

# KATHA

## Balance Sheet

As on 31 March 2021

(All amounts in Rupees)

	Schedule Number	As at 31 March 2021	As at 31 March 2020
<b>SOURCES OF FUNDS</b>			
<b>CAPITAL FUND</b>			
Corpus fund	1	59,48,312	64,12,151
		31,70,000	31,70,000
<b>Restricted funds:-</b>			
Resources for Educating A Child Fund ( REACH Fund)	2	37,06,363	27,13,491
Founder's Reserve		1,61,82,879	1,46,45,329
<b>Unrestricted funds:-</b>			
General fund	3	(74,30,114)	(85,56,952)
		<u>2,15,77,440</u>	<u>1,83,84,019</u>
<b>APPLICATION OF FUNDS</b>			
<b>Fixed assets</b>			
Net block	4	59,48,312	64,12,151
Project Funds Spent- Awaiting reimbursement (Annexure - A)		5,44,594	3,64,088
<b>Current assets, loans and advances</b>			
Inventory	5	45,95,897	60,82,335
Debtors	6	39,86,288	31,08,829
Cash and bank balances	7	3,48,74,179	2,48,70,081
Loans and advances	8	15,47,759	24,69,050
		<u>4,50,04,123</u>	<u>3,65,30,295</u>
<b>Less : Current liabilities and provisions</b>			
Short term Borrowing	9	-	18,29,787
Current liabilities	10	1,05,13,267	1,15,88,616
Provisions	11	22,19,026	27,53,742
Unutilised Project Funds Carry Forward (Annexure - A)		1,71,87,296	87,50,370
		<u>2,99,19,589</u>	<u>2,49,22,515</u>
<b>Net current assets</b>		<u>1,50,84,534</u>	<u>1,16,07,780</u>
		<u>2,15,77,440</u>	<u>1,83,84,019</u>

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Significant accounting policies and notes to the accounts

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

As per our report of even date attached

For **V. Sankar Aiyar & Co.**  
Chartered Accountants  
Firm Registration No.:109208W

**V. Rethinam**  
Partner  
Membership No.: 010412

Place: New Delhi

Date: 31-10-2021

For and on behalf of Katha

**R Balasubramanian**  
Vice President

**Mrs. Parvinder Chhabra**  
Executive Director



# KATHA

**Income and Expenditure Account**  
For the year ended 31 March 2021  
(All amounts in Rupees)

	Schedule Number	Year ended 31 March 2021	Year ended 31 March 2020
<b>Income</b>			
Grants received	12	5,10,39,228	5,58,35,367
Distribution of publications (Net of Sales returns)		41,03,307	71,58,497
Other income	13	27,00,683	49,95,692
		<b>5,78,43,218</b>	<b>6,79,89,556</b>
<b>Expenditure</b>			
(Increase)/decrease in stock		14,86,438	1,16,417
Programme expenses	14	2,95,22,886	3,90,55,151
Personnel expenses	15	2,15,71,505	2,80,81,792
Administrative and other expenses	16	30,10,774	38,46,584
Depreciation	4	13,20,310	15,72,045
Less: Adjusted against capital fund		(13,20,310)	(15,72,045)
Finance and bank charges	17	1,31,905	3,05,114
		<b>5,57,23,508</b>	<b>7,14,05,058</b>
(Deficit)/Surplus for the year		<b>21,19,710</b>	<b>(34,15,502)</b>
: Transfer from/to Reach Fund		(9,92,872)	15,99,821
: Transfer to Green Fund			
: Transfer from/to General Fund		(11,26,838)	18,15,681

Significant accounting policies and notes to the accounts

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The schedules referred to above form an integral part of the financial statements.  
As per our report of even date attached

For **V. Sankar Aiyar & Co.**  
Chartered Accountants  
Firm Registration No.:109208W

For and on behalf of Katha

**V. Rethinam**  
Partner  
Membership No.: 010412

**R Balasubramanian**  
Vice President

**Mrs. Parvinder Chhabra**  
Executive Director

Place: New Delhi  
Date: 31-10-2021



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Schedules forming part of the accounts  
(All amounts in Rupees)

	As at 31 March 2021	As at 31 March 2020
<b>Schedule - 1</b>		
<b>CAPITAL FUND</b>		
Fixed Assets for previous years	64,12,151	69,96,448
Add: Fixed Assets out of grant during the year	8,35,587	9,60,090
Add: Fixed Assets out of General Fund	20,884	27,658
Less: Assets Discarded from Use	-	-
Less: Depreciation for the year adjusted	13,20,310	15,72,045
	<u>59,48,312</u>	<u>64,12,151</u>
<b>Schedule - 2</b>		
<b>Restricted fund</b>		
<b>Resources for Educating A Child Fund ( REACH Fund)</b>		
Opening balance	27,13,491	43,13,312
Add/Less: Transfer from/to Income and Expenditure Account	9,92,872	(15,99,821)
Add: Katha community contribution	-	-
	<u>37,06,363</u>	<u>27,13,491</u>
<b>Founder's Reserve</b>		
Opening balance	1,46,45,329	1,31,45,329
Add: Founder 's contribution to projects	15,37,550	15,00,000
	<u>1,61,82,879</u>	<u>1,46,45,329</u>
<b>Corpus fund</b>		
As per last balance sheet	<u>31,70,000</u>	<u>31,70,000</u>
<b>Schedule - 3</b>		
<b>General Fund</b>		
Opening balance	(85,56,952)	(67,41,271)
Add: Excess of Income Over Expenditure	11,26,838	-
Less: Excess of expenditure over income	-	(18,15,681)
Add:/ Less other adjustment ( transfers of fund to General Fund)	-	-
	<u>(74,30,114)</u>	<u>(85,56,952)</u>
<b>Schedule - 5</b>		
<b>Inventory</b>		
Closing stock of books	78,68,446	93,54,884
Less: Provision for slow moving stock	32,72,549	32,72,549
	<u>45,95,897</u>	<u>60,82,335</u>
<b>Schedule - 6</b>		
<b>Sundry Debtors (Unsecured)</b>		
Marketing debtors	39,86,288	31,08,829
Less :- Provision for doubtful debts	-	-
	<u>39,86,288</u>	<u>31,08,829</u>



Schedule - 4 :- Fixed Assets  
Year 20120-21

Particulars	WDV as at 1 April 2020	Additions 1st April 20 to 30 Sept 20'	Additions 1st Oct 20 to 31st Mar 21	Total Additions	Sales/ Adjustments/ Discarded	As at 31 March 2021	Depreciation for the year	Written down value as on 31 March 2021
<b>Tangible assets</b>								
Building	1,04,034	-	-	-	-	1,04,034	10,403	93,631
Furniture and fixtures	25,28,537	9,204	-	9,204	-	25,37,741	2,53,774	22,83,967
Computers	13,59,045	-	8,35,587	8,35,587	-	21,94,632	7,10,735	14,83,897
Office equipment	18,16,493	11,680	-	11,680	-	18,28,173	2,74,225	15,53,948
<b>Intangible assets</b>								
Trade Mark	36,082	-	-	-	-	36,082	9,021	27,061
Software	-	-	-	-	-	-	-	-
<b>Current year (A)</b>	<b>58,44,191</b>	<b>20,884</b>	<b>8,35,587</b>	<b>8,56,471</b>	<b>-</b>	<b>67,00,662</b>	<b>12,58,158</b>	<b>54,42,504</b>

Fixed assets against grants: (in kind)

Particulars	WDV as at 1 April 2020	Additions 1st April 20 to 30 Sept 20'	Additions 1st Oct 20 to 31st Mar 21	Total Additions	Sales/ Adjustments/ Discarded	As at 31 March 2021	Depreciation for the year	Written down value as on 31 March 2021
<b>Tangible assets</b>								
Building	4,29,855	-	-	-	-	4,29,855	42,986	3,86,869
Furniture and fixtures	30,991	-	-	-	-	30,991	3,099	27,892
Office equipment	1,07,114	-	-	-	-	1,07,114	16,067	91,047
<b>Current year (B)</b>	<b>5,67,960</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,67,960</b>	<b>62,152</b>	<b>5,05,808</b>
<b>Total Current Year(A)+(B)</b>	<b>64,12,151</b>	<b>20,884</b>	<b>8,35,587</b>	<b>8,56,471</b>	<b>-</b>	<b>72,68,622</b>	<b>13,20,310</b>	<b>59,48,312</b>

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Fixed Assets out of grant during the year 8,35,587  
Fixed Assets out of General Fund 20,884  
Total Addition 8,56,471



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Schedules forming part of the accounts  
(All amounts in Rupees)

	As at 31 March 2021	As at 31 March 2020
<b>Schedule - 7</b>		
<b>Cash and bank balances</b>		
Cash in hand	-	33,094
Balance with scheduled banks in:		
- saving banks account	2,16,22,868	93,46,910
- fixed deposits	1,32,51,311	1,54,90,077
	<u>3,48,74,179</u>	<u>2,48,70,081</u>
Pledged against overdraft limit by Bank	-	30,00,000
<b>Schedule - 8</b>		
<b>Loans and advances</b>		
<i>(Unsecured, considered good unless otherwise stated)</i>		
Advances recoverable in cash or in kind or for value to be received	76,147	95,528
Security deposits	6,36,000	6,00,000
Interest accrued but not due	85,145	8,70,671
TDS receivable	2,18,951	4,41,709
Prepaid Expenses	5,31,516	4,61,142
	<u>15,47,759</u>	<u>24,69,050</u>
<b>Schedule - 9</b>		
<b>Short term Borrowing:</b>		
Bank Overdraft-Axis Bank	-	18,29,787
	-	<u>18,29,787</u>
<b>Schedule - 10</b>		
<b>Current liabilities</b>		
Sundry creditors	68,78,038	84,08,649
Loan from Dharmarajan Family	36,29,000	31,00,000
Stale Cheques	-	79,967
Other liabilities	6,229	-
	<u>1,05,13,267</u>	<u>1,15,88,616</u>
<b>Schedule - 11</b>		
<b>Provisions</b>		
- for gratuity	20,83,891	20,61,618
- for leave encashment	1,35,135	6,92,124
	<u>22,19,026</u>	<u>27,53,742</u>
<b>Schedule - 12</b>		
<b>Grants received</b>		
Specific Purpose Funds (Refer Annexure-A)	4,72,85,011	5,33,98,703
Grant Received from Dharmarajan Family	24,00,000	-
General Donations	13,54,217	24,36,664
	<u>5,10,39,228</u>	<u>5,58,35,367</u>



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Schedules forming part of the accounts  
(All amounts in Rupees)

	As at 31 March 2021	As at 31 March 2020
<b>Schedule - 13</b>		
<b>Other income</b>		
Interest on fixed deposits	12,35,426	12,06,578
Interest on saving bank accounts	3,23,630	6,99,590
Interest on income tax Refund	23,696	22,500
Unclaimed and old credit Balances written back	40,888	4,77,755
Miscellaneous and Other Receipts	6,62,900	25,89,269
Bad debts Written off in earlier year, recovered	4,14,143	-
	<u>27,00,683</u>	<u>49,95,692</u>
<b>Schedule - 14</b>		
<b>Programme expenditure</b>		
Education material development	52,69,647	48,21,842
Consultant fee and expenses	26,55,864	33,85,518
Kathashala school expenses {Refer note 3(a)(i)}	1,55,81,779	2,06,05,442
Project implementation expenses {Refer note 3(f)}	76,29,752	1,27,51,905
Sales and distribution cost	3,65,238	9,12,924
	<u>3,15,02,280</u>	<u>4,24,77,631</u>
Less: Kathashala school expenses	19,79,394	34,22,480
<b>Total</b>	<u>2,95,22,886</u>	<u>3,90,55,151</u>
<b>Schedule - 15</b>		
<b>Personnel expenses</b>		
Salary Project staff- Kalpavriksham {refer note- 3(a)}	2,74,22,284	3,71,76,346
Salary Project staff- Kathavilasam {refer note- 3(b)}	56,27,345	41,93,018
Salary Project staff- Distribution of Publications	13,53,778	28,11,975
Staff welfare	17,790	1,21,769
	<u>3,44,21,197</u>	<u>4,43,03,108</u>
Less: Kathashala school expenses	1,28,49,692	1,62,21,317
<b>Total</b>	<u>2,15,71,505</u>	<u>2,80,81,792</u>
<b>Schedule - 16</b>		
<b>Administrative and other expenses</b>		
Promotional Activity	46,412	1,87,283
Communication	5,63,112	5,49,667
Electricity and Water	12,25,078	15,68,699
Short & Excess	(20)	158
Insurance	25,074	53,088
Legal and professional (see note below)	1,66,800	2,40,146
Printing and stationary	62,853	1,41,613
Gift and Awards	-	11,600
Interest paid on statutory dues	5,019	138
Repair and maintenance	5,41,204	5,45,148
Travelling and conveyance	3,29,937	11,47,999
Miscellaneous expenses	1,38,849	1,77,056
Bad debts written off	-	29,46,792
Less: Adjusted against provision	-	(28,51,809)
		94,983
TDS Recoverable relating to earlier year, written off	-	90,651
Project expenses spent in excess, written off	6,59,149	-
	<u>37,63,467</u>	<u>48,08,229</u>
Less: Kathashala school expenses	7,52,693	9,61,645
<b>Total</b>	<u>30,10,774</u>	<u>38,46,584</u>



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Schedules forming part of the accounts  
(All amounts in Rupees)

	As at 31 March 2021	As at 31 March 2020
<b>Notes to Legal &amp; Professional:</b>		
Payment to Auditor		
Audit Fees	95,000	95,000
Fees for other services & certificate	40,000	40,000
<b>Total (Excluding GST Amount)</b>	<b>1,35,000</b>	<b>1,35,000</b>

## Schedule - 17

### Finance and bank charges

Bank charges	40,081	34,492
Other interest	91,824	2,70,622
	<b>1,31,905</b>	<b>3,05,114</b>



Audit year: 2020-21

Annexure -A  
Schedule of Grants received during the year 2020-21

Amount in Rs.

Sl. No.	PROJECT	BALANCES AS		CURRENT RECEIPTS Grant	CURRENT RECEIPTS Agst. Debtors	EXCESS SPENT ON PROJECT WRITTEN OFF	TOTAL	UTILIZED AGST. GRANT (Revenue Expenditure)	UTILIZED AGST. GRANT (Capital Expenditure)	UTILIZED OWN SOURCES	TOTAL	BALANCE AS		
		ON 01-04-2020 Cr. Balance	ON 01-04-2020 Dr. Balance									ON (C/F Project)	ON (Debtor)	
	Specific Purpose Grants-													
	General (A)													
1	Bata India Limited	-	(2,37,210)	10,70,915	2,37,210		10,70,915	10,70,915		8,452	10,79,367	-	-	
2	HCL Foundation	94,094	-	1,35,63,408			1,36,57,502	1,28,31,181			1,28,31,181	8,26,321	-	
3	Collective Good Foundation	1,08,451	-	2,06,663			3,15,114	3,15,114			3,15,114	-	-	
4	Cians Analytics Private Limited	-	-	20,51,500			20,51,500	17,55,801	2,95,699		20,51,500	-	-	
5	NSE Foundation	-	-	54,22,400			54,22,400	13,14,307			13,14,307	41,08,093	-	
6	Network for Quality Education (SQEP)			12,45,563			12,45,563	11,92,175	53,388	54	12,45,617	-	-	
7	Omidyar Network- United Ways			5,00,000			5,00,000	5,00,000		5,718	5,05,718	-	-	
8	Tejas Network			12,50,000			12,50,000	12,50,000			12,50,000	-	-	
9	Edel Give Foundation			30,01,650			30,01,650					30,01,650	-	
10	Amazon Internet Services Pvt. Ltd.			53,00,000			53,00,000	7,82,161			7,82,161	45,17,839	-	
	<b>Total (A)</b>	<b>2,02,545</b>	<b>(2,37,210)</b>	<b>3,36,12,099</b>	<b>2,37,210</b>		<b>3,38,14,644</b>	<b>2,10,11,654</b>	<b>3,49,087</b>	<b>14,224</b>	<b>2,13,74,965</b>	<b>1,24,53,903</b>	<b>-</b>	
	<b>Foreign Contribution (B)</b>													





Sl. No.	PROJECT HEAD	BALANCES AS ON 01-04-2020		RECEIPTS Agst. Grant	CURRENT RECEIPTS Agst. Debtors	EXCESS SPENT ON PROJECT WRITTEN OFF	TOTAL	UTILIZED AGST. GRANT (Revenue Expenditure)	UTILIZED AGST. GRANT (Capital Expenditure)	UTILIZED OWN SOURCES	TOTAL	BALANCE AS ON (C/F Project)	BALANCE AS ON (Debtor)
		Cr. Balance	Dr. Balance										
11	Barrington Educational Initiative	-	-	8,35,860	-	-	8,35,860	8,35,860	-	498	8,36,358	-	-
12	Charities Aid Foundation-SQEP	-	(1,26,878)	-	1,26,878	-	-	-	-	-	-	-	-
13	Charities Aid Foundation-Oracle	-	-	70,00,000	-	-	70,00,000	69,52,307	47,693	1,498	70,01,498	-	-
14	New Zealand High Commission	-	-	4,60,746	-	-	4,60,746	-	-	-	-	4,60,746	-
15	Sri Devi Foundation	-	-	4,37,921	-	-	4,37,921	4,37,921	-	12,159	4,50,080	-	-
16	Swades Foundation	18,39,648	-	-	-	6,59,149	24,98,797	30,43,391	-	-	30,43,391	-	(5,44,594)
17	Deloitte Global Services Ltd.	67,08,177	-	1,30,07,155	-	-	1,97,15,332	1,50,03,878	4,38,807	-	1,54,42,685	42,72,647	-
	<b>Total (B)</b>	<b>85,47,825</b>	<b>(1,26,878)</b>	<b>2,17,41,682</b>	<b>1,26,878</b>	<b>6,59,149</b>	<b>3,09,48,656</b>	<b>2,62,73,357</b>	<b>4,86,500</b>	<b>14,155</b>	<b>2,67,74,012</b>	<b>47,33,393</b>	<b>(5,44,594)</b>
	<b>Grand Total (A) + (B)</b>	<b>87,50,370</b>	<b>(3,64,088)</b>	<b>5,53,53,781</b>	<b>3,64,088</b>	<b>6,59,149</b>	<b>6,47,63,300</b>	<b>4,72,85,011</b>	<b>8,35,587</b>	<b>28,379</b>	<b>4,81,48,977</b>	<b>1,71,87,296</b>	<b>(5,44,594)</b>

Actual Grant Received during the year

Add:- Opening Balance 83,86,282

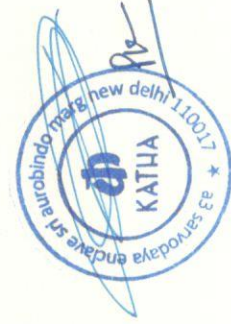
Add:- Excess spent written off 6,59,149

Total ( i + ii ) 6,47,63,300

Less:- Return 1,66,42,702

Less:- Closing Balance 4,81,20,598

Total ( iv + v )



## **Katha**

### **Schedules forming part of the financial statements (All amounts in Rupees)**

#### **Schedule 18– Significant accounting policies and notes to the accounts**

##### **1. Background**

Katha is registered under the Societies Registration Act, 1860; vide registration certificate no.S-20336 dated 8th September 1989. The Society has been granted registration under section 12A of the Income Tax Act, 1961. The Society has been approved under section 80G (5) (VI) of the Income Tax Act, 1961. The Society is registered under the Foreign Contribution (Regulation) Act, 1976, (FCRA) (since replaced by FCRA 2010) for carrying out activities of social nature with registration no.231650637.

Started in 1988 to enhance the joys of reading and the love of books, Katha started the Katha Lab School in the poverty-ridden slums of Govindpuri in 1990, where most children worked to support their families. Katha's work supports the over arching Right to Education, Sarva Shiksha Abhiyan and National Curriculum Framework, 2005 goals that address quality, pedagogy, teacher education and capacity development for all children across social, economic divides to meet the Millennium Development Goals (MDGs).

##### **2. Significant Accounting Policies**

###### **a) Basis of accounting**

The financial statements have been prepared and presented on the accrual basis under historical cost convention. The Accounting Standards issued by the Institute of Chartered Accountants of India are applicable to non-profit entities, only if any part of the activities of the entity is considered to be commercial, industrial or business in nature. The Society is not carrying on any activity in the nature of commercial, industrial or business. Therefore, the Accounting Standards are not mandatory and have been followed to the extent practicable or relevant. The accounting policies have been consistently applied by the Society.

###### **b) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenue and expenses during the reporting year. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

###### **c) Revenue recognition**

###### **Grants**

Grants are recognized when there is reasonable certainty that the Society will comply with the conditions attached to them and the grant will be received.

Grants relating to depreciable assets are credited to fixed assets fund which is recognized in the Income and Expenditure account by way of a depreciation charge over the useful lives of the assets.

The Society receives funds which are restricted in nature from foreign and Indian sources. Revenue from restricted fund is recognised 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 future periods.

##### **Distribution of Publications**



## Katha

### Schedules forming part of the financial statements

(All amounts in Rupees)

#### Schedule 18– Significant accounting policies and notes to the accounts

Distribution of publications (Rs. 41,03,307/-) shown in the books of accounts is excluding of Project distributions (Rs.24,87,160/-)

#### Interest income

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

#### d) Fixed assets and depreciation

Fixed assets are stated at historical cost less accumulated depreciation. Cost includes taxes, duties, freight and other incidental expenses related to acquisition and installation.

Fixed assets include those met out of project funds and provided at the site for the benefit of beneficiaries (HCL Centre, Noida). These are to be retained at the site after completion of project. During the financial year 2020-21, fixed assets of the value of Rs. 72,216/- have been funded for the projects run by Katha in the HCL-Katha Centers Noida.

Depreciation on fixed assets is charged on written down value method at the following rates and in accordance with the rates prescribed under the Income Tax Act, 1961:

Particulars	Rates of depreciation
Building	10%
Furniture and fixtures	10%
Computer equipment	40%
Office equipment	15%
Trade mark	25%
Software	25%

- e) Inventory of books are valued at 50% on discounted M.R.P. for moving Inventory and 35% on discounted M.R.P. for slow moving Inventory.

#### f) General funds

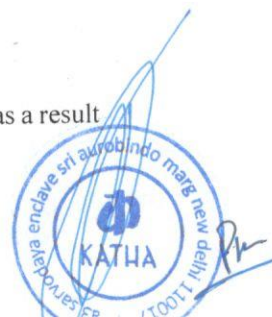
The surplus / deficit from Income and Expenditure Account is transferred to general funds, which is unrestricted in nature and is available for furtherance of the objective of the Society in future periods.

#### g) Expenditure

The Society implements programmes for children's education and its other objects by itself and no programmes are sublet to any other organization Accordingly, expenditure incurred by the Society during the year to implement their projects are charged to the Statement of Income and Expenditure.

#### h) Provisions and contingent liability

A provision is recognised in the financial statements where there exists a present obligation as a result



**Katha**  
**Schedules forming part of the financial statements**  
*(All amounts in Rupees)*

**Schedule 18– Significant accounting policies and notes to the accounts**

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 recognised 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) Employee benefits**

The Society makes regular contribution towards Government Provident Fund.

The Society has entered into an arrangement with Life Insurance Corporation (LIC) towards accruing liability for future payment of gratuity. Provision for leave encashment has been made on actual calculation.

**k) Leases**

Lease payments in respect of operating lease are recognized as an expense in the Income and Expenditure Account on a straight line basis over the period of lease.

**3. Notes to Accounts**

**a) Kalpavriksham**

This is a Centre for sustainable learning. This also includes expenditure among others, on the following

- i) Kathashala school expenses (Katha Lab School) situated at Govindpuri (Delhi) where various programmes are run including a fulltime school.
- ii) Quality enhancement & reading programme in various Municipal schools and community.
- iii) Teachers Education & training programme.

**b) Katha Vilasam**

This is a resource centre for Research, Development & production of Educational content (Books & Teaching learning material) in print and digital formats & dissemination thereof.

- c)** The Society has been following written down value method of depreciation on its fixed assets. In the absence of detailed records of original cost of assets, the books of account indicate only the written down values and not the original cost. As a result, **Schedule 4**, "Fixed Assets" in these financial statements, does not indicate original cost and accumulated depreciation.

- d)** The Founder and President Ms. Geeta Dharmarajan does not wish to be benefited for services rendered by her. However, the Governing Body decided that the value of her creative services be accounted for by transfer of an equal amount to "Founder's Reserve". During the year, the accounting has been done as follows: -



**Katha**  
**Schedules forming part of the financial statements**  
*(All amounts in Rupees)*

**Schedule 18- Significant accounting policies and notes to the accounts**

Particulars	F.Y. 20-21	F.Y. 19-20
Value of service	Rs.21,96,500	Rs.20,99,750
Less: Tax liability to be borne by her	Rs.6,58,950	Rs.5,99,750
Amount transferred to Founder's Reserve	Rs.15,37,550	Rs.15,00,000

- e) The amount unspent on projects of Rs.1,71,87,296/- (Previous Year Rs.87,50,370/-) is carried forward as "Carried forward Projects Funds" under the head Current Liabilities.
- f) Project implementation expenditure (Sch.14) includes the following:

S. No	Nature of expenditure	Amount (CY)	Amount (PY)
1	Security Expenses	14,01,776	14,72,336
2	Rent & Licence fees	29,85,161	30,32,688
3	Accreditation Charges	2,52,851	6,50,945
4	Printing and Stationery	7,15,781	9,06,889
5	AMC on computer and others	12,40,951	13,23,698

For **V. Sankar Aiyar & Co.**  
Chartered Accountants  
Firm Registration No.: 109208W

For and on behalf of **Katha**

**V. Rethinam**  
Partner  
Membership No. 010412

**R Balasubramanian**  
Vice President

**Mrs Parvinder Chhabra**  
Executive Director

Place: New Delhi

Date: 31.10.2021

