INDEPENDENT AUDITOR'S REPORT

PRASS & ASSOCIATES LLP
FRN 107816W / W100222
Chartered Accountants

To

The Members of

Shalaka Foundation.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Shalaka Foundation ("the Company"), which comprise the balance sheet as at 31st March, 2025, the statement of profit and loss for the year ended on 31st March, 2025, notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2025, and its loss for the year ended on 31st March, 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

There is no other information declared by the Board of Directors of the company. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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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 scepticism 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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. 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,

PRASS & ASSOCIATES LLP FRN 107816W / W100222 Chartered Accountants future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

There is no material other matters required to be reported for the period under review. Therefore, our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

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

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
c. The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

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d. According to the information and explanation given to us; undisputed amounts payable in respect of statutory dues were in arrears as on 31st March 2025 are as below.

Sr. No	Nature of Dues	Amount
1	Profession Tax	12,72,450.00
2	Tax Deducted at Source	8,57,711.00

e. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

f. On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

g. With respect to the adequacy of the internal financial controls over financial reposting of the company and the operating effectiveness of such controls, vide notification dated 13.06.2017, reporting on financial control is not applicable to the company.

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

    i. The Company does not have any pending litigations which would impact its financial position

    ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

    iii. The company is closely held private limited company and did not issued any dividend therefore question of delay in transferring amounts to the Investor Education and Protection Fund does not arise.

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Place: Pune

Date: 31th October 2025

For PRASS & Associates LLP.

Chartered Accountants

FRN : 107816W/W100222

Amar Prakashrao Deshmukh

Digitally signed by Amar Prakashrao Deshmukh
Date: 2025.10.31 20:53:25 +05'30'

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Amar Deshmukh

(Partner)

Membership No.: 154736

Shalaka Foundation

Keystone School Of Enginering Pune-412308

29, Mandar Sawarkar Society, Sahakar Nagar 2 Pune 411009

Income & Expenditure Statement

1-Apr-24 to 31-Mar-25

Direct Expenses		8,69,39,682.00	**Direct Income**		11,18,18,300.00
Affilation Fees	2,80,000.00		FE Tuition Fees	3,28,19,922.00	
AICTE Fees	3,13,500.00		FE Development Fees	47,57,778.00	
ARA Payment	1,91,500.00		SE Tuition Fees	3,00,25,782.00	
DTE Inspection Fees	37,500.00		SE Development Fees	65,84,418.00	
Electricity Expense	3,56,748.00		TE Tuition Fees	2,05,82,024.00	
Eligibilty Fees	2,16,750.00		TE Development Fees	23,69,276.00	
Salary For Non Teaching Staff	3,14,40,000.00		BE Tuition Fees	1,31,63,768.00	
Salary For Teaching Staff	5,41,03,684.00		BE Development Fees	15,15,332.00	
Indirect Expenses		4,24,94,342.06			
Annual Program Functions	7,42,153.82		**Indirect Income**		1,77,72,060.63
Bank Charges A/c	13,276.18		Hostel Fees Rcv	88,40,000.00	
Bus Diesel Expense	14,85,000.00		Sell Of Prosepectous	12,38,000.00	
Bus Tranport for Student Free of Cost	4,31,353.00		Bus Fare	60,00,000.00	
CET Payment	18,429.50		Other Income	16,42,000.00	
Conference & Seminor For Student	8,15,000.00		LC Fees	49,851.63	
Consumables Expense	5,97,122.00		Accured Interest	2,209.00	
Depreciation in Fixed Asset	13,11,805.26				
Donation	18,974.90				
Fuel Expense for Faculty	2,41,102.39				
Function & Program Expense	17,12,201.96				
Gardening Material Expense	66,662.00				
Generator & Diesel Expense	11,52,398.00				
Gift Rewar For Student	3,32,756.00				
Guest Lecture Expense	47,700.00				
Hostel Houskeeping	13,77,000.00				
Hostel Water Expense	7,80,000.00				
House Keeping & Cleaning Expense	21,64,153.00				
Income Tax (23-24)	29,590.00				
Industrial Visit	11,28,229.50				
Interest Paid	14,100.00				
Internet Charges	3,13,870.39				
Laboratory Material & Work Shop Expens	10,48,844.00				
Library & Journals Expense	3,82,022.00				
Marketing & Advertisement Expense - Sta	8,07,276.00				
Marketing & Advertisement Expense - Stu	9,50,145.00				
Mentorship Expense	2,37,923.00				
Mobile Recharge Expense	78,440.00				
PMC Tax	15,626.00				
Postage & Telephone	2,18,227.00				
Postal & Couriour Expense	12,804.89				
Printing Expense	18,74,677.00				
Professional Fees	1,12,500.00				
Repair & Maintainace - Building	65,30,172.73				
Repair & Maintainace - Computer	21,89,000.00				
Repair & Maintainace - Equipment	12,78,000.00				
Repair & Maintainace - Furniture	24,25,630.00				
Repair & Maintenance - Vehicle	6,70,780.00				
Repair & Maintenance Electrification	2,38,916.00				
Security Expense	5,44,106.00				
Seminar & Conference For Student	4,75,635.00				
Seminar and Project For Faculty	1,39,882.00				
Software Expense	9,96,809.00				
Sports & Cultural Activity	1,79,841.00				
Staff Approval Fees	5,400.00				
Staff Welfare	9,30,413.70				
Stationary Expense	11,23,790.00				
Student Competition Expense	4,07,838.00				
Tea Cold Drinks Expense	78,637.05				
Training & Placement Expense	6,03,000.00				
Transportation Expense	1,84,955.00				
Travelling Expense	3,97,757.79				
Visiting Faculty expense	19,40,010.00				
Water & Tanker Expense	5,22,406.00				
Nett Profit		1,56,336.57			
Total		12,95,90,360.63	Total		12,95,90,360.63

FOR P R A S S & ASSOCIATES LLP
Chartered Accountants

Amar Prakashrao Deshmukh

Amar P. Deshmukh
Partner
M. No. 154736

PRASS & ASSOCIATES LLP Chartered Accountants FRN 107816W / W100222

Director

Keystone School Of Engineering

Alurawat

Director
Keystone School Of Engineering
Pune