



**S K AGRAWAL AND CO CHARTERED
ACCOUNTANTS LLP**

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN - AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

INDEPENDENT AUDITOR'S REPORT

To the Members of SOUTH CITY INTERNATIONAL SCHOOL

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **SOUTH CITY INTERNATIONAL SCHOOL** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of income and Expenditure (including other comprehensive income) and Statement of Changes in Equity and Statement of Cash Flow for the year ended on that date, and a summary of 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 the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, the Surplus and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.





S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN - AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, net profit or loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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 statement that give a 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities 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 judgement 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 Company's ability to continue as a going concern.





S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN – AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

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 Company 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, make 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 also 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those book.
- (c) The Balance Sheet, the Statement of income and Expenditure (including other comprehensive Income), the statement of changes in Equity and the Cash Flow statement dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the accompanying financial statements comply with the Ind AS specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules 2015, as amended.
- (e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With Respect to the adequacy of internal financial controls over financial reporting of the company and operating effectiveness of such controls, refer to our separate report in "Annexure A", our report expresses an unmodified opinion on the adequacy and operating effectiveness of company's internal financial controls over financial reporting.





S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN - AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact in its Financial position.
- ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There is no such sum which needs to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The Management has represented that, to the best of its knowledge and belief, in the standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the "Ultimate Beneficiaries".
b) The Management has represented, that, to the best of its knowledge and belief, in the standalone financial statements, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
c) Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our attention that causes us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement;
- v. The Company has not declared and paid dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f. April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.





**S K AGRAWAL AND CO CHARTERED
ACCOUNTANTS LLP**

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN - AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

(h) As the company is a private company, Section 197(16) read with Schedule V to the Act is not applicable to the company.

For S K Agrawal and Co Chartered Accountants LLP

Firm Registration No.: 306033E/E300272

Place: Kolkata

Date: 5th September, 2023

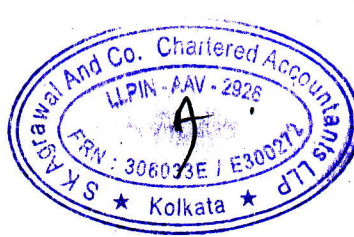
UDIN: 23306453BGWVZZ1125

A. C. Sahoo

Ashok Kumar Sahoo

Partner

Membership No.: 306453





S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN – AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 (“the Act”)

Opinion

We have audited the internal financial controls over financial reporting of **SOUTH CITY INTERNATIONAL SCHOOL** (“the Company”) as of March 31, 2023 to the extent of records available with us in conjunction with our audit of the financial statements of the Company for the year ended on that date.

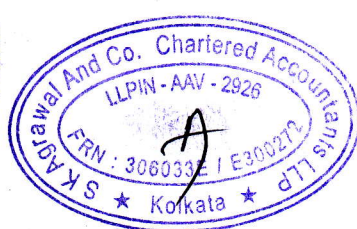
In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023, based on the internal financial controls over financial reporting criteria established by the Company considering the essentials components of the internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the Guidance Note”).

Management’s Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.





S K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

(FORMERLY S K AGRAWAL AND CO)

CHARTERED ACCOUNTANTS

LLPIN - AAV-2926

FRN- 306033E/E300272

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904 / 9905

Website : www.skagrawal.co.in

EMAIL : Info@skagrawal.co.in

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For S K Agrawal and Co Chartered Accountants LLP

Firm Registration No.: 306033E/E300272

Place: Kolkata

Date: 5th September, 2023

UDIN: 23306453BGWVZZ1125

A. C. Sahoo
Ashok Kumar Sahoo

Partner

Membership No.: 306453



**SOUTH CITY INTERNATIONAL SCHOOL
BALANCE SHEET AS AT MARCH 31, 2023**

		₹ in Lakhs	
	Notes	As at 31-Mar-2023	As at 31-Mar-2022
ASSETS :			
Non-Current assets			
Property Plant and Equipment	2.1	2531.22	2683.78
Intangible Assets	2.1	0.26	0.54
Financial Assets			
Other Financial Assets	2.2	190.88	93.02
		2722.36	2777.34
Current Assets			
Financial Assets			
(a) Trade Receivables	2.3	12.34	27.80
(b) Cash and Cash Equivalents	2.4	0.14	114.90
Current Tax Assets (Net)	2.5	2.16	1.06
Other Current Assets	2.6	21.58	14.43
		36.22	158.19
Total Assets		2758.58	2935.53
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	2.7	3.00	3.00
Other Equity	2.8	1305.21	755.57
Total Equity		1308.21	758.57
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
(a) Borrowings	2.9 a	33.90	551.70
Provisions	2.10 a	206.94	180.57
		240.84	732.27
Current Liabilities			
Financial Liabilities			
(a) Borrowings	2.9 b	197.51	568.05
(b) Trade payables	2.11		
- Total outstanding dues of Micro & Small Enterprises		-	-
- Total outstanding dues of creditors other than Micro & Small Enterprises		9.70	12.78
(c) Other Financial Liabilities	2.12	637.14	619.69
Other Current Liabilities	2.13	351.64	230.93
Provisions	2.10 b	13.54	13.26
		1209.53	1444.71
Total Liabilities		1450.37	2176.98
Total Equity and Liabilities		2758.58	2935.53

Summary of Significant Accounting Policies and Notes to Financial Statements 1 to 33

As per our report on even date

For S. K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

Firm Registration No : 306033E / E300272



A. K. Sahoo
Ashok Kumar Sahoo
Partner
M.No.306453
Place: Kolkata
Dated: 05-09-2023

South City International School
[Signature]
Director

South City International School
[Signature]
Director

SOUTH CITY INTERNATIONAL SCHOOL

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2023

		₹ in Lakhs	
	Notes	2022-23	2021-22
Revenue From Operations	2.14	1915.47	1700.54
Other Income	2.15	36.20	18.24
Total Income		1951.67	1718.78
Expenses			
Employee Benefits Expense	2.16	715.81	654.96
Finance Costs	2.17	50.33	114.03
Depreciation and Amortisation Expenses	2.18	186.82	231.31
Other Expenses	2.19	440.67	272.56
Total Expenses		1393.63	1272.86
Surplus/(Deficit) before tax		558.04	445.92
Tax Expense			
Current Tax		-	-
Deferred Tax		-	-
Surplus for the year (I)		558.04	445.92
Other Comprehensive income:			
Other comprehensive income not to be reclassified to Surplus/(Deficit) in subsequent periods:			
Re-measurement gains and (losses) on defined benefit obligations		(8.40)	15.35
Income tax effect thereof		-	-
Other comprehensive income/(loss) for the year, net of tax (II)		(8.40)	15.35
Total comprehensive income for the year, net of tax (I + II)		549.64	461.27
Earnings per Equity Share of Rs. 10 each			
Basic & Diluted	2.19	1860.14	1486.40
Summary of Significant Accounting Policies and Notes to Financial Statements	1 to 33		

As per our report on even date

For S. K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

Firm Registration No : 306033E / E300272

A. K. Sahoo
Ashok Kumar Sahoo
 Partner
 M.No.306453
 Place: Kolkata
 Dated: 05-09-2023

South City International School
[Signature]
Director

South City International School
[Signature]
Director



SOUTH CITY INTERNATIONAL SCHOOL
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2023

₹ in Lakhs

Particulars	March 31,2023	March 31,2022
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Surplus/(Deficit) before tax	558.04	445.92
Adjustment to reconcile surplus/(deficit) before tax to net cash flow		
Depreciation & Amortisation expense	186.82	231.31
Finance costs	50.33	114.03
Provision for Gratuity	(8.40)	15.35
Sundry Balances Written Off	7.34	3.57
Profit on sale of Property, Plant & Equipment	(0.94)	(3.23)
Loss on sale of Property, Plant & Equipment	6.07	-
Liabilities No Longer Required Written Back	(19.47)	(1.67)
Interest Income	(15.79)	(10.19)
Operating surplus/(deficit) before working capital changes	764.00	795.09
Adjustments for-		
Increase/(decrease) in trade receivables	(15.46)	4.96
Decrease in trade payables	(3.07)	2.41
Increase/(decrease) in loans, deposits and other financial assets	(16.91)	(112.03)
Increase/(decrease) in other current and non current assets	(8.25)	(1.89)
Increase/(decrease) in provisions	3.45	(4.62)
Increase/(decrease) in other current and non current liabilities	138.14	6.83
Cash generated in operations	861.90	690.75
Less : Income Tax Paid (net of refund)	-	-
Net Cash inflow from Operating Activities	861.90	690.75
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Interest Received	15.79	10.19
	15.79	10.19
Purchase of Property, Plant & Equipment	40.23	34.25
Investments in Fixed Deposits	13.53	(126.60)
Net cash flow from Investing Activities	(37.97)	102.54
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of Borrowings	(860.85)	(617.15)
Interest paid	(50.33)	(114.03)
Net cash flow from Financing Activities	(911.18)	(731.18)
Net decrease in cash and cash equivalents (A+B+C)	(87.25)	62.11
Cash and Cash Equivalents at the beginning of the year (Refer note-2.4 and 2.9)	87.39	25.28
Cash and Cash Equivalents at the end of the year (Refer note-2.4 and 2.9)	0.14	87.39
Balances with banks:		
- On current accounts	-	-
- On savings accounts	(23.20)	21.25
Cash on hand	0.14	0.65
Bank Deposits with maturity of three months or Less *	-	93.00
Bank Overdraft	(0.02)	(27.51)
	23.08	(87.39)
	0.14	87.39

Summary of Significant Accounting Policies and Notes to Financial Statements 1 to 33

As per our report on even date

For S. K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

Firm Registration No : 306033E / E300272

A. C. Sahoo
Ashok Kumar Sahoo
 Partner
 M.No.306453
 Place: Kolkata
 Dated: 05-09-2023

South City International School
Frederick
Director

South City International School
Ravi Datta
Director



SOUTH CITY INTERNATIONAL SCHOOL**Statement of Changes in Equity for the year ended March 31, 2023**

₹ in Lakhs

a. Equity Share Capital:

Balance as at 1st April, 2021	3.00
Change in Equity share capital during the year	-
Balance as at 31st March, 2022	3.00
Change in Equity share capital during the year	-
Balance as at 31st March, 2023	<u>3.00</u>

b. Other equity**For the year ended 31 March, 2022**

Particulars	Retained Earnings	Accumulated Other Comprehensive Income	Total Equity
		FVTOCI Reserve	
As at 1st April 2021	335.15	(40.85)	294.30
Surplus/(Deficit) for the year	445.92	-	445.92
Other comprehensive income remeasurement of net benefit plans	-	15.35	15.35
As at 31 March 2022	781.07	(25.50)	755.57

For the year ended 31 March 2023

Particulars	Retained Earnings	Accumulated Other Comprehensive Income	Total Equity
		FVTOCI Reserve	
As at 1 April 2022	781.07	(25.50)	755.57
Surplus/(Deficit) for the year	558.04	-	558.04
Other comprehensive income remeasurement of net benefit plans	-	(8.40)	(8.40)
As at 31 March 2023	1339.11	(33.90)	1305.21

As per our report on even date

For S. K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

Firm Registration No : 306033E / E300272

A. K. Sahoo
 Ashok Kumar Sahoo
 Partner
 M.No.306453
 Place: Kolkata
 Dated: 05-09-2023

South City International School

Director

South City International School

Director



SOUTH CITY INTERNATIONAL SCHOOL

2.1 (a) PROPERTY, PLANT & EQUIPMENT (Current Year - FY 2022 - 2023)

₹ in Lakhs

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK		
	As at 1-04-22	Additions	Deduction /Adjustments	Total as at 31-03-23	As at 1-04-22	For the year *	On Deduction /Adjustments during the year	Upto 31-03-23	As at 31-03-23	As at 31-03-22
PROPERTY, PLANT & EQUIPMENT										
Land	542.27	-	-	542.27	-	-	-	-	542.27	542.27
Building	2759.15	-	-	2759.15	815.14	102.15	-	917.29	1841.86	1944.01
Equipments	460.33	21.86	17.73	464.46	311.30	66.75	15.68	362.38	102.08	149.03
Furniture & Fittings	119.77	0.42	38.88	81.30	96.58	3.41	35.21	64.78	16.52	23.19
Vehicles	19.45	-	-	19.45	8.75	3.36	-	12.11	7.34	10.70
Office Equipments	20.78	13.31	2.32	31.77	19.28	4.94	2.31	21.91	9.87	1.50
Computers	43.33	4.08	13.30	34.12	30.85	5.53	12.79	23.60	10.51	12.48
Library Books	16.02	0.56	0.02	16.56	15.43	0.39	0.02	15.80	0.76	0.60
Total (A)	3981.11	40.23	72.25	3949.09	1297.33	186.54	66.00	1417.86	2531.22	2683.78
INTANGIBLE ASSETS										
Website Development	0.43	-	-	0.43	0.43	-	-	0.43	-	-
Computer Software	1.35	-	-	1.35	0.80	0.29	-	1.09	0.26	0.54
Total (B)	1.77	-	-	1.77	1.23	0.29	-	1.51	0.26	0.54
GRAND TOTAL = A + B	3982.88	40.23	72.25	3950.86	1298.56	186.82	66.00	1419.38	2531.48	2684.32

* Refer note no. 2.9 for information on Property, plant & equipment pledged by the company for securing financial facilities from banks and financial institutions.



South City International School

South City International School

Neel 2024
Director

Director

SOUTH CITY INTERNATIONAL SCHOOL

2.1 (b) PROPERTY, PLANT & EQUIPMENT (Previous Year)

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK	
	As at 1-04-21	Additions	Deduction /Adjustments	Total as at 31-03-22	As at 1-04-21	For the year * Deduction /Adjustments during the year	Upto 31-03-22	As at 31-03-22 As at 31-03-21
PROPERTY, PLANT & EQUIPMENT								
Land	542.27	-	-	542.27	-	-	-	542.27
Building	2759.15	-	-	2759.15	704.18	110.96	815.14	1944.01
Equipments	458.39	1.94	-	460.33	201.08	110.22	311.30	2054.97
Furniture & Fittings	112.44	7.33	-	119.77	94.20	2.37	96.58	257.31
Vehicles -Finance Lease	15.17	11.12	6.84	19.45	12.39	2.43	6.06	18.23
Office Equipments	20.51	0.27	-	20.78	18.29	0.99	8.75	2.78
Computers	31.77	11.56	-	43.33	27.31	3.54	19.28	2.22
Library Books	15.32	0.71	-	16.02	14.79	0.64	30.85	4.46
Total (A)	3955.02	32.92	6.84	3981.11	1072.25	231.15	1297.33	2882.78
INTANGIBLE ASSETS								
Website Development	0.43	-	-	0.43	0.43	-	0.43	-
Computer Software	0.79	0.56	-	1.35	0.64	0.16	0.80	0.15
Total (B)	1.22	0.56	-	1.77	1.07	0.16	1.23	0.15
GRAND TOTAL = A + B	3956.24	33.48	6.84	3982.88	1073.32	231.31	1298.56	2882.93

* Refer note no. 2.9 for information on Property, plant & equipment pledged by the company for securing financial facilities from banks and financial institutions.



South City International School

South City International School

Ravi Dora

Director

Director

South City International School

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

₹ in Lakhs

Note 2.2 Other Financial Assets

	Non-Current	
	As at 31-Mar-2023	As at 31-Mar-2022
Bank Deposits with maturity of twelve months or More *	189.21	81.00
Interest Receivables	1.67	12.02
Total Other Financial Assets	190.88	93.02

* Represents fixed deposits of Rs. 187.85 (P.Y. Rs.81) created for Debt Service Reserve Account (DSRA) for loans availed from Kotak Mahindra Bank Ltd and fixed deposits of Rs. 1.36 (P.Y. Rs. Nil) with UCO Bank.

Note 2.3 Financial Assets - Trade Receivables

	Non-Current		Current	
	As at 31-Mar-2023	As at 31-Mar-2022	As at 31-Mar-2023	As at 31-Mar-2022
Considered good - unsecured *	-	-	12.34	27.80
Total Financial Assets - Trade Receivables	-	-	12.34	27.80

*Ageing schedule refer Note no. 2.28



South City International School

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

₹ in Lakhs

Note 2.4 Financial Assets - Cash and Cash Equivalents

	Current	
	As at	As at
	31-Mar-2023	31-Mar-2022
Balances with banks:		
– On current accounts	0.00	-
– On savings accounts	-	21.25
– Bank Deposits with maturity of three months or Less *	-	93.00
Cash on hand	0.14	0.65
Total Cash and Cash Equivalents	0.14	114.90

* Represents fixed deposits of Rs. Nil (P.Y. Rs.92) created for Debt Service Reserve Account (DSRA) for loans availed from Kotak Mahindra Bank Ltd and fixed deposits of Rs. Nil (P.Y. Rs.1) with UCO Bank.

Note 2.5 Current Tax Assets (Net)

	As at	As at
	31-Mar-2023	31-Mar-2022
Tax deducted at source	2.16	1.06
	2.16	1.06

Note 2.6 Other Current Assets

	As at	As at
	31-Mar-2023	31-Mar-2022
Advances other than capital advances		
Advances for Creditors	1.19	0.10
Advances for Expenses	0.06	0.25
Others		
Prepaid Expenses	20.32	14.07
Total Other Current Assets	21.58	14.43



South City International School

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

₹ in Lakhs

Note - 2.7 Equity Share Capital

	As at 31-Mar-2023	As at 31-Mar-2022
Authorised Capital		
5,00,000 Equity Shares of Rs. 10 each	50.00	50.00
Issued, Subscribed and Paid-up Capital		
30,000 Equity Shares of Rs. 10 each fully paid up in cash	3.00	3.00
Total Equity Share Capital	3.00	3.00

a) The Reconciliation of shares capital is given below:

	As at 31-Mar-2023		As at 31-Mar-2022	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
Shares outstanding at the beginning of the year	30,000	3.00	30,000	3.00
Issued during the Year	-	-	-	-
Shares outstanding at the end of the year	30,000	3.00	30,000	3.00

b) Terms/Rights attached to class of shares

The company has only one class of equity shares having par value of Rs.10 per share.Each holder of equity shares has a right of shares pari passu.The company has been granted license under section 25 of the Companies Act 1956 (Corresponding section 8 of the Companies Act 2013),consequently as required by section 25 of the Companies Act 1956 and in terms of clause 5 of the Memorandum of Association of the company,the company will not use any portion of its income or assets in paying to its members, directly or indirectly, by way of dividend , bonus or otherwise by way of profit.

In terms of clause number 10 of the Memorandum of Association of the company, if in the event of winding up or dissolution of the company, there remains , after the satisfaction of all the debts and liabilities ,any property whatsoever , the same shall not be distributed amongst the members of the company but shall be given or transferred to such other company having objects identical to the objects of this company ,subject to such conditions as the Tribunal may impose subject to compliance with provisions of section 115TD of the Income-tax Act and/or any other applicable law in force.

c) Details of Shareholders holding more than 5 percent of Equity Shares in the Company

	As at 31-Mar-2023		As at 31-Mar-2022	
	No. of Shares	% holding	No. of Shares	% holding
South City Projects (Kolkata) Limited	15,300	51.00%	15,300	51.00%

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

d. Shareholding of Promoters:

	As at 31st March 2023		
Name of Promoter	No of shares	% of Total Shares	% Change during the year
South City Projects (Kolkata) Limited	15,300	51.00%	-
Mr. Pradeep Kumar Sureka	333	1.11%	-
Mr. Jugal Kishore Khetawat	1,266	4.22%	-
Shrachi Developers Pvt. Ltd.	1,470	4.90%	-
Radhe Shyam Agarwal	4	0.01%	-
Raj Kumar Goenka	137	0.46%	-



South City International School**Notes to financial statements for the year ended March 31, 2023**

₹ in Lakhs

Note - 2.7 Equity Share Capital

	20,776	69.25%	
As at 31st March 2022			
	No of shares	% of Total Shares	% Change during the year
South City Projects (Kolkata) Limited	15,300	51.00%	-
Mr. Pradeep Kumar Sureka	333	1.11%	-
Mr. Jugal Kishore Khetawat	1,266	4.22%	-
Shrachi Developers Pvt. Ltd.	1,470	4.90%	-
Radhe Shyam Agarwal	4	0.01%	-
Raj Kumar Goenka	137	0.46%	-
Rajendra Kumar Bachhawat	1,288	4.29%	-
Sushil Mohta	978	3.26%	-
	20,776	69.25%	



South City International School
Notes to financial statements for the year ended March 31, 2023

₹ in Lakhs

Note - 2.8 Other Equity

	As at 31-Mar-2023	As at 31-Mar-2022
Reserves & Surplus		
Retained Earnings	1339.11	781.07
Other Comprehensive Income		
- FVTOCI Reserve	(33.90)	(25.50)
Total Other Equity	1305.21	755.57

Retained Earnings - Retained earnings includes surplus in the Statement of Income and Expenditure, Ind-AS related adjustments as on the date of transition, remeasurement gains/ losses on defined benefit obligations.

FVTOCI Reserve - Net gain/(loss) on financial assets measured at fair value through other comprehensive

Note 2.9 Borrowings

	As at 31-Mar-2023	As at 31-Mar-2022
(a) Non-Current Borrowings		
<u>Secured</u>		
Term Loans from Banks		
Kotak Bank Loan A/c - 0057	-	245.42
Kotak Bank Loan A/c - 0191	33.90	135.58
Kotak Bank Working Capital Loan	-	170.70
Total Non Current Borrowings	33.90	551.70
(b) Current Borrowings		
<u>Secured</u>		
i) Bank Overdraft	0.02	27.51
ii) Current maturities of long-term borrowings from Bank	197.49	540.54
Kotak Bank Loan A/c - 0057	95.80	322.28
Kotak Bank Loan A/c - 0191	101.69	101.69
Kotak Bank Working Capital Loan	-	116.57
Total Current Borrowings (i + ii)	197.51	568.05
Aggregate of Term Loan from Bank (a + b ii)	231.38	1092.24



South City International School

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

Terms and conditions

(1) Term loan from Banks	As at 31-Mar-2023	As at 31-Mar-2022
<p>a) Rupee term Loan from Kotak Mahindra Bank Limited (KMBL) are secured by-</p> <p>The above Term Loans are secured by first and exclusive charge over the movable and immovable fixed assets (both present and future) at 6 months KMCLR plus 0.75% per annum. Further, it is additionally secured by corporate guarantee of the holding company, South City Projects (Kolkata) Ltd .</p>		
(i)Term Loan - 0057 of Rs. 23 crores from Kotak Mahindra Bank Ltd is repayable in 40 monthly installments till Dec'2023 as per EMI plan of the lender.The EMI is subject to change in case of change of Base Rate of lender.However , the entire loan amount is fully pre-paid as on 19-04-23.	95.80	567.70
(ii)Term Loan - 0191 of Rs. 5 crores from Kotak Mahindra Bank Ltd is repayable in 40 monthly installments till Jul'2024 as per EMI plan of the lender.The EMI is subject to change in case of change of Base Rate of lender.However , the entire loan amount is fully pre-paid as on 19-04-23.	135.58	237.27
(b) Working Capital Term Loan of Rs. 3.60 crores from Kotak Mahindra Bank Ltd by way of first and exclusive hypothecation charge on all existing and future current assets ,on all existing and future moveable fixed assets , on immoveable properties being land and building situated at Commercial Building located at 375,Prince Anwar Shah Road, P.S Jadavpur ,Kolkata - 700068 and by way of Guaranteed Emergency Credit Line under ECLGS scheme of National Credit Guarantee Trsutee Company Ltd. is repaid on 30.05.23. repayable in 40 monthly installments till Jul'2024 as per EMI plan of the lender.The Rate of Interest is @8%.However , the	-	287.27
Total of Term Loan from Banks	231.38	1092.24

(2) Bank Overdraft	As at 31-Mar-2023	As at 31-Mar-2022
The above Loans are secured by first and exclusive charge over the movable and immovable fixed assets (both present and future) at 6 months KMCLR plus 0.75% per annum.Further, it is additionally secured by corporate guarantee of the holding company, South City	.00	27.51
Total Bank Overdraft	.00	27.51



South City International School

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

₹ in Lakhs

Note 2.10 Provisions

	(a) Non-Current		(b) Current	
	As at 31-Mar-2023	As at 31-Mar-2022	As at 31-Mar-2023	As at 31-Mar-2022
Provision for Gratuity (Refer Note 2.23)	181.08	159.02	13.54	13.26
Others				
Provision for Municipal Tax	25.86	21.55	-	-
Total Provisions	206.94	180.57	13.54	13.26

Note 2.11 Trade Payables

	Non-Current		Current	
	As at 31-Mar-2023	As at 31-Mar-2022	As at 31-Mar-2023	As at 31-Mar-2022
- Total outstanding dues of Micro & Small Enterprises *	-	-	-	-
- Total outstanding dues of creditors other than Micro & Small Enterprises *	-	-	9.70	12.78
Total Trade Payables	-	-	9.70	12.78

* Ageing schedule refer Note no.2.27

*The company has sent intimation to the suppliers requesting for furnishing details about their registration under Micro, Small and Medium Enterprises Development Act, 2006 or otherwise. However the company has received reply from only one supplier so far and hence disclosures, relating to the amounts unpaid as at the year end together with nil interest paid / payable as required under the said Act is also given.



South City International School
Notes to financial statements for the year ended March 31, 2023

₹ in Lakhs

Note 2.12 Other Financial Liabilities

	Current	
	As at 31-Mar-2023	As at 31-Mar-2022
Security Deposits Received from Students	525.54	528.52
Refundable Deposits from Contractors	2.29	2.29
Outstanding Liabilities for Expenses	86.11	88.88
Cheques overdrawn	23.20	-
Total Other Financial Liabilities	637.14	619.69

Note 2.13 Other Current Liabilities

	Current	
	As at 31-Mar-2023	As at 31-Mar-2022
Advance From Students - Contract Liability	341.80	224.14
Others:		
Statutory Dues	9.84	6.79
Total Other Current Liabilities	351.64	230.93



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

Note 2.14 Revenue From Operations

Note 2.15 Other Income

Note 2.16 Employee Benefit Expenses

Note 2.17 Finance Costs

	2022 - 23	2021 - 22
Interest Expense	50.33	114.03
Total Finance Costs	50.33	114.03

*The situation arising out of Covid-19 and consequential lock down imposed by the State and Central Govt. affected the smooth functioning of the School during the year. The parents of the students demanded fee waiver/reduction. Several Court proceedings were also initiated for reduction in the fees payable by the students to the School. In one such matters being WP No. 5890 (W) of 2020 (Vineet Ruia –Vs– State of West Bengal & Others.), the Division Bench of Hon'ble Calcutta High Court was pleased to pass an Order on 13th October, 2020 thereby, inter alia, directing the concerned Schools (including South City International School in as much as they were made one of the respondent in the instant matter) not to increase fee during financial year 2020-21 and further directing them to the effect that beginning April, 2020 till the month following the one in which the Schools re-open in the physical mode, to offer a minimum of 20% reduction of fees across the Board. In pursuance of the said Order, the School has duly offered 20% reduction in the fees payable by the students and on this count, a sum of Rs.22,37,240/- (P.Y figure Rs.1,49,97,260/-) has been offered towards such reduction.



South City International School
Notes to financial statements for the year ended March 31, 2023

₹ in Lakhs

Note 2.18 Depreciation and Amortisation Expense

	2022 - 23	2021 - 22
Depreciation of tangible assets [Note 2.1(a)]	186.54	231.15
Amortisation of intangible assets [Note 2.1(b)]	0.29	0.16
Total Depreciation and Amortisation Expense	186.82	231.31

Note 2.19 Other Expenses

	2022 - 23	2021 - 22
<u>School Running and Other Educational Expenses</u>		
Electricity	63.90	35.61
Repairs:		
- Building	1.48	0.69
- Others	27.27	15.67
- Maintenance	25.16	21.82
House Keeping Charges	27.46	21.42
Manpower Supply Expenses	28.50	20.92
Security Charges	17.72	14.77
Rates & Taxes	0.13	0.12
School Branding Expenses	27.90	5.05
Teaching Tool Expenses	30.06	-
Training Expenses	0.49	0.17
Retainership and Consultancy Charges	62.20	61.23
Workshop and School Function Expenses	35.44	9.72
Printing and Stationery	5.03	3.06
School Affiliation and Other Expenses	8.33	1.84
Miscellaneous Expenses	22.87	15.11
<u>Administrative Expenses</u>		
Insurance Charges	1.90	3.11
Municipal Tax	33.61	26.85
Auditor's Remuneration *	1.48	0.90
Professional Fees and Charges	9.73	3.47
Miscellaneous Expenses	10.04	11.04
Total Other Expenses	440.67	272.56

*** Auditor's Remuneration**

	2022 - 23	2021 - 22
As Auditor:		
Statutory Audit Fees	1.12	0.71
Tax Audit Fees	0.30	0.14
Others	0.06	0.06
Total Auditor's Remuneration	1.48	0.90



South City International School**Notes to financial statements for the year ended March 31, 2023****Note 2.20 Earnings Per Share (EPS)**

Basic EPS amounts are calculated by dividing the surplus for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the surplus attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

	₹ in Lakhs	
	2022 - 23	2021 - 22
Surplus for calculation of Basic and Diluted Earnings Per Share	558.04	445.92
Weighted average number of shares (Nos.)	30000	30000
Nominal Value of equity Share (in Rs.)	10	10
Basic & Diluted Earning Per Share (in Rs.)	1,860.14	1,486.40



2.21 Related party transactions

(a) Particulars	As at 31st March, 2023	As at 31st March, 2022
Parties whose control exists : Holding Company South City Projects (Kolkata) Ltd.	% of Holding 51%	% of Holding 51%

(b) Directors & Key Management Personnel:

Ravi Todi -Director

Pradeep Kumar Sureka -Director

John Andrew Bagul - Principal (till 31.08.2023)

Satabdi Bhattacharjee - Principal (since 01.09.23)

(c) Transactions with related parties during the year :-

₹ in Lakhs

Particulars	Key Management Personnel		Holding Comany	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
Salary paid - John Andrew Bagul - Principal	29.31	24.11	-	-
Reimbursement of expenses	-	-	8.59	3.67
Advance given	3.04	2.58	-	-
Advance adjusted	3.04	2.58	-	-
Rent Paid	-	-	3.60	3.60

Closing Balance	Key Management Personnel		Holding Comany	
	As at 31st March, 2023	As at 31st March, 2022	As at 31st March, 2023	As at 31st March, 2022
Balance Outstanding - Debit / (Credit)	-	-	.01	.02



Notes to Financial Statements for the year ended March 31, 2023

₹ in Lakhs

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Estimated value of contracts remaining to be executed on capital account, to the extent not provided	5.00	-
Total	5.00	

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Indirect Tax Demand dated 30-03-23	1.02	-



Note 2.23 Employee Benefits Obligation

(I) Defined Benefit Plans - Funded

The following table summarizes the components of net benefit expense recognised in the Statement of Surplus/(Deficit) and OCI and amounts recognised in the Balance Sheet.

₹ in Lakhs

a) Changes in the Present Value of Defined Benefit Obligation

Particulars	2022 - 23	2021 - 22
Present Value of Defined Benefit Obligation at the beginning of the period	179.10	178.31
Current Service Cost	19.01	19.98
Interest Cost	13.07	12.30
Past Service Cost	-	-
Remeasurements (or Actuarial (gains)/losses) arising from :		
- Changes in demographic assumptions	-	-
- Changes in financial assumptions	1.92	-7.35
- Experience variance (i.e. Actual experience vs assumptions)	5.49	-8.96
- Others	-	-
Benefits Paid	-17.30	-15.17
Present Value of Defined Benefit Obligation at the end of the period	201.30	179.10

b) Changes in Fair Value Of Assets

Particulars	2022 - 23	2021 - 22
Plan assets at beginning of period	6.82	2.77
Investment Income	.50	.19
Return on Plan Assets, Excluding amount recognised in Net Interest Expense	-.99	-.97
Actual Company contributions	17.64	20.00
Fund Transferred	-	-
Employee contributions	-	-
Benefits paid	-17.30	-15.17
Plan assets at the end of period	6.67	6.82

c) Amounts Recognised in the Balance Sheet

Particulars	2022 - 23	2021 - 22
Present Value of Defined Benefit Obligation at the year end	201.30	179.10
Fair Value of the Plan Assets at the year end	6.67	6.82
Liability/(Asset) Recognised in the Balance Sheet	-194.62	-172.28

d) Expense recognised in the Statement of Surplus/(Deficit):

Particulars	2022 - 23	2021 - 22
Current Service Cost	19.01	19.98
Past Service Cost	-	-
Net Interest Cost/(Income)	12.58	12.11
Net Cost Recognised in the Statement of Surplus/(Deficit)	31.59	32.09



Note 2.23 Employee Benefits Obligation

e) Expense recognised in the Other Comprehensive Income:

Particulars	2022 - 23	2021 - 22
Return on plan assets,excluding amount recognised in net interest expense	.99	.97
Acturial (gains)/losses due to:		
- Changes in demographic assumptions	.00	.00
- Changes in financial assumptions	1.92	-7.35
- Experience variance (i.e. Actual experience vs assumptions)	5.49	-8.96
- Others	-	-
Net Cost Recognised in Other Comprehensive Income	8.40	-15.35

(f) The principal assumptions used in determining Gratuity obligations for the Company's plans are shown below:

Particulars	2022 - 23	2021 - 22
Financial Assumptions :		
Discount Rate	7.20%	7.30%
Salary Growth Rate (per annum)	5.00%	5.00%
Demographic Assumptions :		
Mortality Rate	(100% of IALM 2012-14)	(100% of IALM 2012-14)
Normal Retirement Age (yrs.)	60	60
Attrition Rates, based on age	2%	2%

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

Assumptions regarding future mortality experience are set in accordance with the published statistics by the Life Insurance Corporation of India.

The discount rate is based on the government securities yield.

The Company assesses these assumptions with its projected long-term plans of growth and prevalent industry standards.

(g) Sensitivity Analysis

A quantitative sensitivity analysis for significant assumption as at 31 March 2023 and 31 March 2022 is as shown below:



Note 2.23 Employee Benefits Obligation

	Gratuity			
	As at 31.03.2023		As at 31.03.2022	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	222.19	183.39	198.40	162.60
% change compared to base due to sensitivity	10.38%	-8.90%	10.78%	-9.21%
Salary Growth Rate (- / + 1%)	182.79	222.63	161.75	199.11
% change compared to base due to sensitivity	-9.20%	10.60%	-9.69%	11.17%
Attrition Rate (- / + 50%)	197.36	204.82	175.18	182.59
% change compared to base due to sensitivity	-1.96%	1.75%	-2.19%	1.95%
Mortality Rate (- / + 10%)	200.60	201.98	178.43	179.76
% change compared to base due to sensitivity	-(0.35)%	0.34 %	-(0.38)%	(0.37)%

Sensitivity for significant actuarial assumptions is computed by varying one actuarial assumption used for the valuation of the defined benefit obligation by one percentage, keeping all other actuarial assumptions constant. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

(h) Risk Exposure

Valuations are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary overtime.

Thus, the Company is exposed to various risks in providing the above gratuity benefit which are as follows:

Interest Rate risk : The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

Liquidity Risk : This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non-availability of enough cash / cash equivalent to meet the liabilities or holding of illiquid assets not being sold in time.

Salary Escalation Risk : The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

Demographic Risk : The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

Regulatory Risk : Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act , 1972(as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts.



South City International School
Notes to Financial Statements for the year ended March 31, 2023

Note 2.23 Employee Benefits Obligation

(i) Major Categories of Plan Assets as percentage of Total Plan Assets

Particulars	2022 - 23	2021 - 22
Government of India securities	-	-
State Government securities	-	-
High quality corporate bonds	-	-
Equity shares of listed companies	-	-
Property	-	-
Special Deposit Scheme	-	-
Funds Managed by Insurer	100%	100%
Bank Balance	-	-
Other Investment	-	-
Total	-	-

(j) Maturity Profile of Defined Benefit Obligation

Particulars	2022 - 23	2021 - 22
1 Year	13.54	13.26
2 to 5 years	63.14	55.80
6 to 10 years	63.97	55.05
More than 10 years	332.40	314.94



Note 2.24 Financial Risk Management, Objectives and Policies

The Company's principal financial liabilities, comprise of borrowings and trade payables. The main purpose of these financial liabilities is to finance the Company's working capital requirements. The Company has various financial assets such as trade receivables, loans and cash & cash equivalents, which arise directly from its

The Company is exposed to market risk, credit risk and liquidity risk. The Company's Board of Directors oversees the management of these risks and advises on financial risks and the appropriate financial risk governance framework for the Company. The Company's Board of Directors assures that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

A. Credit Risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company.

The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost.

The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. Credit risk related to cash and cash equivalents and bank deposits is managed by only accepting highly rated banks and diversifying bank deposits. Other financial assets measured at amortized cost includes security deposits, Loans given and others. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously, while at the same time internal control system in place ensure the amounts are within defined limits.

a) Credit Risk Management**1. Credit Risk Rating**

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A. Low Credit Risk

B. Moderate Credit risk

C. High credit risk

The Company provides for Expected Credit Loss based on the following:-

Asset Group	Description	Provision for Expected Credit Loss*
Low Credit Risk	Cash and cash equivalents, Trade Receivables, loans and other financial assets	12 month expected credit loss/life time expected credit loss

*Based on business environment in which the Company operates, a default on a financial asset is considered when the counterparty fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognized in Statement of Surplus/(Deficit).

Credit Rating	Particulars	31.03.2023	31.03.2022
Low Credit Risk	Cash and cash equivalents, Trade Receivables, loans and other financial assets	205.52	236.79



Note 2.24 Financial Risk Management, Objectives and Policies**B. Liquidity Risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Maturities of Financial Liabilities

The table below analyse the Company's Financial Liabilities into relevant maturity groupings based on their contractual maturities

₹ in Lakhs

March 31, 2023

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Borrowings	197.51	33.90	-	197.51
Trade Payable	9.70	-	-	9.70
Security Deposits	525.54	-	-	525.54
Other Financial Liabilities	111.60	-	-	111.60

March 31, 2022

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Borrowings	568.05	551.70	-	1119.74
Trade Payable	12.78	-	-	12.78
Security Deposits	528.52	-	-	528.52
Other Financial Liabilities	91.17	-	-	91.17



Note 2.24 Financial Risk Management, Objectives and Policies

C. Market Risk**a. Interest Rate Risk**

The Company has taken debt to finance its working capital, which exposes it to interest rate risk. Borrowings issued at variable rates expose the Company to interest rate risk.

Interest Rate Risk Exposure

Particulars	31.03.2023	31.03.2022
Variable Rate Borrowing	231.40	27.52

Interest Rate Sensitivity

Profit or loss and equity is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates. The following table demonstrate the sensitivity to a reasonably possible change in interest rate, with all other variables held constant. The impact on entities profit before tax is due to change in fair value of the borrowings

Particulars	March 31, 2023	March 31, 2022
Interest Sensitivity*		
Interest Rates increase by 100 basis points	-2.31	-.28
Interest Rates decrease by 100 basis points	2.31	.28

*Holding all other variables constant

b. Price Risk

The Company's exposure to price risk arises from investments held and classified as FVTPL or FVOCI. To manage the price risk arising from investments, the Company diversifies its portfolio of assets. However the Company has not made any investments during the year and hence this is not applicable.



South City International School**Notes to Financial Statements for the year ended March 31, 2023****Note 2.25 Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its activities. The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and borrowed funds. The Company's policy is to use short term and longterm borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio. The Company is not subject to any externally imposed capital requirements. Net debt are long term and short term debts as reduced by cash and cash equivalents (including restricted cash and cash equivalents). Equity comprises share capital and free reserves (total reserves excluding OCI). The following table summarizes the capital of the Company:

	₹ in Lakhs	
	As at 31.03.2023	As at 31.03.2022
Borrowings	231.40	1119.74
Other Financial Liabilities	548.74	528.52
Less: Cash and Cash Equivalents	.14	114.90
Net Debt (A)	780.28	1533.36
Equity Share Capital	3.00	3.00
Other Equity	1305.21	755.57
Total Equity (B)	1308.21	758.57
Gearing Ratio (A / B)	59.65%	202.14%



Notes to Financial Statements for the year ended March 31, 2023

Note 2.26 Fair Value Hierarchy

The table shown below analyses financial instruments carried at fair value. The different levels have been defined below:-

Level 1: Quoted Prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices)

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs)

(a) **Financial Instruments at Ammortized Cost**

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

(b) During the year there has been no transfer from one level to another .



South City International School
Notes to Financial Statements for the year ended March 31, 2023

₹ in Lakhs

Note 2.27 a. Financial Assets

	As at 31.03.2023	As at 31.03.2022
Financial Assets - Non Current		
<u>At Amortised Cost</u>		
(a) Other financial assets	190.88	93.02
Total Non Current Financial Assets (a)	190.88	93.02

Financial Assets - Current

<u>At Amortised cost</u>		
(a) Trade Receivables	12.34	27.80
(b) Cash and Cash Equivalents	0.14	114.90
Total Current Financial Assets (b)	12.48	142.70

Note 2.27 b. Financial Liabilities

	As at 31.03.2023	As at 31.03.2022
Financial Liabilities - Non Current		
<u>At Amortised Cost</u>		
(a) Borrowings	33.90	551.70
Total Non Current Financial Liabilities (a)	33.90	551.70

Financial Liabilities - Current

<u>At Amortised Cost</u>		
(a) Borrowings	197.51	568.05
(b) Trade payables	9.70	12.78
(c) Other Financial Liabilities	637.14	619.69
Total Current Financial Liabilities (b)	844.35	1200.51
Total Financial Liabilities (a + b)	878.24	1752.21



South City International School
Notes to Financial Statements for the year ended March 31, 2023

Note 2.28

₹ in Lakhs

Trade Payable ageing schedule

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Trade Payable - MSME					
As at March 31, 2023	-	-	-	-	-
As at March 31, 2022	-	-	-	-	-
Trade Payable - Others					
As at March 31, 2023	8.49	0.61	0.60	-	9.70
As at March 31, 2022	11.52	0.60	0.17	0.49	12.78

Note 2.29

Trade Receivables ageing schedule

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 years	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Considered good						
As at March 31, 2023	5.39	4.08	0.47	-	-	9.94
As at March 31, 2022	13.96	7.00	5.74	1.10	-	27.80



South City International School

Notes to Financial Statements for the year ended March 31, 2023

Note 2.30

Financial ratios

₹ in Lakhs

Ratio / Measure	Methodology	31st March 2023	31st March 2022	% Variance
Current ratio * i	Current assets over current liabilities	0.03	0.11	-72.66%
Debt equity ratio *ii	Debt over total shareholders' equity	0.18	1.48	-88.02%
Debt service coverage ratio *iii	EBIT over current debt	2.63	0.50	425.74%
Return on equity *iv	PAT over total average equity	54.00%	84.47%	-36.07%
Inventory turnover ratio	Revenue from operations over average inventory	-	-	0.00%
Trade receivables turnover ratio *v	Revenue from operations over average trade receivables	95.44	56.16	69.93%
Trade payables turnover ratio *vi	Adjusted expenses over average trade payables	39.20	22.71	72.65%
Net capital turnover ratio	Revenue from operations over average working capital	(1.56)	(1.33)	17.00%
Net profit ratio	Net profit over revenue	28.16%	26.84%	4.94%
EBITDA	EBITDA over revenue	40.74%	46.04%	-11.50%
EBIT	EBIT over revenue	31.17%	32.58%	-4.32%
Return on capital employed	PBIT over capital employed	39.27%	37.56%	4.56%
Return on investment	Interest income, net gain on sale of investments and net fair value gain over weighted average investments	-	-	

Notes:

EBIT - Earnings before interest and taxes.

PBIT - Profit before interest and taxes including other income.

EBITDA - Earnings before interest, taxes, depreciation and amortisation.

PAT - Profit after taxes.

Debt includes current and non-current lease liabilities.

Adjusted expenses refers to sub-contractor charges and other expenses net of non-cash expenses and donations

Capital employed refers to total shareholders' equity and debt.

Investments includes non-current investment, current investment and margin-money deposit.

*i Variance due to decrease in current assets because of maturity of FDs

*ii & iii Variance due to prepayment of loan and increase in equity.

*iv Variance due to increase in Total Equity .

*v Variance due to increase in Revenue from operations and reduction in trade receivables.

*vi Variance due to increase in repairing expenses on infrastructure , school promotional expenses etc.

Note 2.31

Micro, Small and Medium Enterprises

There were no dues outstanding for more than 45 days to any Micro Enterprise and Small Enterprises suppliers. The above information regarding Micro Enterprise and Small Enterprises has been determined to the extent such communication has been received from the respective parties by the Company. This has been relied upon by the Auditors.



Note 2.32

(a) No proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988, as amended, and rules made thereunder.

(b) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(c) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(d) There were no transactions relating to previously unrecorded income that have been surrendered and disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(e) The Company has not advanced or loaned to or invested in funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(i) directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(f) The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall

(i) directly or indirectly lend to or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

Note 2.33

Previous year's figures have been re-grouped/ re-cast/ re-arranged/ re-classified, wherever necessary, to make them comparable to those of the current year.

For S. K AGRAWAL AND CO CHARTERED ACCOUNTANTS LLP

Firm Registration No : 306033E

A. K. Sahoo

Ashok Kumar Sahoo

Partner

M.No.306453

Place: Kolkata

Dated: 05-09-2023

South City International School

Pradyumn K. S.
Director

South City International School

Nani Saha
Director

