



# M/S RAMESH ASHWIN & KARANTH

CHARTERED ACCOUNTANTS

Firm Reg. No : 010680S

Partners

Ramesh B N (M.No : 015170) Mob:9448468958

Ashwin B R (M.No : 214199) Mob: 9886415958

Prashanth Karanth (M.No: 214235) Mob: 9886282946

## INDEPENDENT AUDITORS' REPORT

To the Members of *Jana Urban Foundation*

Report on the Audit of the Consolidated Financial Statements

### Opinion

We have audited the accompanying Consolidated financial statements of Jana Urban Foundation (hereinafter referred to as "the Holding Company") and its subsidiary and associates (the Holding Company and its subsidiary and associates together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss and the Consolidated Statement of Cash Flows for the year ended on that date, and notes to the consolidated financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements gives the information required by the Act in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021, the consolidated profit, and its consolidated cash flows for the year ended on that date.

### Basis for Opinion

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

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

The Holding Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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 for the consolidated financial statements**

The Holding Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Companies Act, 2013. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identified and assessed the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained 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.

- Obtained 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.
- Concluded 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 Groups'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 Group to cease to continue as a going concern.
- Evaluated 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 had communicated 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 have identified during our audit.

We also provided 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.

#### **Other Matters**

The consolidated financial statements also include the Group's share of net profit/loss for the year ended 31st March, 2021, in respect of Janaadhar India Private Limited and Jana Capital Limited ( associate companies), whose financial statements / financial information have not been audited by us. The financial statements / financial information of the associate companies as aforementioned have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid associates, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management





## Report on Other Legal and Regulatory Requirements

1. 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 for the purposes of our audit of the aforesaid consolidated financial statements.
  - (b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of other auditors.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Statement of Cash Flows dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - (d) In our opinion, the aforesaid consolidated 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 of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of the Holding Company and its subsidiaries incorporated in India and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) 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 consolidated financial statements doesn't have any Pending litigations as on Balance Sheet date other than those stated in notes forming part of consolidated financial statements.
    - ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
    - iii. Any of the Group companies is not required to transfer any amounts to the Investor Education and Protection Fund.

For Ramesh Ashwin & Karanth  
Chartered Accountants  
Firm's registration number: 0106805



*Prashanth Karanth*  
Prashanth Karanth  
Partner

Membership number: 214235  
UDIN: 21214235AAAAASM1309

Place: Bangalore  
Date: 03-Nov-2021

Jana Urban Foundation  
 (Registered under Section 8 of the Companies Act, 2013)  
 (A Company Limited By Guarantee)  
 CIN: U65929KA2006NPL039843  
 Consolidated Balance Sheet as at 31st March 2021

(Amount in Rs)

Particulars		Note No.	As at 31st March 2021	As at 31st March 2020
<b>A</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' funds			
	(a) Share capital	3	-	-
	(b) Stock option outstanding A/c		-	2,453,380
	(c) Monies pending allotment		-	7,916,260
	(d) Reserves and surplus	4	430,954,759	343,936,858
			<b>430,954,759</b>	<b>354,306,498</b>
2	Minority interest		-	-
3	Non-current liabilities			
	(a) Long term borrowings	5	-	55,157,747
	(b) Long-term Provisions	6	331,481	4,276,538
			<b>331,481</b>	<b>59,434,285</b>
4	Current liabilities			
	(a) Trade payables	7	172,661	8,134,276
	(b) Other current liabilities	8	255,382	121,048,946
	(c) Short-term Provisions	9	90,000	675,867
			<b>518,043</b>	<b>129,859,089</b>
	<b>TOTAL</b>		<b>431,804,283</b>	<b>543,599,872</b>
<b>B</b>	<b>ASSETS</b>			
	Non-current assets			
1	(a) Fixed assets	10		
	(i) Property, plant & equipment	10(a)	150,577	18,215,146
	(ii) Intangible assets	10(b)	6,873	322,756
			<b>157,450</b>	<b>18,537,902</b>
	(b) Goodwill on consolidation	30	-	157,333,624
	(c) Non-current investments	11	326,543,588	-
	(d) Long-term loans and advances	12	4,069,373	21,870,881
	(e) Deferred tax asset (Net)	32	1,969,847	2,339,867
	(f) Other non-current assets	13	-	26,965,232
			<b>332,582,808</b>	<b>208,509,604</b>
2	Current assets			
	(a) Inventories	14	-	23,678,629
	(b) Trade receivables	15	-	27,115,002
	(c) Cash and cash equivalents	16	89,341,837	208,767,273
	(d) Short-term loans and advances	17	6,799,191	38,600,715
	(e) Other current assets	18	2,922,997	18,390,747
			<b>99,064,025</b>	<b>316,552,366</b>
	<b>TOTAL</b>		<b>431,804,283</b>	<b>543,599,872</b>

See accompanying notes forming part of the consolidated financial statements

In terms of our report attached

For Ramesh Ashwin & Karanth

Chartered Accountants

Firm Reg No: D106805

Prashanth Karanth

Partner

M.No: 214235

Place: Bangalore

Date 03-Nov-2021

For and on Behalf of the Board of Directors



Raghunath Srinivasan

Director

DIN: 00352754

Place: Bangalore

Date 03-Nov-2021

Ramesh Ramanathan

Director

DIN: 00163276



**Jana Urban Foundation**

(Registered under Section 8 of the Companies Act, 2013)

(A Company Limited By Guarantee)

CIN: U65929KA2006NPL039843

Consolidated Statement of Profit and Loss for the year ended 31st March 2021

(Amount in Rs)

Particulars		Note	For the year ended 31st March 2021	For the year ended 31st March 2020
1	Revenue from operations	19	96,009,662	243,913,502
2	Other income	20	10,481,851	16,263,455
3	<b>Total revenue (A)</b>		<b>106,491,513</b>	<b>260,176,958</b>
4	<b>Expenses</b>			
	(a) Changes in inventories of work-in-progress	21	9,001,476	158,963,968
	(b) Project cost (Net)	22	31,128	11,456,511
	(d) Employee benefit expenses	23	44,486,149	83,660,201
	(e) Depreciation & amortization expenses	10c	3,129,505	7,454,632
	(f) Finance cost	24	12,810,352	22,882,930
	(g) Other Expenses	25	41,524,428	67,375,814
	<b>Total Expenses (B)</b>		<b>110,983,037</b>	<b>351,794,056</b>
5	<b>Profit before tax C= (A-B)</b>		<b>(4,491,524)</b>	<b>(91,617,099)</b>
6	<b>Tax Expenses (D)</b>			
	(a) Current tax expenses		16,620,300	659,101
	(b) Current tax expenses on account of MAT		-	1,286,671
	(c) MAT credit entitlement		-	(1,286,671)
	(d) Deferred tax	32	336,253	2,370,803
			<b>16,956,553</b>	<b>3,029,904</b>
7	<b>Profit for the year after Tax before share of results of Associate and minority interests (C-D)</b>		<b>(21,448,077)</b>	<b>(94,647,003)</b>
8	<b>Add/Less : Share of profit/(Loss) of Associate</b>		<b>(5,053,489)</b>	<b>-</b>
9	<b>Profit for the year after Tax before share of results of Associate and minority interests (7+8)</b>		<b>(26,501,566)</b>	<b>(94,647,003)</b>
10	<b>Less : Minority interests</b>		<b>-</b>	<b>-</b>
11	<b>Profit for the year (9-10)</b>		<b>(26,501,566)</b>	<b>(94,647,003)</b>

See accompanying notes forming part of the consolidated financial statements

In terms of our report attached

For Ramesh Ashwin & Karanth  
Chartered Accountants

Firm Reg No: 0106805

Prashanth Karanth  
Partner

M. No: 214235

Place: Bangalore

Date: 03-Nov-2021

For and on Behalf of the Board of Directors



Raghunath Srinivasan  
Director

DIN: 00352754

Place: Bangalore

Date 03-Nov-2021

Ramesh Ramanathan  
Director

DIN: 00163276

Jana Urban Foundation  
 (Registered under Section 8 of the Companies Act, 2013)  
 (A Company Limited By Guarantee)  
 CIN: U65929KA2006NPL039843

(Amount in Rs)

Consolidated Cash Flow Statement as at 31st March

Particulars	As at 31st March 2021	As at 31st March 2020
<b>A. Cash flow from Operating Activities</b>		
Net Profit /(Loss) before tax	(4,491,524)	(91,617,099)
Add: Depreciation and amortisation	3,129,505	7,454,632
Add: Interest expenditure	-	22,835,750
Add: Amortisation of prepaid	-	3,804,837
Add: ESOP expenses	-	1,469,431
Add: Assets written off	-	1,067,743
Less: Utilisation of grant	-	(8,374,268)
Less: Interest received	10,070,339	(14,321,575)
Less: Dividend Received	(3,000)	(194,049)
<b>Operating profit before working capital changes</b>	<b>8,705,320</b>	<b>(77,874,598)</b>
<b>Changes In Working Capital</b>		
(Increase) / Decrease In Trade Receivables	141,597	31,017,396
(Increase) / Decrease In Inventories	-	158,964,674
(Increase) / Decrease In Short-Term Loans And Advances	1,016,853	17,787,523
(Increase) / Decrease In Long-Term Loans And Advances	6,198,333	4,070,799
(Increase) / Decrease In Other Current Assets	(4,347,113)	7,643,636
Increase / (Decrease) In Trade Payables	(629,494)	(17,409,344)
Increase / (Decrease) in Other Current Liabilities and Provisions	178,472	(91,477,779)
Increase/(Decrease) in long-term provisions	94,678	-
Increase/(Decrease) in short-term provisions	(35,120)	-
<b>Net change in working capital</b>	<b>2,618,206</b>	<b>110,596,905</b>
Corpus Fund Utilised	(146,700)	(122,000)
<b>Cash Generated From Operations</b>	<b>11,176,826</b>	<b>32,600,307</b>
Direct Taxes	(16,620,300)	(64,869)
<b>Net Cash flows from Operating activities</b>	<b>(5,443,474)</b>	<b>32,535,438</b>
<b>B. Cash flow from Investing Activities</b>		
Purchase Of Fixed assets & Capital Expenditure incurred	(118,536)	(4,969,924)
Adjustments attributable to Janadhaar India Private Limited due to loss of control (Please refer Note 2.3)	48,812,386	-
(Investment)/Proceeds from redemption in Mutual Funds	(33,999,900)	2,500,000
Investment in equity instruments	(6,687,482)	-
Bank balances not considered as Cash and cash equivalents		
- Placement of fixed deposits	(44,612,042)	(125,775,475)
- Maturity of fixed deposits	52,196,769	80,857,053
Interest Received	5,064,999	12,896,173
Dividend Received	3,000	194,049
<b>Net cash from / (used in) Investing Activities (B)</b>	<b>20,659,194</b>	<b>(34,298,124)</b>
<b>C. Cash flow from Financing Activities</b>		
Increase/(Decrease) in long-term borrowings	-	2,998,196
Interest paid	-	(27,268,089)
<b>Net cash flow from / (used in) Financing Activities ( C )</b>	<b>-</b>	<b>(24,269,893)</b>
<b>Net Increase / (Decrease) in cash and cash equivalents during the year (A+B+C)</b>	<b>15,215,720</b>	<b>(26,032,579)</b>
Cash and cash equivalents at the beginning of the year [Please Refer note 2.2 (viii)]	12,000,252	114,566,881
Opening cash & cash equivalents of merged company	-	3,044,679
<b>Cash and cash equivalents at the end of the year</b>	<b>27,215,972</b>	<b>91,578,981</b>
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Note 16	89,341,837	208,767,273
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements		
(i) In Fixed Deposit Accounts		
-Original Maturity More Than 3 Months	62,125,865	117,188,293
<b>Cash And Cash Equivalents At The End Of The Year</b>	<b>27,215,972</b>	<b>91,578,981</b>

See accompanying notes forming part of the consolidated financial statements.

In terms of our report attached

For Ramesh Ashwin & Karanth

Chartered Accountants

Firm Reg No: 0106805

Prasanth Karanth

Partner

M. No: 214235

Place: Bangalore

Date: 03-Nov-2021

For and on Behalf of the Board of Directors



Raghunath Srinivasan  
 Director

DIN: 00352754

Place: Bangalore

Date: 03-Nov-2021

Ramesh Ramnathan  
 Director

DIN: 00163276



**Jana Urban Foundation**

(Registered under Section 8 of the Companies Act, 2013)

(A Company Limited By Guarantee)

**Notes forming part of the Consolidated financial statements****Note 1 Corporate information**

Jana Urban Foundation (the 'Company') was incorporated on June 29, 2006. The Company is limited by guarantee and each member undertakes to contribute to the assets of the Company, in the event of the Company being wound up while he is a member or within one year afterwards, such amounts as stated in the Memorandum of Association of the Company.

During the Financial year 2008-09 company transferred the business of micro finance to M/s. Jana Small Finance Bank (earlier called as Janalakshmi Financial Services Limited).

A brief list of some of the initiatives undertaken by Jana Foundation over the past years include Skills and Livelihoods Program (ESL), Pathways To Prosperity (P2P), work with the World Bank's CGAP (Consultative Group to Assist the Poor) to deepen the understanding of the financial products and processes that would work best for the poor, under the heading of customer centricity, scholarships for urban poor youth under an initiative called Jana Vidya Sethu, an initiative on property rights called Jana Patra, etc.

The Company changed its name from Janalakshmi Social Services to Jana Urban Foundation on 8th May 2013.

**Note 2 Significant Accounting Policies****2.1 Basis of accounting and preparation of Consolidated financial statements.**

The Consolidated financial statements of the Company and its subsidiaries (together the 'Group') have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The Consolidated financial statements have been prepared on accrual basis under the historical cost convention except for categories of fixed assets acquired before 1 April, 2004, that are carried at revalued amounts. The accounting policies adopted in the preparation of the Consolidated financial statements are consistent with those followed in the previous year.

**2.2 Principles of consolidation**

The Consolidated financial statements relate to Jana Urban Foundation ('the Company'), its subsidiary companies and the Group's share of profit/loss in its associate. The Consolidated financial statements have been prepared on the following basis:

(i) The financial statements of the subsidiary companies and associates used in the consolidation are drawn up to the same reporting date as that of the Company i.e., 31 March, 2021. These have been Consolidated based on latest available financial statements. Necessary adjustments have been made, for the effects of significant transactions and other events between the reporting dates of the such financial statements and these Consolidated financial statements.

(ii) The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and resulting unrealised profits or losses, unless cost cannot be recovered.

(iii) The consolidated financial statements include the share of profit / loss of the associate company which have been accounted for using equity method as per AS 23 Accounting for Investments in Associates in Consolidated Financial Statements. Accordingly, the share of profit/ loss of the associate company (the loss being restricted to the cost of investment) has been added to / deducted from the cost of investments.

(iv) The excess of cost to the Group of its investments in the subsidiary companies over its share of equity of the subsidiary companies, at the dates on which the investments in the subsidiary companies were made, is recognised as 'Goodwill' being an asset in the Consolidated financial statements and is tested for impairment on annual basis. On the other hand, where the share of equity in the subsidiary companies as on the date of investment is in excess of cost of investments of the Group, it is recognised as 'Capital Reserve' and shown under the head 'Reserves & Surplus', in the Consolidated financial statements.

(v) Minority interest in the net assets of the Consolidated subsidiaries consist of the amount of equity attributable to the minority shareholders at the date on which investments in the subsidiary companies were made and further movements in their share in the equity, subsequent to the dates of investments. Net profit / loss for the year of the subsidiaries attributable to minority interest is identified and adjusted against the profit after tax of the Group in order to arrive at the income attributable to shareholders of the Company.

(vi) Goodwill arising on consolidation is not amortised but tested for impairment.

(vii) Following subsidiary companies and associate companies have been considered in the preparation of the Consolidated financial statements:

Name of the Entity	Relationship	Country of Incorporation	% of Holding and voting power directly as at	
			31-Mar-21	31-Mar-20
Janaadhar (India) Private Limited (refer note below)	Associate	India	43.81%	52.99%
Jana Urban Services for Transformation Pvt Ltd	Subsidiary	India	100.00%	100.00%
Jana Capital Limited	Associate	India	43.92%	43.92%





**Jana Urban Foundation**

(Registered under Section 8 of the Companies Act, 2013)

(A Company Limited By Guarantee)

**Notes forming part of the Consolidated financial statements**

Note:

During the year ended March 31, 2021, Janadhaar (India) Private Limited (erstwhile Subsidiary of the Company) has issued Equity shares and Preference shares to Investors. The said issuance of shares has resulted in the reduction of stake of Jana Urban Foundation from 52.99% as on March 31, 2020 to 43.81% as on March 31, 2021 resulting in a loss of control over the said subsidiary with effect from January 1, 2021.

**(viii) Non-comparability of financials for the year ended 31st March 2021 and 31st March 2020:**

As the percentage of stake of Jana urban foundation in Janadhaar (India) Private Limited is reduced, Janadhaar (India) Private Limited has become a associate of Jana urban foundation for the year ended 31st March 2021. Investment in Janadhaar (India) Private Limited has been considered under equity method in the consolidated financials as per Accounting standard 23 issued by Institute of Chartered Accountants of India for the year ending 31st March 2021 whereas the same has been considered as per Accounting standard 21 for the year ended 31st March 2020.

As such, financials for the year ended 31st March 2021 and 31st March 2020 are not comparable.

**(ix) The Consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances with certain exceptions as mentioned in the notes and are presented to the extent possible, in the same manner as the Company's separate financial statements.****2.3 Note on Derecognition due to loss of control in Janaadhaar (India) Private Limited during the year:**

During the year ended March 31, 2021, Janadhaar (India) Private Limited (erstwhile Subsidiary of the Company) has issued Equity shares and Preference shares to Investors. The said issuance of shares has resulted in the reduction of stake of Jana Urban Foundation from 52.99% as on March 31, 2020 to 43.81% as on March 31, 2021 resulting in a loss of control over the said subsidiary effective January 1, 2021.

The details of change in Effective ownership of Jana Urban Foundation in Janaadhaar (India) Private Limited is given below:

As on Date	Effective ownership
01/04/2020	52.99%
07/12/2020	50.56%
01/01/2021	45.86%
24/02/2021	43.81%
26/02/2021	43.81%
31/03/2021	43.81%

Consequent to above loss of control, In accordance with AS 21 "Consolidated Financial Statements" the Company has derecognised the assets and liabilities including reserves of the erstwhile subsidiary and has recognised the investments in Janadhaar India Private limited as an Associate in accordance with "AS 23 Accounting for Investments in Associates in Consolidated Financial Statements".

The details of the assets and liabilities derecognised by the company are as follows:

Nature	Note No.	Amount
Re-Classification of investment as Investment in Associate at Cost and Accounting for the same under the equity method	12	171,480,896
Re-Classification of Goodwill on acquisition as Investment in Associate at Cost	30	157,333,624
De recognition of Reserves and surplus recognised under AS 21 "Consolidated Financial Statements" till date of control.		
Securities premium	4	530,938,157
Other Reserves		1,139,209
Surplus/(Deficit) in Statement of Profit and Loss		511,540,087
Impact of reclassification of value of Investments as Associate net of changes in Reserves and surplus of the Investee on account of change in ownership post loss of control	4	134,203,446

The Company has not disposed off its investment in Janadhaar India Private Limited and hence the impact of derecognition of loss of control has been accounted under "Reserves and Surplus".

**2.4 Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. 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.





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2.5	<p><b>Cash flow statement</b></p> <p>Cash flows are reported using the indirect method, whereby profit / (loss) 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 Group are segregated based on the available information.</p> <p>(* Please Refer note 2.2 (viii))</p>
2.6	<p><b>Cash and cash equivalents (for purposes of Cash Flow Statement)</b></p> <p>Cash comprises cash in 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.</p> <p>(* Please Refer note 2.2 (viii))</p>
2.7	<p><b>Fixed Assets</b></p> <p><b>i. Property, plant and equipment:</b></p> <p>Property, plant and equipment are stated at cost, less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready for use, as intended by management.</p> <p>Gains or losses arising from derecognition of Property, plant and equipments are measured as the difference between the net disposal proceeds and the carrying amount of the assets and are recognized in the statement of profit and loss when the asset is derecognised.</p> <p><b>ii. Intangible Fixed Assets:</b></p> <p>Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities) and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset after its purchase / completion is recognized as an expense when incurred, unless it is probable that such expenditure will enable the asset to generate future economic benefits in excess of its originally assessed standards of performance and such expenditure can be measured and attributed to the asset reliably, in which case such expenditure is added to the cost of the asset.</p> <p><b>iii. Depreciation and Amortization:</b></p> <p>Depreciation on Fixed Assets has been provided on the Written down value method as prescribed in Schedule II of Companies Act 2013 or the rates determined by the management as per estimated useful life of the Assets, whichever is higher. All Individual Assets valued less than Rs. 5000/- are depreciated in full in the year of acquisition.</p>
2.8	<p><b>Inventories</b></p> <p>Inventories comprise real estate development project work in progress. These are valued at cost or Net Realisable Value whichever is lower. Cost includes the direct expenditure incurred during the project period, borrowing costs and other indirect costs of the project attributable to the development work.</p>
2.9	<p><b>Revenue Recognition</b></p> <p>(a) <b>Revenue from project:</b> Revenue from sale of properties under construction are recognised on the basis of percentage of completion method, subject to transfer of significant risks and rewards to the buyer and no significant uncertainty exists regarding the amount of consideration that will be derived. The percentage of completion is determined on the basis of stages of completion. The stage of completion is arrived at with reference to the entire project cost incurred/cost incurred per tower, only after the work has progressed to the extent of 25% of the construction cost incurred (excluding cost incurred in acquisition of land and its development rights) and upon meeting the other criteria as per the Guidance Note on Accounting for Real Estate Transactions issued by the Institute of Chartered Accountants of India.</p> <p>Amount receivable /payable is reflected as receivables /advances from customers respectively, after considering income recognised in the above said manner. The estimates of sale area and costs are revised periodically by the management and are considered as change in estimate and accordingly, the effect of such changes to estimates is recognised in the period such changes are determined.</p> <p>(b) Revenue from services is recognized on rendering of services as per the terms of the contract. The estimate of sale area and costs are revised periodically by the management and are considered as change in estimates.</p> <p>(c) <b>External funded projects:</b> Grants received towards revenue expenses are recognized in the Statement of Profit and Loss on a systematic basis over the period necessary to match them with the related costs which the grants are intended to compensate.</p> <p>(d) <b>Interest on Fixed Deposits:</b> Interest on fixed deposits with banks is recognised on time proportionate basis at the applicable interest rates.</p> <p>(e) Dividend income is accounted for when the right to receive it is established.</p>





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**2.09 Grants**

Grants are recognised on proportionate basis as and when the dwelling units are completed, subject to the reasonable assurance that the Company will comply with the conditions attached to them and the grants have been received.

**2.10 Investments**

Long-term Investments are carried at cost. Provision for diminution in value of long term investments is made to recognize a decline, which is other than temporary.

Investment in subsidiaries has adjusted against pre-acquisition equity and remaining surplus / deficiency, if any, has been accounted as goodwill/capital reserve in the Consolidated balance sheet as laid down in Accounting Standard (AS) 21 Consolidated Financial Statements.

**2.11 Employee Benefits**

Employee benefits include provident fund, employee state insurance scheme, gratuity fund and compensated absences.

**Defined contribution plans**

The Group's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

**Defined benefit plans**

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

**Short-term employee benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under :

- (a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
- (b) in case of non-accumulating compensated absences, when the absences occur.

**Long-term employee benefits**

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date less the fair value of the plan assets out of which the obligations are expected to be settled. Long Service Awards are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.





**Notes forming part of the Consolidated financial statements**

2.12	<b>Accounting for lease</b> Assets taken as leases on non-cancellable basis, where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Operating Lease rentals are charged/credited to the Statement of Profit and Loss on accrual basis.
2.13	<b>Taxes on Income</b> Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws. Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Group has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.
2.14	<b>Impairment of Assets</b> The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.
2.15	<b>Foreign Currency Transactions</b> Foreign currency transactions are recorded at the rate of exchange prevailing, on the date of the transaction. Outstanding foreign currency monetary assets and liabilities are restated at year end rates. Gains/Losses arising on restatement / settlement are adjusted to the Statement of profit and loss as applicable.
2.16	<b>Provisions and Contingencies</b> A provision is recognized when the Group has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised and, if any, are adequately disclosed in the notes to accounts. Contingent assets are not recognized in the financial statements since they may result in the recognition of income that may never be realized.
2.17	<b>Borrowing Cost</b> Borrowing Cost relating to acquisition/construction of qualifying assets are capitalised until the time all the substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is the one that necessarily takes substantial period of time to get ready for its intended use/sale. All other borrowing cost not eligible for inventorisation/capitalisation are charged to revenue.





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**Notes forming part of the Consolidated financial statements**

**Note 3**

**Share Capital:**

Particulars	As at 31 March, 2021	As at 31 March, 2020
Refer Note below	-	-

The Company is limited by guarantee and each member undertakes to contribute to the assets of the Company, in the event of the Company being wound up while he is a member or within one year afterwards, upto Rs. 1,000 as stated in the Memorandum of Association of the Company.

**Note 4**

**Reserves & surplus:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Capital Reserve (Refer Note (i) below)	1,152,798	1,152,798
	1,152,798	1,152,798
(b) Capital Reserve on Consolidation	100,000	100,000
(c) Securities premium		
Opening balance	530,938,157	530,938,157
Less: Amount derecognised during the year (Please See note 2.3 on derecognition due to loss of control on subsidiary)	(530,938,157)	-
Closing balance	-	530,938,157
(d) Other Reserves (Deferred Grant from Michael & Susan Dell Foundation, for project development)		
Opening balance	1,139,209	9,513,477
Less: Amount derecognised during the year (Please See note 2.3 on derecognition due to loss of control on subsidiary)	(1,139,209)	-
Less: Utilisation during the year	-	(8,374,268)
Closing balance	-	1,139,209
(e) Surplus/(Deficit) in Statement of Profit and Loss		
Opening balance	(190,023,393)	(78,307,562)
Add: Share capital of the transferor company	-	100,000
Less: Impact on derecognition during the year (Please See note 2.3 on derecognition due to loss of control on subsidiary)	645,743,533	-
Add: Opening balance of Reserves in the transferor company	-	(9,252,569)
Add: Profit/(Loss) for the year	(26,501,566)	(94,647,002)
Less: Monies pending allotment	-	(7,916,260)
Closing balance	429,218,574	(190,023,393)
(f) Corpus fund		
Opening balance	630,087	752,087
Add: Transferred from Statement of Profit and Loss	-	-
Less: Amount Utilized	(146,700)	(122,000)
Closing balance	483,387	630,087
<b>Total</b>	<b>430,954,759</b>	<b>343,936,858</b>

**Note (i)**

**Movement in Capital Reserve is as under :**

(Amount in Rs)

Particulars	Opening Balance	Addition / (Deductions)	Closing balance
(i) Vehicle Revolving Fund - SIDBI (Taken over from Sanghamithra Rural Financial Services)	312,000	-	312,000
(ii) SHG Books Fund - SIDBI (Taken over from Sanghamithra Rural Financial Services)	840,798	-	840,798
<b>Total</b>	<b>1,152,798</b>	<b>-</b>	<b>1,152,798</b>





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**Notes forming part of the Consolidated financial statements**

**Note 5**

**Long term borrowings :**

Particulars	As at 31 March, 2021	As at 31 March, 2020
<b>Unsecured:</b>		
- Loans from related parties	-	55,157,747
<b>Total</b>	-	<b>55,157,747</b>

**Note (i) - Loan from related parties**

Particulars	Amount	Amount
Ramesh Ramanathan	-	37,159,551
Swathi Ramanathan	-	15,000,000
Sandeep Bedi	-	1,624,797
Chander Dutta	-	1,373,399
<b>Total</b>	-	<b>55,157,747</b>

**Note 6**

**Long term provisions:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Provision for employee benefits		
- Gratuity (Refer Note 27(b))	331,481	236,803
- Leave encashment	-	4,039,735
<b>Total</b>	<b>331,481</b>	<b>4,276,538</b>

**Note 7**

**Trade payables:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Total outstanding dues of micro enterprise and small enterprise	-	4,320
(b) Total outstanding dues of creditors other than micro enterprise and small enterprise	172,661	8,129,956
<b>Total</b>	<b>172,661</b>	<b>8,134,276</b>

**Note 8**

**Other current liabilities:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Current maturities of long term debt - others (refer note (i) below)	-	90,000,000
Interest accrued but not due on borrowings	-	478,439
Interest accrued and due on borrowings	-	1,577,121
Income received in advance	-	5,095,609
Statutory Liabilities	255,382	2,148,715
Retention Money	-	10,659,386
Mobilization advance	-	5,196,624
Advance from customer	-	1,635,294
Payable to employees	-	-
Stipend payable	-	-
Withholding taxes and duties	-	-
Other Payables	-	4,257,758
<b>Total</b>	<b>255,382</b>	<b>121,048,946</b>

**Note (i) Loan from others**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Secured redeemable non-convertible debentures	-	90,000,000
<b>Total</b>	-	<b>90,000,000</b>





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**Note 9**

**Short term provisions:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Provision for Expenses	90,000	550,747
Provision for employee benefits: - Leave encashment	-	125,120
<b>Total</b>	<b>90,000</b>	<b>675,867</b>

**Note 12**

**Long term loans & advances:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
Deposits with Government Authorities	-	8,291,355
MAT credit entitlement	4,051,373	10,250,706
Advance income tax including TDS	-	-
Security deposit	-	3,311,820
Loans and advances to related parties	18,000	17,000
<b>Total</b>	<b>4,069,373</b>	<b>21,870,881</b>

**Note 13**

**Other non-current assets:**

Particulars	As at 31 March, 2021	As at 31 March, 2020
<b>Balances with banks:</b>		
(i) Deposit accounts kept against bank guarantee	-	7,350,000
(ii) in earmarked accounts	-	19,615,232
<b>Total</b>	<b>-</b>	<b>26,965,232</b>

**Note 14**

**Inventories:**

Particulars	As at 31 March, 2021	As at 31 March, 2020
(At lower of cost and net realisable value)		
Stock of units in completed projects	-	22,941,103
Others	-	737,526
<b>Total</b>	<b>-</b>	<b>23,678,629</b>

**Note 15**

**Trade receivables**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
<b>(a) Unsecured, considered good:</b>		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	-	7,156,648
Others	-	19,958,354
<b>(b) Unsecured, considered doubtful</b>		
Less: Provision for doubtful receivables	-	(3,728,984)
<b>Total</b>	<b>-</b>	<b>27,115,002</b>

Note - All the inventories are hypothecated/mortgaged as security for borrowings.

**Note 16**

**Cash and cash equivalents:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Cash on hand	23,825	47,681
(b) Balances with banks		
(i) In current accounts	27,192,147	24,577,896
(ii) In deposit Accounts	62,125,865	184,141,696
<b>Total</b>	<b>89,341,837</b>	<b>208,767,273</b>
<b>Balances with banks</b>		
(i) In deposit accounts - maturity of more than 3 months	62,125,865	117,188,293
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements is	27,215,972	91,578,980





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**Notes forming part of the Consolidated financial statements**

**Note 17**

**Short-term loans and advances**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
<b>Unsecured, Considered Good</b>		
(a) Loans and advances to employees	-	511,088
(b) Prepaid expenses	116,466	732,731
(c) Advance income tax including TDS & refund receivable	6,035,091	4,235,796
(d) Expenses paid for Future Projects	4,886	-
(e) Balance with Government authorities	592,458	3,499,740
(f) Advance for Land	-	1,000,000
(g) Security deposits	-	-
(h) Other advances		
(i) Trade and other advances	50,290	5,757,230
(ii) Project advances	-	22,864,130
<b>Total</b>	<b>6,799,191</b>	<b>38,600,715</b>

**Note 18**

**Other current assets:**

(Amount in Rs)

Particulars	As at 31 March, 2021	As at 31 March, 2020
(a) Interest accrued on Fixed Deposits	1,249,588	5,170,484
(b) Gratuity Asset (Refer Note 27(b))	1,673,409	1,694,602
(c) Unamortised debenture issue expenses	-	1,709,157
(d) Unbilled revenue	-	1,267,178
(e) Retention money	-	7,746,410
(f) Other receivables	-	802,916
<b>Total</b>	<b>2,922,997</b>	<b>18,390,747</b>

**Note 19**

**Revenue from operations:**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
(a) Sale of Services (refer note (i) below)	79,845,970	10,202,984
(b) Sale of real estate developments - Residential and Commercial projects	15,184,873	228,191,219
(c) Other operating income	978,819	5,519,299
<b>Total</b>	<b>96,009,662</b>	<b>243,913,502</b>

**Note (i)**

Particulars	Amount	Amount
<i>Sale of services comprises of</i>		
(a) Construction contract	14,265,300	-
(b) Professional Fees	65,580,670	10,202,984
<b>Total</b>	<b>79,845,970</b>	<b>10,202,984</b>

**Note 20**

**Other income:**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
(a) Dividend income	3,000	-
(b) Interest income (Refer Note (i) below)	10,276,914	15,148,383
(c) Other non operating income (Refer Note (ii) below)	201,937	1,115,072
<b>Total</b>	<b>10,481,851</b>	<b>16,263,455</b>

**Note (i)**

Particulars	Amount	Amount
<b>Interest income comprises:</b>		
<b>Interest from banks on:</b>		
Deposits	9,958,303	14,285,678
Interest on income tax refund	112,036	826,808
Maintenance charges	201,634	-
Others	4,941	35,897
<b>Total</b>	<b>10,276,914</b>	<b>15,148,383</b>





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**Notes forming part of the Consolidated financial statements**

**Note (ii)**

Particulars	Amount	Amount
<i>Other non-operating income comprises:</i>		
Rental income	45,000	-
Liabilities no longer required written back	156,937	-
Income from mutual funds	-	194,049
Miscellaneous income	-	921,023
<b>Total</b>	<b>201,937</b>	<b>1,115,072</b>

**Note 21**

**Changes in Inventories of work-in-progress**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Opening balance of project work-in-progress	23,678,629	182,642,597
Less: Closing balance of project work-in-progress	(14,677,153)	(23,678,629)
<b>Changes in Inventories of work-in-progress</b>	<b>9,001,476</b>	<b>158,963,968</b>

**Note 22**

**Project costs (net)**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Costs incurred during the year	555,270	23,937,195
Transferred from project inventories	-	(4,106,416)
Grant utilised	(524,142)	(8,374,268)
<b>Total</b>	<b>31,128</b>	<b>11,456,511</b>

**Note 23**

**Employee benefits expenses:**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
(a) Salaries and Wages	39,492,068	74,526,558
(b) Contribution to Provident and other Funds (Refer Note 27 (a))	2,992,022	2,883,268
(c) Gratuity Expense (Refer Note 27(b))	15,453	(197,214)
(d) ESOS expense	-	1,469,431
(e) Staff Welfare	1,986,606	4,978,158
<b>Total</b>	<b>44,486,149</b>	<b>83,660,201</b>

**Note 24**

**Finance costs:**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
(a) Interest expense on		
(i) Borrowings	11,665,954	21,126,476
(ii) Others	1,183,262	1,756,454
(b) Interest on delayed payment of Income tax	17,335	-
<b>Total</b>	<b>12,866,551</b>	<b>22,882,930</b>
Less : Borrowing costs capitalised to the project	(56,199)	-
<b>Total</b>	<b>12,810,352</b>	<b>22,882,930</b>





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**Notes forming part of the Consolidated financial statements**

**Note 25**

**Other expenses:**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Bank charges	75,962	-
Labour & material cost	-	8,011,572
Rent including lease rental (Refer Note 28)	4,346,252	4,976,841
Insurance	48,280	17,762
Repairs and maintenance- Building	4,433,281	4,507,851
Repairs and maintenance- others	-	1,509,031
Rates & Taxes	3,213,862	6,054,561
Project maintenance expense	-	5,980,505
Electricity & water charges	181,565	-
Travelling and Conveyance	697,284	2,782,086
Business Promotion	2,398,641	15,020,951
Printing and Stationery	126,805	130,692
Power & fuel	-	316,222
Communication	209,610	272,078
Legal and Professional Fees	6,867,478	8,483,838
Donations	1,250,000	-
Payments to Auditors (Refer Note 25A)	225,000	1,934,234
Office maintenance expenses	2,566,812	-
Bad Debts Written off	-	280,899
Interest and damages	-	15,909
Stipend	1,165,687	2,227,270
Project advances written off	13,274,910	-
Fixed Assets written off	-	1,067,743
Merger expenses	-	885,210
Pre-incorporation expenses	12,272	-
Miscellaneous Expenses	430,726	2,900,559
<b>Total</b>	<b>41,524,428</b>	<b>67,375,814</b>

**Note 25A : Audit Fees: (Excluding taxes)**

(Amount in Rs)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
(i) Payments to the auditors comprise		
- Statutory audit fee	225,000	1,934,234
<b>Total</b>	<b>225,000</b>	<b>1,934,234</b>





Jana Urban Foundation  
Notes forming part of the Consolidated financial statements  
Note 10 - Fixed assets  
Note 10a - Property, Plant & Equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at 1st April, 2020	Additions	Fixed assets acquired by merger	Deletions	Balance as at 31 March, 2021	Balance as at 1st April, 2020	Depreciation for the year	Accumulated depreciation on fixed assets acquired by merger	Balance as at 31 March, 2021	Balance as at 31 March, 2020	Balance as at 31 March, 2020
a) Computers	152,765	118,536	-	-	271,301	145,127	24,819	-	169,946	101,355	7,638
b) Office equipment	132,364	-	-	-	132,364	65,950	17,192	-	83,142	49,222	66,414
Total	285,129	118,536	-	-	403,665	211,077	42,011	-	253,088	150,577	74,052
Previous Year (*)	38,972,181	16,010,669	971,365	12,108,001	43,846,214	29,306,677	7,349,913	76,511	25,631,068	18,215,146	-

Note 10b - Intangible Assets

Particulars	Gross Block				Accumulated Amortisation				Net Block		
	Balance as at 1st April, 2020	Additions	Fixed assets acquired by merger	Deletions	Balance as at 31 March, 2021	Balance as at 1st April, 2020	Amortization for the year	Accumulated depreciation on fixed assets acquired by merger	Balance as at 31 March, 2021	Balance as at 31 March, 2020	Balance as at 31 March, 2020
Computer Software	137,452	-	-	-	137,452	130,579	-	-	130,579	6,873	6,873
Total	137,452	-	-	-	137,452	130,579	-	-	130,579	6,873	6,873
Previous Year (*)	2,852,704	195,000	-	630,083	2,417,621	2,556,453	104,719	-	2,094,865	322,756	-

(\*) Please Refer note 2.2 (vii)

Note 10c - Depreciation and Amortisation

Particulars	(Amount in Rs.)	
	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Depreciation for the year on tangible Assets (Note 10a)	42,011	7,349,913
Amortisation for the year on intangible Assets (Note 10b)	-	104,719
Depreciation & amortisation expense of Janadhaar (India) Private Limited	3,087,494	-
Total	3,129,505	7,454,632





## Notes forming part of Consolidated financial statements

## Note 11 - Non-current investments (Non- Trade)

Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares/Units		Quoted / Unquoted	Partly Paid / Fully paid	Face Value Per Share (Rs)	Extent of Holding (%)		Amount (Rs)	
			2021	2020				2021	2020	2021	2020
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)
(a)	Investment in Equity Instruments (at cost)(*)										
	Unquoted:										
1	Jana Capital Limited	Associate	1,187,676	1,187,676	Unquoted	Fully Paid	-	43.92%	43.92%	-	-
2	Janaadhar (India) Private Limited (*) (Please refer Note 2.3 on recognition of Investment due to loss of control on subsidiary)	Associate	1,193,844	1,193,844	Unquoted	Fully Paid	-	43.81%	52.99%	285,856,206	-
	Quoted:										
3	Bank of Baroda		40,000	-	Quoted	Fully Paid	-	-	-	1,502,768	-
4	Punjab National Bank		50,000	-	Quoted	Fully Paid	-	-	-	1,358,371	-
5	Yes Bank		192,000	-	Quoted	Fully Paid	-	-	-	7,304,000	-
6	Zee entertainment		10,000	-	Quoted	Fully Paid	-	-	-	1,522,343	-
	Total									292,543,688	-
(b)	Investment in Debt oriented Mutual Funds										
1	Axis treasury advantage fund		836							2,000,000	-
2	HDFC balanced advantage fund		158,907							29,999,900	-
3	HDFC mutual fund liquid		44,518							2,000,000	-
	Total		204,261							33,999,900	-
										326,543,588	-

## Aggregate amount of Investment

No.	Name of associate	Country of Incorporation	Ownership Interest (%)	Original cost of Investment	Amount of Goodwill/ (Capital reserve) in original cost	Share of Profit/(Loss) in Associate on derecognition on account of loss of control	Carrying amount of Investments
1	Janaadhar (India) Private Limited *	India	43.81%	171,480,896	157,333,624	(42,958,314)	285,856,206
2	Jana Capital Limited*	India	43.92%	11,877,360	-	(11,877,360)	-

\* accounted as per AS 23 issued by ICAI.

As per Para 18 of AS 23, if, under the equity method, an investor's share of losses of an associate equals or exceeds the carrying amount of the investment, the investor ordinarily discontinues recognising its share of further losses and the investment is reported at nil value. Additional losses are provided for to the extent that the investor has incurred obligations or made payments on behalf of the associate to satisfy obligations of the associate that the investor has guaranteed or to which the investor is otherwise committed. If the associate subsequently reports profits, the investor resumes including its share of those profits only after its share of the profits equals the share of net losses that have not been recognised.





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**Notes forming part of the Consolidated financial statements**

26 Related Party Disclosures:		31st March 2021	31st March 2020
		(Amount in Rs)	
<b>(A) Related Party Relationships:</b>			
<b>(1) Key Management Personnel:</b>			
1. Mr. Ramesh Ramanathan - Director			
2. Mr. K S Ramdas - Director			
3. Ms. Swathi Ramanathan - Director			
4. Mr. R Srinivasan - Director			
<b>(2) Entity where director has a significant influence:</b>			
1. Cross Domain Solutions Private Limited			
2. Jana Urban Space Foundation			
3. Jana Small Finance Bank (With effect from 10th September 2016)			
4. Jana Holdings Limited (with effect from 10th September 2016)			
5. Sterling Developers Private Limited			
6. Janaagraha Centre for Citizenship and Democracy			
7. Jana Urban Space Foundation (India)			
<b>(B) Nature and amount of transactions with related parties during the year:</b>			
<b>Particulars</b>			
<b>(i) Jana Small Finance Bank :</b>			
Bank balance	10,798,835	-	-
<b>Closing Balance</b>	<b>10,798,835</b>	-	-
Amount Received towards reimbursement of expenditure	-	43,898	5,290
Amount Receivable	-	-	-
<b>Services during the year</b>	<b>69,405,314</b>	280,919	10,136,800
Opening balance receivable	69,405,314	10,136,800	10,136,800
Services provided	-	-	280,919
Amount received	-	-	-
Bad debts w/o	-	-	-
<b>Balance receivable</b>	<b>764,478</b>	830,628	1,753,780
<b>Interest income</b>	<b>713,496</b>	764,478	1,819,930
Opening balance of Interest Accrued	713,496	764,478	764,478
Interest accrued during the year	-	-	-
Interest received during the year	713,496	764,478	764,478
<b>Balance receivable</b>	<b>36,819,930</b>	35,000,000	21,819,930
Opening Balance of Fixed deposits	25,925,865	21,819,930	20,000,000
Add: New deposits made during the year	21,819,930	21,819,930	20,000,000
Less: Deposits matured during the year	-	-	-
<b>Closing Balance of Fixed deposits</b>	<b>40,925,865</b>	36,819,930	36,819,930





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(ii)	<u>Cross Domain Solutions Private Limited:</u> Opening Payable Services Received Amount Paid <b>Balance Payable</b>	5,713 151,420 157,278 (145)	5,713 88,284 88,284 <b>5,713</b>
(iii)	<u>Jana Urban Space Foundation (India):</u> Opening balance receivable Services provided Amount received <b>Balance receivable</b> Opening balance payable Services received Amount paid <b>Balance payable</b>	25,467 708,642 734,109 - - 367,740 367,740 - - - 5,178 5,178 -	- 313,684 288,217 <b>25,467</b> - 341,880 341,880 - - - 52,648 47,470 <b>5,178</b>
(iv)	<u>Jana Holdings Limited</u> Opening balance Rent and amenities charges during the year Rent and amenities charges received <b>Balance receivable</b>	- - - - -	- - - - -
<b>Note:</b>			
The above information has been determined to the extent such parties have been identified on the basis of information available with the Group, which has been relied upon by the auditors.			
27	<b>Employee Benefit Plans:</b>		
27(a)	The Group makes Provident Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Group is required to contribute a specified percentage of the payroll costs to fund the benefits. The Group recognized Rs 27.88 Lakhs (Year ended 31 March, 2020 Rs. 28.57 lakhs) for Provident Fund contributions, and Rs. 2.04 Lakhs (Year ended 31 March, 2020 Rs.0.25 Lakhs) for Employee State Insurance Scheme contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Group are at rates specified in the rules of the schemes.		(Amount in Rs)
27(b)	<b>Gratuity</b>	31st March 2021	31st March 2020
	Components of employer expense	55,801	1,170,915
	Current Service cost	(92,933)	224,401
	Interest cost	-	(477,196)
	Expected return on plan assets	52,585	484,977
	Actuarial Losses/(Gains)	15,453	1,403,097
	<b>Total expense recognized in the Statement of Profit &amp; Loss</b>	<b>15,453</b>	<b>1,403,097</b>
	<b>Actual Contribution and Benefits Payments for year ended 31 March 2021</b>		
	Actual benefit payments		
	Actual Contributions		





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**Notes forming part of the Consolidated financial statements**

Net asset/(liability) recognized in balance sheet as at March 31, 2021

Present value of Defined Benefit Obligation (DBO)

Fair value of plan assets

Funded status [Surplus/(Deficit)]

Unrecognized Past Service Costs

**Net asset/(liability) recognized in balance sheet**

**Change in Defined Benefit Obligations during the year ended 31 March, 2021**

Present Value of DBO at beginning of year

Current Service cost

Interest cost

Actuarial (gains)/ losses(Due to change in Financial assumptions)

Actuarial (gains)/ losses(Due to experience)

Benefits paid

**Present Value of DBO at the end of year**

**Change in Fair Value of Assets during the year ended 31 March, 2021**

Plan assets at beginning of period

Expected return on plan assets

Acquisition Adjustment

Actual return on plan assets

Actual Group contributions

Actuarial Gain / (Loss) on Plan Assets

Benefits paid

**Plan assets at the end of year**

**Actuarial Assumptions for Gratuity**

Discount Rate

Expected Return on plan assets

Attrition rate

Salary escalation

Mortality rate after employment

Mortality rate

The expected rate of return on plan assets is determined after considering several applicable factors such as the composition of the plan assets, investment strategy, market scenario, etc.. In order  
The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.

**Experience Adjustment - Gratuity**

(Amount in Rs)

Particulars	FY 20-21	FY 19-20
Present value of defined benefit obligation	(392,252)	5,450,192
Fair Value of Plan Assets	1,734,180	7,614,431
<b>Status (Surplus / (Deficit))</b>	<b>2,126,432</b>	<b>2,164,239</b>
Experience Adjustment of plan assets (Gain / (Loss))	521	186,511
Experience Adjustment of obligation (Gain / (Loss))	52,064	(322,902)

(392,252)	5,450,192
1,734,180	7,614,431
1,341,928	1,457,799
-	-
<b>1,341,928</b>	<b>1,457,799</b>

266,111	5,433,670
55,801	1,038,227
18,276	339,528
-	728,295
52,064	(288,435)
-	(1,268,871)
<b>392,252</b>	<b>5,982,414</b>

1,623,492	8,329,263
111,209	594,995
-	-
-	-
-	-
(521)	(40,956)
-	(1,268,871)
<b>1,734,180</b>	<b>7,614,431</b>

FY 20-21	FY 19-20
6.87%	7.79%
6.85%	7.79%
2.00%	2.00%
5.00%	5.00%
NA	NA
Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)





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	31-Mar-21	31-Mar-20
Net liability recognized in balance sheet		
Particulars	(1,673,409)	(1,694,602)
Current	331,481	236,803
Non-Current	(1,341,928)	(1,457,799)
<b>Total</b>		

28 The future minimum lease payments under the non-cancellable operating lease are as follows:  
As Lessor

	As at 31st March 2021	As at 31st March 2020
Lease Income recognised during the year is Rs.45,000/- (Previous Year - Rs.0/-)		
Future minimum lease payments		
Not later than 1 year	-	-
Later than one year but not later than 5 years	-	-
Later than 5 years	-	-

As Lessee

Lease Payments recognised during the year is Rs.43,46,252/- (Previous year - Rs.49,76,141/-)

	As at 31st March 2021	As at 31st March 2020
Future minimum lease payments		
Not later than one year	199,239	1,354,930
Later than one year but not later than five years	297,503	496,742
Later than five years	-	-

29 Contingent liabilities and capital commitments:

Particulars	As at 31st March 2021	As at 31st March 2020
Corporate guarantees given to:		
- Jana Holdings Limited	3,100,000,000	5,600,000,000

\* Necessary resolutions have been passed by the company approving the same.

30 Additional disclosures related to Consolidated Financial Statements  
(a) Goodwill on consolidation

	As at 31st March 2021	As at 31st March 2020
Opening Balance	157,333,624	157,333,624
Less: Impairment		
Less: Reclassification of Goodwill to Investment in Associate on account of loss of control - (Please See note 2.3 on derecognition due to loss of control on subsidiary)	(157,333,624)	
<b>Total</b>	<b>157,333,624</b>	





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**Notes forming part of the Consolidated financial statements**

31 Foreign Currency Transaction:

The Group has incurred expenditure to the tune of Rs. 5,96,068/- ( for 31st March 2020 - Nil) and not earned income during the year ( for 31st March 2020 - Nil) in Foreign Currency.

32 Deferred Tax comprises of: (Amount in Rs)

Particulars	As at 31st March 2021	As at 31st March 2020
<b>Tax effect of items constituting deferred tax liabilities</b>		
On difference between book balance and tax balance of fixed assets	-	-
Tax effect of items constituting deferred tax liabilities	-	-
<b>Tax effect of items constituting deferred tax assets</b>		
On difference between book balance and tax balance of fixed assets	59,186	(1,601,193)
Disallowances under Section 40(a)(i), 43B of the Income Tax Act, 1961	104,910	2,165,858
Unabsorbed Losses carried forward as per Income Tax, 1961	1,805,751	100,361,363
Tax effect of items constituting deferred tax assets	1,969,847	100,926,029
<b>Deferred tax (liabilities) / assets (net)</b>	<b>1,969,847</b>	<b>100,926,029</b>
Amount Not recognised in the Subsidiary JPL in the Absence of Virtual Certainty - (liabilities)/assets (net))	-	98,586,162
<b>Net amount recognised in Balance sheet after eliminating JPL (liability)/asset</b>	<b>1,969,847</b>	<b>2,339,867</b>

33 During the financial year 2019-20, the holding company Jana Urban Foundation and the subsidiary company Jana Urban Services for Transformation private limited has written off fixed assets to the tune of Rs. 10,67,743/- (WDV). The holding company has shifted its registered office. As such, the management of the holding company is of the opinion that, lease hold improvements and certain other assets in the previous registered office would be of no use in the future nor would fetch any residual value. Hence the same is being written off to the Profit & loss A/c. Necessary board resolutions have been passed to that effect.

Also, the subsidiary company Jana Urban Services for transformation private limited has written off trade receivables which were outstanding for a substantial period of time to the tune of Rs. 2,80,999/- and GST credit balance not allowable under the GST laws to the tune of Rs. 74,885/- have been written off to the Profit & loss A/c. Necessary board resolutions have been passed to that effect.

34 In view of the pandemic relating to COVID -19, the group has considered and taken into account internal and external information and has performed sensitivity analysis based on current estimates in assessing the recoverability of receivables, assets, impact on revenues and costs, impact on business, including but not limited to the assessment of liquidity and going concern assumption. However, the actual impact of COVID-19 on the group's financial statements may differ from that estimated and the group will continue to closely monitor any material changes to future economic conditions.





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**Notes forming part of the Consolidated financial statements**

35 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013

Name of the Entity	2020-21			2019-20			2020-21			2019-20		
	As % of Consolidated Net Assets	Amount	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or loss	Amount	As % of Consolidated Profit or loss	Amount	As % of Consolidated Profit or loss	Amount	Amount	
Jana Urban Foundation (Parent)	29.34%	126,441,502	15.34%	52,760,050	-171%	45,285,508	-7.91%	7,482,220				
<b>Subsidiaries (Indian):</b>												
Jana Urban Services for Transformation Private Limited	7.95%	34,264,075	10.02%	34,462,384	-1.01%	267,865	1.41%	(1,331,251)				
Janaadhaar India Private Limited(Till 31/12/2020)	37.29%	160,705,577	74.64%	256,714,424	252.82%	(67,001,449)	106.50%	(100,797,972)				
Minority Interest in all subsidiaries			100.00%	343,936,858	80.93%	(21,448,076)	100.00%	(94,647,003)				
<b>Associate (Indian) (Investment as per the equity method):</b>												
Jana Capital Limited	62.71%	270,249,181	-	-	19.07%	(5,053,489)	0.00%	-				
Janaadhaar (India) Private Limited	100.00%	430,954,758	100.00%	343,936,858	100.00%	(26,501,565)	100.00%	(94,647,003)				

36 Balances of Trade payables and advances given are subject to confirmation.

37 The previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year classification/disclosure.

Signatures to Notes 1 to 37  
For and on Behalf of the Board of Directors

  
Raghunath Srinivasan  
Director  
DIN: 00352754

  
Ramesh Ramanathan  
Director  
DIN: 00163276



Place: Bangalore  
Date: 03-NOV-2021

