

**INDEPENDENT AUDITORS' REPORT**

**To the Governing Council - MAKE A DIFFERENCE - COCHIN**  
**Report on the Audit of Financial Statements**

**Opinion**

We have audited the financial statements of MAKE A DIFFERENCE - COCHIN ('the Society'), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Income and Expenditure for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the society as at 31st March, 2024, and its surplus for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Society in accordance with the ethical requirements that are relevant to our audit of the financial statements in India, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Management's responsibility for the financial statements**

The society's is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the society in accordance with the accounting principles generally accepted in India, including the Accounting Standards. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the society 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.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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, 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 financial control relevant to the society's preparation of the financial statements that give true and fair view 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 the society, 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 on the financial statements.

For G Joseph & Associates  
**Chartered Accountants**  
Firm Reg. No. 006310S

UDIN:24233286BKCOFG8699

Place: Ernakulam  
Date : September 01, 2024

**Raphael Sharon**  
Partner  
M.No: 233286

37/2038, First Floor,  
Muttathil Lane Kadavanthra,  
Cochin - 682 020, Kerala

Tel : +91 484 2207411 / 2207433  
Fax : +91 484 2207499  
Email: mail@gja.co.in  
Web : gja.co.in

## Make A Difference - Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

### CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(All amounts are in Indian rupees unless otherwise stated)

| Particulars   | Sch. No.     | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|--------------|-------------------------|-------------------------|
| <b>LIABILITIES AND TRUST FUNDS</b>                            |              |                         |                         |
| <b>Trust Funds</b>  |              |                         |                         |
| Corpus Fund   | 3            | 1,61,000                | 1,61,000                |
| Non - Corpus Fund including excess of income over expenditure | 4            | 2,50,24,170             | 51,78,257               |
| <b>A. Total Trust Funds</b>                                   |              | <b>2,51,85,170</b>      | <b>53,39,257</b>        |
| <b>Other Liabilities</b>                                      |              |                         |                         |
| Sundry Creditors  | 5            | 2,36,500                | 9,70,821                |
| Other Current Liabilities                                     | 6            | 6,87,424                | 4,65,262                |
| Other Provisions  | 7            | 18,37,475               | 18,70,217               |
| <b>B. Total Current Liabilities</b>                           |              | <b>27,61,399</b>        | <b>33,06,300</b>        |
| <b>Total Liabilities</b>                                      | <b>(A+B)</b> | <b>2,79,46,569</b>      | <b>86,45,557</b>        |
| <b>ASSETS</b>   |              |                         |                         |
| <b>Non-current Assets</b>                                     |              |                         |                         |
| Fixed Assets  | 8            | 64,80,861               | 46,08,922               |
| <b>A. Total Non-Current Assets</b>                            |              | <b>64,80,861</b>        | <b>46,08,922</b>        |
| <b>Current Assets</b>   |              |                         |                         |
| Short Term Loans and Other Advances                           | 9            | 14,82,230               | 13,04,464               |
| Cash and Cash Equivalents                                     | 10           | 1,99,55,546             | 26,63,055               |
| Other current assets  | 11           | 27,931                  | 69,115                  |
| <b>B. Total Current Assets</b>                                |              | <b>2,14,65,708</b>      | <b>40,36,634</b>        |
| <b>Total Assets</b>   | <b>(A+B)</b> | <b>2,79,46,569</b>      | <b>86,45,557</b>        |

Summary of Significant accounting policies

2

The accompanying notes form an integral part of financial statements

As per our report of even date attached

**For G. Joseph & Associates**

Chartered Accountants

(Firm Reg. No.006310S)

For and on behalf of the governing council

**Make A Difference - Cochin**

**Raphael Sharon**

Partner

M.No: 233286

**Abid Millath**

President

**Jithin C Nedumala**

Secretary

**M.D Arathi**

Treasurer

Place: Ernakulam

Date : September 01,2024

## Make A Difference - Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

### INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2024

(All amounts are in Indian rupees unless otherwise stated)

| Particulars  | Sch. No. | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|--|----------|-------------------------|-------------------------|
| <b>INCOME</b>                                      |          |                         |                         |
| Donations received                                 | 12       | 10,43,05,967            | 9,13,24,976             |
| Other income                                       | 13       | 6,15,018                | 2,77,169                |
|  |          | <b>10,49,20,985</b>     | <b>9,16,02,145</b>      |
| <b>EXPENDITURE</b>                                 |          |                         |                         |
| Project expenses                                   | 14       | 7,87,62,248             | 9,76,21,495             |
| Other expenses                                     | 15       | 39,46,883               | 61,63,663               |
| Depreciation                                       | 8        | 23,65,941               | 23,37,398               |
|  |          | <b>8,50,75,072</b>      | <b>10,61,22,556</b>     |
| <b>Excess/(Deficit) of income over expenditure</b> |          | <b>1,98,45,913</b>      | <b>(1,45,20,411)</b>    |

Summary of Significant accounting policies 2

The accompanying notes form an integral part of financial statements

As per our report of even date attached

**For G. Joseph & Associates**

Chartered Accountants

(Firm Reg. No.006310S)

For and on behalf of the governing council

**Make A Difference - Cochin**

**Raphael Sharon**

Partner

M.No: 233286

**Abid Millath**

President

**Jithin C Nedumala**

Secretary

**M.D Arathi**

Treasurer

Place: Ernakulam

Date : September 01,2024

## Make A Difference - Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

### RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2024

(All amounts are in Indian rupees unless otherwise stated)

| Particulars                                       | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| <b>Opening Balance</b>                            |                         |                         |
| Balance with Banks                                | 26,63,055               | 2,13,57,545             |
| Cash in Hand                                      | -                       | -                       |
| <b>A</b>  | <b>26,63,055</b>        | <b>2,13,57,545</b>      |
| <b>Receipts</b>                                   |                         |                         |
| Donations received                                | 10,43,05,967            | 9,13,24,976             |
| Other income                                      | 6,15,018                | 2,77,169                |
| <b>B</b>  | <b>10,49,20,985</b>     | <b>9,16,02,145</b>      |
| <b>Payments</b>                                   |                         |                         |
| Human Resource Cost                               | 3,47,75,883             | 4,97,38,939             |
| Other Expenses- Project                           | 3,56,645                | 10,33,486               |
| Professional and Consultancy Charges              | 82,69,706               | 1,09,99,038             |
| Security Deposits                                 | -                       | 3,75,000                |
| Other advances recoverable                        | 1,77,766                | 4,20,144                |
| Rent  | 17,00,000               | 10,00,000               |
| Travelling Expenses                               | 13,55,670               | 47,23,565               |
| Technology and Subscription Charges               | 16,40,435               | 21,25,327               |
| Payment for Fixed Assets/assets under development | 42,37,880               | 9,15,404                |
| Leadership Conference Expenses                    | 35,34,538               | 74,97,191               |
| Training and Recruitment Expenses                 | 32,58,643               | 34,88,315               |
| Student Education Related Expenses                | 2,54,43,263             | 2,57,48,670             |
| Office Expense                                    | 6,25,518                | 20,88,587               |
| Rates & Taxes                                     | -                       | 5,965                   |
| Other Expenses                                    | 96,503                  | 1,37,004                |
| Freedom home projects                             | 21,56,044               | -                       |
| <b>C</b>  | <b>8,76,28,494</b>      | <b>11,02,96,636</b>     |
| <b>Closing Balance (A)+(B) - (C)</b>              | <b>1,99,55,546</b>      | <b>26,63,055</b>        |
| <b>Represented By:</b>                            |                         |                         |
| - Balance with Banks                              | 1,99,55,546             | 26,63,055               |
| - Cash in Hand                                    | -                       | -                       |
|   | <b>1,99,55,546</b>      | <b>26,63,055</b>        |

As per our report of even date attached

**For G. Joseph & Associates**

Chartered Accountants

(Firm Reg. No.006310S)

For and on behalf of the governing council

**Make A Difference - Cochin**

**Raphael Sharon**

Partner

M.No: 233286

**Abid Millath**

President

**Jithin C Nedumala**

Secretary

**M.D Arathi**

Treasurer

Place: Ernakulam

Date : September 01,2024

# Make A Difference - Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

## SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

---

### 1 Background

Make A Difference - Cochin ("The Society" or "MAD") is a society registered under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955. The object of the Society is to ensure that the children living in orphanages and street shelters receive additional care and support.

### 2 Significant Accounting Policies

#### a) General

The Financial Statements have been prepared on the historical cost convention. These statements have been prepared in accordance with the generally accepted accounting principles and the applicable mandatory accounting standards. The preparation required adoption of estimates and assumptions that can affect the reported amounts of revenue and expenditure and the assets and liabilities as well as the disclosure of contingent liabilities. Differences between actual results and estimates are recognised in the year in which they become known or materialises.

#### b) Use of Estimates

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Policies(GAAP) in India requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amount of assets, liabilities, income and expenses and the disclosures of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

#### c) Fixed Assets

The Fixed Assets are stated at their original cost of acquisition including taxes, duties, freight and other incidental expenses relating to the acquisition and installation of the concerned assets. Sponsorship /grant received, if any, against specific assets have been adjusted against the cost incurred for generating the respective asset.

#### d) Depreciation on fixed assets

Depreciation has been provided on Fixed Assets under Written Down Value method at the rates and in the manner prescribed under the Income Tax Act, 1961.

#### e) Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances on hand, cash and deposits with bank and highly liquid investments with original maturities, at the date of purchase/investment, of three months or less.

#### f) Revenue Recognition

##### Grant/Donations

Only those Grant/Donations are accounted for as income which have been accrued and became due as per agreements with donor agencies/donors.

##### Interest income

Interest income is recognized on accrual basis when there is reasonable certainty of its ultimate collection/realization.

#### g) Employee Benefits

i. All employee benefits payable wholly within twelve months of rendering the services such as salaries, wages, performance incentives are recognised in the income and expenditure account in the period in which the employee renders the related service accordingly.

ii. Gratuity liability is defined benefit obligations and are provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. Actuarial gains and losses are recognized in full in the statement of income and expenditure account for the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, and as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the scheme.

#### h) Income Tax

Income Tax and Deferred Tax Asset /Liability has not been recognised, due to the exemptions available under sections 11 and 12 of the Income Tax Act, 1961.

**i) Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognised as an expense in the Income and Expenditure account on a straight line basis.

**j) Impairment of Assets**

The Society assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Society estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the income and expenditure account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

**k) Provisions, Contingent Liabilities and Contingent Assets**

A provision is recognised when the Society has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A Contingent Asset is neither recognised nor disclosed in the financial statements.

**l) Corpus Fund**

The Corpus Fund includes fund assigned by the executive committee as corpus.

## Make A Difference - Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

### SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS

(All amounts are in Indian rupees unless otherwise stated)

#### 3 Corpus Fund

| Particulars                   | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|-------------------------------|-------------------------|-------------------------|
| At the beginning of the year  | 1,61,000                | 1,61,000                |
| Add: Received during the year | -                       | -                       |
| At the end of the year        | <b>1,61,000</b>         | <b>1,61,000</b>         |

#### 4 Non - Corpus Fund including excess/(deficit) of income over expenditure

| Particulars  | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|--|-------------------------|-------------------------|
| At the beginning of the year   | 51,78,257               | 1,96,98,666             |
| Add : Net Surplus/(Deficit) for the Year                               | 1,98,45,913             | (1,45,20,410)           |
| Less: Adjustment of gratuity on first time adoption of AS 15 (Revised) | -                       | -                       |
| At the end of the year   | <b>2,50,24,170</b>      | <b>51,78,257</b>        |

#### 5 Sundry Creditors

| Particulars            | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|------------------------|-------------------------|-------------------------|
| Creditors for expenses | -                       | 1,03,171                |
| Expenses Payable       | 2,36,500                | 8,67,650                |
|                        | <b>2,36,500</b>         | <b>9,70,821</b>         |

#### 6 Other Current Liabilities

| Particulars            | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|------------------------|-------------------------|-------------------------|
| Statutory dues payable | 6,87,424                | 4,65,262                |
|                        | <b>6,87,424</b>         | <b>4,65,262</b>         |

#### 7 Other Provisions

| Particulars                                   | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| Provision for gratuity                        | 18,37,475               | 18,70,216               |
| Provision for city expenses                   | 55,67,926               | 34,27,138               |
| Less: Advance given for meeting city expenses | (55,67,926)             | (34,27,137)             |
|   | <b>18,37,475</b>        | <b>18,70,217</b>        |

Schedule 8 on Fixed Assets and depreciation is set out on the adjacent page.

#### 9 Short Term Loans and Other Advances

| Particulars                        | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|------------------------------------|-------------------------|-------------------------|
| Security deposits                  | 4,92,000                | 4,92,000                |
| Advances to employees              | 1,82,725                | 35,000                  |
| Balance with statutory authorities | 3,26,505                | 3,26,505                |
| Prepaid card - advance             | -                       | 50,959                  |
| Other loans and advances           | 4,81,000                | 4,00,000                |
|                                    | <b>14,82,230</b>        | <b>13,04,464</b>        |

8 Fixed Assets and Depreciation

| Items                       | Gross value as on 01.04.2023 | Additions during     |                      | Deletions / write down of assets | Gross value as on 31.03.2024 | Rate                 |                      | Depreciation for the year                 |                                  |                      |                      |                    | WDV as on 31.03.2024 | WDV as on 31.03.2023 |   |
|-----------------------------|------------------------------|----------------------|----------------------|----------------------------------|------------------------------|----------------------|----------------------|---|----------------------------------|----------------------|----------------------|--------------------|----------------------|----------------------|---|
|                             |                              | 1 <sup>st</sup> Half | 2 <sup>nd</sup> Half |                                  |                              | 1 <sup>st</sup> Half | 2 <sup>nd</sup> Half | Accumulated Depreciation as on 01.04.2023 | Deletions / write down of assets | 1 <sup>st</sup> Half | 2 <sup>nd</sup> Half | Total for the year |                      |                      | Accumulated Depreciation as on 31.03.2024 |
| <b>Tangible Assets:</b>     |                              |                      |                      |                                  |                              |                      |                      |   |                                  |                      |                      |                    |                      |                      |   |
| Computers and accessories   | 1,02,83,411                  | -                    | -                    | -                                | 1,02,83,411                  | 40.00%               | 20.00%               | 72,16,602                                 | -                                | 12,26,723            | -                    | 12,26,721          | 84,43,324            | 18,40,087            | 30,66,808                                 |
| Office and other equipments | 12,73,169                    | -                    | -                    | -                                | 12,73,169                    | 15.00%               | 7.50%                | 4,48,974                                  | -                                | 1,23,629             | -                    | 1,23,629           | 5,72,603             | 7,00,566             | 8,24,195                                  |
| Furniture and fittings      | 6,16,417                     | 30,000               | -                    | -                                | 6,46,417                     | 10.00%               | 5.00%                | 71,903                                    | -                                | 57,451               | -                    | 57,451             | 1,29,354             | 5,17,063             | 5,44,514                                  |
| <b>Intangible Assets:</b>   |                              |                      |                      |                                  |                              |                      |                      |   |                                  |                      |                      |                    |                      |                      |   |
| Computer software           | 7,23,539                     | 2,36,000             | 39,71,880            | -                                | 49,31,419                    | 40.00%               | 20.00%               | 5,50,135                                  | -                                | 1,63,762             | 7,94,376             | 9,58,139           | 15,08,274            | 34,23,145            | 1,73,404                                  |
| <b>Total</b>                | <b>1,28,96,536</b>           | <b>2,66,000</b>      | <b>39,71,880</b>     | <b>-</b>                         | <b>1,71,34,416</b>           |                      |                      | <b>82,87,614</b>                          | <b>-</b>                         | <b>15,71,566</b>     | <b>7,94,376</b>      | <b>23,65,941</b>   | <b>1,06,53,555</b>   | <b>64,80,861</b>     | <b>46,08,922</b>                          |
| <i>Previous year</i>        | <i>1,19,81,132</i>           | <i>7,83,105</i>      | <i>1,32,299</i>      | <i>-</i>                         | <i>1,28,96,536</i>           |                      |                      | <i>59,50,217</i>                          | <i>-</i>                         | <i>23,19,217</i>     | <i>18,182</i>        | <i>23,37,397</i>   | <i>82,87,614</i>     | <i>46,08,922</i>     | <i>60,30,915</i>                          |



**10 Cash and bank balances**

| <b>Particulars</b>           | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|------------------------------|---------------------------------|---------------------------------|
| Balance with Banks           |                                 |                                 |
| - in Savings accounts        | 1,26,48,393                     | 19,41,723                       |
| - in Savings accounts - FCRA | 70,77,139                       | 5,12,636                        |
| - in Deposit accounts        | 2,30,015                        | 2,08,696                        |
| Cash in Hand                 | -                               | -                               |
|                              | <b>1,99,55,546</b>              | <b>26,63,055</b>                |

**11 Other Current Assets**

| <b>Particulars</b> | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|--------------------|---------------------------------|---------------------------------|
| Prepaid Expenses   | 27,630                          | 69,115                          |
| Accrued Interest   | 301                             | -                               |
|                    | <b>27,931</b>                   | <b>69,115</b>                   |

## 12 Donations Received

| <b>Particulars</b>      | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|-------------------------|---------------------------------|---------------------------------|
| Corporate donations     | 93,24,264                       | 2,49,57,765                     |
| Non corporate donations | 8,31,66,277                     | 4,88,19,180                     |
| Foreign contributions   | 1,18,15,426                     | 1,75,48,031                     |
|                         | <b>10,43,05,967</b>             | <b>9,13,24,976</b>              |

## 13 Other Income

| <b>Particulars</b>                               | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|--|---------------------------------|---------------------------------|
| Interest Received                                | 5,33,702                        | 1,76,824                        |
| Interest Received - Foreign Contribution Account | 81,316                          | 1,00,345                        |
|  | <b>6,15,018</b>                 | <b>2,77,169</b>                 |

## 14 Project Expenses

| <b>Particulars</b>                                 | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|--|---------------------------------|---------------------------------|
| Human Resource Costs                               |                                 |                                 |
| - Employee Benefits Expense                        | 3,37,22,228                     | 4,38,33,297                     |
| - Fellowship Reimbursement                         | 1,94,740                        | 4,23,281                        |
| Internet and Communication                         | 10,988                          | 2,05,415                        |
| Office Expenses                                    | -                               | 2,05,376                        |
| Leadership Conference Expenses                     | 35,34,538                       | 74,97,191                       |
| Professional and Consultancy Charges               | 73,65,823                       | 99,93,160                       |
| Training and Recruitment Expenses                  | 30,04,523                       | 24,38,515                       |
| Student Education and Allied Expenses              |                                 |                                 |
| - Student - Accomodation and other support charges | 1,40,14,399                     | 50,41,579                       |
| - Student - Books                                  | 1,89,102                        | 1,26,676                        |
| - Student - College Fees                           | 68,32,028                       | 93,22,332                       |
| - Student - Training                               | 10,07,786                       | 19,81,596                       |
| - Student - Placement                              | -                               | 70,000                          |
| - Student- Stipend                                 | 33,87,948                       | 91,43,706                       |
| - Internship Stipend                               | 12,000                          | 62,781                          |
| Travelling Expenses                                | 13,33,021                       | 41,17,777                       |
| Technology and subscription charges                | 16,40,435                       | 21,25,327                       |
| Other expenses                                     | 3,56,645                        | 10,33,486                       |
| Freedom home projects                              | 21,56,044                       | -                               |
|  | <b>7,87,62,248</b>              | <b>9,76,21,495</b>              |

## 15 Other Expenses

| <b>Particulars</b>                   | <b>As at<br/>March 31, 2024</b> | <b>As at<br/>March 31, 2023</b> |
|--------------------------------------|---------------------------------|---------------------------------|
| Human Resource Costs                 |                                 |                                 |
| - Employee Benefits Expense          | 3,35,198                        | 5,05,433                        |
| - Employee welfare expenses          | 20,000                          | -                               |
| Accounts written off/(written back)  | (81,871)                        | 2,06,087                        |
| Bank Charges                         | 38,620                          | 83,314                          |
| Internet and communication           | 28,208                          | 1,78,092                        |
| Office expenses                      | 5,47,704                        | 14,16,389                       |
| Other expenses                       | 1,78,373                        | 1,06,916                        |
| Professional and consultancy charges | 9,03,883                        | 10,05,878                       |
| Rent                                 | 17,00,000                       | 10,00,000                       |
| Travelling expenses                  | 22,649                          | 6,05,788                        |
| Training and Recruitment Expenses    | 2,54,120                        | 10,49,800                       |
| Rates & taxes                        | -                               | 5,965                           |
|                                      | <b>39,46,883</b>                | <b>61,63,663</b>                |

**16 Details of related parties:**

| Name of Board Members | Nature of relationship  |
|-----------------------|-------------------------|
| Jithin C Nedumala     | Member - Governing body |
| M.D. Arathi           | Member - Governing body |
| Abid Millath          | Member - Governing body |

**Details of related party transactions for the period ended March 31, 2024:**

| Transactions  | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| <b>Salaries &amp; allowances during the year:</b>   |                         |                         |
| Jithin C Nedumala                                   | 31,20,800               | 30,65,900               |
| M.D. Arathi   | -                       | 27,787                  |
| <b>Balance outstanding as at end of the period:</b> |                         |                         |
| Jithin C Nedumala                                   | -                       | 2,60,700                |

**17 Employee benefit plans****Gratuity plan**

The Society has a defined benefit gratuity plan. Gratuity is computed as 15 days salary, for every completed year of service or part thereof in excess of 6 months and is payable on retirement/termination/resignation. The benefit vests on the employees after completion of 5 years of service. The Gratuity liability has not been externally funded. The Society makes provision of such gratuity liability in the books of accounts on the basis of actuarial valuation as per the Projected unit credit method.

The following table summarizes the components of expense recognized in the statement of income and expenditure and the amounts recognized in the Balance Sheet.

## a. Expenses recognised in the statement of income and expenditure for the year:

| Particulars   | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| Current service cost  | 3,26,461                | 5,06,791                |
| Interest cost on benefit obligation                                   | 1,40,640                | 2,00,978                |
| Expected return on plan assets  | -                       | -                       |
| Actuarial losses (gains) arising from change in financial assumptions | -                       | -                       |
| Actuarial losses (gains) arising from experience adjustments          | (4,99,843)              | (17,93,104)             |
| <b>Total included in employee benefit expense</b>                     | <b>(32,742)</b>         | <b>(10,85,335)</b>      |

## b. Net (assets) / liability recognised in the balance sheet

| Particulars   | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| Present value of defined benefit obligation                     | 18,37,475               | 18,70,217               |
| Fair value of plan assets                                       | -                       | -                       |
| <b>Net (assets) / liability recognised in the Balance Sheet</b> | <b>18,37,475</b>        | <b>18,70,217</b>        |

## c. Change in Defined benefit obligation during the year

| Particulars   | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---|-------------------------|-------------------------|
| Present value of obligation at the beginning of the year              | -                       | -                       |
| Current service cost  | 3,26,461                | 5,06,791                |
| Interest cost   | 1,40,640                | 2,00,978                |
| Benefits paid   | -                       | -                       |
| Actuarial losses (gains) arising from change in financial assumptions | -                       | -                       |
| Actuarial losses (gains) arising from experience adjustments          | (4,99,843)              | (17,93,104)             |
| <b>Present value of obligation as at the end of the year</b>          | <b>(32,742)</b>         | <b>(10,85,335)</b>      |

d. Principal Actuarial assumption at the balance sheet date

| Particulars                     | As at<br>March 31, 2024 | As at<br>March 31, 2023 |
|---------------------------------|-------------------------|-------------------------|
| Discount rate                   | 7.22%                   | 7.52%                   |
| Increase in compensation cost   | 7.00%                   | 7.00%                   |
| Attrition Rate                  | 5.00%                   | 5.00%                   |
| Expected retirement age (years) | 58                      | 58                      |

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

Since the entire amount of plan obligation is unfunded, changes in the fair value of plan assets are not given. Further, as the entire amount of plan obligation is unfunded, categories of plan assets as a percentage of the fair value of total plan assets and the Society's expected contribution to the plan assets in the next year is not given.

**18** Previous year figures have been regrouped / reclassified wherever necessary to suit current year layout.

As per our report of even date attached

**For G. Joseph & Associates**

Chartered Accountants

(Firm Reg. No.006310S)

For and on behalf of the governing council

**Make A Difference - Cochin**

**Raphael Sharon**

Partner

**M.No: 233286**

**Abid Millath**

President

**Jithin C Nedumala**

Secretary

**M.D Arathi**

Treasurer

Place: Ernakulam

Date : September 01,2024