

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, 2019, 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, 2019,
- (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: 19081180 AA AAA N4855
Place: New Delhi
Date: 08-08-2019



Education Quality Foundation of India (FCRA)

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

Balance Sheet as at 31.03.2019

| Particulars | As on 31st March 2019 | As on 31st March 2018 |
|---|--------------------------|--------------------------|
| Sources of Funds | | |
| <u>Excess of Income over expenditure</u> | | |
| - Opening Balance | 6,63,165 | 3,41,297 |
| Add: Excess of income over expenditure for the year | 1,28,313 | 3,21,868 |
| Total | 7,91,478 | 6,63,165 |
| Application of Funds | | |
| <u>Current Assets, Loans & Advances</u> | | |
| Current Assets | | |
| Balance with Banks | 10,05,570 | 23,22,668 |
| Staff Imprest And Other Advances | 3,40,255 | 9,645 |
| Amount Recoverable from Tax Authorities | 7,146 | 7,146 |
| (A) | 13,52,971 | 23,39,460 |
| <u>Less: Current Liabilities & Provisions</u> | | |
| Current Liabilities | | |
| Unutilised Grant at the end of the year | 5,47,678 | 16,08,240 |
| Sundry Creditors And Expenses Payable | 12,815 | 67,055 |
| Statutory Liabilities Payable | 1,000 | 1,000 |
| (B) | 5,61,493 | 16,76,295 |
| Net Current Assets | (A-B) 7,91,478 | 6,63,165 |
| Total | 7,91,478 | 6,63,165 |

Accounting Policies & Notes to Accounts: Schedule - 1

For: **EDUCATION QUALITY FOUNDATION OF INDIA**

(Managing Trustee)



Auditor's Report

As per our report of even date annexed

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

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



**Date: 08-08-2019
Place: New Delhi**

Education Quality Foundation of India (FCRA)

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

Income & Expenditure A/c for the year 01.04.2018 to 31.03.2019

| Particulars | For the year ended 31st March 2019 | For the year ended 31st March 2018 |
|--|---------------------------------------|---------------------------------------|
| Income | | |
| Foreign Grants received | | |
| Opening unutilized Balance | 16,08,240 | |
| Add :-Received during the year | 14,81,342 | |
| Less :- Closing unutilized balance | (5,47,678) | |
| Interest on Savings Bank A/c | 61,580 | 1,02,933 |
| Total Income | 26,03,484 | 56,54,043 |
| Expenditure | | |
| Program Implementation Expenses | 18,82,363 | 21,31,030 |
| Resource persons - Consultancy, Retainership & Professional fees | 81,250 | 77,742 |
| Printing, Binding & photostate Expenses And Stationery | - | 5,225 |
| Audit Fees | - | 6,030 |
| Establishment Expenses (including retirement benefits) | 5,05,321 | 30,07,800 |
| Communication Expenses | 100 | 18,734 |
| Office Expenses | 5,735 | 635 |
| Rent, Rates & Taxes | - | 31,640 |
| Electricity Expenses | - | 8,866 |
| Repair & Maintenance-building & office equipment | - | 1,770 |
| Miscellaneous Expenses | 402 | 42,704 |
| Total Expenditure | 24,75,171 | 53,32,176 |
| Excess of Income over Expenditure | 1,28,313 | 3,21,868 |
| | 26,03,484 | 56,54,043 |

Accounting Policies & Notes to Accounts: Schedule - 1

For **EDUCATION QUALITY FOUNDATION OF INDIA**

(Managing Trustee)



Date: 08-08-2019
Place: New Delhi

Auditor's Report
As per our report of even date annexed

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

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 31.03.2019

| RECEIPTS | Current Year | Previous Year | PAYMENTS | Current Year | Previous Year |
|--|---------------------|---------------------|---|--|--|
| i. Opening Balance Bank Accounts | 23,22,668 | 12,09,052 | i. Expenses Paid Program related Expenses Retainership & Professional Fees Establishment Expenses Admin. & Travel Expenses | 18,82,363 81,250 5,38,923 6,237 | 16,81,882 1,56,266 30,41,417 2,50,099 |
| ii. Income Realized Grants received Interest on Saving Bank Account | 14,81,342 61,580 | 62,24,400 96,108 | ii. Current Liabilities Statutory & Other Liabilities | - | 36,907 |
| | | | iii. Current Assets Staff Imprest & Other Advances | 3,51,247 | 40,321 |
| | | | iv. Closing Balance Bank Account | 10,05,570 | 23,22,668 |
| TOTAL | 38,65,590 | 75,29,560 | TOTAL | 38,65,590 | 75,29,560 |

Accounting Policies & Notes to Accounts: Schedule - I
For EDUCATION QUALITY FOUNDATION OF INDIA



Anil Prakash
(Managing Trustee)

Date: 08-08-2019
Place: New Delhi

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



Rajnish Aggarwal
RAJNISH AGGARWAL
Partner
M.No. 081180

EDUCATION QUALITY FOUNDATION OF INDIA (FCRA)

Financial Year 2018-19

Schedule -1

Significant Accounting Policies & Notes to the Accounts forming part of financial statements for the year ending 31st March, 2019

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.



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.



2. Notes to the Accounts

- (i) Contingent liabilities have not been provided in the books of accounts and have been shown as footnote in the notes to the accounts, if any.
- (ii) Claims not acknowledged as Debts Rs. NIL
- (iii) Estimated amount of contracts remaining to be executed on Capital Accounts and not provided for amounting to Rs. NIL.
- (iv) No Income Tax provision has been made in view of exemption u/s 11 of the Income Tax Act.
- (v) The Surplus of Income over Expenditure has been invested in accordance with the provisions of Section 11(5) of the Income Tax Act, 1961 in the modes and manner specified therein.
- (vi) The Trust has been granted an exemption under section 12AA of the Income Tax Act, 1961 vide letter no. DIT(E)/2007-08/E-300/693 dated 11th February, 2008. The exemption has been granted with effect from 11th February, 2008.
- (vii) The Trust has granted the renewal of exemption u/s 80G of the Income Tax Act, 1961 vide Certificate No. No. DEL-EE21372-31122009/2741 dated 31st December, 2009 from Director of Income Tax (Exemption) for a period from 01.04.2009 to 31.03.2012, however, this certificate shall be deemed to have been extended in perpetuity as per the amended provisions of Income Tax Act applicable with effect from 1st October, 2009.
- (viii) The Trust has been registered under the Foreign Contribution (Regulation) Act, 1976 for carrying out educational activities vide registration no.231661445 dated 4th July 2013. The registration has been further renewed for a period of 5 years with effect from 4th July, 2018.
- (ix) Figures have been rounded off to Rupees.

For EDUCATION QUALITY FOUNDATION OF INDIA

Ajale Prakash

(Managing Trustee)

Place: New Delhi

Date: 08-08-2019

