

MANTRA SOCIAL SERVICES

FINANCIAL STATEMENTS
For the year ended March 31, 2020

GPSV & CO.,
CHARTERED ACCOUNTANTS
Bengaluru

MANTRA SOCIAL SERVICES
BALANCE SHEET AS AT 31ST MARCH 2020

Particulars	Notes	As at 31-Mar-2020	As at 31-Mar-2019
Equity and Liabilities			
Shareholders' Fund			
Share Capital	2	1,00,000	1,00,000
Reserves & Surplus	3	3,35,28,463	1,11,71,057
Non Current Liabilities			
Other Long term liabilities	4	13,34,832	-
Current Liabilities			
Short term Borrowings	5	6,495	6,495
Trade payables	6	9,269	3,72,228
Other Current Liabilities	7	3,22,091	1,44,115
Short term provisions	8	3,41,729	79,348
Total		3,56,42,879	1,18,73,242
Assets			
Non-current assets			
Fixed assets:	9		
Tangible Assets		14,90,705	19,150
Current Assets			
Trade receivable	10	12,82,250	-
Cash and Bank Balances	11	3,06,04,832	1,08,33,477
Short Term Loans and Advances	12	22,05,092	10,20,116
Other Current Assets	13	60,000	500
Total		3,56,42,879	1,18,73,243

Significant Accounting Policies
As per our report of even date

1

For G P S V & Co.,
Chartered Accountants
Firm Reg No. 013175S

Bhat
CA Venkatesha Bhat
Partner
M.No.131243
UDIN: 21131243AAAAABT8897



For and on behalf of the Board of Directors

Santosh Kumar More

Santosh Kumar More
Director
DIN 05264521

Khushboo Kumari

Khushboo Kumari
Director
DIN 05264529

Place: Bengaluru
Date: 30/11/2020

**MANTRA SOCIAL SERVICES
STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31ST MARCH 2020**

Particulars	Note	Year ended 31-Mar-2020	Year ended 31-Mar-2019
Income			
Donations Received		5,18,79,067	2,76,42,119
Grants - Foreign Contribution		2,09,96,039	64,49,815
FCRA Grant Against Capital Asset		3,76,515	-
Other Income	14	8,54,791	2,20,707
		7,41,06,412	3,43,12,641
Expenditure:			
Employee benefits expense	15	2,35,34,328	99,57,630
Project and Operations Expenses	16	1,40,27,168	77,55,576
Expenses From FCRA Account	17	79,01,149	53,30,371
Administration Expenditure	18	57,00,159	24,14,889
Depreciation and amortization	9	5,86,201	36,563
		5,17,49,005	2,54,95,029
Surplus before Tax			
Less: Tax expenses		2,23,57,407	88,17,612
Surplus for the year		2,23,57,407	88,17,612

Significant Accounting Policies
As per our report of even date

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Santosh Kumar More
Santosh Kumar More
Director
DIN 05264521

Khushboo
Khushboo Kumari
Director
DIN 05264529

Place: Bengaluru
Date: 30/11/2020

Mantra Social Services
Cash Flow Statement for the year ended 31 March, 2020
(All amounts in Rs, unless otherwise stated)

Particulars	As at 31 Mar 2020	As at 31 Mar 2019
A. Cash flow from operating activities		
Net Surplus before tax	2,23,57,407	88,17,612
<u>Adjustments for:</u>		
Interest Income		
Finance cost	(8,54,791)	(2,20,707)
Net unrealised exchange (gain)/loss	-	-
Other Income	-	-
Depreciation and amortisation	(3,76,515)	-
Bad debt	5,86,201	36,563
	1,95,900	-
Operating profit/(loss) before working capital changes	2,19,08,202	86,33,468
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	(14,78,150)	-
Short term loans and advances	1,49,076	(6,73,075)
Other Current Assets	(59,500)	-
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(3,62,959)	3,59,747
Other current liabilities	1,77,976	1,62,527
Short term Provisions	2,62,381	-
Cash generated from operations	2,05,97,026	84,82,667
Net income tax (paid)/refunds	(13,34,052)	
Net cash flow from / (used in) operating activities (A)	1,92,62,974	84,82,667
B. Cash flow from investing activities		
Capital expenditure on fixed assets	(20,57,756)	(37,827)
Interest income	8,54,791	2,20,707
Other long term liabilities	17,11,346	-
Net cash flow from / (used in) investing activities (B)	5,08,381	1,82,880
C. Cash flow from financing activities		
Short Term Borrowings	-	-
Finance cost	-	-
Net cash flow from / (used in) financing activities (C)	-	-
Net increase / (decrease) in Cash	1,97,71,355	86,65,547
Cash and cash equivalents at the beginning of the year	1,08,33,477	21,67,930
Cash and cash equivalents at the end of the year	3,06,04,832	1,08,33,476
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents at the end of the year *		
* Comprises:		
(a) Cash on hand	44,479	50,974
(b) Balances with banks - in current account	3,05,53,858	1,07,82,503
	3,05,98,337	1,08,33,477

This is the Cash Flow Statement referred to in our report of even date

For GPSV & Co.,
Chartered Accountants
Firm Reg No. 013175S

Bhat
CA Venkatesha Bhat
Partner
M.No.131243
UDIN: 21131243AAAABT8897



For and on behalf of the Board of Directors

Santosh Kumar More
Santosh Kumar More
Director
DIN 05264521

Khushboo Kumari
Khushboo Kumari
Director
DIN 05264529

Place: Bengaluru
Date: 30/11/2020

MANTRA SOCIAL SERVICES
NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS

Note No. - 2 Share capital

Share Capital	As at 31st March, 2020			As at 31st March, 2019		
	No. of Shares	Par value of share	Rupees	No. of Shares	Par value of share	Rupees
a. Authorised - Equity Shares	10,000	10	1,00,000	10,000	10	1,00,000
b. Issued, subscribed and fully paid up Share Capital - Equity Shares	10,000	10	1,00,000	10,000	10	1,00,000
c. Reconciliation - Equity Shares						
Shares outstanding at the beginning of the period	10,000	100	1,00,000	-	-	-
Add: Allotment of shares during the period	-	-	-	10,000	10	1,00,000
Shares outstanding at the end of the reporting date	10,000	100	1,00,000	10,000	100	1,00,000
d. The Company has only one class of shares referred to as Equity shares having a par value of Rs. 100/- Each holder of equity shares is entitled to one vote per						
e. Share holding pattern as at reporting date: List of shareholder holding over 5% shares as at reporting date:						
Name of the Share holder		No. of Shares	Par value of share	% held	Amount	
Equity Shares						
Santosh Kumar More		2,500	10	25%	25,000	
Rishi Singhal		2,500	10	25%	25,000	
Khushboo Kumari		2,500	10	25%	25,000	
Ritesh Kumar Mishra		2,500	10	25%	25,000	
Total		10,000		100%	1,00,000	
f. Shares reserved for issue under options and contracts/ commitments for the sale of shares/ disinvestment, including terms and amount: Nil (Company has not reserved any shares for issue under options or otherwise and contracts/ commitments for sale / disinvestment as on reporting date.)						
g. Shares information related to immediately preceding five years from reporting date:						
Share allotted as fully paid up pursuant to contract(s) without payment being received in cash : Nil						
Share allotted as fully paid up bonus shares : Nil						
Shares brought back - Aggregate number and amount: Nil						
h. Terms of securities convertible in to equity / preference shares as at reporting date: Nil						
i. Calls unpaid as at reporting date: Nil						
j. Calls unpaid by directors and officers as at reporting date: Nil						
k. Forfeited shares as at reporting date: Nil						

For GPSV & CO.
Chartered Accountants

[Signature]
Partner



Santosh Kumar More *[Signature]*

MANTRA SOCIAL SERVICES			
Notes forming part of the financial statements			
(All amounts in Rs. unless otherwise stated)			
Note	Particulars	As at 31-Mar-20	As at 31-Mar-19
3	Reserves and Surplus		
	Surplus in Statement of Income & Expenditure		
	Opening balance	1,11,71,057	23,53,445
	Add: Surplus for the year	2,23,57,407	88,17,612
		3,35,28,463	1,11,71,057
4	Non Current Liabilities		
	Other long term liabilities		
	Deferred income - Capital Asset Against Grant Fund	13,34,832	-
		13,34,832	-
5	Short term Borrowings		
	Interest free Unsecured Loan - from director	6,495	6,495
		6,495	6,495
6	Trade Payables		
	Total outstanding dues of micro enterprises and small enterprises		
	Others	9,269	3,72,228
		9,269	3,72,228
7	Other Current Liabilities		
	Unutilised Capex Grant	86,244	-
	Professional Tax Payable	12,000	7,600
	TDS payable	2,23,847	1,36,515
		3,22,091	1,44,115
8	Short term Provisions		
	Audit Fee Payable	54,000	45,000
	Professional Fees Payable	-	1,300
	Salary Payable Account	2,87,729	33,048
		3,41,729	79,348
9	Fixed Assets		
	Tangible assets	14,90,705	19,150
		14,90,705	19,150
10	Trade Receivable		
	(Unsecured considered good)		
	Outstanding for a period exceeding six months	-	-
	Other receivables	12,82,250	-
		12,82,250	-
11	Cash and Bank Balances		
	Cash on hand	50,974	50,974
	Balances with banks		
	In current Account	3,05,53,858	1,07,82,503
		3,06,04,832	1,08,33,477
12	Short term Loans and Advances		
	(Unsecured considered good)		
	TDS Recoverable from staff	4,891	4,891
	Soupermika Foundation	-	1,93,400
	Staff Advance	82,824	45,000
	Prepaid Insurance	6,500	-
	TDS Receivable	21,10,877	7,76,825
		22,05,092	10,20,116
13	Other Current Assets		
	(Unsecured considered good)		
	BSNL Deposit	500	500
	Rental Deposit - Punjab	18,000	-
	UWD Rent Advance	41,500	-
		60,000	500

For MANTRA SOCIAL SERVICES

Santosh Kumar More
Director

For MANTRA SOCIAL SERVICES

J. Hussain
Director

MANTRA SOCIAL SERVICES
Notes forming part of the financial statements
(All amounts in Rs, unless otherwise stated)

Note	Particulars	As at 31-Mar-20	As at 31-Mar-19
14	Other Income		
	Interest on SB A/c	5,69,009	1,62,808
	Interest on FCRA A/c	2,85,782	57,899
		8,54,791	2,20,707
15	Employee benefits expense		
	Salary & wages	2,09,16,081	90,19,756
	Remuneration to Directors	12,00,000	1,00,000
	Training Expenses	13,34,128	6,09,140
	Staff Welfare Expense	84,119	2,28,734
		2,35,34,328	99,57,630
16	Project & Operations Expenses		
	Project Expenses	47,69,015	31,14,460
	Professional Fees	59,78,345	31,25,044
	Event Expenses	-	3,35,735
	Art & Craft Workshop	-	2,20,000
	Project Expenses	-	1,47,250
	Chair for Teaching Learning Center	-	15,800
	Communication & Publications	-	26,795
	Digital Learning Centre	1,94,980	1,95,000
	External Trainers Fee	-	15,000
	Hospitality & Meeting Exp	-	5,495
	Library Project	-	2,19,065
	Laptop for Teaching Learning Center	-	62,352
	Projector for Teaching Learning Center	85,999	25,000
	Theatre expenses	11,46,013	1,10,000
	Sports Materials for Schools	-	1,38,580
	Preventive Health - Covid	2,12,088	-
	Meeting Expense	1,37,736	-
	Mantra Mobile Library	4,13,500	-
	Stride - Sports Training	2,00,000	-
	Bad Debt	1,95,900	-
	Food and Accomodaion	6,93,592	-
		1,40,27,168	77,55,576
17	Expenses From FCRA Account		
	Salary FCRA	47,36,539	49,47,371
	Project Expenses - FCRA	8,29,959	3,83,000
	Printing & Stationery- FCRA	1,00,000	-
	Professional fees - FCRA	17,08,726	-
	Conveyance Expenses FCRA	8,622	-
	Rent FCRA	87,784	-
	Audit fees FCRA	9,000	-
	Food and Accomodaion -FCRA	81,357	-
	Training Expenses -FCRA	21,490	-
	Internet and Cloud expenses - FCRA	1,42,478	-
	Travelling expenses -FCRA	1,75,195	-
		79,01,149	53,30,371
18	Adminitration Expenditure		
	Printing & Stationery	29,05,438	5,34,937
	Conveyance Expenses	1,60,205	8,70,668
	Travelling Expenses	12,30,386	2,86,672
	Repairs and Maintenance	29,328	3,89,004
	Telephone Charges	-	17,759
	Audit Fees	59,000	50,000
	Rates & Taxes	24,640	22,293
	Miscellaneous expenses	1,31,374	2,03,556
	Donations	9,00,000	40,000
	Rent	77,320	-
	Grant	80,311	-
	Internet and Cloud expenses	1,02,156	-
		57,00,159	24,14,889
9	Depreciation and amortization		
	Depreciation on tangible assets	5,86,201	36,563
		5,86,201	36,563

Shushka

Santosh kumar more

For GPSV & CO.
Chartered Accountants

VRat
Partner



MANTRA SOCIAL SERVICES**Note No. - 1 Significant Accounting Policies**

1.1	Overview: Mantra Social Services ('the Company') was incorporated on 27th March 2013 as a not-for-profit organisation, in the form of private limited company under the Sec 25 of Companies Act, 1956 ('the Act') vide CIN: U85100KA2013NPL068304 dtd 27th March, 2013. Mantra Social Services registered under Section 12AA(1)(b)(i) of the Income Tax Act, 1961, vide Regn No.DIT (E) /BLR/12A/H-241/AAICM6325K/ITO- (E) 2/Vol 2013-14 The Company is engaged in creation of enabling factors for underresourced children, Research and develop curriculum such that values and ethics are woven into tasks and activities students enjoy, Promote and Practise Preventive Healthcare.
1.2	Basis of preparation of financial statement These financial statements have been prepared in accordance with Generally Accepted Accounting Principles ('GAAP') in India under the historical cost convention on the accrual basis of accounting. GAAP comprises mandatory Accounting Standards ('AS') as specified in the Companies (Accounting Standards) Rules, 2006, ('the Rules') and the relevant provisions of the Companies Act, 2013, and Guidelines given by the ICAI for NPO's have been adopted to the extent they are applicable, in the preparation of financial statements. The financial statements are presented in Indian rupees.
1.3	Use of Estimates: The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities, as of the balance sheet date and the reported amount of revenue and expenses for the year and disclosure of contingent liabilities as of the date of the Financial Statements. Actual amount could differ from these estimates. The differences, if any will be dealt accordingly in subsequent years.
1.4	Fixed assets Fixed assets are carried at cost of acquisition less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs directly attributable to acquisition or construction of fixed assets which necessarily takes a substantial year of time to get ready for their intended use are also included to the extent they relate to the year till such assets are ready to be put to use. Intangible assets are recorded at their acquisition cost.
1.5	Depreciation Depreciation on tangible fixed assets has been provided on the written down value method as per the useful life as determined by the Company which is as prescribed in Schedule II to the Companies Act, 2013. Assets costing less than Rs 5,000 each are fully depreciated in the year of capitalisation.
1.6	Revenue Recognition a Company is a Non Profit Organisation. Hence any voluntary contribution will be recognised on receipt basis. b Revenue from interest income and other income are accounted on accrual basis.
1.7	Employee Benefit: a Short Term Benefits: Short Term Employee Benefits are accounted in the period during which the services have been rendered.
1.8	Foreign currency transactions Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the profit and loss account of the year. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. The resultant exchange differences are recognized in the profit and loss account. Non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of the transaction.
1.9	Income tax Provision for taxation has not been considered, in view of the income tax Exemption u/s 11 of the Income Tax Act, 1961.
1.10	Provisions and Contingencies A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the 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 disclosed in the Notes.

*Santosh Kumar More**Shreshth*For GPSV & CO.
Chartered Accountants*Bhat*
Partner

MANTRA SOCIAL SERVICES
Note No. - 1 Significant Accounting Policies

Note	Particulars	As at 31 March 2020	As at 31 March 2019
1.11	Other Additional information- Balance Sheet:		
a	Contingent liabilities and commitments	Nil	Nil
b	In the opinion of the Board and to the best of its knowledge and belief, the value on realization of current assets, loans and advances will, in the ordinary course of business, not be less than the amounts at which they are stated in the balance sheet.		
1.12	Other Additional information- Statement of Profit and Loss:		
	Payment to auditor for audit - Statutory Audit	59,000	50,000
1.13	Other disclosures:		
a	Expenditure in foreign currency		
	Import of goods	Nil	Nil
b	Earnings in foreign exchange		
	Export of goods	Nil	Nil
	Consultancy services	Nil	Nil
	Grants Received in FCRA Account		
		Euros 447 50	Euros 12,597 50
		US \$ 2,52,773 45	US \$ 39,817 44
		UK £ 12,795 62	UK £ 0

1.14 Disclosures required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006: Nil

1.15 Related party transactions			
Name of related parties, description, nature and amount of related party transaction:			
	Enterprise having control over reporting enterprise	Nil	Nil
	Subsidiaries	Nil	Nil
	Joint venture	Nil	Nil
	Enterprises under common control :	Nil	Nil
	Enterprises over which key management personnel exercise significant influence	Nil	Nil
Key management personnel			
Directors :			
a	Mr. Santosh Kumar More - Remuneration	12,00,000	1,00,000
b	Mrs. Khushboo Kumar - Remuneration		

1.16 Effect of COVID-19 Pandemic on Financials

The outbreak of COVID-19 virus continues to spread across the globe including India, resulting in significant volatility in financial markets and a significant decrease in global and India's economic activities. In view of the impact of COVID-19, the Company has assessed the carrying amounts of its assets and Investments. Given the dynamic nature of the pandemic situation, the valuation of the company's investments as at March 31, 2020, is subject to uncertainty and could be affected by the severity and duration of the outbreak. However, as per the company's current assessment of recoverability of these investments, no significant impact on carrying amounts of these investments is expected.

The eventual outcome of the impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements and the company continues to closely monitor the situation including any material changes to future economic conditions and consequential impact on its financial statements.

1.17 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure

As per our report of even date attached

for **GPSV & Co.,**
Chartered Accountants
Firm Registration No. 013175S

CA Venkatesh Bhat
Partner
M No. 131243
UDIN: 21131243AAAAT18897

Place: Bengaluru
Date: 30/11/2020

for and on behalf of the Board of Directors

Santosh Kumar More
Director
DIN 05264521

Khushboo Kumari
Director
DIN 05264529

MANTRA SOCIAL SERVICES
Notes forming part of the financial statements
(All amounts in Rs, unless otherwise stated)

Schedule - 9 - Fixed Assets

Particulars	Gross block			Accumulated depreciation			Net block		
	as at 01/04/2019	Additions	Disposals	as at 31/03/2020	as at 01/04/2019	Depreciation	Reversal	as at 31/03/2020	as at 31/03/2019
Tangible assets									
Furniture & Fixture	19,700	7,71,159	-	7,91,159	11,015	1,74,839	1,72,594	13,263	8,685
Office equipments	26,000	73,962	-	99,962	15,535	18,320	-	33,855	66,107
Computers and data processing units	-	8,81,447	-	8,81,447	-	2,89,408	2,03,924	85,884	5,92,039
Motor Car	-	3,30,888	-	3,30,888	-	1,03,634	-	1,03,634	2,27,234
Total	45,700	20,57,756	-	21,03,456	26,550	5,86,201	3,76,515	2,56,237	14,90,705
Previous Year	36,700	37,827	-	45,700	18,814	36,563	-	26,550	19,150
									17,886

For GPSV & CO.
Chartered Accountants



Blat

Partner

Santosh Kumar More

Partner