

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

To the Trustees of LEARNING LINKS FOUNDATION

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

We have audited the accompanying financial statements of Learning Links Foundation ("the Trust"), related to **FCRA Account**, which comprise the Balance Sheet as at March 31, 2019, the Income and Expenditure A/c for the year then ended, the Receipt & Payment A/c 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 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 judgments and estimates that are reasonable 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 the 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making 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 information required by the Act in the manner so required 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 and Expenditure A/c, of the excess of income over expenditure for the year ended on that date, and
- (c) in the case of Receipt & Payment A/c, of the Receipts and Payments 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 purposes 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 Balance Sheet, the Income & Expenditure Account and Receipt & Payment Account dealt with by this Report are in agreement with the books of account.
- 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: 19081180AAAAA24770

Date: 8<sup>th</sup> August, 2019

Place: New Delhi

Learning Links Foundation (FCRA)  
Allied House Building, Block B-7, Plot No. 5&6, Vasant Kunj, New Delhi -110070  
Balance Sheet as at 31.03.2019

Particulars	As on 31st March 2019	As on 31st March 2018
<b>Sources of Funds:</b>		
<u>Excess of Income over expenditure</u>		
- Opening Balance	8,71,44,022	8,53,49,727
- For the year	2,05,78,734	17,94,245
<b>Fixed Assets Fund</b>		
-Opening Balance	1,00,95,244	16,17,432
-Addition during the year	26,77,586	1,13,82,592
-Less- Depreciation for the year	(43,05,122)	(29,04,780)
<b>Total</b>	<b>11,61,90,464</b>	<b>9,72,39,216</b>
<b>Application of Funds:</b>		
<b>Fixed Assets Schedule-1</b>		
Fixed Assets	5,79,01,714	6,17,79,157
Less : Depreciation for the year	(95,83,628)	(88,68,231)
	<b>4,83,18,086</b>	<b>5,29,10,926</b>
<b>Current Assets, Loans &amp; Advances (A)</b>		
Balance with Banks	2,30,54,257	1,90,60,716
Investment in term deposits	9,21,94,900	6,56,89,936
Amount refundable from Tax Authorities	22,30,665	16,54,281
Staff Imprest	2,28,567	6,73,588
Security Deposits	-	6,14,666
Other Advances	5,52,955	8,02,349
Accrued interest on Term Deposits	17,43,496	15,40,376
Prepaid Expenses	1,75,069	1,57,590
	49,30,752	
	<b>12,01,79,909</b>	<b>9,01,93,501</b>
<b>Less: Current Liabilities &amp; Provisions (B)</b>		
<b>Current Liabilities</b>		
Unutilised Grant at the end of the year	4,85,83,985	2,60,86,095
Amount payable towards education programs	3,61,038	3,35,880
Expenses & statutory liabilities Payable	14,17,153	1,77,52,385
Provision for Gratuity	19,45,355	16,90,852
	5,23,07,531	4,58,65,213
<b>Net Current Assets (A-B)</b>	<b>6,78,72,378</b>	<b>4,43,28,289</b>
<b>Total</b>	<b>11,61,90,464</b>	<b>9,72,39,216</b>

Accounting Policies & Notes to Accounts: Schedule -2

For LEARNING LINKS FOUNDATION

*Anil Kumar Prakash*

(Managing Trustee)

Date: 8th August, 2019  
Place: New Delhi



AUDITOR'S REPORT

As per Audit Report of even date annexed

For RAJNISH & ASSOCIATES

CHARTERED ACCOUNTANTS

ICAI FRN - 014666N

*Rajnish*  
(PARTNER)

M.No. 081180



Learning Links Foundation (FCRA)  
Allied House Building, Block B-7, Plot No. 5&6, Vasant Kunj, New Delhi -110070  
**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
<b>Income</b>		
<b>Foreign Grants / Donations</b>		
unutilized grant at the beginning of the year	2,60,86,095	4,77,92,608
Add :-Received during the year	15,76,09,680	13,43,93,618
Add :-Interest on Grant Fund	64,311	10,71,445
Less :- unutilized grant at the end of the year	(4,85,83,985)	(2,60,86,095)
	13,51,76,101	(2,60,86,095)
Interest Income	57,27,592	43,61,150
Misc. Receipts	94,348	-
	<b>14,09,98,041</b>	<b>16,15,32,726</b>
<b>Expenditure</b>		
Education Program Implementation	2,56,46,268	4,67,67,056
Grant to Trust/ Society	18,29,300	14,62,172
Internet & Communication Expenses	12,07,784	17,13,130
Audit Fees	2,30,231	3,23,025
Interest & Bank Charges	79,557	1,17,159
Depreciation/Amortisation	52,78,506	59,63,451
Insurance Expenses	1,38,424	3,09,959
Office Expenses	3,88,326	7,91,790
Retainership & Professional Expenses	50,60,191	90,56,045
Rent, Rates & Taxes	71,72,308	45,71,425
Repair & Maintenance	4,50,413	2,24,304
Printing, Stationary & Designing Expenses	3,42,163	8,28,519
Conveyance, Boarding, Lodging & Travelling (including Foreign Travelling)	1,14,87,077	1,13,70,790
Establishment Expenses	6,00,51,962	7,60,02,160
Prior period expenses	81,038	60,860
Misc. Expenses	2,49,704	5,856
Loss on Sale of Assets	7,26,056	1,70,782
	<b>12,04,19,307</b>	<b>15,97,38,482</b>
Excess of Income over Expenditure	2,05,78,734	17,94,245

Accounting Policies & Notes to Accounts: Schedule -2

**AUDITOR'S REPORT**  
As per Audit Report of even date annexed



For LEARNING LINKS FOUNDATION

*Anjke Prakash*

(Managing Trustee)

Date: 8th August, 2019  
Place: New Delhi

For RAJNISH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
ICAI FRN - 014666N

*Rajnish*  
(PARTNER)  
M.No. 081180



Learning Links Foundation (FCRA)  
Allied House Building, Block B-7, Plot No. 5&6, Vasant Kunj, New Delhi -110070  
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
<b>Opening Balance</b>				<b>Expenses</b>			
<b>Balances with Bank &amp; Term Deposits</b>				(a) Establishment Expenses		5,03,01,138	6,84,60,379
In Current/SB Accounts	1,90,60,716	1,25,58,786		(b) Administrative Expenses		1,92,85,280	1,85,47,531
Investments in Term Deposits	6,56,89,936	7,04,39,830		(c) Operational expenses		1,19,61,196	88,64,606
Grants Received	15,76,09,680	13,43,93,618		(d) Retainers & Professional expenses		50,60,191	90,56,045
Interest Income	50,12,400	40,94,771		Payments made for programme implementation exp.		2,59,97,737	4,63,90,429
Security Deposit Refund	-	94,000		Sub- Grants to Other NGOs/Trusts		18,29,300	14,62,172
Income Tax refund received	-	4,86,825		Expenditure on Fixed Assets		30,39,261	7,43,484
Other Receipt	94,348	-		<b>Other Payments</b>		29,92,819	5,42,310
				Payment towards statutory liabilities		-	(6,31,162)
				Payment to Creditors		1,17,51,000	(1,61,18,615)
				Sundry Advances			
				<b>Closing Balances</b>			
				<b>Balances with Bank &amp; Term Deposits</b>			
				In Current/SB Accounts		2,30,54,257	1,90,60,716
				Investments in Term Deposits		9,21,94,900	6,56,89,936
<b>Total</b>	<b>24,74,67,080</b>	<b>22,20,67,830</b>		<b>Total</b>		<b>24,74,67,080</b>	<b>22,20,67,830</b>

Accounting Policies & Notes to Accounts: Schedule -2

for LEARNING LINKS FOUNDATION



*Anil Kumar*  
(Managing Trustee)

(Managing Trustee)

Date: 8th August, 2019  
Place: New Delhi

As per Audit Report of even date annexed

For RAJNISH & ASSOCIATES

CHARTERED ACCOUNTANTS

ICAI FRN - 014666N



*Anil Kumar*  
(PARTNER)  
M.No. 081180

Learning Links Foundation ( FCRA)

Allied House Building, Block B-7, Plot No. 5&6, Vasant Kunj, New Delhi -110070

FIXED ASSETS SCHEDULE

Schedule-1

Asset Group	Opening Balance As On 31.03.2018	Rate of Depreciation	Method of Depreciation	Addition	Written off	Depreciation	WDV as on 31.03.2019
Computer & Accessories - MSDF	1,19,884	40%	WDV	-	-	47,953	71,931
Computer & Accessories- Grant in Kind	1,00,95,243	40%	WDV	26,77,586	-	43,05,122	84,67,707
Computer & Accessories - Project	14,49,163	40%	WDV	24,51,545	97,046	7,90,571	30,13,091
Furniture & Fixtures	8,56,206	10%	WDV	-	35,763	82,045	7,38,398
Furniture & Fixtures- Project	1,63,291	10%	WDV	-	1,32,532	3,076	27,683
Office Equipments- Projects	6,57,748	15%	WDV	5,42,772	4,60,715	64,459	6,75,346
Software Development - Projects	6,55,001	40%	WDV	44,944	-	2,72,491	4,27,454
Car	13,03,195	15%	WDV	-	-	1,95,479	11,07,716
Computer & Accessories	1,41,567	40%	WDV	-	-	56,625	84,942
Office Equipment	3,58,378	15%	WDV	-	-	53,757	3,04,621
School Building- GGN	3,71,08,161	10%	WDV	-	-	37,10,816	3,33,97,345
Software Educational	3,086	40%	WDV	-	-	1,234	1,852
<b>Grand Total</b>	<b>5,29,10,923</b>			<b>57,16,847</b>	<b>7,26,056</b>	<b>95,83,628</b>	<b>4,83,18,086</b>



Anil Kumar Prakash



Learning Links Foundation (FCRA A/c)  
For the financial year 2018-19

Schedule - 2

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

**A. Background**

Learning Links Foundation is a Trust registered under Indian Trust Act, 1882 formed through a trust deed duly executed and registered on 4th September, 2002. The main objects of the Trust are:

- i) to work towards development and enhancement of the teaching learning process in the educational system through conducting workshops, training programmes for teachers, academicians and public to train and equip them with knowledge and skills
- ii) to develop and carry out research into systems processes and methodologies to improve functioning of schools and higher education institutions and develop and deploy technologies, equipment, software to achieve this aim and objectives and
- iii) to establish, run or manage and maintain schools with an object to provide sound pre-primary, primary, secondary and senior secondary education to children and to equip them with abilities and skills to surmount the challenges of the fast growing world.

Further, the Trust has been registered under the Foreign Contribution (Regulation) Act, 1976 for carrying out educational activities vide registration no. 172270036 dated 28.12.2005. The registration has been further renewed for a period of 5 years with effect from 1st November, 2016.

**1. SIGNIFICANT ACCOUNTING POLICIES**

- (i) **Basis of preparation**  
The books of accounts are prepared under the historical cost convention, going concern, accrual basis and in accordance with the generally accepted principles of accounting in compliance with the accounting standards issued by the Institute of Chartered Accountants of India to the extent applicable.
- (ii) **Tangible and intangible Fixed Assets**  
**Tangible Assets**  
Fixed Assets are stated at written down value less depreciation for the year. Cost in the year of acquisition represents purchase price and all other attributable costs of bringing the assets to their working condition for intended use.  
**Intangible Assets**  
Intangible assets are stated at written down value less amortization for the year.
- (iii) **Depreciation and Amortization**  
Depreciation on fixed assets and assets deployed in the projects is provided at the written down value of assets at the rates prescribed in Income Tax Rules, 1962 on pro-rata basis with reference to date of addition/disposal. In the opinion of the management, rates adopted for providing depreciation on fixed assets are representative of their economic useful life.

Fixed assets purchased for specific projects & specific duration are depreciated over the project period.



*Anil Prakash*



Amortization on the Intangible assets, if any, is provided on pro-rata basis on the straight-line method based on management's estimate of useful life

(iv) **Capital work in progress**

Fixed Assets under construction, capital advances paid towards acquisition of fixed assets, if any, are disclosed as capital work in progress

(v) **Borrowing cost**

Borrowing cost of the funds specifically borrowed for the purpose of obtaining qualifying assets and eligible for capitalization along with the cost of the assets is capitalized upto the date when the asset is ready to use. Other Borrowing cost are charged to income and expenditure account.

(vi) **Impairment of assets**

All assets other than inventories, financial assets including investments and deferred tax asset, are reviewed for impairment, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. An Impairment loss is charged to the income & expenditure account in the year in which an asset is impaired.

Reversal of impairment loss is recognized immediately as income in the income & expenditure account.

(vii) **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 which ever is less.

(ix) **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.

(x) **Accounting of Grants/Donations**

Grants including foreign grants will be considered as income on receipts 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 work has been completed.

(xi) **Revenue and expense recognition**

The Trust is following accrual system of accounting and all the revenues are recognized as and when the same become due to receive except stated below:

- Revenue from education and training is recognized on performance of the service.
- Revenue from Admission fees, activity fee, annual fee, tuition fee and Registration fees from students is recognized as income in the year of commencement of the academic session.
- Revenue from sale of registration forms & other fees is recognized on receipt basis.
- Interest income on fixed deposits is recognized using the time proportion method, based on interest rates implicit in the transaction.

All the expenses are accounted for as and when the same become due for payment.



*Anjee Prakash*





(xii) **Retirement benefits**

**a) Employee benefits**

**Defined contribution plans**

The employee provident scheme and employee state insurance scheme is a defined contribution plan. The contributions to the respective fund are made in accordance with the relevant statute and are recognized as expense. The contributions to defined contribution plan, recognized as expenses in the Income and Expenditure.

**Defined Benefit Plans**

Gratuity is payable to all eligible employees of the Trust on resignation, retirement, death or permanent disablement, in terms of the Provisions of the Payment of Gratuity Act. The Liability for gratuity has been determined by actuarial valuation as on 31st march, 2019.

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.

There is no encashment of un-availed leaves permitted to the employees during the tenure of his service or on retirement/ superannuation.

(xiii) **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 foot note in the notes to the accounts, if any.
- (ii) Claims not acknowledged as Debts Rs. NIL
- (iii) No income tax provision has been made in the books of accounts in view of exemption u/s 11 of the Income Tax Act, 1961.
- (iv) The surplus of income over expenditure will be invested in accordance with the provisions of section 11(5) of the Income Tax Act, 1961 in the modes and manner specified therein.
- (v) The Trust has obtained Certificate of Exemption Order u/s 80G of the Income Tax Act, 1961 from Director of Income Tax (Exemption), which is perpetual in nature.
- (vi) As per Accounting Standard (AS-28) on "impairment of Assets" issued by Institute of Chartered Accountants of India, Provision of impairment loss is not necessary as in the opinion of management there is no impairment of assets during the year.
- (vii) All the statutory liabilities/provisions in respect of employees like Provident Fund, Employees State Insurance and Gratuity etc. has been duly deposited/ provided.
- (viii) The Trust had no amounts payable to small-scale industrial undertakings as defined under section 3(j) of Industries (Development and Regulation) Act, 1951 as at 31<sup>st</sup> March 2019.
- (ix) During the year, Trust has transferred interest income to the tune of Rs. 64,311/- to Grant fund as per the requirement of grant agreement of the donor and stand as liability.
- (x) During the year, grants have been received in kind (Computers and other office equipment) which have been credited to Fixed assets fund with corresponding assets shown under Fixed Assets.



*Anjee Prakash*



- (xi) Provision of Gratuity based upon Actuarial valuation as on Balance Sheet date is funded by earmarked investments in the shape of FDR.
- (xii) Previous year figures have been regrouped/ reclassified, wherever necessary to conform to the current year's classification.
- (xiii) Figures have been rounded off to rupees.



For Learning Links Foundation

*Anjee Prakash*

Managing Trustee

Place: New Delhi

Date: 8<sup>th</sup> August, 2019

