

**SSN Trust****Balance Sheet as at 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

	Note	As at 31 March 2023	As at 31 March 2022
<b>Funds employed</b>			
<b>Unrestricted funds</b>			
Corpus fund	3(a)	2,542,696,393	2,542,696,393
Deficit in income and expenditure account	3(b)	(3,700,439,958)	(3,427,066,240)
		<b>(1,157,743,565)</b>	<b>(884,369,847)</b>
Restricted funds	4	65,036,998	121,022,459
Loans	5	2,164,617,602	2,038,461,434
Caution money received from students		23,192,360	21,125,822
<b>Total</b>		<b>1,095,103,395</b>	<b>1,296,239,868</b>
<b>Application of funds</b>			
Property, plant and equipment	6	1,336,757,448	1,366,647,011
Intangible assets	7	2,894,298	4,248,593
Capital work-in-progress	8	273,705,417	24,676,370
		<b>1,613,357,163</b>	<b>1,395,571,974</b>
Investments	9	75,975,000	225,875,000
		<b>1,689,332,163</b>	<b>1,621,446,974</b>
<b>Current assets</b>			
Receivables	10	33,428,404	210,811,768
Cash and bank balances	11	129,270,829	226,438,043
Other current assets	12	56,490,860	50,485,521
Loans, advances and deposits	13	142,198,322	51,692,846
		<b>361,388,415</b>	<b>539,428,178</b>
<b>Less: Current liabilities and provisions</b>			
Current liabilities	14	(464,580,434)	(364,771,856)
Provisions	15	(491,036,749)	(499,863,428)
		<b>(955,617,183)</b>	<b>(864,635,284)</b>
<b>Net current liabilities</b>		(594,228,768)	(325,207,106)
<b>Total</b>		<b>1,095,103,395</b>	<b>1,296,239,868</b>

**Significant accounting policies** 2

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

As per our report of even date attached

*For B S R & Co. LLP*

*Chartered Accountants*

Firm Registration Number: 101248W/W-100022

*For and on behalf of SSN Trust*

**Rakesh Dewan**

*Partner*

Membership No.: 092212

**Roshni Nadar Malhotra**

*Trustee*

Place: Noida

Date: 14 July 2023

**Pawan K. Danwar**

*Chief Financial Officer (Hony)*

Place: Noida

Date: 14 July 2023

Place: Gurugram

Date: 14 July 2023

**SSN Trust****Income and Expenditure Account for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>Income</b>			
Fees from students	16	911,406,155	851,707,104
Donation and grants		52,418,480	45,075,511
Other income	17	107,811,805	207,684,149
<b>Total</b>		<b>1,071,636,440</b>	<b>1,104,466,764</b>
<b>Expenditure</b>			
Staff payments and benefits	18	726,537,127	675,394,347
Transportation expenses	19	58,396,484	29,920,390
Affiliation charges	20	6,061,762	3,654,861
Administrative and general expenses	21	242,978,240	194,315,171
Repairs and maintenance	22	148,173,527	95,739,433
Expenses from restricted funds	4	47,628,244	44,133,227
Depreciation and amortisation expense	23	105,820,927	119,795,242
Other expenses	24	8,675,441	18,502,708
Financial expenses	25	738,406	844,094
<b>Total</b>		<b>1,345,010,158</b>	<b>1,182,299,473</b>
<b>Excess of expenditure over income for the year</b>		<b>(273,373,718)</b>	<b>(77,832,709)</b>

**Significant accounting policies**

2

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

As per our report of even date attached

*For B S R & Co. LLP**Chartered Accountants*

Firm Registration Number: 101248W/W-100022

*For and on behalf of SSN Trust***Rakesh Dewan***Partner*

Membership No.: 092212

Place: Gurugram

Date: 14 July 2023

**Roshni Nadar Malhotra***Trustee*

Place: Noida

Date: 14 July 2023

**Pawan K. Danwar***Chief Financial Officer (Hony)*

Place: Noida

Date: 14 July 2023

**SSN Trust****Cash flow statement for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

	As at 31 March 2023	As at 31 March 2022
<b>Cash flow from operating activities:</b>		
Excess of expenditure over income	(273,373,718)	(77,832,709)
<b>Adjustments for:</b>		
Depreciation and amortisation	105,820,927	119,795,242
Interest income on:		
bank deposits	(7,933,922)	(30,005,772)
saving bank account	(8,959,447)	(14,170,096)
Profit on sale of property, plant and equipment	(205,890)	-
Liabilities/ Provisions no longer required written back	(3,857,415)	(1,000,000)
Profit on redemption of mutual fund	(16,314,500)	(108,357,949)
Interest on vehicle loan	738,406	844,094
Provision for fees receivable	-	12,801,619
<b>Operating loss before working capital changes</b>	<b>(204,085,559)</b>	<b>(97,925,571)</b>
<b>Adjustments for changes in working capital :</b>		
- (Decrease) in restricted fund	(55,985,461)	(9,743,717)
- Increase in caution money	6,551,948	5,192,796
- Increase in current liabilities	47,565,427	50,616,153
- (Increase) in loans, advances and deposits	(18,336,318)	(3,502,453)
- Decrease/ (Increase) in receivables and other current assets	168,429,210	(190,819,482)
- (Decrease)/ Increase in provisions	(8,826,679)	23,503,314
<b>Cash used in operations</b>	<b>(64,687,432)</b>	<b>(222,678,960)</b>
Income tax (paid)/ refund	(174,517)	2,186,106
<b>Net cash used in operating activities (A)</b>	<b>(64,861,949)</b>	<b>(220,492,854)</b>
<b>Cash flow from investing activities:</b>		
Purchase of property, plant and equipment and capital advances (including capital work in progress)	(344,069,710)	(121,595,087)
Proceeds from sale of property, plant and equipment	290,000	-
Interest received	19,842,184	174,382,339
Purchase of investments	(1,000,500,000)	(1,836,421,233)
Redemption of investments	1,166,714,500	2,386,778,063
(Purchase)/Redemption of fixed deposits with banks	(2,202,279)	632,774,339
<b>Net cash generated from investing activities (B)</b>	<b>(159,925,305)</b>	<b>1,235,918,421</b>
<b>Cash Flow from financing activities:</b>		
Proceeds from secured loan	723,450	2,258,000
Repayment of secured loan	(2,915,509)	(2,402,702)
Proceeds from unsecured loan	2,132,250,000	1,444,300,000
Repayment of unsecured loan	(2,003,901,773)	(2,499,200,000)
Corpus donation received	-	37,660,000
Interest paid on secured loan	(738,406)	(844,094)
<b>Net cash used in/ (generated from) financing activities (C)</b>	<b>125,417,762</b>	<b>(1,018,228,796)</b>
<b>Net (decrease) in cash and cash equivalents ( A+B+C)</b>	<b>(99,369,492)</b>	<b>(2,803,229)</b>
Cash and cash equivalents at the beginning of the year	216,949,777	219,753,006
<b>Cash and cash equivalents at the end of the year</b>	<b>117,580,285</b>	<b>216,949,777</b>
<b>Components of cash and cash equivalents (refer note 11)</b>		
Cash on hand	-	19,439
Balance with banks:		
- in savings account	117,580,285	216,930,338
	<b>117,580,285</b>	<b>216,949,777</b>

**Notes :**

The above cash flow statement has been prepared in accordance with 'Indirect method' as set out in the Accounting Standard - 3 on 'Cash Flow Statement' issued by the Institute of Chartered Accountant of India.

As per our report of even date attached

For **BSR & Co. LLP**

Chartered Accountants

Firm Registration Number: 101248W/W-100022

For and on behalf of SSN Trust

**Rakesh Dewan**

Partner

Membership No.: 092212

**Roshni Nadar Malhotra**

Trustee

**Pawan K. Danwar**

Chief Financial Officer (Hony)

Place: Gurugram

Date: 14 July 2023

Place: Noida

Date: 14 July 2023

Place: Noida

Date: 14 July 2023

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

#### **1. Background**

SSN Trust was established in the year 1994 with the purpose of imparting education with opportunity for research and development within India and to make contributions or to provide assistance by way of grants or otherwise to any charitable trust or institutions having similar objects.

The Trust is registered under 12A read with section 12AA/12AB of the Income Tax Act, 1961 the (“Act”). The management of the Trust believes that the activities of the Trust qualify for exemption under section 11 of the Act and hence no provision for tax has been created.

#### **2. Significant accounting policies**

##### **2.1 Basis of preparation of financial statements**

The accompanying financial statements of SSN Trust (“the Trust”) have been prepared under the historical cost convention, on accrual basis of accounting, in accordance with Generally Accepted Accounting Principles in India (“GAAP”) including Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) to the extent applicable.

##### **2.2 Use of estimates**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosure of contingent liabilities on the date of the 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 recognised prospectively in current and future periods. Examples of such estimates includes estimation of useful lives of property, plant and equipment and intangible assets, measurement of defined benefit obligations, recognition and measurement of provision and contingencies, impairment of property, plant and equipment, provision for doubtful debts, etc.

##### **2.3 Recognition of Assets and Liabilities**

The Trust presents assets and liabilities in the Balance Sheet based on following criteria:

A liability should be recognised in the balance sheet when and only when:

- (a) it is probable that any future sacrifice of economic benefits will be required; and
- (b) the amount of the liability can be measured reliably.

An asset should be recognised in the balance sheet when and only when:

- (a) it is probable that the future economic benefits embodied in the asset will be received; and
- (b) the asset possesses a cost or value that can be measured reliably.

##### **2.4 Funds**

**Corpus fund:** Corpus refers to funds contributed by founders of the Trust.

**General fund:** Unrestricted funds other than ‘designated funds’ and ‘corpus’ are a part of the ‘General Fund’. The balance in the income and expenditure account i.e., surplus/ (excess of expenditure over income) is transferred to this fund.

## SSN Trust

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

(All amounts are in Rupees, unless otherwise stated)

**Restricted funds:** Restricted funds are subject to certain restrictions set out by the contributor and agreed to by the trust when accepting the contribution. These are held in trust and deposits/investments are generally earmarked against them. Income transferred to restricted fund is subject to the same restrictions as the fund.

#### 2.5 Property, plant and equipment

Property, plant and equipment are carried at cost, less accumulated depreciation and/or accumulated impairment loss, if any. The cost of property, plant and equipment comprises its purchase price, including import duties and other non-refundable taxes or levies (other than those subsequently recoverable from tax authorities), and any directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditures related to an item of property, plant and equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

An item of property, plant and equipment is eliminated on disposal or when no future economic benefits are expected from its use and disposal. The gain or loss arising on disposal is recognised in the Income and Expenditure account.

Depreciation is charged for the full year in case of additions made during the year, whereas, no depreciation is charged on the assets sold, discarded, demolished or destroyed during the year.

Depreciation on property, plant and equipment is charged on written down value basis in order to reflect the actual usage of the asset basis the useful life of assets mentioned below:

Nature of assets	Life (in years)
Building	58
Computers	3
Furniture and Fittings	10
Office Equipment	13
Library books	3
Vehicles	8

Property, plant and equipment under construction are disclose as capital work in progress.

#### 2.6 Intangible assets

Intangible assets comprise software and website. Intangible assets that are acquired by the Trust are measured initially at cost. After initial recognition, an intangible asset is carried at cost less any accumulated amortisation and impairment loss, if any. Subsequent expenditure is capitalised only when it increases the future economic benefits from the specific asset to which it relates.

Software and website are amortised on a written down value basis at useful life of 3 years.

Intangible assets under development includes software that is not yet available for use.

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

#### **2.7 Impairment of assets**

The carrying values of assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the asset is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each Balance Sheet date. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognized in the Income and Expenditure Account. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the carrying amount of the assets does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

#### **2.8 Operating leases**

Assets acquired under leases other than finance leases are classified as operating leases. The total lease rentals (including scheduled rental increases) in respect of an asset taken on operating lease are charged to the Income and Expenditure account on a straight line basis over the lease term unless another systematic basis is more representative of the time pattern of benefit.

#### **2.9 Revenue recognition**

- Tuition fee and hostel fee are recognised in the academic year to which they pertain on an accrual basis.
- Hostel admission fees collected at the time of initial admission of students are recognised as income when received.
- Exam fees collected at the time of examination of students are recognized as income when received.

#### **2.10 Other income**

- Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.
- Rental income is recognised on time proportion basis over the period for which rent is receivable.
- Income from training programme is recognized on completion of services.
- Income from sale of admission forms and prospectuses is recognised on receipt basis.

#### **2.11 Caution deposit**

At the time of admission of a student, caution money is received which is refundable to the student at the time the student leaves the institution. Caution money is of the nature of deposit and is therefore disclosed as a liability in the financial statements.

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

The amount of caution money refundable to students beyond 12 months from the balance sheet date and during 12 months from the balance sheet date is disclosed separately as non-current and current liability respectively.

#### **2.12 Grants and donations**

Donation is recognized when there is a reasonable assurance that the Trust will comply with the conditions attached, if any, and the donations will be received.

Grants in the nature of revenue with specific conditions for utilization is recognized as income, to the extent actually spent during the financial year and amount not utilized is carried forward as restricted fund under funds employed.

Grants related to a depreciable fixed assets is treated as deferred income which is recognised in the income and expenditure account by allocating it over the useful life of the asset in proportions in which depreciation on the related asset is charged.

#### **2.13 Investments**

Investments that are readily realizable and intended to be held for not more than a year from the date of acquisition are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried at the lower of cost and fair value. The comparison of cost and fair value is done separately in respect of each category of investments.

Long-term investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment.

Any reductions in the carrying amount and any reversals of such reductions are charged or credited to the Income and Expenditure Account.

Profit or loss on sale of investments is determined on the basis of weighted average carrying amount of investments disposed of.

#### **2.14 Employee benefits**

##### *Short term employee benefits*

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

##### *Provident fund (Defined contribution plan)*

The Trust's contributions towards provident fund, which are being deposited with the Regional Provident Fund commissioner, are charged to the Income and Expenditure account in the period in which the employee renders the related service.

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

#### *Gratuity (Defined benefit plan)*

The Trust's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation carried at the year end using the Projected Unit Credit Method, 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. Actuarial gains and losses are recognized immediately in the Income and Expenditure account. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on Government securities as at the balance sheet date.

#### *Other long term benefits*

Benefits under the Trust's compensated absences scheme constitute other long term employee benefits. The obligation in respect of unavailed scheme is provided on the basis of actuarial valuation carried out by an independent actuary using the Projected Unit Credit Method and actuarial gains and losses are recognised immediately in the Income and Expenditure account.

#### **2.15 Foreign currency transactions**

Foreign currency transactions are recorded at the exchange rates prevailing on the date of transaction. Exchange differences arising on the settlement of transactions, are recognised as income or expense in the Income and Expenditure Account in the year in which they arise.

#### **2.16 Provisions and contingent liabilities**

A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognised in the period in which the change occurs.

#### **2.16 Cash and Bank balance**

Cash and Cash equivalents includes cash on hand, balance / deposits with Bank.

Other Bank balances includes term deposits with maturity of less than 12 months and more than 12 months from the reporting date, which are subject to an insignificant risk of changes in value.



SSN Trust

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

(All amounts are in Rupees, unless otherwise stated)

<b>3(a). Corpus fund</b>	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
Balance at the beginning of the year	2,542,696,393	2,505,036,393
Add: Funds received during the year	-	37,660,000
<b>Balance at the end of the year</b>	<b>2,542,696,393</b>	<b>2,542,696,393</b>
	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>3(b). Deficit in income and expenditure account</b>		
Balance at the beginning of the year	(3,427,066,240)	(3,349,233,531)
Less: Excess of expenditure over income for the year	(273,373,718)	(77,832,709)
Balance at the end of the year	<b>(3,700,439,958)</b>	<b>(3,427,066,240)</b>
	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>4. Restricted funds</b>		
Balance at the beginning of the year	121,022,459	130,766,176
Add: Funds received during the year	37,056,277	34,389,510
Less: Funds utilised during the year	47,628,244	44,133,227
Less: Fund refunded during the year	45,413,494	-
Balance at the end of the year	<b>65,036,998</b>	<b>121,022,459</b>
	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>5. Loans</b>		
Secured:		
From HDFC Bank Limited *	7,068,104	9,961,434
From Axis Bank Limited *	701,271	-
Unsecured:		
From related parties **	2,156,848,227	2,028,500,000
	<b>2,164,617,602</b>	<b>2,038,461,434</b>

\* Vehicle loans are repayable in 60 equal monthly installments at an interest rate of 7.50% to 9.75% secured by hypothecation of specific vehicles against such loans. There are no defaults in repayment of principal and interest. Loan repayable within one year Rs. 3,276,161 (previous year Rs. 2,622,351).

\*\* As per the terms of the Agreement, the loan is interest-free and is repayable within twelve months from the date of sanction or is repayable on demand. Refer note 26.

## SSN Trust

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

(All amounts are in Rupees, unless otherwise stated)

## 6. Property, plant and equipment

Description	Gross block				Depreciation				Net block
	As at 1 April 2022	Additions during the year	Disposals during the year	As at 31 March 2023	As at 1 April 2022	Additions during the year	Disposals during the year	As at 31 March 2023	As at 31 March 2023
Land	284,574,433	-	-	284,574,433	-	-	-	-	284,574,433
Buildings	1,603,246,572	-	-	1,603,246,572	706,409,110	45,110,917	-	751,520,027	851,726,546
Computers	294,309,975	2,252,046	-	296,562,020	281,564,257	5,923,188	-	287,487,445	9,074,576
Furniture and fixtures	162,542,436	19,033,571	-	181,576,007	132,829,608	11,573,448	-	144,403,056	37,172,950
Office equipment	579,954,340	46,592,289	2,191,210	624,355,420	452,060,602	34,144,149	2,135,238	484,069,513	140,285,906
Library books	49,347,863	869,386	-	50,217,249	46,887,956	703,237	-	47,591,193	2,626,055
Vehicles	32,406,302	3,981,535	779,396	35,608,441	19,983,377	5,079,341	751,258	24,311,460	11,296,981
<b>Total</b>	<b>3,006,381,921</b>	<b>72,728,827</b>	<b>2,970,606</b>	<b>3,076,140,142</b>	<b>1,639,734,910</b>	<b>102,534,280</b>	<b>2,886,496</b>	<b>1,739,382,694</b>	<b>1,336,757,448</b>

Description	Gross block				Depreciation				Net block
	As at 1 April 2021	Additions during the year	Disposals during the year	As at 31 March 2022	As at 1 April 2021	Additions during the year	Disposals during the year	As at 31 March 2022	As at 31 March 2022
Land	283,447,708	1,126,725	-	284,574,433	-	-	-	-	284,574,433
Buildings	1,383,571,772	219,674,800	-	1,603,246,572	659,197,926	47,211,184	-	706,409,110	896,837,462
Computers	282,811,785	11,498,190	-	294,309,975	266,788,092	14,776,165	-	281,564,257	12,745,718
Furniture and fixtures	148,813,259	13,729,177	-	162,542,436	122,833,870	9,995,738	-	132,829,608	29,712,828
Office equipment	552,529,281	27,425,059	-	579,954,340	416,493,546	35,567,056	-	452,060,602	127,893,738
Library books	49,190,694	157,169	-	49,347,863	46,277,767	610,189	-	46,887,956	2,459,907
Vehicles	25,186,560	7,219,742	-	32,406,302	14,290,342	5,693,035	-	19,983,377	12,422,925
<b>Total</b>	<b>2,725,551,059</b>	<b>280,830,862</b>	<b>-</b>	<b>3,006,381,921</b>	<b>1,525,881,543</b>	<b>113,853,367</b>	<b>-</b>	<b>1,639,734,910</b>	<b>1,366,647,011</b>

## 7. Intangible assets

Description	Gross block				Amortisation				Net block
	As at 1 April 2022	Additions during the year	Disposals during the year	As at 31 March 2023	As at 1 April 2022	Additions during the year	Disposals during the year	As at 31 March 2023	As at 31 March 2023
Software	42,847,450	1,932,352	-	44,779,802	38,824,001	3,144,446	-	41,968,447	2,811,355
Website	625,400	-	-	625,400	400,256	142,201	-	542,457	82,943
<b>Total</b>	<b>43,472,850</b>	<b>1,932,352</b>	<b>-</b>	<b>45,405,202</b>	<b>39,224,257</b>	<b>3,286,647</b>	<b>-</b>	<b>42,510,904</b>	<b>2,894,298</b>

Description	Gross block				Amortisation				Net block
	As at 1 April 2021	Additions during the year	Disposals during the year	As at 31 March 2022	As at 1 April 2021	Additions during the year	Disposals during the year	As at 31 March 2022	As at 31 March 2022
Software	35,499,384	7,348,066	-	42,847,450	33,282,382	5,541,619	-	38,824,001	4,023,449
Website	-	625,400	-	625,400	-	400,256	-	400,256	225,144
<b>Total</b>	<b>35,499,384</b>	<b>7,973,466</b>	<b>-</b>	<b>43,472,850</b>	<b>33,282,382</b>	<b>5,941,875</b>	<b>-</b>	<b>39,224,257</b>	<b>4,248,593</b>

SSN Trust

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

(All amounts are in Rupees, unless otherwise stated)

8. Capital work-in-progress	As at 31 March 2023	As at 31 March 2022
Balance at the beginning of the year	24,676,370	209,756,966
Add: Additions during the year	251,018,482	37,045,308
Less: Capitalised/ adjustments during the year	1,989,435	222,125,904
<b>Balance at the end of the year</b>	<b>273,705,417</b>	<b>24,676,370</b>

9. Investments	As at 31 March 2023	As at 31 March 2022
<b>Long-term investments</b> <i>(valued at cost, unless otherwise stated)</i>		
<i>Investment in deposits with financial institutions: unquoted</i>		
Tamil Nadu Transport Development Finance Corporation Limited	2,000,000	2,000,000
Tamil Nadu Power Finance Corporation Limited	3,475,000	3,475,000
Housing Development Finance Corporation Limited	70,000,000	70,000,000
	<b>75,475,000</b>	<b>75,475,000</b>
<b>Total long-term investments</b>	<b>75,475,000</b>	<b>75,475,000</b>

<b>Current investments</b> <i>(valued at lower of cost or fair value)</i>		
<i>Investment in deposits with financial institutions: unquoted</i>		
Tamil Nadu Transport Development Finance Corporation Limited	500,000	500,000
Housing Development Finance Corporation Limited	-	149,900,000
	<b>500,000</b>	<b>150,400,000</b>

**Total current investments** **500,000** **150,400,000**

**Total investments** **75,975,000** **225,875,000**

Book value of unquoted investments in deposits	75,975,000	225,875,000
Book value of unquoted investments in mutual funds	-	-
Market value of investments in mutual funds	-	-

Details of units of mutual fund purchased and redeemed during the year ended 31 March 2023

Detail of mutual funds	Purchases during the year		Redeemed during the year	
	Units	Amount	Units	Amount
HSBC CASH FUND - GROWTH DIRECT	470,011.75	1,000,000,000	470,011.75	1,016,314,500
		<b>1,000,000,000</b>		<b>1,016,314,500</b>

Details of units of mutual fund and deposits purchased and redeemed during the year ended 31 March 2022

Detail of mutual funds	Purchases during the year		Redeemed during the year	
	Units	Amount	Units	Amount
Axis banking and PSU debt fund direct plan growth option	-	-	54,662.92	117,984,813
ICICI Prudential fixed maturity plan series 83 (1100 Days)	-	-	1,500,000.00	18,982,800
ICICI Prudential all seasons bond fund direct plan growth option	-	-	635,392.78	19,449,818
Invesco India fixed maturity plan series 32 plan D (1099 Days)	-	-	2,650,000.00	33,692,630
UTI Liquid cash plan direct plan growth option	-	-	8,748.60	30,184,983
Kotak fixed maturity plan series 235 direct plan	-	-	5,800,000.00	73,859,630
Kotak fixed maturity plan series 237 direct plan	-	-	1,000,000.00	12,839,516
Kotak Low Duration Fund- Direct Plan- Growth Option	-	-	248,356.98	712,449,212
Kotak Liquid - Growth - Direct	-	-	179,568.60	755,948,633
Aditya Birla Sun Life fixed term plan series-QM (1100 Days) direct plan	-	-	5,000,000.00	62,285,000
Aditya Birla Sun Life fixed term plan series-QN (1100 Days) direct plan	-	-	4,000,000.00	49,304,800
Aditya Birla Sun Life Corporate Bond Fund - Growth - Direct Plan	-	-	1,260,677.76	114,251,443
Sundaram fixed term plan IK direct plan	-	-	4,000,000.00	50,546,400
			-	<b>2,051,779,678</b>

**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>10. Receivables*</b>		
<i>(Unsecured and considered good, unless otherwise stated)</i>		
Fees receivable	42,455,077	223,613,387
Less:- Provision for fees receivable	<u>(9,026,673)</u>	<u>(12,801,619)</u>
	<b>33,428,404</b>	<b>210,811,768</b>

\*Represents amount receivable from students

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>11. Cash and bank balances</b>		
Cash and cash equivalents		
Cash in hand	-	19,439
Balances with banks #		
- in saving accounts	117,580,285	216,930,338
Total of cash and cash equivalents	<u>117,580,285</u>	<u>216,949,777</u>
Other bank balances		
Balances with banks in deposit accounts		
- due to mature within 12 months of the reporting date	9,155,166	4,399,026
- due to mature after 12 months of the reporting date	<u>2,535,378</u>	<u>5,089,240</u>
Total of other bank balances	<b>11,690,544</b>	<b>9,488,266</b>
	<b>129,270,829</b>	<b>226,438,043</b>

# Bank Balance includes restricted cash Rs. 41,501,554 (Previous year Rs. 93,331,295) on account of grants received during the year for research projects from various institutions and Rs. Nil (Previous year Rs. 146,073) on account of scholarship received from Directorate of Technical Education to be payable to students. This will be utilised for the specific purposes for which it has been received.

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>12. Other current assets</b>		
<i>(Unsecured and considered good, unless otherwise stated)</i>		
Interest accrued on bank deposits	1,611,094	4,559,909
Fees receivable from government	167,500	3,741,000
Other receivables	54,712,266	42,184,612
	<u>56,490,860</u>	<u>50,485,521</u>

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>13. Loans, advances and deposits</b>		
<i>(Unsecured and considered good, unless otherwise stated)</i>		
Advances to staff	5,808,999	2,326,715
Advances to suppliers	18,087,136	4,336,666
Advance income tax	7,296,211	7,121,694
Capital Advances	92,921,314	20,926,673
Prepaid expenses	5,939,967	5,433,078
Deposits (other than with banks)	12,144,695	11,548,020
	<u>142,198,322</u>	<u>51,692,846</u>

**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

<b>14. Current liabilities</b>	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
Creditors (including expenses payable)		
- Total outstanding dues of micro enterprises and small enterprises*	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises	70,633,093	51,193,283
Capital creditors	52,777,015	12,593,649
Margin money against car loan	7,444,678	6,405,150
Employee related payables	2,788,279	1,052,200
Retention money	23,212,714	11,780,924
Deferred revenue	231,215,475	220,677,892
Caution money received from students	19,658,299	15,172,889
Advance received from others	2,203,002	-
Advance fees collected from students	16,534,847	14,096,040
Students fund	14,173,250	11,125,091
Security deposit payable	4,274,580	4,351,025
Statutory dues payable	19,665,202	16,323,713
	<b>464,580,434</b>	<b>364,771,856</b>

\*The Trust had sought confirmation from its vendors on their status under Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act"). The disclosures in respect of the amounts payable to the micro and small enterprises as at 31 March 2023 and 31 March 2022 have been made in the financial statements to the extent of available information in this regard. In view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act to the enterprises who have not yet responded to the Trust's letter is not expected to be material. The disclosure pursuant to the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED Act) for dues to micro enterprises and small enterprises as at 31 March 2023 and 31 March 2022 is as under:

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
Dues remaining unpaid to any supplier		
Principal	-	-
Interest on the above	-	-
Amount of interest paid in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
Amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
Amount of interest accrued and remaining unpaid amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act, 2006	-	-
	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>15. Provisions*</b>		
Provision for gratuity	348,287,939	339,201,823
Provision for compensated absences	85,344,989	86,620,032
Provision for performance incentive	57,403,821	74,041,573
	<b>491,036,749</b>	<b>499,863,428</b>

\* Refer note 27

**SSN Trust**  
**Notes to the financial statements for the year ended 31 March 2023**  
(All amounts are in Rupees, unless otherwise stated)

<b>16. Fees from students</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Tuition fees	745,525,869	707,418,623
Hostel fees	176,095,126	128,881,326
Exam fees	26,788,099	23,470,490
Hostel admission fees	15,838,500	20,798,400
	<b>964,247,594</b>	<b>880,568,839</b>
Less: Scholarship granted during the year	52,841,439	28,861,735
	<b>911,406,155</b>	<b>851,707,104</b>

<b>17. Other income</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
<b>Interest income on:</b>		
bank deposits	7,933,922	30,005,772
savings bank account	8,959,447	14,170,096
income tax refund	584,488	-
Liabilities/ provisions no longer required written back	3,857,415	1,000,000
Profit on sale of property, plant and equipment	205,890	-
Income from sale of admission forms and prospectus	13,570,563	16,032,773
Rental income (from letting out of college premises)	19,144,010	9,828,272
Profit on sale of mutual funds	16,314,500	108,357,949
Income from consulting projects	15,963,417	13,352,715
Miscellaneous income	21,278,153	14,936,572
	<b>107,811,805</b>	<b>207,684,149</b>

<b>18. Staff payments and benefits</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Salaries and wages including allowances		
- teaching staff	572,160,273	535,744,450
- non teaching staff	91,669,222	84,954,339
Contribution to provident fund and other funds		
- teaching staff	8,086,268	6,027,739
- non teaching staff	1,295,549	3,683,305
Gratuity expenses *	29,946,378	27,276,353
Staff welfare	23,379,437	17,708,161
	<b>726,537,127</b>	<b>675,394,347</b>

\* Since an actuarial valuation is done for gratuity for the trust as a whole, details of contribution in respect of each individual are not available for breakup into teaching and non-teaching staff.

<b>19. Transportation expenses</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
- in respect of vehicles not owned by trust	58,396,484	29,920,390
	<b>58,396,484</b>	<b>29,920,390</b>

<b>20. Affiliation charges</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Affiliation and registration charges	6,061,762	3,654,861
	<b>6,061,762</b>	<b>3,654,861</b>

**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
<b>21. Administrative and general expenses</b>		
Electricity and fuel expenses	31,147,597	16,720,702
Rent (refer note 28)	47,930,857	47,930,857
Rates and taxes	4,209,797	4,292,708
Travelling and conveyance expenses	13,242,278	7,425,953
Communication expenses	4,190,024	4,903,048
Lab consumables and work shop expense	10,481,578	8,696,851
Advertisements	6,291,285	2,791,083
Printing and stationery	11,138,384	10,261,747
Legal and professional expenses *	34,036,576	18,735,764
Stipend expenses	27,060,691	28,578,871
Students welfare	11,619,831	6,515,396
Subscriptions	14,757,034	12,716,995
Security charges	13,407,466	11,837,696
Community welfare expenses	13,464,842	12,907,500
	<b>242,978,240</b>	<b>194,315,171</b>
<b>* Including remuneration to auditors</b>		
	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Statutory audit	1,800,000	1,600,000
Reimbursement of expenses	126,000	112,000
	<b>1,926,000</b>	<b>1,712,000</b>
<b>22. Repairs and maintenance</b>		
	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Building	21,583,759	23,106,746
Others	126,589,768	72,632,687
	<b>148,173,527</b>	<b>95,739,433</b>
<b>23. Depreciation and amortisation</b>		
	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Depreciation on property, plant and equipment	102,534,280	113,853,367
Amortisation of intangible assets	3,286,647	5,941,875
	<b>105,820,927</b>	<b>119,795,242</b>
<b>24. Other expenses</b>		
	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Provision for fees receivable	-	12,801,619
Miscellaneous expenses	8,675,441	5,701,089
	<b>8,675,441</b>	<b>18,502,708</b>
<b>25. Financial expenses</b>		
	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Interest on vehicle loan	738,406	844,094
	<b>738,406</b>	<b>844,094</b>

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

#### **26. Disclosure of related party transactions:**

**i. Key Managerial Personnel (KMP)**

Mr. Shiv Nadar, Managing Trustee

Mrs. Kiran Nadar, Trustee

Mrs. Roshni Nadar Malhotra, Trustee

Mr. Shikhar Neelkamal Malhotra, Trustee

Mr. Pawan K Danwar, Chief Financial Officer (Hony)

**ii. Entities with whom there have been transactions during the current year / previous year where the key managerial personnel of the sponsoring body are directors or direct / indirect shareholders or exercise**

HCL Corporation Private Limited

Vama Sundari Investments (Delhi) Private Limited

HCL Infosystems Limited

Vamasundari Scholarship Trust

SSN Incubation Foundation

Shiv Nadar University -Chennai

Shiv Nadar Foundation (SNF)

HCL Technologies Limited



**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

**iii. Details of transactions and amounts outstanding with related parties**

<b>Nature of transactions with related parties</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
<b>Loan taken</b>		
HCL Corporation Private Limited	72,800,000	8,300,000
Vama Sundari Investments (Delhi) Private Limited	2,059,450,000	1,436,000,000
<b>Loan repayment</b>		
HCL Corporation Private Limited	72,800,000	8,300,000
Vama Sundari Investments (Delhi) Private Limited	1,931,101,773	2,490,900,000
<b>Rendering of IT services - repairs and maintenance</b>		
HCL Infosystems Limited	332,743	-
<b>Rendering of services- income from training program</b>		
HCL Technologies Limited	1,000,000	-
<b>Events training and program</b>		
HCL Technologies Limited	514,250	-
<b>Rendering of services- training program</b>		
Vama Sundari Investment (Delhi) Private Limited	15,454,732	13,074,876
<b>Purchase of Services</b>		
SSN Incubation Foundation	-	135,000
HCL Avitas Private Limited	931,820	84,600
<b>Expenses incurred by Trust on behalf of related party</b>		
Shiv Nadar University – Chennai	35,667,516	25,318,055
<b>Amount received on behalf of students towards scholarship</b>		
Vamasundari Scholarship Trust	391,563	-
<b>Payment of statutory liability on behalf of related party</b>		
Shiv Nadar University – Chennai	31,44,783	264,432
<b>Rent expense</b>		
HCL Corporation Private Limited **	45,950,856	45,950,856

**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

<b>Rental income</b>		
Shiv Nadar Foundation *	225,240	225,240
Shiv Nadar University -Chennai	100,000	100,000

<b>Amounts outstanding with related parties</b>	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>
<b>Capital creditors</b>		
HCL Infosystems Limited	-	6,211
<b>Recoverable for rendering services</b>		
Vama Sundari Investment (Delhi) Private Limited	65,65,183	7,619,776
Shiv Nadar University -Chennai	38,733,767	28,070,379
HCL Technologies Limited	1,180,000	-
HCL Corporation Private Limited	7,009,452	-
<b>Loans and advances</b>		
SSN Incubation Foundation	-	60,000
HCL Avitas Private Limited	-	86,600
<b>Unsecured loans</b>		
Vama Sundari Investments (Delhi) Private Limited	2,156,848,227	2,028,500,000

\* During the year ended 31 March 2023 trust has received rent amounting to Rs 225,240 (previous year Rs 225,240) from Shiv Nadar Foundation (SNF) for the premises utilised for the purpose of running a school by SNF, collectively owned by SSN Trust, Guddu Investments (Chennai) Private Limited and Shiv Nadar Foundation.

\*\* During the year ended 31 March 2023 trust has paid Rs 45,950,856 (previous year Rs 45,950,856) for the premises utilised by it for running the college, collectively owned by SSN Trust and Vama Sundari Investments (Chennai) Private Limited (Merged with HCL Corporation Private Limited w.e.f. 1 December 2020) from 1<sup>st</sup> April 2022 to March 2023. Further, the Trust had entered into financing agreement with Vama Sundari Investments (Chennai) Private Limited (Merged with HCL Corporation Private Limited w.e.f. 1 December 2020) for construction of building at Chennai campus of SSN College of Engineering managed by the Trust. It has been mutually agreed between the parties that all completed superstructure by the Company on the licensed land shall belong to Company and the Trust respectively in the ratio of the Investment made by each in the total cost of construction of the completed superstructure.

**27. Employee benefits:**

Contribution to defined contribution plan recognised as expense for the year in the Income and Expenditure account are as under:

<b>Particulars</b>	<b>For the year ended 31 March 2023</b>	<b>For the year ended 31 March 2022</b>
Contribution to provident fund and other funds *	93,65,851	9,632,248
Contribution to employee state insurance scheme *	15,966	78,796
<b>Total</b>	<b>93,81,817</b>	<b>9,711,044</b>

## SSN Trust

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

(All amounts are in Rupees, unless otherwise stated)

\* Recognised under contribution to provident fund and other funds (refer note 18).

**Gratuity Plan:** The Trust operates a gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days of basic salary last drawn for each completed year of service. Gratuity is payable to all eligible employees of the Trust on retirement or separation or death or permanent disablement in terms of the provisions of the Payment of Gratuity Act, 1972. The benefits vest after five years of continuous service except in case of death where no vesting conditions apply.

The following tables set out the disclosures in respect of the gratuity plan as required under AS 15 (revised):

- i. The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>Change in the defined benefit obligations</b>		
Defined benefit obligation at the beginning of the year	339,201,823	319,630,243
Current service cost	25,644,518	25,931,580
Past service cost	-	-
Interest cost on defined benefit obligation	24,354,691	21,862,709
Actuarial (gain) / loss on obligation	(20,052,831)	(20,517,936)
Benefits paid	(20,860,262)	(7,704,773)
Defined benefit obligation at the end of the year	348,287,939	339,201,823

- ii. The amounts recognised in the Income and Expenditure account are as follows:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>Expense recognised in the Income and Expenditure Account *</b>		
Current Service cost	25,644,518	25,931,580
Past service cost	-	-
Interest cost	24,354,691	21,862,709
Actuarial (gain)/loss recognised in the year	(20,052,831)	(20,517,936)
Net Gratuity cost	29,946,378	27,276,353

- iii. Principal actuarial assumptions in respect of provision for gratuity and compensated absences at the balance sheet date are as follows:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
<b>Assumptions</b>		
Discount rate	7.36%	7.18%
Salary escalation rate	8.00%	8.00%
Employee turnover rate	5.00%	4.00%
Expected average remaining working lives of employees (years)	20.63	21.06
Retirement age (in years)	65 Years	65 Years

**SSN Trust****Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

## iv. Experience adjustments:

	<b>As at 31 March 2023</b>	<b>As at 31 March 2022</b>	<b>As at 31 March 2021</b>	<b>As at 31 March 2020</b>	<b>As at 31 March 2019</b>
Defined Benefit Obligation	348,287,939	339,201,823	319,630,243	306,986,026	220,751,185
Net liability	348,287,939	339,201,823	319,630,243	306,986,026	220,751,185
Experience Adjustments (gain)/loss on plan liabilities	(12,019,719)	(4,287,872)	(23,255,242)	20,115,483	3,338,107

**Compensated absences**

The Trust provides for the liability for the compensated absences on the basis of actuarial valuation at the year end. As per actuarial valuation carried out, defined benefit obligation, compensated absences in respect of the employees of the Trust as at 31 March 2023 is Rs. 85,344,989 (previous year Rs. 86,620,032). The Trust has accordingly charged off Rs. 30,329,375 (previous year Rs. 32,645,164) to the Income and Expenditure account of expense for compensated absences.

**Faculty performance incentive plan**

The Trust has a faculty performance plan ('the plan') wherein the plan spreads over 7 years with earning opportunities at the end of the 3<sup>rd</sup> year, 5<sup>th</sup> year and 7<sup>th</sup> year of service based on the past performance of the employee of the entity. As per actuarial valuation carried out, defined benefit obligation, faculty performance incentive in respect of the employees of the entity as at 31 March 2023 is Rs. 57,403,821 (previous year Rs. 74,041,573) and has accordingly charged Rs. 1,319,019 (previous year Rs. 4,618,456) to the salary wages and bonus schedule on account of amount paid and additional provision created during the year.

## **SSN Trust**

### **Notes to the financial statements for the year ended 31 March 2023**

(All amounts are in Rupees, unless otherwise stated)

28. The trust has taken premises for college in Kanchipuram District Tamil Nadu from, a related party, under cancellable lease of 11 months. Rent expense of Rs. 45,950,857 (previous year Rs. 45,950,857) has been recognized in the Income and Expenditure relating to such lease.
29. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Trust will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
30. During the year ended 31 March 2023, the management discovered certain unauthorized payments in relation to employee costs relating to current and previous years. The Trust has taken appropriate action against such employees and taking adequate measures to strengthen internal controls with respect to employee related payments. The impact of the same on the financial statements is not material.

*For B S R & Co. LLP*

*Chartered Accountants*

Firm Registration Number: 101248W/W-100022

*For and on behalf of SSN Trust*

**Rakesh Dewan**

*Partner*

Membership Number: 092212

Place: Gurugram

Date: 14 July 2023

**Roshni Nadar Malhotra**

*Trustee*

Place: Noida

Date: 14 July 2023

**Pawan K. Danwar**

*Chief Financial Officer (Hony)*

Place: Noida

Date: 14 July 2023