

Rajan Sankar & Co.,  
Chartered Accountants

**Partners**

N.RAVISANKAR, B.Sc., FCA  
AARTHI BELLIE, B.Com., FCA  
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No.1, Sarojini Street,  
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Coimbatore - 641 009  
☎ 2230678/4379560

**INDEPENDENT AUDITOR'S REPORT**


**TO THE TRUSTEES OF HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUST**

We have audited the accompanying financial statements of **HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUST** (Hereinafter referred to as "Trust") which comprise the Balance Sheet as at 31<sup>st</sup> March 2021, and the Income and Expenditure Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying financial statements of the Trust give a true and fair view of the financial position of the Trust as at 31<sup>st</sup> March 2021 and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

**Basis for Opinion**

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

  
**Finance Officer**  
Hindusthan Educational and  
Charitable Trust  
COIMBATORE.



  
**PRINCIPAL**  
Hindusthan College of Engineering & Technology  
COIMBATORE - 641 032

### **Management's Responsibility for the Financial Statements**

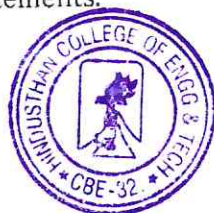
Management is responsible for the preparation of the financial statements in accordance with the accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Trust and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that are 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 to fraud or error

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

Those charged with governance are responsible for overseeing the Trust's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Annual 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 Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust'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 Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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.

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

We further report that:

- a. In our opinion proper books of account as required by law have been kept by the Trust so far as it appears from our examination of these books.
- b. The Balance Sheet, and the Income and Expenditure Account dealt with by this report are in agreement with the books of account;
- c. In our opinion, the Balance Sheet, and the Income and Expenditure Account comply with the applicable accounting standards.

Place: Coimbatore

Date: 08.11.2021



For RAJAN SANKAR & CO.

Chartered Accountants

N.RAVISANKAR

PARTNER

M.No:023548

FRN: 003430S

UDIN: 21023548AAAAOY1420



**HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUST**

**SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS**

**A. Background of the Trust**

Established in 1992, The Trust serves people by imparting education through its educational institutions, providing medical assistance through its hospital and relief of poor.

The Trust is registered under Section 12A of the Income Tax Act, 1961 vide registration No. 1419(9)/97-98 and re-registered vide registration no. AAATH2282DE19977 dated 24/09/2021.

**B. Significant Accounting Policies**

**1. Basis of Preparation**

The Balance Sheet and Income and Expenditure Accounts are prepared to comply with Generally Accepted Accounting Principles in India to the extent applicable to the Trust. The financial statements are prepared under the 'Historical Cost Convention' on accrual basis.

**2. Use of estimates**

The preparation of financial statements are in conformity with significant accounting policies which requires that the management of the Trust make estimates and assumptions that affects the reported amounts of income and expenditure of the reporting period and the reported amounts of assets and liabilities as on the reported date. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

**3. Revenue Recognition**

All expenses and income are recognized and accounted on accrual basis as and when they are earned and incurred.



Interest Income is recognized on accrual basis based on time proportion taking into account the amount outstanding and the applicable interest rates.

4. **Earmarked and Other Funds**

Voluntary contributions received with specific directions towards corpus are credited directly to the corpus fund in the Balance Sheet.

5. **Investments**

Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such decline is other than temporary.

6. **Borrowing cost**

In the absence of any qualifying asset as per AS-16 the borrowing costs are charged off to revenue.

7. **Income Tax**

The Trust is registered under Section 12A of the Income Tax Act, 1961. Under the provisions of this Act, the income of the Trust is exempt from tax subject to the compliance of terms and conditions specified therein.

C. **Notes To Accounts**

1. The Board of Trustees, as at the date of approval of the Accounts have made assessment of possible impacts that may result from the COVID-19 pandemic on the carrying value of assets considering the internal and external information available as at the said date and believe that the carrying value of assets are recoverable.



2. Figures relating to previous year are regrouped and/ or reclassified and/or rearranged wherever necessary to make them comparable.

Place: Coimbatore

Date: 08.11.2021

For RAJAN SANKAR & CO.

Chartered Accountants



*N. Ravisankar*

N.RAVISANKAR

PARTNER

M.No:023548

FRN: 003430S

UDIN: 21023548AAAAOY1420



# FORM NO. 10 [See rule 17(2)]

Statement to be furnished to the Assessing Officer/Prescribed Authority under sub-section (2) of section 11 of the Income-tax Act, 1961



e-Filing Anytime Anywhere  
Income Tax Department, Government of India

To

The Assessing Officer

67, RACE COURSE ROAD, Coimbatore South, Coimbatore  
Racecourse S.O, COIMBATORE, Tamil Nadu, India - 641018

I, KHANNAIYANN PRIYA, on behalf of HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUST Permanent Account Number AAATH2282D hereby bring to your notice that it has been decided by a resolution passed by the trustees/governing body, by whatever name called, on 08-Nov-2021 that, out of the income of the trust/institution/association for the previous year, relevant to the assessment year 2021-22 an amount of ₹ 42,43,07,555 which is 29.78% of the income of the trust/institution/association for the said previous year, shall be accumulated or set apart for carrying out the purposes of the trust/association/institution

1. The details of the amount, the purpose and period of the proposed accumulation or setting apart is as under:-

Sl. No.	Purpose for which amount is being accumulated or set apart	Amount	Period of accumulation/ settling apart ending on
1	To acquire land, construct academic block, hostel, infrastructure, other capital goods and for the purpose of Educational institutions run by the trust and medical relief.	424307555	31-Mar-2026

2. The amount so accumulated or set apart has been invested, or deposited in any one or more of the forms or modes specified in sub-section (5) of section 11 of the Income-tax Act, 1961

3. It is further brought to your notice that the said HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUST had in respect of an assessment year preceding the relevant assessment year given the statement regarding accumulation or setting apart of an amount as required under sub-section (2) of section 11 of the Income-tax Act, 1961 as detailed below:

Sl. No.	Year of accumulation	Date of filing form 10	Amount accumulated	Period for which accumulated/ set apart	Amount applied upto the end of the previous year	Amount remaining for appreciation	Amount deemed to be income within meaning of sub-section (3) of section 11
1	2019-20	05-Jan-2021	195258187	31-Mar-2025	195258187	0	0



4. It is also brought to your notice that, out of incomes detailed in 3 above due to the order/injunction of the court the income as detailed below could not be applied for the purpose for which it was accumulated or set apart:-

Sl. No.	Amount of income	Previous year in which accumulated or set apart	Period during which it could not be applied due to court order		Details of court order
			From	To	
No Records Added					

Date:

6-Apr-2022

Designation:

TRU

Address:

HINDUSTHAN GARDENS, BEHIND  
NAVA INDIA, AVINASHI  
ROAD, PEELAMEDU, COIMBATORE,  
Coimbatore South, Sowripalayam  
S.O, Tamil Nadu, INDIA - 641028



# FORM NO. 10B [See rule 17B]

Audit report under section 12A(b) of the Income-tax Act, 1961, in the case of charitable or religious trusts or institutions

Acknowledgement Number -206309070151221



e-Filing Anytime Anywhere  
Income Tax Department, Government of India

We have examined the balance sheet of HINDUSTHAN EDUCATIONAL AND CHARITABLE TRUSTAAATH2282D [name of the trust or institution] as at 31st March 2021 and the Profit and loss account for the year ended on that date which are in agreement with the books of account maintained by the said Trust or institution. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the head office and the branches of the abovenamed Trust visited by us so far as appears from our examination of the books, and proper Returns adequate for the purposes of audit have been received from branches not visited by us, subject to the comments given below: --  
In our opinion and to the best of our information, and according to information given to us, the said accounts give a true and fair view-

- (i) in the case of the balance sheet, of the state of affairs of the above named Trust as at 31st March 2021 and
- (ii) in the case of the profit and loss account, of the profit or loss of its accounting year ending on 31st March 2021

The prescribed particulars are annexed hereto.

Name

Membership Number

Firm Registration Number

Date of Audit Report

Place

Date



*Natarajan Ravi Sankar*  
NATARAJAN RAVI SANKAR

023548

003430S

-

223.178.84.24

15-Dec-2021

## ANNEXURE

### STATEMENT OF PARTICULARS

#### I. APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSES

1. Amount of income of the previous year applied to charitable or religious purposes in India during that year	₹ 78,68,98,871
2. Whether the Trust has exercised the option under clause (2) of the Explanation to section 11(1) ? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year.	No, -
3. Amount of income accumulated or set apart for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under trust wholly for such purposes.	₹ 21,37,42,311
4. Amount of income eligible for exemption under section 11(1)(c) (Give details)	No



Sl. No.	Details	Amount
	No Records Added	

5.	Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2)	₹ 42,43,07,555
6.	Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b) ? If so, the details thereof	Yes, Deposits with scheduled banks.
7.	Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B) ? If so, the details thereof	Not Applicable, -,-
8.	Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year-	
	(a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or	No, -,-
	(b) has ceased to remain invested in any security referred to in section 11(2)(b)(i) or deposited in any account referred to in section 11(2)(b)(ii) or section 11(2)(b)(iii), or	No, -,-
	(c) has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? If so, the details thereof	No, -,-

## II. APPLICATION OR USE OF INCOME OR PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)

1.	Whether any part of the income or property of the Trust was lent, or continues to be lent, in the previous year to any person referred to in section 13(3) (hereinafter referred to in this Annexure as such person)? If so, give details of the amount, rate of interest charged and the nature of security, if any	No
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Sl. No.	Amount	Rate of interest charged (%)	Nature of security, if any.	Remarks
		No Records Added		

2.	Whether any land, building or other property of the Trust was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any	No
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Sl. No.	Name of the Person	Income or value of property diverted	Remarks
		No Records Added	

8. Whether the income or property of the Trust was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details No

Sl. No.	Name of the Person	Amount	Remarks
		No Records Added	

**III. INVESTMENTS HELD AT ANY TIME DURING THE PREVIOUS YEAR(S) IN CONCERNS IN WHICH PERSONS REFERRED TO IN SECTION 13(3) HAVE A SUBSTANTIAL INTEREST**

Sl. No.	Name of the concern	Address of the concern	Where the concern is a company	Number of Equity Shares	Number of Preferential Shares	Number of Sweat Equity Shares	Nominal value of the investment	Income from the investment	Whether the amount in col. 5 exceeded 5 per cent of the capital of the concern during the previous year
									No Records Added

Place 223.178.84.24  
Date 15-Dec-2021

Acknowledgement Number - 206309070151221

This form has been digitally signed by NATARAJAN RAVI SANKAR having PAN AFCPR7305A from IP Address 223.178.84.24 on 15-Dec-2021 04:14:25 PM  
Dsc Sl No and issuer 20044797CN=e-Mudhra Sub CA for Class 2 Individual 2014,C=IN,O=eMudhra Consumer Services Limited,OU=Certifying Authority



Sl. No.	Details of property	Amount of rent or compensation charged
	No Records Added	

3.	Whether any payment was made to any such person during the previous year by way of salary, allowance or otherwise? If so, give details	Yes
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Sl. No.	Detail	Amount
1	Lease rent to T.R.K.Sarasuwathy	₹ 19,54,080
2	Lease rent to K.Sakthivel	₹ 2,76,000

4.	Whether the services of the Trust were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any	No
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Sl. No.	Name of the Person	Amount of Remuneration/ Compensation	Remarks
		No Records Added	

5.	Whether any share, security or other property was purchased by or on behalf of the Trust during the previous year from any such person? If so, give details thereof together with the consideration paid	No
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Sl. No.	Name of the Person	Amount of Consideration paid	Remarks
		No Records Added	

6.	Whether any share, security or other property was sold by or on behalf of the Trust during the previous year to any such person? If so, give details thereof together with the consideration received	No
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Sl. No.	Name of the Person	Amount of Consideration received	Remarks
		No Records Added	

7.	Whether any income or property of the Trust was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted	No
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Finance Officer  
Hindusthan Educational and  
Charitable Trust  
COIMBATORE.



PRINCIPAL  
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