

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF GENERAL BODY OF LORDS EDUCATION AND HEALTH SOCIETY**

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **LORDS EDUCATION AND HEALTH SOCIETY** ("the Entity") which comprise the Balance Sheet as at 31 March 2023, the Income and Expenditure Account and the Receipts & Payments Account for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the Accounting Standards issued by the institute of Chartered Accountants of India ('ICAI') and other accounting principles generally accepted in India, of the state of affairs of the Entity as at 31 March 2023 and its excess of income over expenditure and its receipts and payments for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing issued by the ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Entity in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our ethical responsibilities in accordance with these requirements and ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Responsibility of Management and Those Charged with Governance for the Financial Statements

The Entity'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 flows of the Entity in accordance with the Accounting Standards issued by the ICAI, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Entity and for preventing and detecting 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 adequate internal financial controls, 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 gives true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

The General Body is responsible for overseeing the Entity's financial reporting process.

Deloitte Haskins & Sells

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No: 015125N)

Vijay Agarwal
Partner
(Membership No. 094468)
(UDIN: 23094468BGYISJ6609)

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Balance Sheet as at 31st March, 2023

(All amounts are in Rupees Lakhs, unless stated otherwise.)

PARTICULARS	Notes	As at March 31, 2023	As at March 31, 2022
SOURCES OF FUNDS			
NPO Fund			
Unrestricted Funds	3	1,110.05	904.38
Restricted Funds	4	471.38	1,307.69
Current Liabilities			
Trade Payables	5	100.75	119.54
Other Current Liabilities	6	51.49	44.45
Provisions	7	17.61	-
		1,751.28	2,376.06

APPLICATION OF FUNDS**Non-Current Assets**

Property, Plant & Equipment and Intangible Assets			
i) Property, Plant & Equipment	18(a)	53.95	62.26
ii) Intangible assets	18(b)	4.17	6.96
Long term Loans and advances	8	9.14	19.60
Current assets			
Short Term-Loans and advances	10	101.04	126.38
Cash & Bank Balances	9	1,571.01	2,158.01
Other current assets	11	11.97	2.85
		1,751.28	2,376.06

Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements

As per our report of date

Deloitte Haskins & Sells
Chartered Accountants

**For and on behalf of the Managing Committee of
Lords Education and Health Society**

Vijay Agarwal
Partner
Membership No. 094468
Date:- 31-10-2023
Place: Gurugram

Milton Nayak
Director Finance, Admin & IT
Date:- 31-10-2023
Place: New Delhi

Dr. Rakesh Kumar
Chief Executive Officer
Date:- 31-10-2023
Place: New Delhi

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Income and Expenditure Account for the year ended March 31, 2023

(All amounts are in Rupees Lakhs, unless stated otherwise.)

Particulars	Notes	As at March 31, 2023	As at March 31, 2022
I Income			
Donation & Grants	12	3,096.80	5,248.72
II Other income	13	166.81	77.21
III Total Income (I+II)		3,263.61	5,325.93
IV Expenditure			
Employee benefits expense	14	285.48	311.67
Depreciation and amortization expense	18 (a) & (b)	13.89	15.37
Finance cost	15	0.45	-
Program expenses	16	2,629.37	4,695.36
Administrative expenses	17	274.01	247.90
Total expenditure		3,203.20	5,270.30
Excess of Income over Expenditure (III-IV)		60.41	55.63

Summary of Significant accounting policies

2.1

The accompanying notes are an integral part of the financial statements

As per our report of date**Deloitte Haskins & Sells**

Chartered Accountants

For and on behalf of the Managing Committee of**Lords Education and Health Society****Vijay Agarwal**

Partner

Membership No. 094468

Date:- 31-10-2023

Place: Gurugram

Milton Nayak

Director Finance, Admin & IT Chief Executive Officer

Date:- 31-10-2023

Place: New Delhi

Dr. Rakesh Kumar

Date:- 31-10-2023

Place: New Delhi

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Receipts & Payments Accounts for the year ended March 31, 2023

(All amounts are in Rupees Lakhs, unless stated otherwise.)

Receipts	As at March 31, 2023	As at March 31, 2022	Payments	As at March 31, 2023	As at March 31, 2022
Opening Balance					
Bank Accounts	2,063.23	1,635.06	Purchase of fixed Assets	2.80	32.18
Fixed Deposits	94.78	71.87			
			Payment towards:		
			Program Expenses	2,600.15	4,860.82
Amount Received			Employee benefit expenses	320.36	385.76
Grants Received	2,465.79	5,817.55	Administrative expenses	223.67	189.91
Interest Received	76.69	100.13			
Security Deposit	-	0.50			
TDS Refund	-	-	Payments of Advances & Security Deposit:		
Other Income	0.14	-	Advances to Vendor and Consultants	12.97	16.77
Net Amount Received for Unpaid Leave	41.19	21.22	Security Deposit	10.86	2.88
Encashment/Gratuity					
			Closing Balance		
			Bank Accounts	1,472.77	2,063.23
			Fixed Deposits	98.00	94.78
			Cash-in-Hand	0.24	-
Total	4,741.82	7,646.33	Total	4,741.82	7,646.33

As per our report of date

Deloitte Haskins & Sells
Chartered Accountants

For and on behalf of the Managing Committee of
Lords Education and Health Society

Vijay Agarwal
Partner
Membership No. 094468
Date:- 31-10-2023
Place: Gurugram

Milton Nayak
Director Finance, Admin & IT
Date:- 31-10-2023
Place: New Delhi

Dr. Rakesh Kumar
Chief Executive Officer
Date:- 31-10-2023
Place: New Delhi

Notes forming part of the accounts

1. Nature of operations

Lords Education and Health Society ("LEHS" or "The Society") is a registered society incorporated under Societies Registration Act, 1860 with an objective to promote and conduct charitable activities in health and education sectors. The objects of the Society and activities carried out by the Society are exclusively for the purpose of the advancement and propagation of education and health sectors.

The Society has been granted registration under Section 12AB of the Income Tax Act, 1961 w.e.f. 31st May 2021, Section 80G of the Income Tax Act 1961 w.e.f. 31st May 2021 and Foreign Contribution (Regulation) Act, 1976 for carrying out activities of social nature. LEHS has been granted renewal of FCRA certificate on 11th October 2023 and validity of the certificate is from 1st April 2024 to 31st March 2029.

2. Basis of preparation

As per Appendix I to the Applicability of Accounting Standards to Non-Corporate entities, the Society is a Level IV entity- Small and Medium Sized Enterprise (SME). Accordingly, the Society has complied with the Accounting Standards as applicable to a Level IV entity. The Accounting Standards have been followed as and when to the extent they are applicable to the entity. The Society is not required to present the Related Party Disclosures, Segment Reporting, Discontinuing Operations Disclosure, Interim Financial Reporting and Impairment of Assets.

The financial statements have been prepared under the historical cost convention and on accrual basis except stated otherwise. The accounting policies have been consistently applied by the society.

2.1 Summary of significant accounting policies

a. Revenue recognition: -

In case of Restricted Grants, revenue is recognized to the extent it is utilized for the activities during the financial year and that it is probable that the fund will flow to LEHS, and the revenue can be reliably measured. Unrestricted Grants are accounted on receipt basis.

The society accepts grants from donor agencies towards implementation of various programs for carrying out specific purpose of rural and urban health development which includes improvement in the lives of rural and urban poor.

Donation-in-kind are reported as contributions at their estimated fair value on the date of receipt and reported as expense when utilized. Donation in kind are valued based upon estimates of fair market or wholesale values that would be paid for buying the goods in their principal market considering their

condition and utility for use at the time the goods are contributed by the donor. Donation in kind are not sold and goods are only distributed for program use.

b. Expenditure Recognition

In the Income & Expenditure, expenses are reported according to the following functional classifications:

- a) Program Expenses
- b) Administrative expenses

Program expenses are those expenses which are incurred directly for the program being carried out for the objective of the trust.

Administrative expenses are expenses which are allocated on the basis of their usage of the services and estimates as considered appropriate by management and have been adjusted to the natural heads of respective expenses. The nature of common cost are salaries and allowances of support functions, rent, repair and maintenance and other administrative expenses.

Following is the summary of major program expenses incurred during the year:-

- (i) Health and Wellness Centre** - Digital Health & Wellness Centers represent a transformative approach to healthcare delivery. These centers leverage advanced technology to provide accessible & personalized healthcare services to individuals & communities. The 100 d-HWCs under SIDHI was embedded within the government primary healthcare facilities, using technology, providing expert medical consultations, Screening and diagnostic services using POCDs (point of care devices), medicine distribution as per prescriptions- leveraging from government, and connectivity to the higher facilities through referral system. These centers are providing quality healthcare to remote areas where access to qualified doctors, diagnostics and medicines are lacking.
- (ii) Scale Delhi Support Office** - The Aam Aadmi Mohalla Clinics (AAMCs) were introduced as flagship program by the state government in 2015 to reduce the burden on the secondary and tertiary hospitals. The intent was to take primary healthcare services like consultation from a qualified doctor, diagnostics and treatment of simple ailments to people's doorstep, promulgated as a step towards attaining universal health coverage. These clinics operate on the Zero Cost Model for the patients implying that they seek to deliver free consultations, free medications, and free diagnostics and pathological tests.
- (iii) Scale – Rajasthan** - In Rajasthan, LEHS|WISH operates several projects including Technical Support Unit, labour room strengthening project Ayakshma, Sustainable Innovative Digital Health Initiative for Underserved Populations (SIDHI), and Transform health India-Rajasthan Coalition.

(iv) Scale – MP - LEHS|WISH worked on the road map of strategy plan to play an important role in Primary Care Transformation envisioning a shift in the role of WISH from an implementing organization with a project-mindset to providing advisory services to States. In year 22-23, to realize the new role, the Technical Support Unit (TSU) in the State of Madhya Pradesh (working with National Health Mission, Madhya Pradesh since August, 2018) continued providing the technical support in Reproductive Maternal Health, Urban Health, Health and Wellness Center Non-Communicable Diseases and Telemedicine with major focus on innovative approach in primary healthcare including programmatic advisory role in all these domains, Monitoring & Evaluation, Data Analytics and Digital Health.

(v) Scale Assam - The training and capacity building of healthcare workers (HCWs) has been identified as one of the important strategies under the National Patient Safety Implementation Framework (NPSIF) 2018–2025 of the Ministry of Health & Family Welfare, Government of India for strengthening the knowledge and skills of healthcare workers. Therefore, the regular capacity building of frontline health workers is crucial to strengthen the healthcare system. Capacity of frontline workers will empower them to deal with and managing medical emergencies, and serving the community efficiently.

(vi) Brihanmumbai Municipal Corporation (BMC) - The PMU is working closely with the Public Health Department in general and HBT Cell in particular under the BMC in the Primary Healthcare Strengthening Project.

(vii) Scale Uttar Pradesh - Capacity building is integral to the healthcare sector, as it enhances the efficiency and efficacy of healthcare providers and the health system. Therefore, it is imperative for medical professionals and frontline workers to keep themselves updated on new procedures and processes. Moreover, Information Technology, and future technologies, like Artificial Intelligence, and Machine Learning are transforming the healthcare landscape at an unprecedented rate. LEHS|WISH training and capacity-building efforts are tailored to create a responsive system of healthcare, wherein the skills and competencies of the staff are enhanced to improve healthcare delivery at the grassroots.

NIU – Digital - The Nudge & Innovation Unit (NIU) is based out of National Health Authority, Government of India and works across Ayushman Bharat Pradhan Mantri Jan Arogya Yojna (AB PM-JAY) & Ayushman Bharat Digital Mission (ABDM) schemes to drive strategic collaborations, projects and innovations into the scheme delivery and adoption of these schemes at a National Level. The NIU team worked on creating a knowledge product that would enable cross learning of the states with respect to best practices in implementing the PMJAY scheme. This would enable NHA to highlight the best practices by each of the implementing states under the different categories of the scheme as well as create an environment where states could learn and adopt best practices, without reinventing the wheel each time.

(viii) Research, Monitoring, Evaluation and Learning (RMEL) - The Research, Monitoring, Evaluation, and Learning (RMEL), now referred to as the 'Learning & Impact' (L&I) department, plays a crucial role in advancing the principle of enhancing lives by collecting diverse data from various LEHS programs and transforming this data into knowledge, which in turn informs decisions regarding health indicators on Comprehensive Primary Healthcare.

(ix) Health Emergency - Coronavirus disease (COVID-19) is an infectious disease caused by the SARS-CoV-2 virus. The online training has been designed by qualified medical personnel and delivered by a set of trained trainers. Under this program, LEHS|WISH has supported government and contributed to increase vaccination drive among intervention area. Additionally, LEHS supported government to further develop capacity building of Front-Line Workers on COVID-19 preventive, promotive and curative aspects.

(x) Innovations - Innovation is a vital element of LEHS|WISH's approach. Under the banner of innovation, LEHS has undertaken pilots for over 30 Point of Care Devices (POCD) at healthcare facilities to expand the scope of screening services. These POCDs have been seamlessly integrated into the system to enable efficient and real-time data transfer.

c. Use of estimates

The preparation of financial statements in conformity with Guidance notes issued by ICAI requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant estimate made in the preparation of the financial statements includes the fair value of donation received in kind. Actual results could differ from those estimates.

d. Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Cost of acquisition is net of grants, if any, received for acquiring the assets.

Gains or losses arising from de-recognition of a fixed asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Income and Expenditure Account when the asset is derecognized.

Depreciation:

Depreciation on Property Plant and Equipment is provided on the written down value of the Property Plant and Equipment as per the rates given in the Income tax Act, 1961 from the date when is first put to use. Depreciation on asset sold is calculated till the date of sale.

Depreciation is charged on pro-rata basis to the period of use on the written down value method using the following rates:

Asset Category	Depreciation Rate
Computer Hardware	40%
Furniture & Fixtures	10%
Office Equipment	15%
Leasehold Improvement	50%
Software	40%

e. Intangibles assets and their amortization

Intangible assets acquired separately are measured at cost of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortization. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the Income and Expenditure Account in the year in which the expenditure is incurred.

Intangible assets are amortized as per the rates given in the Income tax Act, 1961.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Income and Expenditure Account when the asset is derecognized.

f. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks and financial institutions. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

g. Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest Income is included under the head "other income" in the Income and Expenditure Account.

h. Stock in hand

Stock in hand is valued at the lower of cost and net realizable value, and obsolete stock is written off. Stock in hand usually comprises of inventory received as donation-in-kind.

i. Employee Benefits

Short term employee benefits:

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

Post -employment benefits:

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

Defined benefit plans: In respect of gratuity, the liability is determined based on actuarial valuation using the Projected Unit Credit Method as at the balance sheet date, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan is based on market yields on Government securities as at the balance sheet date.

Actuarial gains and losses are recognized immediately in the Income and Expenditure Account. Gains or losses on the curtailment or settlement of any defined benefit plan are recognized when the curtailment or settlement occurs.

j. Foreign currency transactions and balances

i) Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii) Conversion

Receipts in foreign currency are translated at the rates applicable on the date of the transactions. All transactions during the year have been converted at the actual rate applicable as certified by the principal bankers where FCRA account is being maintained.

k. Provisions

Provisions are recognized when there is a present obligation as a result of past event, for which it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provision is not discounted to its present value and is 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 best current estimate.

I. Restricted fund Reserve

Restricted Funds are funds that are to be used in accordance with the specific restrictions imposed by donors.

m. Unrestricted Funds

Unrestricted Funds include two components: Corpus Fund and General Fund.

Corpus Fund: Contributions received from members and non-members towards lifetime membership of the society, where the amount contributed is not refundable in the event of membership termination, are credited under the caption "Corpus Fund" in the Balance Sheet.

General Fund Reserve: This includes components such as ICR reserve (indirect cost recovery reserve) and Unrestricted fund which includes part of the excess of Income over expenditure.

n. Contingent Liabilities

The Society makes a provision when there is a present obligation as a result of a past event where the outflow of economic resources is probable and a reliable estimate of the amount of the obligation can be made.

A disclosure is made for a contingent liability when there is a:

Possible obligation, the existence of which will be confirmed by the occurrence/nonoccurrence of one or more uncertain events, not fully within the control of the Society.

Present obligation, where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligations, or

Present obligation, where a reliable estimate cannot be made.

Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

2.2 Subsequent Events:

In connection with the preparation of the financial statements, the organization evaluated subsequent events from March 31, 2023 to October 30, 2023 which was the date the financial statements were available for issuance and concluded that no additional disclosures are required.

2.3 Operating Cycle:

Based on the nature of activities of the Society, the Society has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Notes to financial statements for the year ended March 31, 2023

(All amounts are in Rupees Lakhs, unless stated otherwise.)

	As at March 31, 2023	As at March 31, 2022
3. Unrestricted Fund		
A) Corpus funds	2.31	2.31
Total - (A)	2.31	2.31
B) General Fund Reserve		
Opening Balance	440.43	384.80
Add: Excess of Income over expenses during the year	60.41	55.63
Total - (B)	500.84	440.43
C) Indirect cost recovery reserve		
Opening Balance	461.64	130.81
Add: Indirect cost transfer during the year	157.11	330.83
Less: Transferred to income and expenditure account (Refer Note 12)	11.85	-
Total - (C)	606.90	461.64
Total- Unrestricted Fund (A+B+C)	1,110.05	904.38
4 Restricted Funds		
Opening Balance	1,307.69	784.83
Add: Grant Received During the year	2,507.31	6,097.20
Add: Interest Income recognised	1.41	5.21
Less Grant Income Recognised in income and expenditure Account (Refer Note 12 & 13)	3,146.40	5,248.72
Less: Transferred to indirect cost recovery reserve	157.11	330.83
Less: Grant Refunded during the year	41.52	-
Total- Restricted Funds	471.38	1,307.69

CURRENT LIABILITIES

	As at March 31, 2023	As at March 31, 2022
5. Trade Payables		
Total outstanding dues of micro, small and medium enterprises	5.21	3.28
Total outstanding dues of creditors other than micro, small and medium enterprise	95.54	116.26
Total	100.75	119.54

Disclosure relating to suppliers registered under MSMED Act based on the information available with the entity:

Particulars	As at March 31, 2023	As at March 31, 2022
(a) Amount remaining unpaid to any supplier at the end of each accounting year:		
Principal	4.75	3.28
Interest	0.45	-
Total	5.20	3.28
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year.	0.45	-

(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.

	As at March 31, 2023	As at March 31, 2022
6. Other Current Liabilities		
Tax deducted at source payable	2.21	14.99
Goods & service tax payable	0.36	0.24
Employees state insurance & provident fund payable	9.60	0.09
Employee benefits payable	39.32	29.13
Total	51.49	44.45
7. Provisions		
Provision for gratuity	17.61	-
Total	17.61	-
8. Non-Current Loans & Advances		
Security deposit	7.98	19.60
Prepaid expense	1.16	-
Total	9.14	19.60
9. Cash and Bank Balances		
<u>Cash and cash equivalent</u>		
Cash in hand	0.24	-
<u>Other bank balances</u>		
- In bank deposits	1,472.77	2,063.23
- Deposits with original maturity for more than 3 months but less than 12 months from reporting	98.00	94.78
Total	1,571.01	2,158.01
10. Short Term Loans & advances		
<u>Advances to vendors & employees:</u>		
A) Secured, considered good	24.39	81.93
B) Unsecured, considered doubtful	24.81	5.69
Less: Provision for doubtful advances	(24.81)	24.39
Security deposit	28.05	6.95
Prepaid expense	10.62	7.64
Tax deducted at source	30.06	29.86
Amount paid under protest (Refer Note 20(B)(i))	7.92	-
Total	101.04	126.38
11. Other current Assets		
Inventory of Distributable Material (Refer Note-22)	38.11	38.11
Less: Provision for Inventory	(38.11)	-
Interest accrued but not due on deposits	5.09	2.85
Plan assets for compensated absences	6.88	-
Total	11.97	2.85

LORDS EDUCATION AND HEALTH SOCIETY
Society Registration No. S/47696/2003
Notes to financial statements for the year ended March 31, 2023
(All amounts are in Rupees Lakhs, unless stated otherwise.)

12. Donation & Grants

	As at March 31, 2023	As at March 31, 2022
Grant Income* (Refer Note -19)	3,096.66	5,248.72
Donation	0.14	-
Total	3,096.80	5,248.72

* Grant Income includes expenses incurred from indirect cost recovery reserve during the year

13. Other income

	As at March 31, 2023	As at March 31, 2022
Interest Income on:		
A) Bank deposits	72.31	72.12
B) Deposits with original maturity for more than 3 months but less than 12 months from reporting	5.88	78.19
Liability written back	27.03	5.10
Others*	61.59	77.21
Total	166.81	77.21

* Expenses re-imbursed by Rajasthan Government

14. Employee benefits expense

	As at March 31, 2023	As at March 31, 2022
Salaries, Wages & Other Allowances	249.59	284.29
Contribution to Gratuity and Leave Encashment;*	26.58	21.58
Staff Welfare Expenses	9.31	5.80
Total	285.48	311.67

* Adjusted for gratuity and leave encashment expenses of earlier years.

15. Finance Cost

	As at March 31, 2023	As at March 31, 2022
Interest due on MSME payables	0.45	-
Total	0.45	-

16. Program Expenses

	As at March 31, 2023	As at March 31, 2022
Health and Wellness Centre	663.50	524.90
Innovations	66.48	82.57
Communication	17.92	-
Research, Monitoring, Evaluation and Learning	21.99	17.84
Scale Assam	552.09	195.28
Scale Madhya Pradesh	148.23	211.92
Scale Rajasthan	293.10	803.53
Delhi Project- Covid-19 & Fever Management	-	114.60
Scale Uttar Pradesh	36.90	92.37
Health Emergency	377.76	2,515.75
Digital Health	40.84	23.36
Scale Delhi Support Office	345.84	113.23
Brihanmumbai Municipal Corporation	64.72	-
Total	2,629.37	4,695.36

17. Administrative expenses

	As at March 31, 2023	As at March 31, 2022
Rent	65.65	58.22
Repair & maintenance expenses	22.62	26.82
Electricity expenses	11.41	-
Auditor's remuneration fees	15.34	5.98
Professional services	20.90	-
Communication expenses	4.13	5.42
Insurance and indemnity	2.85	44.77
Consultancy fees	16.07	29.79
Travel expenses	8.34	-
Printing & stationery	3.75	10.69
Training, meeting & workshop	3.88	7.36
Office utility	4.82	-
Operation expenses	7.56	-
Recruitment cost	46.07	5.93
Staff welfare expenses	-	4.95
Provision for loans & advances	18.99	-
Fund raising expenses	6.11	5.87
Information technology	15.10	17.17
Miscellaneous expenses	0.42	24.93
Total	274.01	247.90

Note - 18(a)
Property, Plant and Equipment (owned assets)

TANGIBLE ASSETS						
Particulars /Assets	Computer Hardware	Furniture & Fixtures	Office equipment	Leashold Improvement	Vehicles	Total
Gross Block						
At 1 April 2022	42.49	14.75	41.29	27.35	24.95	150.82
Additions	1.36	0.31	1.13	-	-	2.80
Deductions/Adjustments	-	-	-	-	-	-
At 1 April 2021	41.14	13.09	37.27	27.35	-	118.85
Additions	1.34	1.67	4.02	-	24.95	31.97
Deductions/Adjustments	-	-	-	-	-	-
At 31 March 2023	43.84	15.07	42.42	27.35	24.95	153.63
At 31 March 2022	42.49	14.75	41.29	27.35	24.95	150.82
Depreciation/Adjustments						
Accumulated Depreciation as at 1st April 2022	35.61	6.53	15.34	27.35	3.74	88.56
At 1 April 2022	2.75	0.82	3.61	-	3.46	10.65
Additions	0.27	0.03	0.16	-	-	0.47
Deductions/Adjustments	-	-	-	-	-	-
Accumulated Depreciation as at 1st April 2021	31.48	5.70	13.26	27.35	-	77.79
At 1 April 2021	3.87	0.74	3.60	-	-	8.21
Additions	0.27	0.08	0.35	-	1.87	2.57
Deductions/Adjustments	-	-	-	-	-	-
At 31 March 2023	38.63	7.38	19.11	27.35	7.20	99.68
At 31 March 2022	35.61	6.53	17.21	27.35	1.87	88.56
Net Block						
At 31 March 2022	6.87	8.23	24.08	-	23.07	62.26
At 31 March 2023	5.21	7.69	23.31	-	17.74	53.95

LORDS EDUCATION AND HEALTH SOCIETY**Society Registration No. S/47696/2003****Notes to financial statements for the year ended March 31, 2023****(All amounts are in Rupees Lakhs, unless stated otherwise.)****Note - 18(b)****Intangible Assets (owned assets)**

INTANGIBLE ASSETS	
Particulars /Assets	Software
Gross Block	
At 1 April 2022	27.13
Additions	-
Deductions/Adjustments	-
At 1 April 2021	27.13
Additions	-
Deductions/Adjustments	-
At 31 March 2023	27.13
At 31 March 2022	27.13
Depreciation/Adjustments	
Accumulated Depreciation as at 1st April 2022	20.17
At 1 April 2022	2.78
Additions	-
Deductions/Adjustments	-
Accumulated Depreciation as at 1st April 2021	15.58
At 1 April 2021	4.60
Additions	-
Deductions/Adjustments	-
At 31 March 2023	22.96
At 31 March 2022	20.17
Net Block	
At 31 March 2022	6.96
At 31 March 2023	4.17

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Notes to financial statements for the year ended March 31, 2023

(All amounts are in Rupees Lakhs, unless stated otherwise.)

Note - 19 Restricted Fund

Particular	Opening	Grant received during the year 22-23	Interest Accrued during the year	Transferred to Income and Expenditure Account (Refer Note 12 & 13)	Indirect Cost Recovery Charged during the year	Grant Refunded	Closing
Rural India Supporting Trust	335.84	480.28	-	692.79	69.42	-	53.91
LGT Venture Philanthropy Foundation	234.17	-	-	117.07	4.22	-	112.88
Wish Foundation - USA	413.03	1,160.20	-	1,340.21	-	-	233.02
JSI Research & Training Institute	(14.47)	503.01	-	499.98	50.26	-	(61.69)
The Lemelson Foundation	11.80	76.88	0.93	45.90	5.50	-	38.21
The Immunity Charm Foundation	20.54	-	-	-	-	-	20.54
Wadhwan Institute for Artificial Intelligence	(7.10)	19.08	-	2.89	0.15	-	8.95
Indiaspora	46.37	-	-	41.53	4.82	-	0.02
Give 2 Asia	107.69	-	-	94.53	8.67	-	4.48
Impact Guru (FCRA)	1.68	-	-	-	-	-	1.68
Impact Guru (Local)	0.05	-	-	-	-	-	0.05
UK Online Giving	0.97	-	-	-	-	-	0.97
United Ways	(0.29)	-	-	-	-	-	(0.29)
Selco Foundation	(0.00)	-	-	-	-	-	(0.00)
Transform Health Association	-	35.37	-	17.37	2.37	-	15.64
Phillips India Ltd	(32.32)	39.94	-	6.86	0.76	-	(0.00)
Aditya Birla Capital Foundation	2.60	159.55	0.44	152.01	7.98	-	2.60
Birac	(12.97)	12.97	-	-	-	-	-
Mcann Health India	55.04	-	-	-	-	-	55.04
BOSCH Limited	12.90	-	-	12.22	0.68	-	-
ATE Chandra Foundation	7.50	-	-	-	-	-	7.50
Give Foundation	10.80	-	-	-	-	-	10.80
Google India Pvt. Ltd.	14.88	-	-	12.41	1.19	-	1.28
Microsoft India (R&D) Private Limited	7.79	7.79	0.03	6.53	0.31	8.77	-
Nokia Solutions & Networks India Private Limited	31.11	8.53	-	6.62	0.78	31.11	1.14
Brihanmumbai Municipal Corporation (BMC)*	-	-	-	35.31	-	-	(35.31)
United Ways - Samridhi	(0.02)	-	-	-	-	-	(0.02)
DGHs - Delhi Government (GNCTD)	(0.62)	1.19	-	0.57	-	-	(0.00)
Rajasthan Govt.(Rural Public Health Center)	60.72	2.49	0.01	61.59	-	1.63	0.00
Total	1,307.69	2,507.31	1.41	3,146.40	157.11	41.52	471.38

* Reimbursement received subsequently from Brihanmumbai Municipal Corporation (BMC) for expenses incurred on the project HBT clinics .

LORDS EDUCATION AND HEALTH SOCIETY
Society Registration No. S/47696/2003
Notes to financial statements for the year ended March 31, 2023
(All amounts are in Rupees Lakhs, unless stated otherwise.)

	As at March 31, 2023	As at March 31, 2022
20 (A). Bank Guarantee	51.97	7.56
	51.97	7.56
20 (B). Contingent Liability		
Income Tax Demand	441.63	39.53
	441.63	39.53

20 (A). In furtherance of doing charitable activities the Society has signed a two year agreement with BMC (Brihanmumbai Municipal Corporation) to provide technical support in setting up HBT Clinics in Mumbai. Further in fulfilling the terms of the agreement, the society has furnished a Bank Guarantee by way of letting its FDs (Fixed Deposits) put under lien for Rs. 51.96 lakhs as on the Balance Sheet date.

Also, The Society had furnished a Bank Guarantee of Rs. 7.56 lakhs as on 31st March 2022 to Government of Rajasthan under an agreement to provide technical support in operating the Primary health centers in Rajasthan. Lean on the Bank Guarantee is lifted by the Government of Rajasthan in the Financial Year on successful closure of the Agreement.

20 (B)(i) LEHS has received a demand order from Income Tax Department adding salary of the Chief functionaries to the Income under tax for the financial year 2017-18 amounting to Rs. 21.23 lacs . LEHS has filed an Appeal against the demand dated 23 March 2021. As on the balance sheet date, the Appeal is due to be heard by the CIT Appeal. Management is of the view that society has a strong case and has not identified any adjustments to the current or prior period financial statements.

20 (B)(ii) LEHS has received a demand order from Income Tax Department making addition on account of difference in amount of foreign contribution reported in Schedule VC and Column D(iv)(a) of the income tax return, treating the difference as ‘other than corpus fund donation’ and thereby taxing the same for the financial year 2020-21 amounting to Rs. 420.39 Lacs. LEHS has filed an Appeal against the demand/order dated 28 December 2022. As on the balance sheet date, the Appeal is due to be heard by the CIT Appeal. Management is of the view that society has a strong case and has not identified any adjustments to the current or prior period financial statements.

LORDS EDUCATION AND HEALTH SOCIETY

Society Registration No. S/47696/2003

Notes to financial statements for the year ended 31 March 2023

(All amounts are in absolute numbers)

Note 21 Disclosures under Accounting Standards 15- Employee Benefits plan**Employee benefit plans****Defined contribution plan**

The Society makes contribution of Provident Fund and Employees State Insurance Plan which are defined contribution plans for qualifying employees. Under the Schemes, the Society is required to contribute a specified percentage of the payroll costs to fund the benefits. The Society recognised Rs. 54,72,295 for Provident Fund Contribution & Rs. 1,07,693 for Employees State Insurance Plans. (March 31, 2022 : Rs. 70,11,264 for Provident Fund & Rs. 4,09,538 for Employees State Insurance Plans) in the Income and Expenditure account. The contributions payable to these plans by the Society are at rates specified in the rules of the schemes.

Defined benefit plans**Gratuity**

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn basic salary plus dearness allowance) for each completed year of service. The scheme is funded with Life Insurance Corporation of India. The fair value of the planned assets at the end of the year, is Rs. 51,05,149 (March 31, 2022 : Rs. 79,45,687), against the accrued obligation of Rs. 68,66,594 (March 31, 2022 : Rs. 74,34,765).

Actuarial assumptions

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
Discount rate	7.36%	7.18%
Expected return on plan assets	7.00%	7.00%
Salary escalation	10.00%	10.00%
Retirement age (years)	62	62
Mortality	100% IALM (2012-14)	100% IALM (2012-14)

The discount rate is based on the prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligations.

The estimate of future salary increase is considered and takes into account the inflation, seniority, promotion, increments and other relevant factors.

Particulars	As at 31 March, 2023	As at 31 March, 2022
	(Rs.)	(Rs.)
	Gratuity	Gratuity
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	7,434,765	9,343,513
Current service cost	2,393,978	2,614,010
Interest cost	533,816	670,864
Actuarial (gains) / losses	768,437	(3,274,284)
Benefits paid	(4,264,402)	(1,919,338)
Present value of DBO at the end of the year (A)	6,866,594	7,434,765
Change in fair value of assets during the year		
Plan assets at beginning of the year	7,945,687	9,343,513
Actual return on plan assets	452,086	560,371
Employer contribution	990,745	-
Fund management charges	(18,967)	(38,859)
Benefits paid	(4,264,402)	(1,919,338)
Plan assets at the end of the year (B)	5,105,149	7,945,687
Net asset/(liability)recognized in balance sheet (B-A)	(1,761,445)	510,922
Current liabilities	1,761,445	(510,922)
Non-Current liabilities	-	-

LORDS EDUCATION AND HEALTH SOCIETY
Society Registration No. S/47696/2003
Notes to financial statements for the year ended 31 March 2023

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
	(Rs.)	(Rs.)
Current service cost	2,393,978	2,614,010
Interest cost	533,816	670,864
Expected return on plan assets	(55,698)	(654,046)
Net actuarial (gain)/ loss recognized in the period	(6,758,984)	(3,141,750)
Expenses recognized in the statement of profit & losses	(3,886,888)	(510,922)

The expected rate of return on plan assets is determined after considering several applicable factors such as the composition of the plan assets, investment strategy, market scenario, etc.. In order to protect the capital and optimise returns within acceptable risk parameters, the plan assets are well diversified.

Experience adjustments	2022-2023	2021-2022
Experience gain / (loss) adjustments on DBO	(903,726)	3,274,284
Experience gain / (loss) adjustments on plan assets	7,527,421	(132,534)

Note 22 Donation in Kind

The organisation received 212 Oxygen concentrator of Rs. 2,18,28,712/- from Wish Foundation USA and 4 oxygen Concentrator of Rs. 85,325/- From Philips India Limited as donation in kind in previous FY 21-22. As on March 31, 2023 there is a closing stock of 41 concentrator from WISH Foundation USA and 2 from Philips India Limited which will be deployed at project sites subsequently on need basis at zero cost.

Note 23

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

**For and on behalf of the Managing Committee of
Lords Education and Health Society**

Milton Nayak
 Director Finance, Admin and IT
 Date:- 31-10-2023
 Place: New Delhi

Dr. Rakesh Kumar
 Chief Executive Officer
 Date:- 31-10-2023
 Place: New Delhi