D. N. DOKANIA & ASSOCIATES
Chartered Accountants
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Independent Auditor's Report

To the Members of **ASARFI EDUCATIONAL FOUNDATION**

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the standalone financial statements of **Asarfi Educational Foundation** ("the Company"), which comprise the balance sheet as at 31st March, 2024, and the statement of Income & Expenditure and statement of cash flows for the year then ended, and 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, except for the matter described in the *Basis for Qualified Opinion* section of our report, the aforesaid financial statements give the information required by the Act 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, 2024, its excess of expenditure over income and its cash flows for the year ended on that date.

Basis for Qualified Opinion

The company has not enabled the audit trail in the accounting software, which is used by them which was required by Rule 3(1) of the Companies (Accounts) Rules 2014.

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 thereunder, 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 qualified opinion.

Emphasis of Matter

Attention is invited to the following matters: -

The company has taken a interest free long term loan of Rs.13.59 Lakh from its holding company Asarfi Hospital Limited which is outstanding as on 31.03.2024 refer note 5 of the financial statements.

Our opinion is not modified with respect to the above.

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DAHNBAD
Chartered Accountants

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our qualified opinion thereon, and we do not provide a separate qualified opinion on these matters.

The company is not a listed company thus Key Audit matter paragraph is not applicable.

Information other than the financial statements and auditors' report thereon

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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our qualified 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.

D. N. DOKANIA & ASSOCIATES
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Chartered Accountants

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 qualified 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 qualified 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 qualified opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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.

Report on Other Legal and Regulatory Requirements

1. The company is registered under Section 8 of the Companies Act, 2013 and the provisions of Companies (Auditor's Report) Order, 2020 is not applicable to the company. We are, therefore, not required to report on Paragraph 3 and 4 of Companies (Auditor's Report) Order, 2020.

D. N. DOKANIA & ASSOCIATES * Chartered Accountants * DHANBAD

2. 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) Except for the matters described in the basis for Qualified Opinion paragraph above, 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, except for matters described in paragraph (h) below.
c) Except for the matters described in the basis for Qualified Opinion paragraph above, the Balance Sheet, the Statement of Income & Expenditure and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
d) Except for the matters described in the basis for Qualified Opinion paragraph above, 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.
e) 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.
f) Since the company's turnover as per last audited financial statements is less than Rs. 50 Crores & its borrowings from banks & financial institutions at any time during the year is less than Rs. 25 Crores, this report does not include report relating to internal financial controls as required u/s 143(3)(i) pursuant to Notification No. GSR 583(E) dated 13.06.2017 issued by MCA.
g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is applicable to this company and the same is as per the provisions of the Companies Act 2013.
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. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
   iv. (a) The management has represented that, to the best of it's knowledge and belief, no funds have been loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

   (b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

D. N. DOKANIA & ASSOCIATES * Chartered Accountants * DHANBAD

(c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.

v. No dividend have been declared or paid during the year by the company.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility but the same has not been enabled by the company throughout the year.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For D.N. Dokania & Associates
Chartered Accountants
FRN: 050042C

Place:- Dhanbad
Date: 04th May 2024
UDIN: 24417251BKAPYT6442

Naman K Dokania
(Partner)
Membership No. 417251

D. N. DOKANIA & ASSOCIATES
DAHNBAD
Chartered Accountants

ASARFI EDUCATIONAL FOUNDATION

(CIN: U85301JH2023NPL021689)

(Address: C/o Dr NP Singh, Khatal Road, Dhaiya, Indian School Of Mines, Dhanbad, Jharkhand, India, 826004)

Balance Sheet as at 31 March 2024

(Rs in '000)

Particulars	Note	31 March 2024
I. EQUITY AND LIABILITIES		
(1) Corpus funds		
(a) Corpus Fund	3	100
(b) Reserves and Surplus	4	(506)
Total		(406)
(2) Non-current liabilities		
(a) Long-term Borrowings	5	1,359
Total		1,359
(3) Current liabilities		
(a) Trade Payables	6	
- Due to Micro and Small Enterprises		-
- Due to Others		642
(b) Short-term Provisions	7	10
Total		652
Total Equity and Liabilities		**1,605**
II. ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment and Intangible Assets		
(i) Property, Plant and Equipment	8	556
Total		556
(2) Current assets		
(a) Cash and cash equivalents	9	1,002
(b) Short-term Loans and Advances	10	47
Total		1,049
Total Assets		**1,605**

See accompanying notes to the financial statements

As per our report of even date
For M/s D. N. DOKANIA & ASSOCIATES
Chartered Accountants
Firm's Registration No. 050042C

For and on behalf of the Board of
ASARFI EDUCATIONAL FOUNDATION

For Asarfi Educational Foundation

For Asarfi Educational Foundation

माधुरी सिंह

Director

Director

NAMAN K DOKANIA
PARTNER
Membership No. 417251

MADHURI SINGH
DIRECTOR
6562038

UDAI PRATAP SINGH
DIRECTOR
8453794

D. N. DOKANIA & ASSOCIATES * Chartered Accountants * DAHNBAD

Place: DHANBAD
Date: 4 May 2024

Place: DHANBAD
Date: 4 May 2024

ASARFI EDUCATIONAL FOUNDATION

(CIN: U85301JH2023NPL021689)

(Address: C/o Dr NP Singh, Khatal Road, Dhaiya, Indian School Of Mines, Dhanbad, Jharkhand, India, 826004)

Statement of Income & Expenditure for the year ended 31 March 2024

(Rs in '000)

Particulars	Note	31 March 2024
Receipts		-
Total Receipts		-
Expenses		
Depreciation and Amortization Expenses	11	50
Other Expenses	12	456
Total expenses		506
Surplus/(Deficit) for the year		(506)
Earnings Per Share (Face Value per Share Rs.10 each)		
-Basic (In Rs)	14	-50.57
-Diluted (In Rs)	14	-50.57

See accompanying notes to the financial statements

As per our report of even date
For M/s D. N. DOKANIA & ASSOCIATES
Chartered Accountants
Firm's Registration No. 050042C

For and on behalf of the Board of
ASARFI EDUCATIONAL FOUNDATION

For Asarfi Educational Foundation

For Asarfi Educational Foundation

माधुरी सिंह

Director

Director

NAMAN K DOKANIA
PARTNER
Membership No. 417251

D. N. DOKANIA & ASSOCIATES * Chartered Accountants * DAHNBAD

MADHURI SINGH
DIRECTOR
6562038

UDAI PRATAP SINGH
DIRECTOR
8453794

Place: DHANBAD
Date: 4 May 2024

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ASARFI EDUCATIONAL FOUNDATION

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(Address: C/o Dr NP Singh, Khatal Road, Dhaiya, Indian School Of Mines, Dhanbad, Jharkhand, India, 826004)

Cash Flow Statement for the year ended 31 March 2024

(Rs in '000)

Particulars	Note	31 March 2024
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus/(Deficit) for the year		(506)
Depreciation and Amortisation Expense		50
Operating Profit before working capital changes		(456)
Adustment for:		
Trade Payables		642
Short-term Provisions		10
Cash (Used in)/Generated from Operations		196
Tax paid(Net)		-
Net Cash (Used in)/Generated from Operating Activities		196
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment		(606)
Loans and Advances given		(47)
Net Cash (Used in)/Generated from Investing Activities		(653)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital		100
Proceeds from Long Term Borrowings		1,359
Net Cash (Used in)/Generated from Financing Activities		1,459
Net Increase/(Decrease) in Cash and Cash Equivalents		1,002
Opening Balance of Cash and Cash Equivalents		-
Exchange difference of Foreign Currency Cash and Cash equivalents		-
Closing Balance of Cash and Cash Equivalents	9	**1,002**

Note:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".

See accompanying notes to the financial statements

As per our report of even date
For M/s D. N. DOKANIA & ASSOCIATES
Chartered Accountants
Firm's Registration No. 050042C

NAMAN K DOKANIA
PARTNER
Membership No. 417253

Place: DHANBAD
Date: 4 May 2024

D. N. DOKANIA & ASSOCIATES * DAHNBAD * Chartered Accountants

For and on behalf of the Board of
ASARFI EDUCATIONAL FOUNDATION

For Asarfi Educational Foundation

माधुरी सिंह

Director

MADHURI SINGH
DIRECTOR
6562038

For Asarfi Educational Foundation

Director

UDAI PRATAP SINGH
DIRECTOR
8453794

Place: DHANBAD
Date: 4 May 2024