

**INDEPENDENT AUDITOR'S REPORT (For FCRA Account)**

**To the Trustees of "Education Quality Foundation of India"**

**1. Report on the Financial Statements (FCRA A/c)**

We have audited the accompanying financial statements of Education Quality Foundation of India ("the Trust") which comprise the Balance Sheet as at March 31, 2020, Income & Expenditure Account and Receipt & Payment Account for the year then ended and a summary of significant accounting policies and other explanatory information.

**2. Management's Responsibility for the Financial Statements**

Trust's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the Trust. This responsibility includes maintenance of adequate accounting records for safeguarding of the assets of the Trust and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are responsible and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**3. Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making of those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



#### 4. Opinion

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

- (a) in the case of the Balance Sheet, of the state of affairs of the Trust as at March 31, 2020
- (b) in the case of Income & Expenditure account, of the excess of income over expenditure for the year ended on that date and
- (c) in the case of Receipt & Payment account, of the inflow & outflow of the funds for the year ended on that date.

#### 5. We further report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Trust so far as appears from our examination of those books.
- c) The financial statements viz. Balance Sheet, Income & Expenditure Account and Receipt & payment Account dealt with by this Report are in agreement with the books of accounts.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards issued by the Institute of Chartered Accountants of India.

For **RAJNISH & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
ICAI Firm Reg. No. 014666N



**RAJNISH AGGARWAL**  
Partner

M. No: - 081180

UDIN: 20081180AAAA BT5469

Place: New Delhi

Date: 23-12-2020

**Education Quality Foundation of India (FCRA)**

**B-3/15, Basement, Vasant Vihar, New Delhi - 110057**

**Balance Sheet as at 31.03.2020**

Particulars	As on 31st March 2020	As on 31st March 2019
<b>Sources of Funds</b>		
<b>Excess of Income over expenditure</b>		
- Opening Balance	7,91,478	7,91,478
Add: Excess of income over expenditure for the year	2,15,154	
<b>Total</b>	<b>10,06,632</b>	<b>7,91,478</b>
<b>Application of Funds</b>		
<b>Current Assets, Loans &amp; Advances</b>		
<b>Current Assets</b>		
Balance with Banks	11,43,016	10,05,570
Staff Imprest And Other Advances	23,368	3,40,255
Amount Recoverable from Tax Authorities	7,146	7,146
(A)	11,73,530	13,52,971
<b>Less: Current Liabilities &amp; Provisions</b>		
<b>Current Liabilities</b>		
Unutilised Grant at the end of the year	55,450	5,47,678
Sundry Creditors And Expenses Payable	1,11,448	12,815
Statutory Liabilities Payable	-	1,000
(B)	1,66,898	5,61,493
<b>Net Current Assets</b>	<b>10,06,632</b>	<b>7,91,478</b>
<b>Total</b>	<b>10,06,632</b>	<b>7,91,478</b>

**Accounting Policies & Notes to Accounts: Note - 1**

For **EDUCATION QUALITY FOUNDATION OF INDIA**

*Anjke Prakash*  
(Managing Trustee)



As per Audit report of even date annexed

For **Rajnish & Associates**  
Chartered Accountants  
ICAI FIRM REG. NO. - 014666N

Date: *23-12-2020*  
Place: New Delhi

*Rajnish Aggarwal*  
RAJNISH AGGARWAL  
(PARTNER)  
M. No. 081180

**Education Quality Foundation of India (FCRA)**

**B-3/15, Basement, Vasant Vihar, New Delhi - 110057**

**Income & Expenditure A/c for the year 01.04.2019 to 31.03.2020**

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
<b>Income</b>		
<b>Foreign Grants received</b>		
Opening unutilized Balance	5,47,678	
Add :-Received during the year	26,38,000	
Less :- Closing unutilized balance	(55,450)	
Interest on Savings Bank A/c	31,30,228	25,41,904
	44,010	61,580
<b>Total Income</b>	<b>31,74,238</b>	<b>26,03,484</b>
<b>Expenditure</b>		
Education Program Implementation Expenses	5,51,587	18,82,363
Consultancy, Retainership & Professional fees	1,97,249	81,250
Printing, Stationery, Binding & Photostats Expenses	16,048	-
Establishment Expenses	21,73,714	5,05,321
Administrative Expenses	20,486	6,237
<b>Total Expenditure</b>	<b>29,59,084</b>	<b>24,75,171</b>
Excess of Income over Expenditure	2,15,154	1,28,313
	<b>31,74,238</b>	<b>26,03,484</b>

**Accounting Policies & Notes to Accounts: Note -1**

For **EDUCATION QUALITY FOUNDATION OF INDIA**

*Anil Prakash*

(Managing Trustee)



**As per Audit report of even date annexed**

**For Rajnish & Associates  
Chartered Accountants  
ICAI FIRM REG. NO. - 014666N**

Date: *23-12-2020*  
Place: New Delhi

*Rajnish Aggarwal*  
**RAJNISH AGGARWAL  
(PARTNER)  
M. No. 081180**

**Education Quality Foundation of India (FCRA)**  
**B-3/15, Basement, Vasant Vihar, New Delhi - 110057**  
**Receipt & Payment A/c For the Period of 01.04.2018 To 31.03.2020**

RECEIPTS	Current Year	Previous Year	PAYMENTS	Current Year	Previous Year
<b>i. Opening Balance</b> Bank Balances in SB Accounts	10,05,570	23,22,668	<b>i. Expenses Paid</b> Education Program Implementation Expenses Consultancy, Retainership & Professional fees Establishment Expenses Administrative & Travel Expenses	5,51,587 1,01,605 21,73,714 33,545	18,82,363 81,250 5,38,923 6,237
<b>ii. Income Realized</b> Grants received Interest on Saving Bank Account	26,38,000 44,010	14,81,342 61,580	<b>ii. Current Liabilities</b> Statutory & Other Liabilities	1,000	-
<b>iii. Current Assets</b> Recovery of Advances from Staff	3,16,887	-	<b>iii. Current Assets</b> Staff Imprest & Other Advances	-	3,51,247
<b>iv. Closing Balance</b> Bank Balances in SB Accounts Cheque In Hand			<b>iv. Closing Balance</b> Bank Balances in SB Accounts Cheque In Hand	3,55,016 7,88,000	10,05,570 -
<b>TOTAL</b>	<b>40,04,467</b>	<b>38,65,590</b>	<b>TOTAL</b>	<b>40,04,467</b>	<b>38,65,590</b>

Accounting Policies & Notes to Accounts: Note - 1  
For EDUCATION QUALITY FOUNDATION OF INDIA



*Anil Prakash*  
(Managing Trustee)

Date: 23-12-2020  
Place: New Delhi

As per Audit report of even date annexed  
For Rajnish & Associates  
Chartered Accountants  
ICAI FIRM REG. NO. - 014666N



*Rajnish Aggarwal*  
**RAJNISH AGGARWAL**  
Partner  
M.No. 081150

Significant Accounting Policies & Notes to the Accounts forming part of financial statements for the year ending 31<sup>st</sup> March, 2020

**1. Background**

**Organization Background and Registration**

Education Quality Foundation of India is a Trust registered under Indian Trust Act, 1882 formed through a trust deed duly executed and registered on 13th April, 2007. The main objects of the Trust are:

- i) Establish Quality Standards, conduct Quality Assurance and Accredite Schools.
- ii) Measure learning levels, provide benchmarks, and drive data based milestones for improvement.
- iii) Assess impact of and provide feedback to education initiatives and programs by following rigorous evaluation and assessment systems.
- iv) Identify and Award best performing schools on EQFI's school assessment criteria.

**2. Significant accounting policies**

**(i) Basis of preparation**

The books of accounts are prepared under the historical cost convention and in accordance with the generally accepted principles of accounting and in compliance with the accounting standards issued by the Institute of Chartered Accountants of India.

**(ii) Fixed Assets and Depreciation**

Fixed Assets have been stated at cost of acquisition less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable cost of bringing the asset to working condition for its intended use. Depreciation is provided in the books of accounts on written down value basis based upon the rates prescribed in the Income Tax Rules, 1962. Depreciation on fixed assets acquired during the year will be charged on pro-rata basis. Depreciation on fixed assets will not be charged unless these were put to use during the year.

**(iii) Investments**

Long Term investments (both quoted and unquoted) are valued at cost. Provision is made to recognize a decline, other than temporary, in the value of the investments. Short Term investments are valued at cost or net realizable value whichever is less.

**(iv) Foreign exchange transactions**

Foreign exchange transactions are recorded at the exchange rates prevailing at the date of the transaction. Realized gains and losses during the year on the foreign exchange transactions are recognized in the income & expenditure account. Monetary items of assets and liabilities relating to foreign currency transactions are translated at the year-end rates and resultant gains/losses are recognized in the income & expenditure account.

**(v) Revenue and expenses recognition**

**a. Accounting of Grants/ Donations**

Grants including foreign grants will be considered as income on receipt basis.



*Anil Prakash*



EDUCATION QUALITY FOUNDATION OF INDIA (FCRA)

Donations/ grants received for specific expenditures pursuant to agreements entered into with the donors are considered as a liability (Unutilized grant) until the intended activities has been completed.

**b. Interest Income**

Interest income on fixed deposits is recognized using the time proportion method, based on interest implicit in transaction.

**c. Revenue & Expenses**

The Trust is following accrual system of accounting and all the revenues are recognized as and when the same become due to receive. All the expenses are accounted for as and when the same become due for payment.

(vi) **Trust/ Corpus Fund**

Trust/ Corpus Fund represent the unrestricted funds of the Trust.

(vii) **Retirement benefits**

Defined contribution plan: Provident Fund

All employees of the Society are entitled to receive benefits under the provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate as per the provisions of The Employees Provident Fund and Miscellaneous Provisions Act, 1952. These contributions are made to the fund administered and managed by the Government of India. Society's contribution towards provident fund is charged to Income and Expenditure Account.

Defined benefit plans: Gratuity

Gratuity is a post-employment benefit and is in nature of defined benefit plan. The liability recognized in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the balance sheet date less the fair value of the plan assets, if any together with adjustments for unrecognized actuarial gains or losses and past service costs. The defined benefit obligation is calculated at the balance sheet date by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to the Income and Expenditure Account in the year in which such gains or losses arise.

Defined benefit plans: Leave Encashment

Unveiled leaves are not allowed to be accumulated for encashment on retirement or superannuation and are not encashable during the tenure of his/he service or on retirement or superannuation, however, maximum 12 (Twelve) leaves shall be carried forwarded for succeeding one year for being availed and shall be lapsed these after.

(viii) **General Fund**

General fund represents the unrestricted funds of the trust and shall be utilized for the objectives specified in the trust deed.



*Anjee Prakash*



