

B S R & Associates LLP

Chartered Accountants

Building No. 10, 12th Floor, Tower-C
DLF Cyber City, Phase-II
Gurugram – 122 002, India

Telephone: +91 124 7191000
Fax: +91 124 235 8613

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of Lotus Petal Charitable Foundation

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Lotus Petal Charitable Foundation ("the Trust"), which comprise the balance sheet as at 31 March 2023 and the income and expenditure account for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements give a true and fair view of the financial position of the Trust as at 31 March 2023, and of its excess of expenditure over income for the year then ended in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India ('ICAI').

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Trust in accordance with the Code of Ethics issued by the 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 on the financial statements.

Management's and Board of Trustees' Responsibility for the Financial Statements

The Trust's Management and Board of Trustees are responsible for the preparation of these financial statements that give a true and fair view of the financial position and excess of expenditure over income of the Trust in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI. This responsibility also includes design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring 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.

In preparing the financial statements, the Management and Board of Trustees are 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 the Board of Trustees either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees are also responsible for overseeing the Trust's financial reporting process.

Principal Office:

14 5th Floor, Lodha Excelus Apollo Miles Compound N.M. Joshi Marg,
Mahalaxmi Mumbai - 400011

Auditor's Responsibilities 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 auditors' 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 judgment 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 whether the Trust has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial statements made by the Management and Board of Trustees.
- Conclude on the appropriateness of the Management and Board of Trustees 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 auditors' report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with Board of Trustees 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.



We also provide Board of Trustees with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No.: 116231W/W-100024



Sandeep Batra

Partner

Membership No.: 093320

UDIN: 23093320BGZGRO2592

Place: Gurugram

Date: 30 October 2023

Lotus Petal Charitable Foundation
Balance Sheet as at 31 March 2023
(all amounts are in Indian Rupees)

	Schedule No.	As at 31 March 2023	As at 31 March 2022
SOURCES OF FUNDS			
NPO funds			
Corpus fund	3	-	-
General fund	4	8,245,052	65,275,597
Restricted fund	5	16,551,862	31,178,450
Asset fund	6	321,318,543	188,961,659
		<u>346,115,457</u>	<u>285,415,706</u>
Non-current liabilities			
Long-term provisions	7	7,295,199	5,361,094
		<u>7,295,199</u>	<u>5,361,094</u>
Current liabilities			
Current liabilities	8(a)	8,324,921	1,503,018
Other current liabilities	8(b)	31,894,723	8,624,970
Short term provisions	8(c)	201,581	148,735
		<u>40,421,225</u>	<u>10,276,723</u>
TOTAL		<u>393,831,881</u>	<u>301,053,523</u>
APPLICATION OF FUNDS			
Property, plant and equipment			
Gross block	9	354,563,115	202,219,759
Less: Accumulated depreciation/amortization		(33,244,573)	(13,258,100)
Net block		321,318,542	188,961,659
Capital work-in-progress	9	34,050,694	57,169,085
		<u>355,369,236</u>	<u>246,130,744</u>
Current assets, loans and advances			
Current investments			
Receivables			
Cash and bank balance	10	22,905,470	47,797,556
Short-term loans and advances	11	11,314,354	2,735,256
Inventories		-	106,242
Other current assets	12	4,242,821	4,283,725
		<u>38,462,645</u>	<u>54,922,779</u>
TOTAL		<u>393,831,881</u>	<u>301,053,523</u>

Significant accounting policies 2

The schedules referred to above form an integral part of the financial statements

As per our report of even date attached

For **BSR & Associates LLP**
Chartered Accountants

ICAI Firm Registration No.: 116231W/W-100024

Sandeep Batra
Partner
Membership No.: 093320

Place: Gurugram
Date: 30 October 2023

For and on behalf of
Lotus Petal Charitable Foundation

Kushal Raj Chakravorty

Kushal Raj Chakravorty
Managing Trustee

Place: Gurugram
Date: 30 October 2023

Manish Gupta
Governing Council Member

Place: Gurugram
Date: 30 October 2023



Lotus Petal Charitable Foundation

Significant Accounting Policies and Notes for the year ended 31 March 2023

1. Background

Lotus Petal Foundation is focused on providing free education and nutrition to children living in the urban slums of India. Besides education, Lotus Petal Foundation provide free primary and secondary healthcare to our children and their families.

Lotus Petal Charitable Foundation ("the Trust") is registered under the Indian Public Trust Act, 1882 vide registration certificate no. 23604 dated 18 November, 2011. The Trust has been granted an exemption under section 12A of the Income Tax Act, 1961, vide provisional registration number AAATL9266HE20214 dated 28 May 2021. The exemption has been granted with effect from 1 April 2021. The Trust is registered under the Foreign Contribution (Regulation) Act, 2010 to accept specified foreign contributions and has been granted the registration vide letter no. NO.II/21022/77 (0004)/2015-FCRA II dated 19 May 2015 with registration no. 172270086. The certificate of Registration is valid for a period of five years from the date of registration. It was further renewed w.e.f 18-May-20 vide renewal number 0300006162019 dated 29-Jun- 20.

2. Significant accounting policies

a) Basis of preparation

The financial statements of the Trust have been prepared under the historical cost convention, on the accrual basis of accounting in accordance with applicable accounting standards issued by the Institute of Chartered Accountants of India and the generally accepted accounting principles ("GAAP"). The accounting policies adopted in preparation of financial statements are consistent with those of previous year.

The Trust is a Level III enterprise in according with the "Applicability of Accounting Standards" issued by ICAI in November 2003. Accordingly, it is not required to comply with the following.

Accounting Standards (AS) not applicable to Level III enterprise in their entirety:

- AS 3, Cash Flow Statements;
- AS 17, Segment Reporting;
- AS 18, Related Party Disclosures;
- AS 21, Consolidated Financial Statements;
- AS 23, Accounting for Investments in Associates in Consolidated Financial Statements;
- AS 24, Discontinuing Operations; and
- AS 27, Financial Reporting of Interests in Joint Ventures (to the extent of requirements relating to consolidated financial statement).

Accounting Standards in respect of which relaxations from certain disclosure requirements have been given to Level III enterprises:

- AS 19, Leases – Paragraphs 22(c), (e) and (f); 25(a), (b) and (e); 37(a), (f) and (g); and 46(b), (d) and (e), of AS 19 are not applicable to level III enterprises;
- AS 20, Earning Per Share – Diluted earnings per share and information required by paragraph 48 of AS 20 are not required to be disclosed;
- AS 25, Interim Financial Reporting
- AS 29, Provisions Contingent Liabilities and Contingent Assets.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the



Lotus Petal Charitable Foundation

Significant Accounting Policies and Notes for the year ended 31 March 2023

financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated.

c) Property, plant and equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes inward freight, duties, taxes and expenses incidental to the installation of assets.

Depreciation on property, plant and equipment is provided on the basis of written down value method on the following rates as per Income Tax Act, 1961:

Particulars	Rates of Depreciation
Office equipment	10 %
Furniture and fixtures	10 %
Computer	40 %
Computer Software	40 %
Plant and Machinery	15 %
Building	10%

The appropriateness of depreciation period and depreciation method is reviewed by the management in each financial year.

d) General funds

The Trust receives general funds which are unrestricted in nature from foreign and local sources. The excess of income over expenditure during the year, being general purpose in nature is carried forward for use in the future periods.

e) Restricted funds

The Trust also receives funds which are restricted in nature from foreign and local sources. Revenue from the restricted fund is recognized during the year in the Income and Expenditure Account to match the related expenditure. The balance amount is carried forward in the restricted fund for use in the future periods.

Grants related to capitalization of building are treated as deferred income and recognized in the income and expenditure statement on the basis of depreciation over the useful life of the asset, The deferred income balance, is shown separately in the balance sheet.

f) Fees from students

Fees from students are charged as per the approved fees structure. This fees structure is approved by the Governing Committee of the Trust. The academic year of the Trust coincides with the accounting year.

Primary components of revenue are as under:

- Tuition fee is received on annual basis and are recognized in the academic year to which they pertain on an accrual basis.
- The National Institute of Open Schooling (NIOS) registration charges (non-refundable) collected at the time of registration in NIOS for class X and class XII students are recognised as income when received.



Lotus Petal Charitable Foundation

Significant Accounting Policies and Notes for the year ended 31 March 2023

g) Interest Income

Interest on fixed deposits is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

h) Provisions and contingent liability

A provision is recognized in the financial statements where there exists a present obligation as a result of a past event, the amount of which is reliably estimable, and it is probable that an outflow of resources would be necessitated in order to settle the obligation. Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise, or is a present obligation that arises from past events but is not recognized because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made.

i) Foreign exchange transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Foreign currency assets and liabilities are restated at the rate prevailing as at the date of Balance Sheet. The difference between the year-end rate and exchange rate as at the date of transaction, if any is recognized as expense or income in the Income and Expenditure Account.

j) Employees benefits

The Trust's obligations towards various employee benefits have been recognized as follows:

Short term employee benefits

All employee benefits payable wholly within twelve months of rendering service are classified as short-term employee benefits. Benefits such as salaries, allowances, and leave-encashment are recognized in the Income and Expenditure Account in the period in which the employee renders the related services.

Long term employee benefits

Defined contribution plans: The Trust's provident fund scheme is a defined contribution plan where the contribution paid/ payable under the scheme is recognized as an expense in the period in which the employee renders the related service. The Trust's contributions are deposited with the Regional Provident Fund Commissioner and are charged to the Income and Expenditure Account.

Defined benefit plans: The Trust provides for gratuity, a defined benefit plan (the Gratuity Plan) covering all eligible employees. In accordance with the payment of Gratuity Act, 1972, the Gratuity plan provides a lump sum payment to vested employees on retirement, death, incapacitation or termination of employment.

These are funded by the Trust and are managed by LIC.

The Trust's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted. The calculation of the Trusts' obligation under this plan is performed annually by a qualified actuary using the projected unit credit method.



Lotus Petal Charitable Foundation

Significant Accounting Policies and Notes for the year ended 31 March 2023

The Trust recognizes all actuarial gains and losses arising from defined benefit plans immediately in the statement of income and expenditure. All expenses related to defined benefit plans are recognized in the statement of income and expenditure.

k) Leases

Lease rental in respect of operating lease is charged to expense when due as per terms of the related agreement.

l) Donation in kind

Donation in kind is recorded at zero value in the books of the account of the trust.



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Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

	As at 31 March 2023	As at 31 March 2022
Schedule 3: Corpus fund		
Opening balance	-	-
Less: Transferred to restricted fund	-	-
Less: Transferred to general fund	-	-
Less: Transferred to asset fund	-	-
Received during the year	-	-
Closing balance	<u>-</u>	<u>-</u>

	As at 31 March 2023	As at 31 March 2022
Schedule 4: General fund		
Opening balance	65,275,597	31,114,842
Less: Transfer to restricted fund (CWIP opening balance capitalized)	(57,169,085)	-
Add: Transfer from income expenditure account	138,540	34,160,755
Closing balance	<u>8,245,052</u>	<u>65,275,597</u>

	As at 31 March 2023	As at 31 March 2022
Schedule 5: Restricted fund		
Opening balance	31,178,450	13,763,846
Add: Transfer from corpus fund	-	-
Add: Grants received during the year	172,209,681	176,765,331
Add: Grants receivable	1,563,608	1,734,514
Add: Transfer from general fund	57,169,085	-
Less: Transferred to assets fund	(152,343,357)	(62,643,506)
Less: Expenditure incurred during the year	(93,225,605)	(98,441,735)
Closing balance	<u>16,551,862</u>	<u>31,178,450</u>



Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

	As at 31 March 2023	As at 31 March 2022
Schedule 6: Asset fund account		
Opening balance	188,961,659	134,342,820
Add: Transferred from corpus fund	-	-
Add: Addition during the year	152,343,357	62,643,506
Less: Deletion during the year	-	-
Total	341,305,016	196,986,326
Less: Transferred to income and expenditure account	19,986,473	8,024,668
Closing balance	321,318,543	188,961,659

	As at 31 March 2023	As at 31 March 2022
Schedule 7: Long term provisions		
Provision for gratuity	7,197,858	5,361,094
Lease rent equalization	97,341	-
	7,295,199	5,361,094

	As at 31 March 2023	As at 31 March 2022
Schedule 8: Current liabilities		
a. Current liabilities		
Trade payable		
Total outstanding dues to micro and small enterprises	2,529,703	255,166
Total outstanding dues of creditors other than to micro and small enterprises	5,795,218	1,247,852
	8,324,921	1,503,018
b. Other current liabilities		
Creditors for capital goods	9,263,851	270,038
Statutory dues	1,806,363	535,138
NIOS registration deposit	187,070	124,070
Jeevika registration deposit	402,999	-
Employees payable	495,365	101,502
Retention money	5,079,759	4,139,824
Annual fees received in advance	6,189,700	3,354,398
Other payable	8,469,616	100,000
	31,894,723	8,624,970
c. Short term provisions		
Provision for gratuity	201,581	148,735
	201,581	148,735
	40,421,225	10,276,723



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Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)
Schedule 9: Property, plant and equipment

Current year : 2022-23

Particulars	Gross block			Accumulated depreciation			Net block		
	As at 1 April 2022	Additions	Deletions	As at 31 March 2023	As at 1 April 2022	Depreciation / amortization for the year	Disposals	As at 31 March 2023	As at 31 March 2022
Land	124,289,076	-	-	124,289,076	-	-	-	124,289,076	124,289,076
Computer	17,076,048	9,709,481	-	26,785,529	7,660,044	5,904,488	-	13,564,532	9,416,004
Furniture and fittings	4,784,958	8,231,879	-	13,016,837	1,144,112	840,884	-	1,984,996	3,640,846
Office equipment	3,798,978	5,136,939	-	8,935,917	1,165,482	799,739	-	1,965,221	2,633,496
Plant & machinery	11,136,289	15,217,502	-	26,353,791	1,231,741	2,818,182	-	4,049,923	9,904,548
Motor vehicles	-	8,838,410	-	8,838,410	-	441,921	-	441,921	-
Building	41,134,410	105,209,145	-	146,343,555	2,056,721	9,181,259	-	11,237,980	39,077,689
Total	202,219,759	152,343,357	-	354,563,115	13,258,100	19,986,473	-	33,244,573	188,961,659
Net	57,169,085	80,603,434	103,721,825	34,050,694	-	-	-	34,050,694	57,169,085

Year : 2021-22

Particulars	Gross block			Accumulated depreciation			Net block		
	As at 1 April 2021	Additions	Deletions	As at 31 March 2022	As at 1 April 2021	Depreciation / amortization for the year 21-22	Disposals	As at 31 March 2022	As at 31 March 2021
Land	124,289,076	-	-	124,289,076	-	-	-	124,289,076	124,289,076
Computer	8,181,692	8,894,356	-	17,076,048	3,339,862	4,320,182	-	7,660,044	4,841,830
Furniture and fittings	2,657,681	2,127,277	-	4,784,958	792,475	351,637	-	1,144,112	1,863,207
Office equipment	3,193,963	461,820	-	3,655,783	728,989	425,753	-	1,154,742	2,464,974
Plant & machinery	1,253,840	10,025,644	-	11,279,484	372,106	870,375	-	1,242,481	881,734
Building	-	41,134,410	-	41,134,410	-	2,056,721	-	2,056,721	-
Total	139,576,252	62,643,507	-	202,219,759	5,233,432	8,024,668	-	13,258,100	134,342,821
CWIP	24,363,239	71,493,100	38,687,254	57,169,085	-	-	-	57,169,085	24,363,239



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Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

	As at 31 March 2023	As at 31 March 2022
Schedule 10: Cash and bank balances		
Cash in hand and imprest with staff	65,718	61,521
Cash in transit	72,670	77,571
Balances with schedule banks		
-in current bank account	(13,127)	13,933
-in Saving bank account	2,945,697	45,350,123
-in bank fixed deposits	19,834,512	2,294,408
	<u>22,905,470</u>	<u>47,797,556</u>

	As at 31 March 2023	As at 31 March 2022
Schedule 11: Loans and advances (Unsecured and considered good unless otherwise stated)		
Security deposits	1,116,464	804,464
Staff advances	374,976	253,995
TDS receivable	108,850	93,634
Interest accrued on fixed deposits	55,598	14,859
Advance to vendors	69,640	306,240
Capital advance	6,467,144	41,839
Prepaid expenses	3,121,683	1,220,225
	<u>11,314,354</u>	<u>2,735,256</u>

	As at 31 March 2023	As at 31 March 2022
Schedule 12: Other current assets		
Annual fee receivable	9,600	139,700
Restricted donation receivable	1,563,604	1,734,514
Gratuity planned asset	2,669,617	2,409,511
	<u>4,242,821</u>	<u>4,283,725</u>



Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

Schedule 13: Fees from rendering of services

	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
Student annual fee LP SSS	3,561,411	-	3,561,411	-	-	-
Student annual fee PLC	6,468,701	-	6,468,701	4,642,588	-	4,642,588
Student annual fee VS	7,782,924	-	7,782,924	10,306,535	-	10,306,535
Vidya sahyog fee	65,400	-	65,400	-	-	-
NIOS registration fee - PLC	-	-	-	231,051	-	231,051
	17,878,436	-	17,878,436	15,180,174	-	15,180,174

Schedule 14: Other income

	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
Interest income from fixed deposit	262,800	-	262,800	177,198	-	177,198
Interest on Saving bank account	944,647	-	944,647	837,799	-	837,799
Interest on income tax refund	5,826	-	5,826	10,585	-	10,585
Miscellaneous Income	482,918	-	482,918	610,545	-	610,545
	1,696,191	-	1,696,191	1,636,127	-	1,636,127



	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
Schedule 15: Employee benefit expenses						
a. Program implementation expenditure						
Salary expenses	49,675,317	22,300,677	71,975,994	-	41,790,336	41,790,336
Contribution to provident and other funds	3,256,258	-	3,256,258	-	1,986,201	1,986,201
Gratuity	1,457,284	-	1,457,284	1,476,398	-	1,476,398
	54,388,859	22,300,677	76,689,536	1,476,398	43,776,537	45,252,935
b. Fund raising events and activities						
Salary expenses	5,846,291	6,382,720	12,229,011	2,913,153	5,996,518	8,909,671
Contribution to provident and other funds	277,544	-	277,544	207,214	-	207,214
Gratuity	235,409	-	235,409	315,544	-	315,544
	6,359,244	6,382,720	12,741,964	3,435,911	5,996,518	9,432,429
c. Administrative and other costs						
Salary expenses	3,454,049	-	3,454,049	2,308,272	-	2,308,272
Contribution to provident and other funds	70,429	-	70,429	94,930	-	94,930
Gratuity	67,050	-	67,050	75,119	-	75,119
	3,591,528	-	3,591,528	2,478,321	-	2,478,321

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Schedule 16: Program implementation expenditure

	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
General health insurance	2,127,630	-	2,127,630	841,473	-	841,473
Rent	2,787,032	2,045,268	4,832,300	-	4,804,476	4,804,476
Meal expense	1,404,653	4,481,607	5,886,260	-	568,614	568,614
Renovation	(819,997)	19,249,392	18,429,395	260,278	5,418,635	5,678,913
Smart class expense	547,193	-	547,193	-	1,048,983	1,048,983
Printing and stationery	1,200,802	3,426,132	4,626,934	26,069	3,449,518	3,475,587
Uniform expenses	756,328	1,441,682	2,198,010	648,576	1,394,701	2,043,277
Annual day expenses	429,437	-	429,437	218,746	-	218,746
Repair and maintenance	1,308,829	954,015	2,462,844	330,911	936,960	1,267,871
Electricity expenses	1,091,055	-	1,091,055	290,221	-	290,221
NIOS registration and exam fees	395,234	209,346	604,580	299,492	63,350	362,842
House keeping expenses	1,614,413	235,173	1,849,586	340,616	212,571	553,187
Security expenses	797,911	-	797,911	-	-	-
Miscellaneous expenses	369,107	462,741	831,848	195,705	54,320	250,025
IT expenses	1,885,934	587,487	2,473,421	-	2,034,433	2,034,433
Transportation	980,405	88,808	1,069,213	109,760	-	109,760
Employee hiring expense	50,242	-	50,242	33,963	-	33,963
Professional and consultancy charges	2,956,485	-	2,956,485	915,956	-	915,956
Professional course expenses	450,286	-	450,286	314,265	-	314,265
Telephone expense	47,872	-	47,872	22,066	-	22,066
Medical expenses	30,042	-	30,042	6,000	-	6,000
Scholarships	3,397	7,912,246	7,915,643	3,594	3,956,033	3,959,627
Community feed program	-	-	-	-	4,359,155	5,234,980
Online education	995	237,059	238,054	875,825	3,490,564	3,775,392
Course fee	2,107,676	171,696	2,279,372	284,828	-	-
Lab equipment	-	331,214	331,214	-	-	-
Student transportation	9,250,918	2,321,869	11,572,787	-	-	-
CBSE affiliation exp	253,111	-	253,111	-	-	-
TMC expenses	196,448	-	196,448	248,334	-	248,334
Covid vaccination and relief	-	-	-	99,007	212,549	460,883
	32,423,438	44,155,735	76,579,173	6,365,685	40,644,012	47,009,697

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Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

Schedule 17: Fund raising events and activities

	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
Promotional expense	514,949	-	514,949	67,936	-	67,936
IT expenses	1,066,711	-	1,066,711	399,597	-	399,597
Payment gateway expense	64,828	-	64,828	68,369	-	68,369
General health insurance	148,297	-	148,297	74,525	-	74,525
Miscellaneous expenses	304,343	-	304,343	287,086	-	287,086
Rent	275,907	-	275,907	642,508	-	642,508
Annual day expenses	433,848	400,000	833,848	537,997	-	537,997
House keeping expenses	302,004	-	302,004	38,992	-	38,992
Printing and stationery	178,418	-	178,418	49,525	-	49,525
Professional and consultancy charges	3,093,066	-	3,093,066	813,798	-	813,798
Repair and maintenance	274,115	-	274,115	6,490	-	6,490
Telephone expense	9,219	-	9,219	6,499	-	6,499
Transportation	426,710	-	426,710	65,646	-	65,646
Electricity expenses	35,495	-	35,495	5,783	-	5,783
Renovation	-	-	-	282,701	-	282,701
Employee hiring expense	7,500	-	7,500	-	-	-
	7,135,410	400,000	7,535,410	3,347,452	-	3,347,452

Schedule 18: Administrative and other costs

	Unrestricted For the year ended 31 March 2023	Restricted For the year ended 31 March 2023	Total For the year ended 31 March 2023	Unrestricted For the year ended 31 March 2022	Restricted For the year ended 31 March 2022	Total For the year ended 31 March 2022
Book keeping charges	1,200,000	-	1,200,000	1,020,000	-	1,020,000
Audit fees	1,018,260	-	1,018,260	753,400	-	753,400
General health insurance	32,062	-	32,062	34,423	-	34,423
Repair and maintenance	128,132	-	128,132	60,269	-	60,269
Printing and stationery	68,101	-	68,101	90,806	-	90,806
Miscellaneous expenses	234,995	-	234,995	169,318	-	169,318
Transportation	274,652	-	274,652	70,699	-	70,699
Professional and consultancy charges	901,914	-	901,914	759,511	-	759,511
IT expenses	187,741	-	187,741	674,821	-	674,821
Electricity expenses	17,135	-	17,135	2,891	-	2,891
House keeping expenses	190,758	-	190,758	59,070	-	59,070
Bank charges	157,124	-	157,124	66,963	-	66,963
Renovation	-	-	-	131,997	-	131,997
Employee hiring expense	118,154	-	118,154	114,128	-	114,128
Rent	230,538	-	230,538	321,255	-	321,255
Annual day expenses	61,175	-	61,175	680	-	680
Rates & taxes	8,327,031	-	8,327,031	100,000	-	100,000
	13,147,772	-	13,147,772	4,430,231	-	4,430,231



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Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

Schedule 19: Notes to Accounts

I. Receipts in foreign currency

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Income from grant and donation	97,246,280	114,218,386*

*This figure was erroneously mentioned as 168,421,857 instead of 114,218,386 in previous year

II. Expenditure in foreign currency

Nature of Expenses	For the year ended 31 March 2023	For the year ended 31 March 2022
Software charges	707,609	604,057

III. Payment to auditor's *:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Statutory audit	700,000	600,000

*Exclusive of taxes and out of pocket expenses

IV. The trust has taken a school building and office space at Business on operating lease basis. Lease payments charged during the year in the income and expenditure account is INR. 5,338,746 (previous year INR. 5,837,239).

V. The names of related parties of the Company and their relationship, as required to be disclosed under Accounting Standard 18, are as follows:

a) Related party and nature of the related party relationship where control exists, irrespective of whether or not there have been transactions between the related parties:

Relationship	Name of the related parties
Key management personnel	Mr. Kushal Raj Chakravorty (Founder and Managing Trustee)
	Mr. Arghya Sen (Trustee)
	Dr. Nandita Chakraborty (Trustee)
	Mrs. Saloni Bhardwaj (Co-Founder & CTO)
	Mr. Manish Gupta (Governing body member) (w.e.f. October 27, 2020)
	Mr. Achal Kaneja (Governing body member) (w.e.f. October 27, 2020)
	Mr. Madhu Mehrotra (Governing body member) (w.e.f. October 27, 2020)



Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

- b) Related party and nature of the relationship with whom transactions have taken place during the year:

S No	Nature of transaction	Related party with whom transaction is made	For the year ended 31 March 2023	For the year ended 31 March 2022
1	Managerial remuneration paid	Mr. Kushal Raj Chakravorty	2,978,400	2,978,400
2	Managerial remuneration paid	Mrs. Saloni Bhardwaj	2,378,400	1,992,800

VI. Capital Commitment

Estimated amounts of contracts remaining to be executed on capital account and not provided for as at 31 March 2023 are approx. INR. 53,279,616 (previous year INR. 137,267,945).

VII. Employee Benefits

Defined contribution plans

The defined contribution plan consists of the employee provident fund, employee state insurance and labor welfare fund. A sum of INR 3,755,963 (previous year INR 2,494,958) has been recognized in the Income and Expenditure Account.

Defined benefit plans

Gratuity is payable to all eligible employee, of the Society on resignation, retirement, death or permanent disablement; in terms of the provisions of the Payment of Gratuity Act. The liability for gratuity, as determined by actuarial valuation as on 31st March 2023 is INR 7,399,439 (previous year INR 5,509,828)

The expenditure for gratuity as determined by actuarial valuation for the year 2022-23 is INR 1,889,611 (previous year INR 2,153,524)

The principal assumptions used in determining the gratuity obligation are as below:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Discount rate	7.36%	7.19%
Annual salary escalation rate	10.00%	10.00%
Retirement Age (Years)	58	58
Mortality rate inclusive of provision for disability	IALM (2012 - 14)	IALM (2012 - 14)
Withdrawal Rate (%)		
Ages		
Up to 30 Years	5.00	5.00
From 31 to 44 years	3.00	3.00
Above 44 years	2.00	2.00



Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

VIII. Due to micro and small enterprises

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dates 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the memorandum. Based on the information available with the management, there are no overdue outstanding to micro and small enterprises as defined under the Micro, Small and Medium enterprises Development Act, 2006. Further, the Trust has not received any claim for interest from any supplier under the said Act.

Particulars	As at 31 March 2023	As at 31 March 2022
(a) the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;		
-Principal	2,529,703	255,166
-Interest	-	-
(b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

IX. Income Tax Provision

The Trust is exempt from income tax under Section 12 AA of the Income Tax Act, 1961 and hence no provision for taxation is required for current year tax expense. Since, the Trust is exempt from income tax, no deferred tax (asset or liability) is recognized in respect of timing difference.



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Lotus Petal Charitable Foundation

Schedules forming part of the accounts

(all amounts are in Indian Rupees)

X. The Ministry of Home Affairs (MHA) in the previous years has reviewed the books & related filings of Trust. During the review, it has noticed certain non-compliances of section 19 of the FCRA Act 2010. The trust has also submitted its responses against such non-compliances during the current & previous year. However, subsequent to the year end, MHA has levied a penalty of INR 8,416,250 vide its order dated 09 August 2023 which has not been disputed by the trust & has also been paid by it. Accordingly, the trust has created a provision of INR 8,416,250 in its financial statements for the year ended 31 March 2023 and disclosed the same in Schedule.

XI. Donation Received in Kind

The trust has received flooring tiles from Orient bell Ltd and student meal from Zomato Hyper pure pvt ltd during the year ended 31 March 2023. All the received items were fully utilized by 31 March 2023.

Particular	For the Year ended 31 March 2023		For the Year ended 31 March 2022	
	Quantity	Value	Quantity	Value
Balance at the beginning of the year	-	-	-	-
Add: Receipts during the year	-	3,406,403	-	-
Less: Utilization during the year	-	3,406,403	-	-
Balance as at the end of the year	-	-	-	-

XII. Program wise summary of utilization of funds

Lotus Petal is focused on providing quality education and nutrition to children residing in the urban slums of Gurugram through means of various programs. The program wise summary of utilization of funds during the year extracted from management's internal reporting system are provided in the table below:



For the year ended 31 March 2023

Nature of Expense	Aarogya	Dharmela	Jeevika	IP-SSS	Pratishthan	Vidyamanda	Scholarship	Zero Hunger	SahyogOnline	SahyogGMS	Grand Total
Annual day expenses	39	-	-	124,261	33,172	39,424	-	157	232,383	-	429,437
CBSE Affiliation exp	-	-	-	253,111	-	-	-	-	-	-	253,111
Contribution to provident and other funds	30,589	151,732	122,107	802,308	899,266	649,944	2,579	236,770	378,206	134,489	3,407,990
Course fee	-	-	2,279,372	-	-	-	-	-	-	-	2,279,372
Electricity expenses	6,969	927,142	7,344	691,206	220,082	111,877	-	27,875	18,359	7,344	2,018,197
Employee hiring expense	5,348	-	-	12,950	-	13,370	-	2,674	15,900	-	50,242
General health insurance	25,592	139,799	75,969	433,246	655,206	454,714	1,972	173,799	210,584	96,548	2,267,429
Gratuity	15,114	129,868	78,708	364,437	398,912	223,082	4,911	93,298	197,249	81,573	1,587,152
House keeping expenses	63,113	202,849	63,192	704,407	176,665	100,858	-	57,546	161,499	522,268	2,052,435
IT expenses	887	251,452	375,588	436,568	421,979	811,742	-	3,587	314,609	108,450	2,724,873
Lab Equipment	-	-	-	331,214	-	-	-	-	-	-	331,214
Meal expense	3,080	-	-	-	-	-	-	5,883,180	-	-	5,886,260
Medical expenses	17,605	-	-	5,637	-	-	-	6,800	-	-	30,042
Miscellaneous expenses	43,071	180,471	70,006	285,849	106,213	70,282	-	54,754	77,820	123,848	1,012,314
NIOS registration and exam fees	-	-	-	41,680	562,900	-	-	-	-	-	604,580
Online Education	-	-	-	-	47,668	190,387	-	-	-	-	238,054
Printing and stationery	299	25,905	386,397	2,325,963	853,618	707,148	-	3,165	154,569	195,776	4,652,839
Professional and consultancy charges	18,023	749,840	253,939	1,225,353	695,897	399,478	5,900	66,315	265,621	25,960	3,706,325
Professional course expenses	-	-	-	-	450,286	-	-	-	-	-	450,286
Renovation	-	-	-	105,627	-	-	-	261,788	4,388,607	13,673,373	18,429,395
Rent	85,800	271,500	57,084	142,711	2,659,626	1,344,084	-	343,200	142,711	57,084	5,103,800
Repair and maintenance	7,079	70,055	356,396	544,110	463,336	243,778	-	167,325	538,978	141,842	2,532,899
Salary expenses	718,679	6,751,005	3,813,866	18,435,335	19,601,773	10,722,419	256,804	4,158,233	9,905,515	4,363,370	78,726,999
Scholarships	-	-	-	-	-	-	7,915,643	-	-	-	7,915,643
Security expenses	-	241,445	-	797,911	-	-	-	-	-	-	1,039,356
Smart class expense	-	-	69,954	-	251,728	225,512	-	-	-	-	547,193
Student Transportation	-	-	264,000	11,308,787	-	-	-	-	-	-	11,572,787
Telephone expense	207	-	1,904	26,834	10,795	5,397	-	830	1,904	-	47,872
TMC Expenses	196,448	-	-	-	-	-	-	-	-	-	196,448
Transportation	422	65,764	34,712	629,992	28,824	88,307	-	38,895	216,423	31,638	1,134,977
Uniform expenses	54,000	-	-	1,044,488	384,762	714,761	-	-	-	-	2,198,010
Grand Total	1,292,374	10,158,827	8,310,537	41,073,985	28,922,706	17,116,603	8,187,809	11,580,191	17,220,937	19,563,563	163,427,533
Property, plant and equipment purchased	-	111,561,220	9,418,061	17,017,517	137,948	1,063,953	-	11,005,788	2,132,380	-	152,336,867
Assets under construction added	-	(33,277,218)	-	-	-	-	-	-	-	-	(33,277,218)
Donation in Kind	-	167,180	-	-	-	-	-	3,239,223	-	-	3,406,403
Grand Total	1,292,374	88,610,009	17,728,597	58,091,503	29,060,654	18,180,556	8,187,809	25,825,202	19,353,317	19,563,563	285,893,585

Program 285,893,585
Fund raising 20,277,374
Admin 16,745,790
Total 322,916,749

*Property, plant & equipment and asset under construction included in schedule 9.



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For the year ended 31 March 2022

Nature of Expense	Aarogya	Dhurela	Jeevika	LP SSS	Pratishthan	Sahyog	Scholarship	Vidyananda	Zero Hunger	Grand Total
Property, plant and equipment purchased	105,596	50,209,239	-	5,927,051	2,085,670	2,022,412	-	1,933,825	13,770	62,297,562
Salary expenses	1,493,672	8,611,955	1,321,922	-	13,423,819	6,572,314	433,673	14,520,481	4,024,455	50,402,291
Assets under construction added	-	19,547,913	-	-	-	-	-	-	-	19,547,913
Covid Vaccination and relief	8,738,157	-	-	-	-	-	-	-	-	8,738,157
Renovation	56,345	56,795	-	336,300	19,382	5,210,090	-	56,796	-	5,735,708
Community Feed Program	-	-	-	-	-	-	-	-	5,234,980	5,234,980
Rent	265,466	69,000	265,466	-	1,681,209	380,199	-	1,681,206	530,930	4,873,476
Scholarships	-	-	-	-	-	-	3,959,627	-	-	3,959,627
Online Education	-	-	-	-	1,450,781	-	-	2,324,610	-	3,775,392
Printing and stationery	1,364	26,513	1,649	-	1,076,652	48,016	-	2,345,178	2,728	3,502,099
Professional and consultancy charges	25,788	1,867,363	-	-	370,739	131,330	5,900	382,199	-	2,783,319
Contribution to provident and other funds	88,171	206,613	28,448	-	585,029	215,329	8,357	856,708	204,159	2,192,814
IT expenses	-	98,556	35,228	132,326	424,891	394,178	-	1,047,810	-	2,132,989
Uniform expenses	-	-	-	-	624,408	-	-	1,418,868	-	2,043,277
Gratuity	57,898	286,463	46,021	-	455,344	243,502	14,414	512,821	146,398	1,762,861
Repair and maintenance	10,265	243,355	10,265	-	71,857	932,422	-	95,019	148,042	1,511,226
Smart class expense	-	-	463,600	35,400	282,848	-	-	267,135	-	1,048,983
General health insurance	37,190	69,963	9,829	-	264,304	61,201	3,301	379,049	86,599	911,436
Electricity expenses	15,528	409,755	14,698	-	100,399	1,651	-	128,552	29,393	699,976
Miscellaneous expenses	36,142	446,289	4,827	-	65,390	71,716	-	60,055	11,896	696,314
Security expenses	-	677,080	-	-	-	-	-	-	-	677,080
House keeping expenses	221,721	86,652	4,487	-	14,374	289,256	-	14,375	8,974	639,839
Meal expense	-	-	-	-	-	-	-	-	568,614	568,614
TMC Expenses	460,883	-	-	-	-	-	-	-	-	460,883
NIOS registration and exam fees	-	-	-	-	334,342	-	-	28,500	-	362,842
Professional course expenses	-	-	-	-	314,265	-	-	-	-	314,265
Annual day expenses	-	-	-	-	-	218,746	-	-	-	218,746
Transportation	26,292	101,582	2,000	-	15,552	63,646	-	2,270	-	211,342
Employee hiring expense	-	-	-	-	14,250	-	-	19,713	-	33,963
Telephone expense	1,103	-	1,103	-	7,723	-	-	9,930	2,207	22,066
Medical expenses	6,000	-	-	-	-	-	-	-	-	6,000
Grand Total	11,647,580	83,015,985	2,209,543	6,431,077	23,683,227	16,856,009	4,425,272	28,085,101	11,013,146	187,366,039

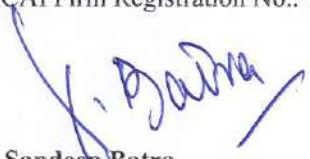
*Property, plant & equipment and asset under construction included in schedule 9.



Lotus Petal Charitable Foundation
Schedules forming part of the accounts
(all amounts are in Indian Rupees)

XIII. Previous year figures have been regrouped / reclassified, where necessary, to conform to current year's classification.

For B S R & Associates LLP
Chartered Accountants
ICAI Firm Registration No.: 116231W/W-100024



Sandeep Batra
Partner
Membership No.: 093320

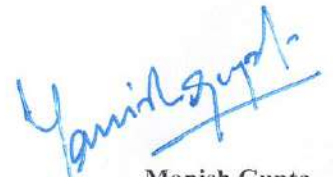
Place: Gurugram
Date: 30 October 2023

For and on behalf of
Lotus Petal Charitable Foundation



Kushal Raj Chakravorty
Managing Trustee

Place: Gurugram
Date: 30 October 2023



Manish Gupta
Governing Council Member

Place: Gurugram
Date: 30 October 2023

