE</b>			
Cash and Bank Balances (Including Overdraft Facility)	1	12,77,03,285	15,97,50,426

Annexures 1 to 10 forms an integral part of financial statements

As per our report of even date attached  
For SURESH & CO.Chartered Accountants  
FRN: 004255SUdupi Vikram  
Partner

Mem No.: 227984

Place: Bengaluru

Date: July 04, 2023

For and on Behalf of Trustees of  
DESHPANDE EDUCATIONAL TRUSTPerampalli Narasimha Nayak  
Managing Trustee and CEO

Place: Hubli




Date: July 04, 2023

Shreekant Deshpande  
Trustee

Place: Hubli

Date: July 04, 2023

<b><u>DESHPANDE EDUCATIONAL TRUST</u></b>			
<b>ANNEXURES TO RECEIPTS &amp; PAYMENTS A/C FOR THE YEAR ENDED MARCH 31, 2023</b>			
ANNEXURE	PARTICULARS	For the Year Ended	
		March 31, 2023 Rs.	March 31, 2022 Rs.
1	<b><u>Cash and Bank Balances</u></b>		
	i. Bank over draft	(1,64,86,029)	(1,68,89,958)
	ii. Cash on hand	-	-
	iii. Cash at saving bank	14,41,89,314	17,66,40,384
	<b>TOTAL</b>	<b>12,77,03,285</b>	<b>15,97,50,426</b>
2	<b><u>Revenue from Skill Training Programs</u></b>		
	Income From other Program	-	97,16,350
	Rental from Hostel	5,59,500	60,24,800
	Skill training programs	5,30,39,704	2,12,48,851
	<b>TOTAL</b>	<b>5,35,99,204</b>	<b>3,69,90,001</b>
3	<b><u>Interest and Other Receipts</u></b>		
	Interest from - Savings Bank A/c	70,17,406	61,04,692
	Interest on FD	17,10,830	16,45,900
	Other income	5,21,816	3,22,611
	<b>TOTAL</b>	<b>92,50,052</b>	<b>80,73,203</b>
4	<b><u>Skill Development &amp; Other Programme Expenses</u></b>		
	Guest expenses	3,06,860	2,46,092
	Hostel & other rent	12	12
	Faculty Honorarium	5,000	-
	Orientation kits & training aides	1,87,60,589	16,30,353
	Publicity, outreach & information's	17,93,802	12,28,043
	Student welfare	99,126	87,230
	Event Expenses	22,50,354	-
	Sponsorship	4,66,000	-
	<b>TOTAL</b>	<b>2,36,81,743</b>	<b>31,91,730</b>
5	<b><u>Trainers &amp; Other Employee Cost and Benefits</u></b>		
	Bonus & incentives	2,09,959	-
	Employee Leave Encashment	3,04,234	1,85,398
	Employee gratuity	33,80,551	93,269
	ESI- employer contributions	5,67,049	6,67,586
	EPF- employer contributions	45,98,754	43,03,958
	Salaries and wages	6,41,37,862	3,73,28,117
	Staff welfare	8,56,057	3,52,630
	Trainers stipend	-	1,97,937
	Contract staff	2,64,16,870	-
	Staff Insurance	38,88,041	-
	<b>TOTAL</b>	<b>10,43,59,377</b>	<b>4,31,28,895</b>

<b><u>DESHPANDE EDUCATIONAL TRUST</u></b>			
<b>ANNEXURES TO RECEIPTS &amp; PAYMENTS A/C FOR THE YEAR ENDED MARCH 31, 2023</b>			
ANNEXURE	PARTICULARS	For the Year Ended	
		March 31, 2023 Rs.	March 31, 2022 Rs.
6	<b><u>Administration and Other Operating expenses</u></b>		
	Books, Periodicals & Subscriptions	11,245	18,313
	Electricity & Water Charges	54,61,060	42,43,031
	Liquidated Damages	-	12,00,000
	Printing & Office Supplies	9,18,705	3,44,502
	<b>Professional charges</b>		
	Audit Fees -Statutory Audit	2,35,840	2,40,375
	Internal Audit Fees	2,56,000	3,94,125
	Legal & Other Professional Charges	33,33,783	36,14,829
	Repair & Maintenance	32,70,950	19,03,066
	Rates & Taxes	12,87,265	7,25,946
	Security & House Keeping Charges	97,16,105	69,38,466
	Travelling & Conveyance	40,39,139	9,34,079
	Telephone, Internet & Postage	23,13,852	15,80,435
	Vehicle Maintenance	3,38,317	99,632
	<b>TOTAL</b>	<b>3,11,82,260</b>	<b>2,22,36,799</b>
7	<b><u>Finance Cost</u></b>		
	Bank Charges	33,427	22,582
	Interest on Overdraft	10,05,616	8,96,014
	<b>TOTAL</b>	<b>10,39,043</b>	<b>9,18,596</b>
8	<b><u>Additions to Fixed Deposits</u></b>	15,39,649	14,85,263
	<b>TOTAL</b>	<b>15,39,649</b>	<b>14,85,263</b>
9	<b><u>Additions to Fixed Assets</u></b>		
	Computers & Software	91,72,736	4,30,673
	Furnitures & Fixtures	56,050	17,862
	Leasehold Improvement	-	-
	Office Equipment	2,63,210	1,21,439
	<b>TOTAL</b>	<b>94,91,996</b>	<b>5,69,974</b>
10	<b><u>Other Payments/Receipts</u></b>		
	Office advance	72,100	14,25,472
	Other Payables	(27,86,004)	10,52,303
	TDS on Income	1,88,681	1,61,971
	Rent & Other Deposits	69,000	
	<b>TOTAL</b>	<b>(24,56,223)</b>	<b>26,39,746</b>





**DESHBANDE EDUCATIONAL TRUST**

SCHEDULE - C SCHEDULE OF FIXED ASSETS AS ON 31ST MARCH 2023

PARTICULARS	RATE %	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
		AS AT 01.04.2022	ADDITIONS DURING THE YEAR I HALF	ADDITIONS DURING THE YEAR II HALF	DELETIONS/ADJUSTMENTS DURING THE YEAR	AS AT 31.03.2023	AS AT 01.04.2022	FOR THE YEAR	AS AT 31.03.2023	AS AT 31.03.2023	AS AT 31.03.2022
COMPUTERS, SOFTWARE AND ACCESSORIES	40%	1,91,77,990	64,45,899	27,26,837	-	2,83,50,726	1,72,62,315	38,50,433	2,11,12,748	72,37,978	19,15,675
FURNITURE & FIXTURES	10%	12,62,013	56,080	-	1,31,713	13,86,350	4,10,308	1,04,067	5,14,375	6,71,975	8,51,705
VEHICLE	15%	36,68,375	-	-	-	36,68,375	25,08,663	1,74,047	26,82,110	9,86,265	11,60,312
OFFICE/TRAINING EQUIPMENT	15%	19,74,162	1,56,878	1,06,332	-	22,37,372	8,68,232	1,96,639	10,64,891	11,72,481	11,05,910
LEASE HOLD IMPROVEMENT-VRCCIA	10%	5,98,260	-	-	-	5,98,260	1,13,669	48,459	1,62,128	4,36,132	4,84,591
TOTAL		2,66,80,800	66,58,827	28,33,169	1,31,713	3,60,41,083	2,11,58,047	43,78,205	2,55,36,252	1,05,04,831	55,18,193
PREVIOUS YEAR		2,67,46,344	47,610	5,22,364	6,35,519	2,66,80,799	1,99,91,614	16,91,912	2,16,83,526	49,97,274	67,54,730

(Amounts in INR)

*[Handwritten Signature]*  
  
*[Handwritten Signature]*

# DESHPANDE EDUCATIONAL TRUST

## Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2023

### 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, 2023

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 Trust 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, 2023

**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 45 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.63,71,600/-, 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.90,61,807/-, for the AY 2017-18 of Rs. 1,31,09,706/- and for the AY 2021-22 of Rs.64,51,210/- 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	3,49,94,323 (2,93,81,910/-)
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)	3,37,86,105/- (3,92,15,777/-)
		Corpus fund	NIL (NIL)
		Rent	12/- (12/-)
		Unsecured Loan (Net)	50,15,321/- (49,46,770/-)



## DESHPANDE EDUCATIONAL TRUST

### Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2023

#### 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 31.03.2023 Rs.	As at 31.03.2022 Rs.
1.	Assumptions		
	Discount Rate	7.54%	7.50%
	Salary Escalation	7.0%	7.0%
2	Table Showing changes in present value of Obligation		
	Present value of obligations as at beginning of year	79,55,784	61,62,608
	Interest cost	5,65,475	4,17,715
	Current Service Cost	16,47,877	12,86,524
	Benefits Paid	(8,32,224)	(5,75,149)
	Actuarial (gain)/ loss on obligations	12,40,986	6,64,085
	Present value of obligations as at end of year	1,05,77,898	79,55,784
3.			
	Fair value of plan assets at beginning of year	70,13,287	71,67,171
	Expected return on plan assets	NIL	NIL
	Contributions	33,80,550	50,000
	Benefits Paid	(8,32,224)	(5,75,149)
	Actuarial gain/(loss) on Plan assets	(2,51,583)	(1,19,652)
	Fair value of Plan assets at the end of the year	99,31,589	70,13,287
4.	Table showing fair value of plan assets		
	Fair value of plan assets at beginning of year	70,13,287	71,67,171
	Actual return on plan assets	6,21,559	4,90,917
	Contributions	33,80,550	50,000
	Benefits Paid	(8,32,224)	(5,75,149)
	Actuarial gain/(loss) on Plan assets		
	Fair value of plan assets at the end of year	99,31,589	70,13,287
	Fund Status	(6,46,309)	(9,42,497)
	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, 2023

5.	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	14,92,569	7,83,737
	Actuarial (gain)/ loss for the year - plan assets	NIL	NIL
	Total (gain)/ loss for the year	14,92,569	7,83,737
	Actuarial (gain)/ loss recognized in the year	14,92,569	7,83,737
6.	The amounts to be recognized in the Balance Sheet and Income & Expenditure Account		
	Present value of obligations as at the end of year	1,05,77,898	79,55,784
	Fair value of plan assets as at the end of the year	99,31,589	70,13,287
	Fund Status	(6,46,309)	(9,42,497)
	Net asset/(liability) recognized in balance sheet	(6,46,309)	(9,42,497)
7.	Expenses Recognised in statement of Profit and loss		
	Current Service cost	16,47,877	12,86,524
	Interest Cost	5,65,475	4,17,715
	Expected return on plan assets	(6,21,559)	(4,90,917)
	Net Actuarial (gain)/ loss recognized in the year	12,40,986	6,64,085
	Expenses recognised in statement of Profit and loss	30,84,362	19,97,060

**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 2022-23 report received from Armstrong International Employee benefits solution.

#### c. Leave Encashment Benefits

Sl. No.	Particulars	As At 31.03.2023 Rs.	As at 31.03.2022 Rs.
1.	Assumptions		
	Discount Rate	7.54%	7.50%
	Salary Escalation	7.00%	7.00%
2	Table Showing changes in present value of Obligation		
	Present value of obligations as at beginning of year	21,26,856	17,95,172
	Interest cost	-	1,21,046
	Current Service Cost	-	8,64,018
	Benefits Paid	(3,04,234)	(1,85,398)
	Actuarial (gain)/ loss on obligations	-	(4,67,982)
	Present value of obligations as at end of year	23,89,585	21,26,856





## DESHPANDE EDUCATIONAL TRUST

### Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2023

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	(3,04,234)	(1,85,398)
	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	(3,04,234)	(1,85,398)
	Actuarial gain/(loss) on Plan assets	NIL	NIL
	Fair value of plan assets at the end of year	NIL	NIL
	Fund Status	(23,89,585)	(21,26,856)
	Excess of Actual over estimated return on plan assets	NIL	NIL
5.	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	NIL	(4,67,982)
	Actuarial (gain)/ loss for the year - plan assets	NIL	NIL
	Total (gain)/ loss for the year	NIL	(4,67,982)
	Actuarial (gain)/ loss recognized in the year	NIL	(4,67,982)
6.	The amounts to be recognized in the Balance Sheet and Income & Expenditure Account		
	Present value of obligations as at the end of year	23,89,585	21,26,856
	Fair value of plan assets as at the end of the year	NIL	NIL
	Fund Status	(23,89,585)	(21,26,856)
	Net asset/(liability) recognized in balance sheet	(23,89,585)	(21,26,856)
7.	Expenses Recognised in statement of Profit and loss		
	Current Service cost	NIL	8,64,018
	Interest Cost	NIL	1,21,046
	Expected return on plan assets	NIL	NIL
	Net Actuarial (gain)/ loss recognized in the year	NIL	4,67,982
	Expenses recognised in statement of Profit and loss	5,66,963	5,17,082



## DESHPANDE EDUCATIONAL TRUST

### Schedule – 1&2: Significant Accounting Policies and Notes forming part of the financial statements for the year ended on March 31, 2023

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**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



Perampalli Narasimha Nayak  
Managing Trustee and CEO



Shreekant Deshpande  
Trustee