

ANNEXURE – XX

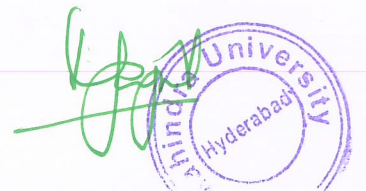




Mahindra University, Hyderabad

(A State Private University - Notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018)

ANNAUL AUDITED ACCOUNTS
FY 2021-22



Independent Auditor's Report

To
**The Governing Body of
Mahindra University**

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Mahindra University ("the Entity"), which comprise the Balance Sheet as at 31 March 2022, the Statement of Income and Expenditure and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Entity as at 31 March 2022, of its financial performance and the cash flows for the year then ended in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI").

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

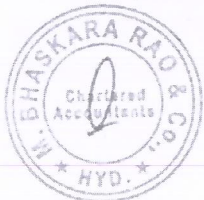
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the accounting principles generally accepted in India and for safeguarding of the assets of the Entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due fraud or error.

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

Those charged with governance are responsible for overseeing the Entity'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.



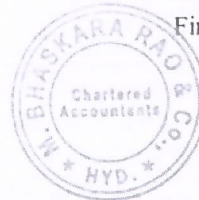
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluated 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

for M. Bhaskara Rao & Co.,
Chartered Accountants

Firm Registration No. 000459S



A handwritten signature in black ink, appearing to read "M.V. Ramana Murthy".

M.V. Ramana Murthy
Partner

Membership No.206439

UDIN: 22206439AMUWUY3075

Hyderabad. 14 July 2022



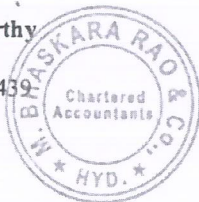
Mahindra University
Balance Sheet as on 31 March 2022
All amounts in Rupees unless otherwise stated

	Note No.	As at 31 March 2022	As at 31 March 2021
FUNDS AND LIABILITIES			
Funds			
Restricted Funds			
Endowment Fund	3	-	-
Unrestricted Funds			
Corpus Fund	4	-	-
General Fund		(6,74,02,491)	(1,69,83,836)
		(6,74,02,491)	(1,69,83,836)
Non Current Liabilities			
Other long term liabilities	5	3,15,48,248	1,43,87,952
Long term provisions	6	2,20,33,784	1,08,78,039
		5,35,82,032	2,52,65,991
Current Liabilities			
Other current liabilities	7	40,46,19,403	18,26,64,044
Short term provisions	8	86,04,358	25,59,655
		41,32,23,761	18,52,23,699
Total		39,94,03,302	19,35,05,854
ASSETS			
Non-current assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	9	11,34,27,612	1,44,212
Intangible assets	9	12	-
Long term loans and advances	10	-	3,36,300
		11,34,27,624	4,80,512
Current assets			
Fee Receivable	11	7,31,79,681	2,18,16,061
Cash and Bank Balance	12	5,15,70,520	5,17,05,465
Short term loans and advances	13	1,64,74,269	27,79,958
Other current assets	14	14,47,51,208	11,67,23,858
		28,59,75,678	19,30,25,342
Total		39,94,03,302	19,35,05,854

General Information 1
 Significant Accounting Policies 2
 See accompanying notes forming part of the financial statements

In terms of our report attached
for M.Bhaskara Rao & Co.
 Chartered Accountants
 Firm Registration No.000459S

M. V. Ramana Murthy
M. V. Ramana Murthy
 Partner
 Membership No.206439



for Mahindra University

Dr. Yajulu Medury
Dr. Yajulu Medury
 Vice - Chancellor

Col Rajive Chauhan (Retd)
Col Rajive Chauhan (Retd)
 Registrar

Ranjan Sardar
Ranjan Sardar
 Finance Officer



Hyderabad, 14 July 2022

Mahindra University
Statement of Income and Expenditure for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

	Note No.	Year Ended 31 March 2022	Period Ended 31 March 2021
Revenue			
Academic Income	15	64,20,47,471	14,08,08,620
Other Income	16	42,45,654	8,12,995
Total Revenue		64,62,93,125	14,16,21,615
Expenses			
Academic Expenses	17	12,82,83,205	3,29,74,989
Employee benefits expense	18	24,19,41,068	6,61,05,625
Depreciation and amortization	19	1,89,04,316	14,438
Other expenses	20	30,75,83,191	5,95,10,399
Total Expense		69,67,11,780	15,86,05,451
Surplus / (Deficit) before tax		(5,04,18,655)	(1,69,83,836)
Tax expense			
Current tax		-	-
Deferred Tax		-	-
		-	-
Surplus / (Deficit) carried to balance sheet		(5,04,18,655)	(1,69,83,836)

General Information 1
 Significant Accounting Policies 2
 See accompanying notes forming part of the financial statements

*In terms of our report attached
 for M.Bhaskara Rao & Co.
 Chartered Accountants
 Firm Registration No.000459S*

M. V. Ramana Murthy
M. V. Ramana Murthy
 Partner
 Membership No.206439

for Mahindra University

Dr. Yashini Medury
Dr. Yashini Medury
 Vice - Chancellor

Ranjan Sardar
Ranjan Sardar
 Finance Officer

Col Rajive Chauhan (Retd)
Col Rajive Chauhan (Retd)
 Registrar

Hyderabad, 14 July 2022



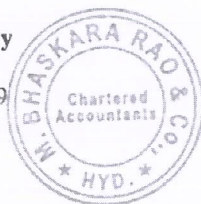
Mahindra University
Statement of Cash Flow for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

Particulars	Year Ended 31 March 2022	Period Ended 31 March 2021
A. Cash flow from operating activities		
Deficit for the year	(5,04,18,655)	(1,69,83,836)
Adjustments for		
Depreciation	1,89,04,316	14,438
Interest income	(38,92,206)	(4,99,478)
Operating income before working capital changes	(3,54,06,545)	(1,74,68,876)
Changes in working capital:		
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Long term provisions	1,11,55,745	1,08,78,039
Other long term liabilities	1,71,60,296	1,43,87,952
Other current liabilities	22,19,55,361	18,26,64,044
Short term provisions	60,44,703	25,59,655
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Long term loans and advances	3,36,300	(3,36,300)
Fee Receivable	(5,13,63,620)	(2,18,16,061)
Short term loans and advances	(1,36,94,311)	(27,79,958)
Other current assets	(2,79,44,262)	(11,66,77,165)
Cash generated from operations	12,82,43,667	5,14,11,330
Income Tax paid (Net)	(1,25,568)	(4,213)
Net cash flow from operating activities (A)	12,81,18,099	5,14,07,117
B. Cash flow from investing activities		
Capital Expenditure on Fixed Assets & Intangible Assets	(13,21,87,730)	(1,58,650)
Bank Deposits - (Investment) \ Realisation	1,44,28,000	(1,44,28,000)
Interest Income	39,34,686	4,56,998
Net cash flow used in investing activities (B)	(11,38,25,044)	(1,41,29,652)
C. Cash flow from financing activities		
Net cash flow from financing activities (C)	-	-
Net increase / (decrease) in cash and cash equivalents	1,42,93,055	3,72,77,465
Cash and cash equivalents at the beginning of the year	3,72,77,465	-
Cash and cash equivalents at the end of the year	5,15,70,520	3,72,77,465

General Information 1
Significant Accounting Policies 2
See accompanying notes forming part of the financial statements

*In terms of our report attached
for M.Bhaskara Rao & Co.
Chartered Accountants
Firm Registration No.000459S*

*M. V. Ramana Murthy
Partner
Membership No.206439*



for Mahindra University

*Dr. Yajun Medury
Vice - Chancellor*

*Ranjan Sardar
Finance Officer*

*Col Rajive Chauhan (Retd)
Registrar*

Hyderabad, 14 July 2022



Mahindra University

Notes to the financial statements for the year ended 31 March 2022

All amounts in Rupees unless otherwise stated

1 About Mahindra University

Mahindra University ("the entity") was notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018, (Amendment) Ordinance, 2020 promulgated by the Hon'ble Governor of Telangana; and as gazette notified in The Telangana Gazette Part IV-B Extraordinary published by Authority No.1 Hyderabad, May 20, 2020. The University is granted registration u/s 10(23C0 as an University exempt from tax.

2 Significant Accounting Policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the entity have been prepared under fair presentation framework in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply in all material respects with the Accounting Standards issued by Institute of Chartered Accountants of India.

The University is classified as a Level II enterprise as defined by the scheme of applicability of accounting standards issued by ICAI.

Accordingly, the financial statements have been prepared to comply with the Accounting Standards to the extent applicable to such enterprise.

2.2 Use of estimates

The preparation of the financial statements in conformity with GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

2.3 Property, Plant and Equipment

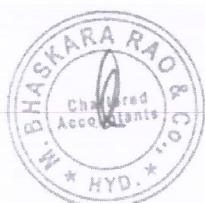
Property, Plant & Equipment and Other intangible assets are stated at actual cost less accumulated depreciation and net of impairment. The actual cost capitalised includes material cost, freight, installation cost, duties and taxes, eligible borrowing costs and other incidental expenses incurred during the construction / installation stage.

Depreciation on fixed assets is provided on straight-line method over their estimated useful lives. The useful lives have been determined by the management based on technical assessment keeping in view the historical usage. Assets costing less than Rs.5,000 are depreciated in full in the year of purchase.

The cost and accumulated depreciation for fixed assets sold, retired or otherwise disposed off are removed from the stated values and the resulting gains and losses are included in the statement of profit and loss.

The estimated useful lives of assets are as follows:

Computers and Networking	3 years
Office Equipments	5 years
Furniture & Fixtures	5 years
Library Books	3 years
Lab Equipments	5 years
Vehicles	5 years
Plant and Machinery	5 years
Computer Software	1 year



2.4 Employee Benefits

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of the employment are recorded in accordance with Accounting Standard - 15 "Employee Benefits".

Contribution to Provident fund is charged as expense, being a defined contribution plan.

Liability for compensated absences (treated as long term liability) and gratuity are provided on the basis of valuation of the liability by an independent actuary.

2.5 Revenue Recognition

Revenue in respect of fee income is recognised on accrual basis considering certainty of realisation. Amount received in advance of services performed are recorded as advances from students.

The contributions / donations received are treated as revenue receipts.

Interest income on bank deposits is accounted on accrual basis. Interest income from restricted fund investments are credited to funds if the donor or contributor or fund requires to do so. Otherwise, such interest is credited to income and expenditure account.

2.6 Restricted Funds

Restricted funds are subject to certain conditions set out by the contributors and agreed to by the educational institutions when accepting the contributions. The restriction apply to the use of the moneys received or income earned from the investment of such moneys or both. Funds, the use of which is subject to legal restrictions are also considered as restricted funds.

2.7 Endowment Fund

Endowment fund represent fund earmarked in terms of Section 37 of the Telangana State Private Universities (Establishment and Regulation) Act 2018 which is to be kept in a fixed deposit in joint name of the entity and Commissioner of Education, State Government of Telangana and are not meant to be used for any purpose. Income earned out of the fund is credited to income and expenditure account as there are no stipulations for utilization of income earned.

2.8 Unrestricted Funds

Corpus Fund

The funds contributed by founders / promoters generally includes donations /contributions received which are not reducible in nature. These non-refundable funds are however be increased by additional contribution by the founders / promoters / donors / contributors in furtherance of the objects of the entity.

Designated Funds

These are unrestricted funds which have been set aside by the Board /management of the entity for specific purposes or to meet future requirements. These funds are categorised as self imposed or restricted funds. However, the entity can modify the designation and reallocate the funds to some other purpose.

General Fund

General Funds are unrestricted funds other than designated funds and corpus. The surplus or deficit from income and expenditure account is also included and presented under the General Fund..



Mahindra University

Notes to the financial statements for the year ended 31 March 2022

All amounts in Rupees unless otherwise stated

2.9 Foreign exchange translation and foreign currency transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of transactions. Gains and losses resulting from settlement of such transactions are recognised in the Statement of Income and Expenditure. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the period are translated at year end rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign exchange transactions are recognised in the Statement of Income and Expenditure.

2.10 Leases

The entity's leasing arrangements are in respect of operating leases for premises. The leasing arrangements are usually cancelable / renewable by mutual consent on agreed terms. The aggregate lease rents payable are charged as rent in the Statement of Income and Expenditure.

2.11 Cash Flow Statement

Cash flows are reported using the indirect method, whereby surplus / (deficit) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the entity are segregated based on the available information

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

2.12 Provisions, Contingent Liabilities and Contingent Assets

The entity recognizes provisions when there is present obligation as a result of past event and it is probable that there will be outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for contingent liabilities is made in the notes on accounts when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.



Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

	As at 31 March 2022	As at 31 March 2021
3 Restricted Funds		
3.1 Endowment Fund [Refer Note 23]	-	-
Total	-	-
4 Unrestricted Funds		
4.1 Corpus Fund [Refer Note 23]	-	-
4.2 Genral Fund	-	-
4.2.1 Surplus / (Deficit) of Income and Expenditure Account		
Opening Balance	(1,69,83,836)	-
Add: Surplus / (Deficit) for the year	(5,04,18,655)	(1,69,83,836)
Closing balance	(6,74,02,491)	(1,69,83,836)
Total	(6,74,02,491)	(1,69,83,836)
5 Other Non Current Liabilities		
Caution Deposits from students	3,15,48,248	1,43,87,952
Total	3,15,48,248	1,43,87,952
6 Long term Provisions		
Provision for Gratuity	1,42,32,491	60,63,713
Provision for Leave Encashment	78,01,293	48,14,326
Total	2,20,33,784	1,08,78,039
7 Other Current Liabilities		
Creditors for expenses	14,97,71,865	2,49,29,778
Statutory Payables	1,52,48,516	85,50,033
Fee collected in advance	8,40,49,520	1,01,67,673
Unearned Revenue	15,05,88,045	13,64,59,520
Grants-in-aid for Research	49,23,959	25,57,040
Others	37,498	-
Total	40,46,19,403	18,26,64,044
8 Short Term Provisions		
Provision for Gratuity	27,05,595	12,14,344
Provision for Leave Encashment	58,98,763	13,45,311
Total	86,04,358	25,59,655



9 Property, Plant and Equipment

9.1 Tangible Assets

Description	Gross Block (At Cost)				Depreciation				Net Block
	As at 01 April 2021	Additions	Deletions	As at 31 March 2022	Up to 01 April 2021	For the year	Deletions	Up to 31 March 2022	As at 31 March 2022
Tangible Assets									
Computers and Networking	12,000	10,09,08,942	-	10,09,20,942	11,994	1,20,69,366	-	1,20,81,360	8,88,39,582
Office Equipments	1,46,650	24,06,457	-	25,53,107	2,444	1,34,047	-	1,36,491	24,16,616
Furniture & Fixtures	-	3,18,600	-	3,18,600	-	26,542	-	26,542	2,92,058
Library Books	-	37,74,001	-	37,74,001	-	26,59,173	-	26,59,173	11,14,828
Lab Equipments	-	2,10,98,360	-	2,10,98,360	-	18,65,375	-	18,65,375	1,92,32,985
Vehicles	-	7,67,552	-	7,67,552	-	12,793	-	12,793	7,54,759
Plant & Machinery	-	8,68,342	-	8,68,342	-	91,558	-	91,558	7,76,784
Total	1,58,650	13,01,42,254	-	13,03,00,904	14,438	1,68,58,854	-	1,68,73,292	11,34,27,612

Description	Gross Block (At Cost)				Depreciation				Net Block
	As at 01 April 2020	Additions	Deletions	As at 31 March 2021	Up to 01 April 2020	For the period	Deletions	Up to 31 March 2021	As at 31 March 2021
Tangible Assets									
Computers and Networking	-	12,000	-	12,000	-	11,994	-	11,994	6
Office Equipments	-	1,46,650	-	1,46,650	-	2,444	-	2,444	1,44,206
Total	-	1,58,650	-	1,58,650	-	14,438	-	14,438	1,44,212

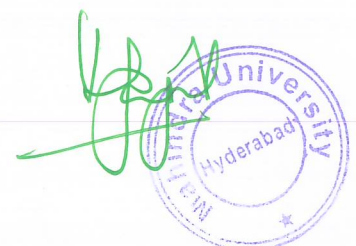
9.2 Intangible Assets

Description	Gross Block (At Cost)				Depreciation				Net Block
	As at 01 April 2021	Additions	Deletions	As at 31 March 2022	Up to 01 April 2021	For the year	Deletions	Up to 31 March 2022	As at 31 March 2022
Intangible Assets									
Computer Software	-	20,45,476	-	20,45,476	-	20,45,464	-	20,45,464	12
Total	-	20,45,476	-	20,45,476	-	20,45,464	-	20,45,464	12

9.3 Depreciation / Amortisation Expense

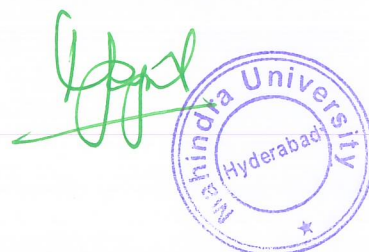
	Year ended 31 March 2022	Year ended 31 March 2021
Tangible Assets	1,89,04,318	14,438
Total	1,89,04,318	14,438

9.4 The entity has carried out its academic activities on land, building and other infrastructure made available to it by the Sponsoring Body [Refer Note 23].



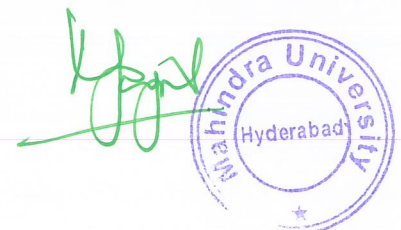
Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

	As at 31 March 2022	As at 31 March 2021
10 Long Term Loans and Advances		
Capital Advances	-	3,36,300
Total	-	3,36,300
11 Fee Receivables		
Considered good	7,31,79,681	2,18,16,061
Total	7,31,79,681	2,18,16,061
12 Cash and Bank Balances		
12.1 Cash and Cash Equivalents		
Bank Balances in Savings account [Refer Note 12.3]	5,15,70,520	3,72,77,465
12.2 Other Bank Balances		
Bank Balances in Deposit account	-	1,44,28,000
Total	5,15,70,520	5,17,05,465
12.3 Of the above Rs.49,23,959/- [31.03.2021 : Rs.25,57,040/-] are earmarked for the grants-in-aid received for the research projects.		
13 Short Term Loans and Advances		
Recoverable in Cash or Kind	97,64,375	19,80,774
Prepaid	67,09,894	7,99,184
Total	1,64,74,269	27,79,958
14 Other Current Assets		
Accrued Interest	-	42,480
Employee Advances	9,99,030	30,713
TDS Receivables	1,29,781	4,213
Other Receivables	14,35,16,849	11,66,46,452
Others	1,05,548	-
Total	14,47,51,208	11,67,23,858



Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

	Year Ended 31 March 2022	Period Ended 31 March 2021
15 Academic Income		
Academic Fee	59,63,40,820	13,64,59,520
Hostel Fee	4,06,80,677	-
Application Fee	50,25,974	43,49,100
	64,20,47,471	14,08,08,620
16 Other Income		
Interest on Bank Deposits and Saving Bank	38,92,206	4,99,478
Miscellaneous Income	3,53,448	3,13,517
	42,45,654	8,12,995
17 Academic Expenses		
Student Scholarship	3,74,25,000	90,00,000
Affiliation Fees	37,800	-
ECP Charges	1,96,16,024	-
Seminars and Conferences	7,05,127	24,971
Laboratory Expenses	22,07,514	58,708
Research expenses	14,40,228	29,713
Academic consulting charges	4,93,50,857	1,90,75,712
Stipend	1,75,00,655	47,85,885
	12,82,83,205	3,29,74,989
18 Employee benefits expense		
Salaries and Allowances	21,67,23,153	5,66,77,541
Contribution to Provident and Other Funds	1,40,94,504	16,86,465
Gratuity	1,06,27,594	76,82,586
Staff Welfare	4,95,817	59,033
	24,19,41,068	6,61,05,625
19 Depreciation and amortization		
Depreciation on property, plant and equipment	1,89,04,316	14,438
	1,89,04,316	14,438



Mahindra University

Notes to the financial statements for the year ended 31 March 2022

All amounts in Rupees unless otherwise stated

	<u>Year Ended</u> <u>31 March 2022</u>	<u>Period Ended</u> <u>31 March 2021</u>
20 Other expenses		
Rent	8,30,55,712	3,75,57,107
Rates and taxes	3,54,040	-
Power and fuel	1,26,63,370	-
Insurance	7,42,268	4,47,657
Legal and Professional Charges	1,83,27,377	26,64,730
Subscription Charges	76,37,388	31,82,255
Books and Periodicals	1,31,946	14,437
Printing and Stationery	29,21,813	2,71,526
Advertisement and Publicity	6,49,49,936	50,00,511
Security Charges	1,15,88,410	11,25,122
Recruitment expenses	21,13,149	52,450
Honorary	8,61,500	65,000
Travelling and Conveyance	26,05,015	5,55,953
Communication	28,82,100	8,678
Catering expenses	3,56,27,720	21,15,589
Repair and Maintenance	1,09,05,890	16,74,957
Office Maintenance	3,38,40,286	41,61,224
General Office Expenses	1,23,03,349	3,63,529
Software	4,05,456	-
Training Expenses	19,52,528	-
Auditors Remuneration	2,36,000	2,00,000
Bank Charges	59,718	63
Miscellaneous expenses	14,18,220	49,611
	<u>30,75,83,191</u>	<u>5,95,10,399</u>



Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

	As at 31 March 2022	As at 31 March 2021
21 Contingent Liabilities		
Contingent Liabilities	Nil	Nil
22 Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for net of capital advances.	5,26,62,939	2,83,44,970

23 Establishment of Mahindra University

Mahindra University ("the entity") was established in accordance with Section 10 of the Telangana State Private Universities (Establishment and Regulation) Act, 2018 ("the Act"), by publishing grant of approval in Official Gazette, dated 20 May 2020, based on application made by the Mahindra Educational Institutions ("MEI"), the Sponsoring Body. By virtue of said notification and obligations under LOI, the infrastructure relating to academic activity of MEI would vest with the entity.

In terms of said approval, the Sponsoring Body, MEI under the Act, has following obligations to provide initial infrastructure necessary to commence the academic activities of the entity:

- Two parcels of land to be registered in its name within a period of six months: 5 Acres 20 guntas and 16 Acres .056 guntas which are leased for a period of 29 years 10 months. This requirement has been subsequently amended to include perpetual irrevocable lease in the name of sponsoring body for 90 years and MEI complied with the requirement.
- Establish corpus fund of Rs.10.00 crores
- Continue Rs.30 Crores in the form of fixed deposit for a period of 3 years to support the various activities like construction of buildings, infrastructure and campus development etc.
- Maintain endowment fund of 1% of the Project cost or Rs.10 Crores whichever is lower
- Furnish sale / gift deed of the land favouring sponsoring body (amended to lease vide 1 above) and allocating the land exclusively to the entity.

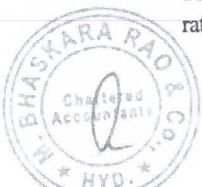
The above requirements relating to financial commitments have been met by the Sponsoring Body by investing in the fixed deposits. As regards, endowment fund, a deposit of Rs.1.50 crores is held in the name of the sponsoring entity and State Government of Telangana. The Sponsoring Body is in the process of transferring the fund(s) to the entity, as may be required in terms of LOI and the said notification.

As at the year end, the entity is possession and accordingly utilizing the assets, infrastructure and other facilities made available to it by the sponsoring body for its academic activities.

24 Employee benefit plans

The gratuity scheme is a final salary Defined Benefit Plan that provides for a lump sum payment made on exit either by way of retirement, death, disability or voluntary withdrawal. The benefits are defined on the basis of final salary and the period of service and paid as lump sum at exit. The plan design mean the risks commonly affecting the liabilities and the financial results are exposed to:

- Interest rate risk : the defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
- Salary inflation risk : Higher than expected increases in salary will increase the defined benefit obligation
- Demographic risk : For example, as plan is open to new entrants, an increase in membership will increase the defined benefit obligation. Also, the plan only provides benefits upon completion of a vesting criteria. Therefore, if turnover rates increase, then the liability will tend to fall as fewer employees reach vesting period.



Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

I The Principal Assumptions used for the purposes of the actuarial valuation as follows

Details	Year ended 31 March 2022	Year ended 31 March 2021
1 Discount Rate(s)	7.32%	6.91%
2 Expected Rate(s) of salary increase	4%	4%
3 Demographic Assumptions		
Mortality Rate	Indian Assured lives Mortality (2012-14) Ult.	Indian Assured lives Mortality (2012-14) Ult.
Withdrawal Rate (per Annum)	4%	4%

II Disclosure of defined benefit cost :

Details	Year ended 31 March 2022	Year ended 31 March 2021
A Amounts Recognised in Statement of Income and Expenditure		
Current Service Cost	43,15,489	17,64,385
Past Service Cost	-	55,13,672
Interest Cost	4,99,873	-
Actuarial Loss / (Gain) on Obligation	49,32,665	-
Settlement cost / (credit)	-	-
Cost recognised in statement of income and expenditure	97,48,027	72,78,057

III Changes in benefit obligation and assets

A. Changes in defined benefit obligation:

Defined benefit obligation(DBO) at the end of prior period	72,78,057	-
Current service cost	43,15,489	17,64,385
Interest cost	4,99,873	-
Past service cost - plan amendments	-	55,13,672
Actuarial (gain)/loss	49,32,665	-
Remeasurements - Due to Experience Adjustments	-	4,04,529
Benefits paid directly by the Company	(87,998)	(4,04,529)
Benefits paid from plan assets	-	-
DBO at end of current period	1,69,38,086	72,78,057

Details	As at 31 March 2022	As at 31 March 2021
---------	------------------------	------------------------

B. Changes in fair value of assets:

Fair value of assets at end of prior period	-	-
Interest income on plan assets	-	-
Employer contributions	87,998	-
Benefits paid	(87,998)	-
Fair Value of assets at the end of current period	-	-

IV Additional Disclosures

A. Current and Non current breakup

Current liability	27,05,595	12,14,344
Non current liability	1,42,32,491	60,63,713
Total Liability	1,69,38,086	72,78,057



Mahindra University
Notes to the financial statements for the year ended 31 March 2022
All amounts in Rupees unless otherwise stated

V Sensitivity Analysis

Details	As at 31 March 2022	As at 31 March 2021
A Discount rate		
Discount rate as at year end	7.32%	6.91%
Effect on DBO due to 1% increase in discount rate	1,55,66,784	66,91,868
Effect on DBO due to 1% decrease in discount rate	1,85,55,347	79,72,320
B Salary escalation rate		
Salary escalation rate as at year end	4%	4%
Effect on DBO due to 1% increase in salary escalation rate	1,86,35,585	80,03,691
Effect on DBO due to 1% decrease in salary escalation rate	1,54,75,334	66,55,278
C Attrition rate		
Salary escalation rate as at year end	4%	4%
Effect on DBO due to 1% increase in attrition rate	1,73,15,507	74,10,372
Effect on DBO due to 1% decrease in attrition rate	1,64,93,064	71,19,331

Method used for sensitivity analysis: The sensitivity results above determine their individual impact on the Plan's end of year Defined Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or opposite directions, while the Plan's sensitivity to such changes can vary over time.

25 Provision for current tax and deferred tax has not been made since the income of Company is exempted U/s 10(23C) of the Income Tax Act, 1961.



for Mahindra University

[Signature]
Dr. Yajulu Medury
Vice-Chancellor

[Signature]
Ranjan Sardar
Finance Officer

[Signature]
Col Rajive Chauhan (Retd)
Registrar

Hyderabad, 14 July 2022





Mahindra University, Hyderabad

(A State Private University - Notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018)

ANNUAL AUDITED ACCOUNTS
FY 2020-21




The stamp is circular with a double-line border. The outer ring contains the text 'Mahindra University' at the top and 'Hyderabad' at the bottom, separated by a small star at the bottom center.

Independent Auditor's Report

To
The Governing Body of
Mahindra University

Report on the Financial Statements

Opinion

We have audited the financial statements of Mahindra University ("the Entity"), which comprise the Balance Sheet as at 31 March 2021, the Statement of Income and Expenditure and the Statement of Cash Flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Entity as at 31 March 2021, of its financial performance and the cash flows for the year then ended in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI").

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

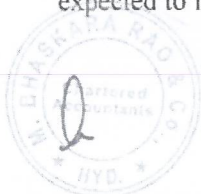
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the accounting principles generally accepted in India and for safeguarding of the assets of the Entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due fraud or error.

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

Those charged with governance are responsible for overseeing the Entity'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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control
- Evaluated 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

for M. Bhaskara Rao & Co.,
Chartered Accountants
Firm Registration No. 000459S

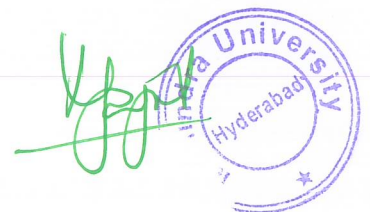


M.V. Ramana Murthy
Partner

Membership No.206439

UDIN: 21206439AAAABO3681

Hyderabad, 10 May 2021

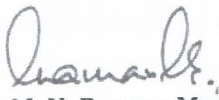


Mahindra University
Balance Sheet as on 31 March 2021
All amounts in Rupees unless otherwise stated

	Note No.	As on 31 March 2021
FUNDS AND LIABILITIES		
Funds		
Restricted Funds		
Endowment Fund	3	-
Unrestricted Funds		
Corpus Fund	4	-
General Fund		(1,69,83,836)
		(1,69,83,836)
Non Current Liabilities		
Long term provisions	5	1,08,78,039
Other long term liabilities	6	1,43,87,952
		2,52,65,991
Current Liabilities		
Other current liabilities	7	18,26,64,044
Short term provisions	8	25,59,655
		18,52,23,699
Total		19,35,05,854
ASSETS		
Non-current assets		
Property, Plant and Equipment		
Tangible assets	9	1,44,212
Long term loans and advances	10	3,36,300
		4,80,512
Current assets		
Fee Receivable	11	2,18,16,061
Cash and cash equivalents	12	5,17,05,465
Short term loans and advances	13	27,79,958
Other current assets	14	11,67,23,858
		19,30,25,342
Total		19,35,05,854

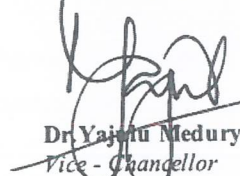
General Information 1
Significant Accounting Policies 2
See accompanying notes forming part of the financial statements

*In terms of our report attached
for M. Bhaskara Rao & Co.
Chartered Accountants*


M. V. Ramana Murthy
Partner



for Mahindra University


Dr. Yajun Medury
Vice - Chancellor


Col Rajive Chauhan (Retd)
Registrar


Ranjan Sardar
Finance Officer

Hyderabad, 10 May 2021

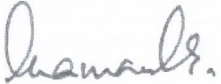


Mahindra University
Statement of Income and Expenditure for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

	Note No.	Period Ended 31 March 2021
Revenue		
Academic Receipts	15	14,08,08,620
Other Income	16	8,12,995
Total Revenue		14,16,21,615
Expenses		
Academic Expenses	17	3,29,74,989
Employee benefits expense	18	6,61,05,625
Depreciation and amortization expense	19	14,438
Other expenses	20	5,95,10,399
Total Expense		15,86,05,451
Surplus / (Deficit) before tax		(1,69,83,836)
Tax expense		
Current tax		-
Deferred Tax		-
		-
Surplus / (Deficit) carried to balance sheet		(1,69,83,836)

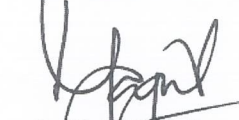
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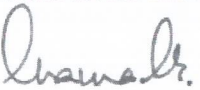


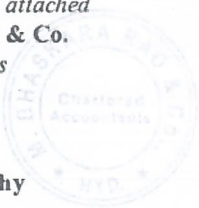

Mahindra University
Statement of Cash Flow for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

Particulars	Period Ended 31 March 2021
A. Cash flow from operating activities	
Deficit for the year	(1,69,83,836)
Adjustments for	
Depreciation	14,438
Interest income	(4,99,478)
Operating income before working capital changes	(1,74,68,876)
Changes in working capital:	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>	
Long term provisions	1,08,78,039
Other long term liabilities	1,43,87,952
Other current liabilities	18,26,64,044
Short term provisions	25,59,655
<i>Adjustments for (increase) / decrease in operating assets:</i>	
Long term loans and advances	(3,36,300)
Fee Receivable	(2,18,16,061)
Short term loans and advances	(27,79,958)
Other current assets	(11,66,77,165)
Cash generated from operations	5,14,11,330
Income Tax paid (Net)	(4,213)
Net cash flow from operating activities (A)	5,14,07,117
B. Cash flow from investing activities	
Capital Expenditure on Fixed Assets	(1,58,650)
Investments in Bank Deposits	(1,44,28,000)
Interest Income	4,56,998
Net cash flow used in investing activities (B)	(1,41,29,652)
C. Cash flow from financing activities	
Net cash flow from financing activities (C)	-
Net increase / (decrease) in cash and cash equivalents	3,72,77,465
Cash and cash equivalents at the beginning of the year	-
Cash and cash equivalents at the end of the year	3,72,77,465

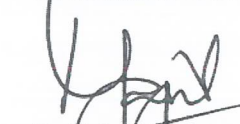
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 See accompanying notes forming part of the financial statements

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 Chartered Accountants*


M. V. Ramana Murthy
 Partner



for Mahindra University


Dr. Yaja J Medury
 Vice - Chancellor


Col Rajive Chauhan (Retd)
 Registrar


Ranjan Sardar
 Finance Officer



Hyderabad, 10 May 2021

Mahindra University

Notes to the financial statements for the period ended 31 March 2021

All amounts in Rupees unless otherwise stated

1 About Mahindra University

Mahindra University ("the entity") was notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018, (Amendment) Ordinance, 2020 promulgated by the Hon'ble Governor of Telangana; and as gazette notified in The Telangana Gazette Part IV-B Extraordinary published by Authority No.1 Hyderabad, May 20, 2020.

2 Significant Accounting Policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the entity have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply in all material respects with the Accounting Standards issued by Institute of Chartered Accountants of India.

The University is classified as a Level III enterprise as defined by the scheme of applicability of accounting standards issued by ICAI.

Accordingly, the financial statements have been prepared to comply with the Accounting Standards to the extent applicable to such enterprise.

2.2 Use of estimates

The preparation of the financial statements in conformity with GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

2.3 Property, Plant and Equipment

Property, Plant & Equipment and Other intangible assets are stated at actual cost less accumulated depreciation and net of impairment. The actual cost capitalised includes material cost, freight, installation cost, duties and taxes, eligible borrowing costs and other incidental expenses incurred during the construction / installation stage.

Depreciation on fixed assets is provided on straight-line method over their estimated useful lives. The useful lives have been determined by the management based on technical assessment keeping in view the historical usage. Assets costing less than Rs.5,000 are depreciated in full in the year of purchase.

The cost and accumulated depreciation for fixed assets sold, retired or otherwise disposed off are removed from the stated values and the resulting gains and losses are included in the statement of profit and loss.

The estimated useful lives of assets are as follows:

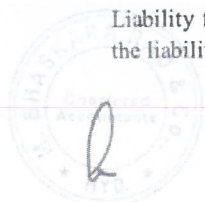
- Computers and Networking : 3 years
- Office Equipments : 5 years

2.4 Employee Benefits

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of the employment are recorded in accordance with Accounting Standard - 15 "Employee Benefits".

Contribution to Provident fund is charged as expense, being a defined contribution plan.

Liability for compensated absences (treated as long term liability) and gratuity are provided on the basis of valuation of the liability by an independent actuary.



2.5 Revenue Recognition

Revenue in respect of fee income is recognised on accrual basis considering certainty of realisation. Amount received in advance of services performed are recorded as advances from students.

The contributions / donations received are treated as revenue receipts.

Interest income on bank deposits is accounted on accrual basis. Interest income from restricted fund investments are credited to funds if the donor or contributor or fund requires to do so. Otherwise, such interest is credited to income and expenditure account

2.6 Restricted Funds

Restricted funds are subject to certain conditions set out by the contributors and agreed to by the educational institutions when accepting the contributions. The restriction apply to the use of the moneys received or income earned from the investment of such moneys or both. Funds, the use of which is subject to legal restrictions are also considered as restricted funds.

2.7 Endowment Fund

Endowment fund represent fund earmarked in terms of Section 37 of the Telangana State Private Universities (Establishment and Regulation) Act 2018 which is to be kept in a fixed deposit in joint name of the entity and Commissioner of Education, State Government of Telangana and are not meant to be used for any purpose. Income earned out of the fund is credited to income and expenditure account as there are no stipulations for utilization of income earned.

2.8 Unrestricted Funds

Corpus Fund

The funds contributed by founders / promoters generally includes donations /contributions received which are not reducible in nature. These non-refundable funds are however be increased by additional contribution by the founders / promoters / donors / contributors in furtherance of the objects of the entity.

Designated Funds

These are unrestricted funds which have been set aside by the Board /management of the entity for specific purposes or to meet future requirements. These funds are categorised as self imposed or restricted funds. However, the entity can modify the designation and reallocate the funds to some other purpose.

General Fund

General Funds are unrestricted funds other than designated funds and corpus. The surplus or deficit from income and expenditure account is also included and presented under the General Fund..

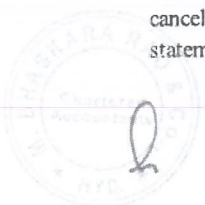
2.9 Foreign exchange translation and foreign currency transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of transactions. Gains and losses resulting from settlement of such transactions are recognised in the Statement of Profit and Loss.

Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the period are translated at year end rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign exchange transactions are recognised in the Statement of Profit and Loss.

2.10 Leases

The entity's leasing arrangements are in respect of operating leases for premises. The leasing arrangements are usually cancelable / renewable by mutual consent on agreed terms. The aggregate lease rents payable are charged as rent in the statement of profit and loss.



2.11 Cash Flow Statement

Cash flows are reported using the indirect method, whereby surplus / (deficit) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the entity are segregated based on the available information

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

2.12 Provisions, Contingent Liabilities and Contingent Assets

The entity recognizes provisions when there is present obligation as a result of past event and it is probable that there will be outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for contingent liabilities is made in the notes on accounts when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

	As at 31 March 2021
3 Restricted Funds	
3.1 Endowment Fund [Refer Note 23]	-
Total	-
4 Unrestricted Funds	
4.1 Corpus Fund [Refer Note 23]	-
4.2 Genral Fund	-
4.2.1 Surplus / (Deficit) of Income and Expenditure Account	
Opening Balance	-
Add: Surplus / (Deficiti) for the year	(1,69,83,836)
Closing balance	(1,69,83,836)
Total	(1,69,83,836)
5 Long term Provisions	
Provision for Gratuity	60,63,713
Provision for leave encashment	48,14,326
Total	1,08,78,039
6 Other Non Current Liabilities	
Deposits	1,43,87,952
Total	1,43,87,952
7 Other Current Liabilities	
Creditors for expenses	2,49,29,778
Statutory Payables	85,50,033
Fee collected in advance	1,01,67,673
Unearned Revenue	13,64,59,520
Grants-in-aid for Research	25,57,040
Total	18,26,64,044
8 Short Term Provisions	
Prevision for Gratuity	12,14,344
Provision for leave encashment	13,45,311
Total	25,59,655



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

9 Property, Plant and Equipment

Description	Gross Block (At Cost)			Depreciation			Net Block As at 31 March 2021
	As at 01 April 2020	Additions	Deletions	As at 31 March 2021	Up to 01 April 2020	For the period	
Tangible Assets							
Computers and Networking	-	12,000	-	12,000	-	11,994	6
Office Equipments	-	1,46,650	-	1,46,650	-	2,444	1,44,206
Total	-	1,58,650	-	1,58,650	-	14,438	1,44,212
Previous year	-	-	-	-	-	-	-

9.1 Depreciation / Amortisation Expense

	Year ended 31 March 2021
Tangible Assets	14,438
Total	14,438

9.2 The entity has carried out its academic activities on land, building and other infrastructure made available to it by the Sponsoring Body [Refer Note 23].



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

	<u>As at</u> <u>31 March 2021</u>
10 Long Term Loans and Advances	
Capital Advances	3,36,300
Total	<u><u>3,36,300</u></u>
11 Fee Receivables	
Considered good	2,18,16,061
Total	<u><u>2,18,16,061</u></u>
12 Cash and Bank Balances	
12.1 Cash and Cash Equivalents	
Bank Balances in Savings account	3,72,77,465
12.2 Other Bank Balances	
Bank Balances in Deposit account	1,44,28,000
Total	<u><u>5,17,05,465</u></u>
13 Short Term Loans and Advances	
Recoverable in Cash or Kind	19,80,774
Prepaid	7,99,184
Total	<u><u>27,79,958</u></u>
14 Other Current Assets	
Accrued Interest	42,480
Employee Advances	30,713
TDS Receivables	4,213
Other Receivables [Refer note 23]	11,66,46,452
Total	<u><u>11,67,23,858</u></u>



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

		<u>Period Ended</u> <u>31 March 2021</u>
15	Academic Receipts	
	Academic Fee	13,64,59,520
	Application Fee	43,49,100
		<u>14,08,08,620</u>
16	Other Income	
	Interest on Bank Deposits and Saving Bank	4,99,478
	Miscellaneous Income	3,13,517
		<u>8,12,995</u>
17	Academic Expenses	
	Student Scholarship	90,00,000
	Seminars and Conferences	24,971
	Laboratory Expenses	58,708
	Research expenses	29,713
	Academic consulting charges	1,90,75,712
	Stipend	47,85,885
		<u>3,29,74,989</u>
18	Employee benefits expense	
	Salaries and Allowances	5,66,77,541
	Contribution to Provident and Other Funds	16,86,465
	Gratuity	76,82,586
	Staff Welfare	59,033
		<u>6,61,05,625</u>
19	Depreciation and amortization expense	
	Depreciation on property, plant and equipment	14,438
		<u>14,438</u>



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

	<u>Period Ended</u> <u>31 March 2021</u>
20 Other expenses	
Rent	3,75,57,107
Insurance	4,47,657
Legal and Professional Charges	26,64,730
Subscription Charges	31,82,255
Books and Periodicals	14,437
Printing and Stationery	2,71,526
Advertisement and Publicity	50,00,511
Security Charges	11,25,122
Recruitment expenses	52,450
Honarorium	65,000
Travelling and Conveyance	5,55,953
Communication	8,678
Catering expenses	21,15,589
Repair and Maintenance	16,74,957
Office Maintenance	41,61,224
General Office Expenses	3,63,529
Auditors Remuneration	2,00,000
Bank Charges	63
Miscellaneous expenses	49,611
	<u><u>5,95,10,399</u></u>



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

	<u>As at</u> <u>31 March 2021</u>
21 Contingent Liabilities	
Contingent Liabilities	Nil
22 Commitments	
Estimated amount of contracts remaining to be executed on capital account and not provided for net of capital advances.	Rs.2,83,44,970

23 Establishment of Mahindra University

Mahindra University ("the entity") was established in accordance with Section 10 of the Telangana State Private Universities (Establishment and Regulation) Act, 2018 ("the Act"), by publishing grant of approval in Official Gazette, dated 20 May 2020, based on application made by the Mahindra Educational Institutions ("MEI"), the Sponsoring Body.

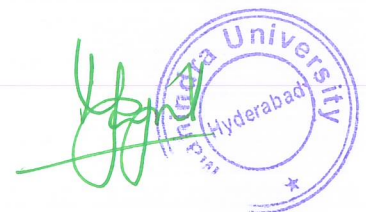
By virtue of said notification and obligations under LOI, the infrastructure relating to academic activity of MEI would vest with the entity.

In terms of said approval, the Sponsoring Body, MEI under the Act, has following obligations to provide initial infrastructure necessary to commence the academic activities of the entity:

- a) Two parcels of land to be registered in its name within a period of six months: 5 Acres 20 guntas and 16 Acres .056 guntas which are leased for a period of 29 years 10 months. This requirement has been subsequently amended to include perpetual irrevocable lease in the name of sponsoring body for 90 years and MEI complied with the requirement.
- b) Establish corpus fund of Rs.10.00 crores
- c) Continue Rs.30 Crores in the form of fixed deposit for a period of 3 years to support the various activities like construction of buildings, infrastructure and campus development etc.
- d) Maintain endowment fund of 1% of the Project cost or Rs.10 Crores whichever is lower
- e) Furnish sale / gift deed of the land favouring sponsoring body (amended to lease vide 1 above) and allocating the land exclusively to the entity.

The above requirements relating to financial commitments have been met by the Sponsoring Body by investing in the fixed deposits. As regards, endowment fund, a deposit of Rs.1.50 crores in the name of the entity and State Government of Telangana. The Sponsoring Body is in the process of transferring the fund(s) to the entity, as may be required in terms of LOI and the said notification.

By virtue of notification stated above, the entity was permitted to take students from Academic Year 2020-21, and the MEI was in receipt of admission and application fee and incurred costs on behalf of the entity during the period of establishment of the entity i.e. till 31 December 2020.



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

The entity had accounted for following transactions, which were originally recorded in sponsoring body's books, based on details furnished by sponsoring body for the period from 1st October 2020 (being date of establishment of entity) till 31 December 2020. The liabilities, assets, income and expenditure transferred to entity are as detailed below:

Particulars	Amount in Lakhs
Stipend paid to Phd Students from Sept to December 2020	23.00
Salary cost of teaching and non-teaching staff for the period October 20 to December 2020	251.12
Lease Rent for the period October 2020 to December 2020	202.70
Sub-total	476.82
Fee received on-behalf of MU	1,599.80
Application Fee	43.49
Sub-total	1,643.29
Net payable	(1,166.46)

As at the year end, the entity is in possession and accordingly utilizing the assets, infrastructure and other facilities made available to it by the sponsoring body for its academic activities.

24 Employee benefit plans

The gratuity scheme is a final salary Defined Benefit Plan that provides for a lump sum payment made on exit either by way of retirement, death, disability or voluntary withdrawal. The benefits are defined on the basis of final salary and the period of service and paid as lump sum at exit. The plan design means the risks commonly affecting the liabilities and the financial results are exposed to:

- a) Interest rate risk : the defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
- b) Salary inflation risk : Higher than expected increases in salary will increase the defined benefit obligation
- c) Demographic risk : For example, as plan is open to new entrants, an increase in membership will increase the defined benefit obligation. Also, the plan only provides benefits upon completion of a vesting criteria. Therefore, if turnover rates increase, then the liability will tend to fall as fewer employees reach vesting period.

I The Principal Assumptions used for the purposes of the actuarial valuation as follows

Details	31-Mar-21
1 Discount Rate(s)	6.91%
2 Expected Rate(s) of salary increase	4%
3 Demographic Assumptions	
Mortality Rate	Indian Assured lives Mortality (2012-14) Ult.
Withdrawal Rate (per Annum)	4%



II Disclosure of defined benefit cost :

Details	Year ended 31 March 2021
A Amounts Recognised in Statement of Income and Expenditure	
Current Service Cost	17,64,385
Past Service Cost	55,13,672
Interest Cost	-
Settlement cost / (credit)	-
Cost recognised in statement of income and expenditure	72,78,057

III Changes in benefit obligation and assets

Details	As at 31 March 2021
A. Charges in defined benefit obligation:	
Defined benefit obligation (DBO) at the end of prior period	-
Current service cost	17,64,385
Interest cost	-
Curtailment (credit)/ cost	-
Settlement (credit)/ cost	-
Past service cost - plan amendments	55,13,672
Acquisitions (credit)/ cost	-
Actuarial (gain)/loss	-
Actuarial (gain)/loss - demographic assumptions	-
Remeasurements - Due to Demographic Assumptions	-
Remeasurements - Due to Experience Adjustments	4,04,529
Benefits paid directly by the Company	(4,04,529)
Benefits paid from plan assets	-
DBO at end of current period	72,78,057
B. Changes in fair value of assets:	
Fair value of assets at end of prior period	-
Acquisition adjustment	-
Interest income on plan assets	-
Employer contributions	-
Return on plan assets greater/(lesser) than discount rate	-
Benefits paid	-
Fair Value of assets at the end of current period	-

IV Additional Disclosures

A. Expected benefit payments for the years ending	31 March 2021
2021	12,14,344
2022	7,92,053
2023	3,58,903
2024	2,68,632
2025	3,75,550



Mahindra University
Notes to the financial statements for the period ended 31 March 2021
All amounts in Rupees unless otherwise stated

B. Current and Non current breakup

Current liability	12,14,344
Non current liability	60,63,713
Total Liability	72,78,057

V Sensitivity Analysis

Details	As at 31 March 2021
---------	------------------------

A Discount rate

Discount rate as at year end	6.91%
Effect on DBO due to 1% increase in discount rate	66,91,868
Effect on DBO due to 1% decrease in discount rate	79,72,320

B Salary escalation rate

Salary escalation rate as at year end	4%
Effect on DBO due to 1% increase in salary escalation rate	80,03,691
Effect on DBO due to 1% decrease in salary escalation rate	66,55,278

C Attrition rate

Salary escalation rate as at year end	4%
Effect on DBO due to 1% increase in attrition rate	74,10,372
Effect on DBO due to 1% decrease in attrition rate	71,19,331


Method used for sensitivity analysis: The sensitivity results above determine their individual impact on the Plan's end of year Defined Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or opposite directions, while the Plan's sensitivity to such changes can vary over time.

The past service cost of Rs.55,13,672 represents the cost of gratuity for the period the employees served with the Sponsoring Entity.

- 25 Provision for current tax and deferred tax has not been made since the income of Company is exempted U/s 10(23C) of the Income Tax Act, 1961.



for Mahindra University


Dr. Yajulu Medury
Vice-Chancellor


Col Rajive Chauhan (Retd)
Registrar


Ranjan Sardar
Finance Officer

Hyderabad, 10 May 2021



Annexure - XX



Mahindra University, Hyderabad

(A State Private University - Notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018)

ANNAUL AUDITED ACCOUNTS

FY 2022-23

Independent Auditor's Report

To
The Governing Body of
Mahindra University

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Mahindra University ("the Entity"), which comprise the Balance Sheet as at 31 March 2023, the Statement of Income and Expenditure and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Entity as at 31 March 2023, of its financial performance and the cash flows for the year then ended in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India ("ICAI").

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the accounting principles generally accepted in India and for safeguarding of the assets of the Entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due fraud or error.

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

Those charged with governance are responsible for overseeing the Entity'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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluated 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

for M. Bhaskara Rao & Co.,
Chartered Accountants
Firm Registration No. 000459S



M.V. Ramana Murthy
Partner
Membership No.206439
UDIN: 23206439BGSWXF3780

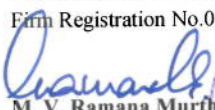
Hyderabad, 05 August 2023

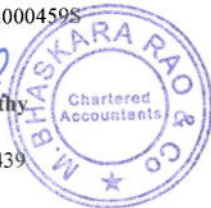
Mahindra University
Balance Sheet as on 31 March 2023
All amounts in Rupees unless otherwise stated

	Note No.	As at 31 March 2023	As at 31 March 2022
FUNDS AND LIABILITIES			
Funds			
Restricted Funds			
Endowment Fund	3	-	-
Unrestricted Funds			
Corpus Fund	4	-	-
General Fund		2,67,23,571	(6,74,02,491)
		2,67,23,571	(6,74,02,491)
Non Current Liabilities			
Other long term liabilities	5	5,62,70,356	3,15,48,248
Long term provisions	6	4,36,93,175	2,20,33,784
		9,99,63,531	5,35,82,032
Current Liabilities			
Other current liabilities	7	83,72,91,223	40,46,19,403
Short term provisions	8	1,21,74,369	86,04,358
		84,94,65,592	41,32,23,761
Total		97,61,52,694	39,94,03,302
ASSETS			
Non-current assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	9	23,35,38,458	11,34,27,612
Intangible assets	9	17	12
Long term loans and advances	10	1,17,77,066	1,29,781
		24,53,15,541	11,35,57,405
Current assets			
Fee Receivable	11	10,33,96,175	7,31,79,681
Cash and Bank Balance	12	60,44,80,912	5,15,70,520
Short term loans and advances	13	1,71,05,423	1,64,74,269
Other current assets	14	58,54,644	14,46,21,427
		73,08,37,153	28,58,45,897
Total		97,61,52,694	39,94,03,302
General Information	1		
Significant Accounting Policies	2		

See accompanying notes forming part of the financial statements

In terms of our report attached
for **M.Bhaskara Rao & Co.**
Chartered Accountants
Firm Registration No.000459S


M. V. Ramana Murthy
Partner
Membership No.206439



for Mahindra University


Dr. Yajna Medury
Vice - Chancellor


Col Rajive Chauhan (Retd)
Registrar


Ranjan Sardar
Finance Officer

Hyderabad, 05 August 2023



Mahindra University**Statement of Income and Expenditure for the year ended 31 March 2023***All amounts in Rupees unless otherwise stated*


	Note No.	Year Ended 31 March 2023	Year Ended 31 March 2022
Revenue			
Academic Income	15	1,43,35,22,396	64,20,47,471
Other Income	16	2,19,15,302	42,45,654
Total Revenue		1,45,54,37,698	64,62,93,125
Expenses			
Academic Expenses	17	15,06,74,480	12,82,83,205
Employee benefits expense	18	46,43,71,738	24,19,41,068
Depreciation and amortization	19	7,20,59,843	1,89,04,316
Other expenses	20	67,42,05,575	30,75,83,191
Total Expense		1,36,13,11,636	69,67,11,780
Surplus / (Deficit) before tax		9,41,26,062	(5,04,18,655)
Tax expense			
Current tax		-	-
Deferred Tax		-	-
		-	-
Surplus / (Deficit) carried to balance sheet		9,41,26,062	(5,04,18,655)
General Information	1		
Significant Accounting Policies	2		

See accompanying notes forming part of the financial statements

In terms of our report attached
for **M.Bhaskara Rao & Co.**

Chartered Accountants


Firm Registration No.000459S



M. V. Ramana Murthy
Partner
Membership No.206439



for Mahindra University



Dr. Yajulu Medury
Vice - Chancellor



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Ranjan Sardar
Finance Officer

Hyderabad, 05 August 2023

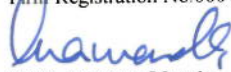


Mahindra University
Statement of Cash Flow for the year ended 31 March 2023
All amounts in Rupees unless otherwise stated

Particulars	Year Ended 31 March 2023	Year Ended 31 March 2022
A. Cash flow from operating activities		
Surplus / (Deficit) for the year	9,41,26,062	(5,04,18,655)
Adjustments for		
Depreciation	7,20,59,843	1,89,04,316
Interest income	(1,81,14,096)	(38,92,206)
Operating income before working capital changes	14,80,71,809	(3,54,06,545)
Changes in working capital:		
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Long term provisions	2,16,59,391	1,11,55,745
Other long term liabilities	2,47,22,108	1,71,60,296
Other current liabilities	43,26,71,822	22,19,55,361
Short term provisions	35,70,011	60,44,703
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Long term loans and advances	(1,16,47,285)	3,36,300
Fee Receivable	(3,02,16,494)	(5,13,63,620)
Short term loans and advances	(6,31,154)	(1,36,94,311)
Other current assets	14,33,40,017	(2,79,44,262)
Cash generated from operations	73,15,40,226	12,82,43,667
Income Tax paid (Net)	-	(1,25,568)
Net cash flow from operating activities (A)	73,15,40,226	12,81,18,099
B. Cash flow from investing activities		
Capital Expenditure on Fixed Assets & Intangible Assets	(19,21,70,696)	(13,21,87,730)
Bank Deposits - (Investment) \ Realisation	(46,50,00,000)	1,44,28,000
Interest Income	1,35,40,862	39,34,686
Net cash flow used in investing activities (B)	(64,36,29,834)	(11,38,25,044)
C. Cash flow from financing activities		
Net cash flow from financing activities (C)	-	-
Net increase / (decrease) in cash and cash equivalents	8,79,10,392	1,42,93,055
Cash and cash equivalents at the beginning of the year	5,15,70,520	3,72,77,465
Cash and cash equivalents at the end of the year	13,94,80,912	5,15,70,520

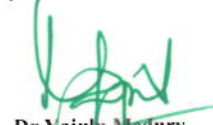

General Information 1
Significant Accounting Policies 2
See accompanying notes forming part of the financial statements

In terms of our report attached
for **M. Bhaskara Rao & Co.**
Chartered Accountants
Firm Registration No.000459S


M. V. Ramana Murthy
Partner
Membership No.206439



for, Mahindra University


Dr. Yajulu Medury
Vice-Chancellor

Ranjan Sardar
Finance Officer


Col Rajive Chauhan (Retd)
Registrar

Hyderabad, 05 August 2023



Mahindra University

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

All amounts in Rupees unless otherwise stated

1 About Mahindra University

Mahindra University ("the entity") was notified by the Government of Telangana vide Telangana Ordinance No. 1 of 2020 dated 20th May 2020 as per the Telangana State Private Universities (Establishment and Regulation) Act, 2018, (Amendment) Ordinance, 2020 promulgated by the Hon'ble Governor of Telangana; and as gazette notified in The Telangana Gazette Part IV-B Extraordinary published by Authority No.1 Hyderabad, May 20, 2020. The University is granted registration u/s 10(23C) as an University exempt from tax.

2 Significant Accounting Policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the entity have been prepared under fair presentation framework in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply in all material respects with the Accounting Standards issued by Institute of Chartered Accountants of India.

The University is classified as a Level II enterprise as defined by the scheme of applicability of accounting standards issued by ICAI.

Accordingly, the financial statements have been prepared to comply with the Accounting Standards to the extent applicable to such enterprise.

2.2 Use of estimates

The preparation of the financial statements in conformity with GAAP requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reported period. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

2.3 Property, Plant and Equipment

Property, Plant & Equipment and Other intangible assets are stated at actual cost less accumulated depreciation and net of impairment. The actual cost capitalised includes material cost, freight, installation cost, duties and taxes, eligible borrowing costs and other incidental expenses incurred during the construction / installation stage.

Depreciation on fixed assets is provided on straight-line method over their estimated useful lives. The useful lives have been determined by the management based on technical assessment keeping in view the historical usage. Assets costing less than Rs.5,000 are depreciated in full in the year of purchase.

The cost and accumulated depreciation for fixed assets sold, retired or otherwise disposed off are removed from the stated values and the resulting gains and losses are included in the statement of profit and loss.

The estimated useful lives of assets are as follows:

Computers and Networking	3 years
Office Equipments	5 years
Furniture & Fixtures	5 years
Library Books	3 years
Lab Equipments	5 years
Vehicles	5 years
Plant and Machinery	5 years
Computer Software	1 year



Mahindra University

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

All amounts in Rupees unless otherwise stated

2.4 Employee Benefits

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of the employment are recorded in accordance with Accounting Standard - 15 "Employee Benefits".

Contribution to Provident fund is charged as expense, being a defined contribution plan.

Liability for compensated absences (treated as long term liability) and gratuity are provided on the basis of valuation of the liability by an independent actuary.

2.5 Revenue Recognition

Revenue in respect of tuition fees and hostel fees is recognised on accrual basis considering certainty of realisation. Amount received in advance of services performed are recorded as advances from students.

The contributions / donations received are treated as revenue receipts.

Interest income on bank deposits is accounted on accrual basis. Interest income from restricted fund investments are credited to funds if the donor or contributor or fund requires to do so. Otherwise, such interest is credited to income and expenditure account.

2.6 Restricted Funds

Restricted funds are subject to certain conditions set out by the contributors and agreed to by the educational institutions when accepting the contributions. The restriction apply to the use of the moneys received or income earned from the investment of such moneys or both. Funds, the use of which is subject to legal restrictions are also considered as restricted funds.

2.7 Endowment Fund

Endowment fund represent fund earmarked in terms of Section 37 of the Telangana State Private Universities (Establishment and Regulation) Act 2018 which is to be kept in a fixed deposit in joint name of the entity and Commissioner of Education, State Government of Telangana and are not meant to be used for any purpose. Income earned out of the fund is credited to income and expenditure account as there are no stipulations for utilization of income earned.

2.8 Unrestricted Funds

Corpus Fund

The funds contributed by founders / promoters generally includes donations /contributions received which are not reducible in nature. These non-refundable funds are however be increased by additional contribution by the founders / promoters / donors / contributors in furtherance of the objects of the entity.

Designated Funds

These are unrestricted funds which have been set aside by the Board /management of the entity for specific purposes or to meet future requirements. These funds are categorised as self imposed or restricted funds. However, the entity can modify the designation and reallocate the funds to some other purpose.

General Fund

General Funds are unrestricted funds other than designated funds and corpus. The surplus or deficit from income and expenditure account is also included and presented under the General Fund..



Mahindra University

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

All amounts in Rupees unless otherwise stated

2.9 Foreign exchange translation and foreign currency transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of transactions. Gains and losses resulting from settlement of such transactions are recognised in the Statement of Income and Expenditure.

Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the period are translated at year end rates. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign exchange transactions are recognised in the Statement of Income and Expenditure.

2.10 Leases

The entity's leasing arrangements are in respect of operating leases for premises. The leasing arrangements are usually cancelable / renewable by mutual consent on agreed terms. The aggregate lease rents payable are charged as rent in the Statement of Income and Expenditure.

2.11 Cash Flow Statement

Cash flows are reported using the indirect method, whereby surplus / (deficit) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the entity are segregated based on the available information

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

2.12 Provisions, Contingent Liabilities and Contingent Assets

The entity recognizes provisions when there is present obligation as a result of past event and it is probable that there will be outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for contingent liabilities is made in the notes on accounts when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.



Mahindra University
Notes to the financial statements for the year ended 31 March 2023
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	As at 31 March 2023	As at 31 March 2022
3 Restricted Funds		
3.1 Endowment Fund [Refer Note 23]	-	-
Total	-	-
4 Unrestricted Funds		
4.1 Corpus Fund [Refer Note 23]	-	-
4.2 Genral Fund	-	-
4.2.1 Surplus / (Deficit) of Income and Expenditure Account		
Opening Balance	(6,74,02,491)	(1,69,83,836)
Add: Surplus / (Deficit) for the year	9,41,26,062	(5,04,18,655)
Closing balance	2,67,23,571	(6,74,02,491)
Total	2,67,23,571	(6,74,02,491)
5 Other Non Current Liabilities		
Caution Deposits from students	5,62,70,356	3,15,48,248
Total	5,62,70,356	3,15,48,248
6 Long term Provisions		
Provision for Gratuity	2,74,20,492	1,42,32,491
Provision for Leave Encashment	1,62,72,683	78,01,293
Total	4,36,93,175	2,20,33,784
7 Other Current Liabilities		
Creditors for expenses	35,31,94,586	14,97,71,865
Statutory Payables	2,84,37,978	1,52,48,516
Fee collected in advance	6,28,28,757	8,40,49,520
Unearned Revenue	37,91,29,836	15,05,88,045
Grants-in-aid for Research	92,75,465	49,23,959
Others	44,24,602	37,498
Total	83,72,91,223	40,46,19,403
8 Short Term Provisions		
Provision for Gratuity	51,50,676	27,05,595
Provision for Leave Encashment	70,23,693	58,98,763
Total	1,21,74,369	86,04,358



9 Property, Plant and Equipment

9.1 Tangible Assets

Description	Gross Block (At Cost)			Depreciation				Net Block	
	As at 01 April 2022	Additions	Deletions	As at 31 March 2023	Up to 01 April 2022	For the year	Deletions	Up to 31 March 2023	As at 31 March 2023
Tangible Assets									
Computers and Networking	10,09,20,942	5,09,07,256	-	15,18,28,198	1,20,81,360	3,92,27,727	-	5,13,09,087	10,05,19,111
Office Equipments	25,53,107	9,72,56,683	-	9,98,09,790	1,36,491	1,03,85,084	-	1,05,21,575	8,92,88,215
Furniture & Fixtures	3,18,600	-	-	3,18,600	26,542	63,720	-	90,262	2,28,338
Library Books	37,74,001	31,69,729	-	69,43,730	26,59,173	23,21,519	-	49,80,692	19,63,038
Lab Equipments	2,10,98,360	2,05,99,482	-	4,16,97,842	18,65,375	53,69,333	-	72,34,708	3,44,63,135
Vehicles	7,67,552	26,14,292	-	33,81,844	12,793	3,71,368	-	3,84,161	29,97,683
Plant & Machinery	8,68,342	39,83,284	-	48,51,626	91,558	6,81,130	-	7,72,688	40,78,938
Total	13,03,00,904	17,85,30,726	-	30,88,31,630	1,68,73,292	5,84,19,881	-	7,52,93,173	23,35,38,458

Description	Gross Block (At Cost)			Depreciation				Net Block	
	As at 01 April 2021	Additions	Deletions	As at 31 March 2022	Up to 01 April 2021	For the period	Deletions	Up to 31 March 2022	As at 31 March 2022
Tangible Assets									
Computers and Networking	12,000	10,09,08,942	-	10,09,20,942	11,994	1,20,69,366	-	1,20,81,360	8,88,39,582
Office Equipments	1,46,650	24,06,457	-	25,53,107	2,444	1,34,047	-	1,36,491	24,16,616
Furniture & Fixtures	-	3,18,600	-	3,18,600	-	26,542	-	26,542	2,92,058
Library Books	-	37,74,001	-	37,74,001	-	26,59,173	-	26,59,173	11,14,828
Lab Equipments	-	2,10,98,360	-	2,10,98,360	-	18,65,375	-	18,65,375	1,92,32,985
Vehicles	-	7,67,552	-	7,67,552	-	12,793	-	12,793	7,54,759
Plant & Machinery	-	8,68,342	-	8,68,342	-	91,558	-	91,558	7,76,784
Total	1,58,650	13,01,42,254	-	13,03,00,904	14,438	1,68,58,854	-	1,68,73,292	11,34,27,612

9.2 Intangible Assets

Description	Gross Block (At Cost)			Depreciation				Net Block	
	As at 01 April 2022	Additions	Deletions	As at 31 March 2023	Up to 01 April 2022	For the year	Deletions	Up to 31 March 2023	As at 31 March 2023
Intangible Assets									
Computer Software	20,45,476	1,36,39,967	-	1,56,85,443	20,45,464	1,36,39,962	-	1,56,85,426	17
Total	20,45,476	1,36,39,967	-	1,56,85,443	20,45,464	1,36,39,962	-	1,56,85,426	17

Description	Gross Block (At Cost)			Depreciation				Net Block	
	As at 01 April 2021	Additions	Deletions	As at 31 March 2022	Up to 01 April 2021	For the year	Deletions	Up to 31 March 2022	As at 31 March 2022
Intangible Assets									
Computer Software	-	20,45,476	-	20,45,476	-	20,45,464	-	20,45,464	12
Total	-	20,45,476	-	20,45,476	-	20,45,464	-	20,45,464	12

9.3 Depreciation / Amortisation Expense

	Year ended 31 March 2023	Year ended 31 March 2022
Tangible Assets	5,84,19,881	1,68,58,854
Intangible Assets	1,36,39,962	20,45,464
Total	7,20,59,843	1,89,04,318

9.4 The entity has carried out its academic activities on land, building and other infrastructure made available to it by the Sponsoring Body [Refer Note 23].



Mahindra University
Notes to the financial statements for the year ended 31 March 2023
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	As at 31 March 2023	As at 31 March 2022
10 Long Term Loans and Advances		
Advance Tax and Tax Deducted at Source	23,02,266	1,29,781
Capital Advances	94,74,800	-
Total	1,17,77,066	1,29,781
11 Fee Receivables		
Considered good	10,33,96,175	7,31,79,681
Total	10,33,96,175	7,31,79,681
12 Cash and Bank Balances		
12.1 Cash and Cash Equivalents		
Bank Balances in Savings account [Refer Note 12.3]	13,94,80,912	5,15,70,520
12.2 Other Bank Balances		
Bank Balances in Deposit account	46,50,00,000	-
Total	60,44,80,912	5,15,70,520
12.3 Of the above Rs. 88,82,025/- [31.03.2022 : Rs.49,23,959/-] are earmarked for the grants-in-aid received for the research projects.		
13 Short Term Loans and Advances		
Recoverable in Cash or Kind	1,14,19,915	97,64,375
Prepaid	56,85,508	67,09,894
Total	1,71,05,423	1,64,74,269
14 Other Current Assets		
Accrued Interest	45,73,234	-
Employee Advances	11,27,914	9,99,030
Other Receivables	-	14,35,16,849
Others	1,53,496	1,05,548
Total	58,54,644	14,46,21,427



Mahindra University**Notes to the financial statements for the year ended 31 March 2023***All amounts in Rupees unless otherwise stated*

	Year Ended 31 March 2023	Year Ended 31 March 2022
15 Academic Income		
Academic Fee	96,65,10,415	59,63,40,820
Hostel Fee	46,09,95,494	4,06,80,677
Application Fee	60,16,487	50,25,974
	1,43,35,22,396	64,20,47,471
16 Other Income		
Interest on Bank Deposits and Saving Bank	1,81,14,096	38,92,206
Miscellaneous Income	38,01,206	3,53,448
	2,19,15,302	42,45,654
17 Academic Expenses		
Student Scholarship	4,50,25,000	3,74,25,000
Affiliation Fees	-	37,800
ECP Charges	2,77,96,080	1,96,16,024
Seminars and Conferences	17,65,028	7,05,127
Laboratory Expenses	62,38,430	22,07,514
Research expenses	22,12,861	14,40,228
Academic consulting charges	4,27,77,914	4,93,50,857
Stipend	2,48,59,167	1,75,00,655
	15,06,74,480	12,82,83,205
18 Employee benefits expense		
Salaries and Allowances	42,00,39,734	21,67,23,153
Contribution to Provident and Other Funds	2,80,97,019	1,40,94,504
Gratuity	1,58,85,016	1,06,27,594
Staff Welfare	3,49,969	4,95,817
	46,43,71,738	24,19,41,068
19 Depreciation and amortization		
Depreciation on property, plant and equipment	7,20,59,843	1,89,04,316
	7,20,59,843	1,89,04,316



Mahindra University

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

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	Year Ended 31 March 2023	Year Ended 31 March 2022
20 Other expenses		
Rent	14,46,08,452	8,30,55,712
Rates and taxes	65,435	3,54,040
Power and fuel	7,08,62,023	1,26,63,370
Insurance	13,95,414	7,42,268
Legal and Professional Charges	5,09,96,784	1,83,27,377
Subscription Charges	94,60,654	76,37,388
Books and Periodicals	1,76,457	1,31,946
Printing and Stationery	33,59,967	29,21,813
Advertisement and Publicity	7,70,45,046	6,49,49,936
Security Charges	2,92,34,265	1,15,88,410
Recruitment expenses	17,48,607	21,13,149
Honorarium	23,00,264	8,61,500
Travelling and Conveyance	1,91,52,977	26,05,015
Communication	33,36,346	28,82,100
Catering expenses	14,18,39,079	3,56,27,720
Repair and Maintenance	3,00,22,376	1,09,05,890
Office Maintenance	7,39,45,860	3,38,40,286
General Office Expenses	93,42,325	1,23,03,349
Software	-	4,05,456
Training Expenses	5,50,443	19,52,528
Auditors Remuneration	5,37,770	2,36,000
Bank Charges	1,45,852	59,718
Miscellaneous expenses	40,79,179	14,18,220
	67,42,05,575	30,75,83,191



Mahindra University
Notes to the financial statements for the year ended 31 March 2023
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	As at 31 March 2023	As at 31 March 2022
21 Contingent Liabilities		
Contingent Liabilities	Nil	Nil
22 Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for net of capital advances.	3,12,93,104	5,26,62,939

23 Establishment of Mahindra University

Mahindra University ("the entity") was established in accordance with Section 10 of the Telangana State Private Universities (Establishment and Regulation) Act, 2018 ("the Act"), by publishing grant of approval in Official Gazette, dated 20 May 2020, based on application made by the Mahindra Educational Institutions ("MEI"), the Sponsoring Body. By virtue of said notification and obligations under LOI, the infrastructure relating to academic activity of MEI would vest with the entity.

In terms of said approval, the Sponsoring Body, MEI under the Act, has following obligations to provide initial infrastructure necessary to commence the academic activities of the entity:

- Two parcels of land to be registered in its name within a period of six months: 5 Acres 20 guntas and 16 Acres .056 guntas which are leased for a period of 29 years 10 months. This requirement has been subsequently amended to include perpetual irrevocable lease in the name of sponsoring body for 90 years and MEI complied with the requirement.
- Establish corpus fund of Rs.10.00 crores
- Continue Rs.30 Crores in the form of fixed deposit for a period of 3 years to support the various activities like construction of buildings, infrastructure and campus development etc.
- Maintain endowment fund of 1% of the Project cost or Rs.10 Crores whichever is lower
- Furnish sale / gift deed of the land favouring sponsoring body (amended to lease vide 1 above) and allocating the land exclusively to the entity.

The above requirements relating to financial commitments have been met by the Sponsoring Body by investing in the fixed deposits. Subsequently, in terms of approval by the GoTS, Rs.30 Crores has been withdrawn and utilised for developing infrastructure by the Governing Body. As regards, endowment fund, a deposit of Rs.1.50 crores is held in the name of the sponsoring entity and State Government of Telangana. The Sponsoring Body is in the process of transferring the fund(s) to the entity, as may be required in terms of LOI and the said notification.

As at the year end, the entity is possession and accordingly utilizing the assets, infrastructure and other facilities made available to it by the sponsoring body for its academic activities.

24 Employee benefit plans

The gratuity scheme is a final salary Defined Benefit Plan that provides for a lump sum payment made on exit either by way of retirement, death, disability or voluntary withdrawal. The benefits are defined on the basis of final salary and the period of service and paid as lump sum at exit. The plan design mean the risks commonly affecting the liabilities and the financial results are exposed to:

- Interest rate risk : the defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
- Salary inflation risk : Higher than expected increases in salary will increase the defined benefit obligation
- Demographic risk : For example, as plan is open to new entrants, an increase in membership will increase the defined benefit obligation. Also, the plan only provides benefits upon completion of a vesting criteria. Therefore, if turnover rates increase, then the liability will tend to fall as fewer employees reach vesting period.



Mahindra University
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I The Principal Assumptions used for the purposes of the actuarial valuation as follows

Details	Year ended 31 March 2023	Year ended 31 March 2022
1 Discount Rate(s)	7.32%	7.32%
2 Expected Rate(s) of salary increase	4%	4%
3 Demographic Assumptions		
Mortality Rate	Indian Assured lives Mortality (2012-14) Ult.	Indian Assured lives Mortality (2012-14) Ult.
Withdrawal Rate (per Annum)	4%	4%

II Disclosure of defined benefit cost :

Details	Year ended 31 March 2023	Year ended 31 March 2022
A Amounts Recognised in Statement of Income and Expenditure		
Current Service Cost	74,54,613	43,15,489
Past Service Cost	-	-
Interest Cost	12,30,647	4,99,873
Actuarial Loss / (Gain) on Obligation	1,53,565	49,32,665
Settlement cost / (credit)	-	-
Cost recognised in statement of income and expenditure	88,38,825	97,48,027

III Changes in benefit obligation and assets

A. Changes in defined benefit obligation:		
Defined benefit obligation(DBO) at the end of prior period	1,69,38,086	72,78,057
Current service cost	74,54,613	43,15,489
Interest cost	12,30,647	4,99,873
Past service cost - plan amendments	-	-
Actuarial (gain)/loss	1,53,565	49,32,665
Remeasurements - Due to Experience Adjustments	-	-
Benefits paid directly by the Company	(2,51,931)	(87,998)
Benefits paid from plan assets	-	-
Net transfer in/(out) (including the effect of any business combinations/divestitures)	70,46,190	-
DBO at end of current period	3,25,71,171	1,69,38,086

Details	As at 31 March 2023	As at 31 March 2022
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B. Changes in fair value of assets:		
Fair value of assets at end of prior period	-	-
Interest income on plan assets	-	-
Employer contributions	2,51,931	87,998.00
Benefits paid	(2,51,931)	(87,998.00)
Fair Value of assets at the end of current period	-	-

IV Additional Disclosures

A. Current and Non current breakup		
Current liability	51,50,676	27,05,595
Non current liability	2,74,20,495	1,42,32,491
Total Liability	3,25,71,171	1,69,38,086



Mahindra University
Notes to the financial statements for the year ended 31 March 2023
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V Sensitivity Analysis

Details	As at 31 March 2023	As at 31 March 2022
A Discount rate		
Discount rate as at year end	7.32%	7.32%
Effect on DBO due to 1% increase in discount rate	2,99,65,984	1,55,66,784
Effect on DBO due to 1% decrease in discount rate	3,56,43,725	1,85,55,347
B Salary escalation rate		
Salary escalation rate as at year end	4%	4%
Effect on DBO due to 1% increase in salary escalation rate	3,55,42,872	1,86,35,585
Effect on DBO due to 1% decrease in salary escalation rate	2,97,92,357	1,54,75,334
C Attrition rate		
Salary escalation rate as at year end	4%	4%
Effect on DBO due to 1% increase in attrition rate	3,33,69,839	1,73,15,507
Effect on DBO due to 1% decrease in attrition rate	3,16,35,223	1,64,93,064

Method used for sensitivity analysis: The sensitivity results above determine their individual impact on the Plan's end of year Defined Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or opposite directions, while the Plan's sensitivity to such changes can vary over time.

- 25 Provision for current tax and deferred tax has not been made since the income of Company is exempted U/s 10(23C) of the Income Tax Act, 1961.

for Mahindra University

Dr. Yajulu Medury
Vice - Chancellor

Col Rajive Chauhan (Retd)
Registrar

Ranjan Sardar
Finance Officer



Hyderabad, 05 August 2023

