

**Annual Report**

**Of**

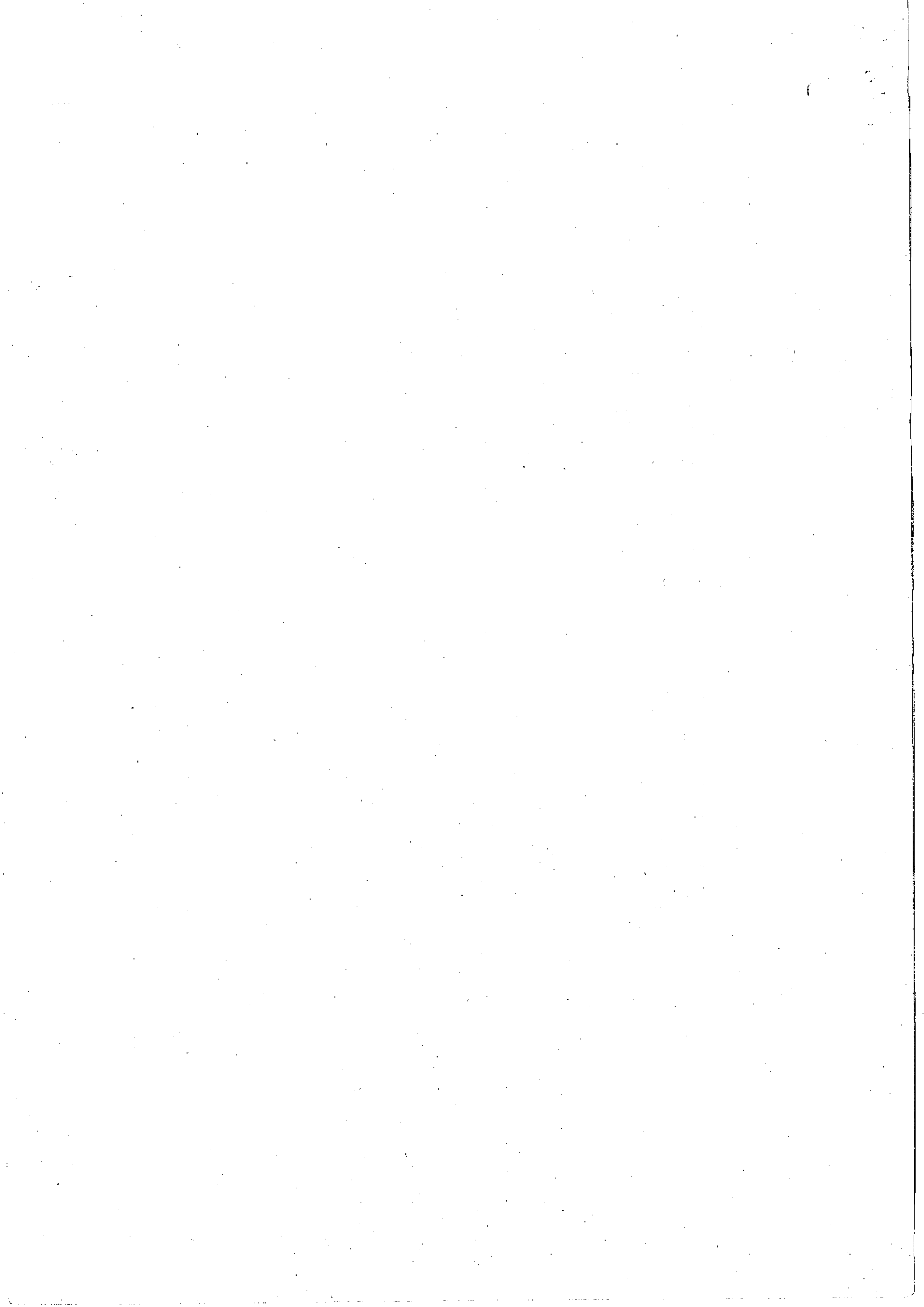
**NRTU Foundation**

**2019-20**



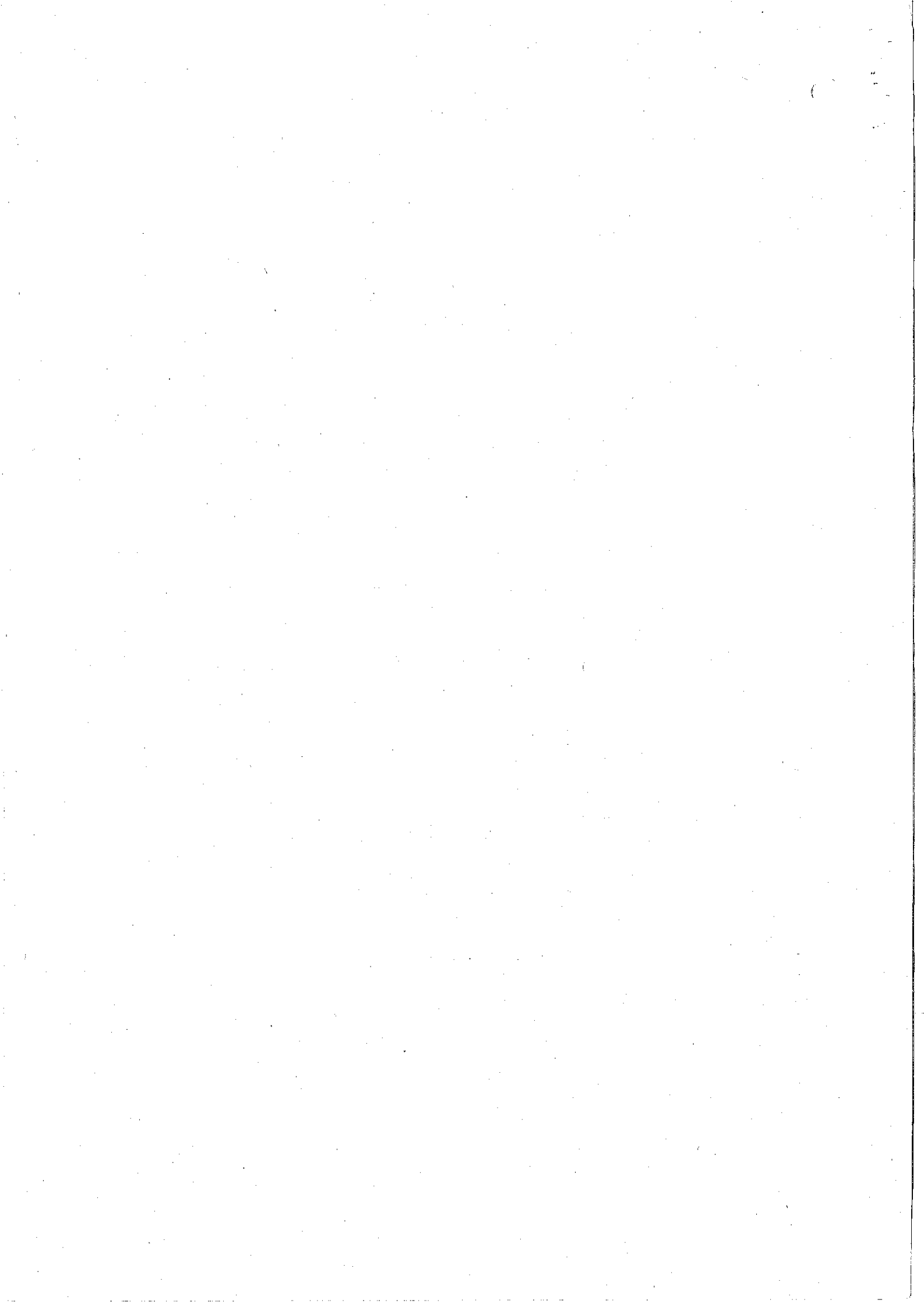
## Contents

Board of Directors	1
Director's Report with Annexure	2-11
Independent Auditor's Report	12-18
Financials	19-39
Comments by C&AG	40



## Board of Directors

Shri Vinod Kumar Yadav (DIN 08346269)	Chairman, Railway Board Date of appointment as Nominee Director in NRTU Foundation is 29/01/2019.
Smt. Manjula Rangarajan (DIN 08607897)	Financial Commissioner, Railway Board Date of appointment as Nominee Director in NRTU Foundation is 11/11/2019.
Shri Vijay Kumar (DIN 08189249)	Ex- Financial Commissioner, Railway Board Date of appointment as Nominee Director in NRTU Foundation is 06/03/2019 and Date of Cessation is 31/10/2019.
Shri Rajesh Tiwari (DIN 08666498)	Member (HR), Railway Board Date of appointment as Nominee Director in NRTU Foundation is 13/01/2020.
Shri Manoj Pande (DIN 08534034)	Ex-Member (HR), Railway Board Date of appointment as Nominee Director in NRTU Foundation is 14/08/2019 and Date of Cessation is 01/01/2020
Shri Sachchida Nand Agrawal (DIN 08194608)	Ex-Member (HR), Railway Board Date of appointment as Nominee Director in NRTU Foundation is 06/08/2018 and Date of Cessation is 01/08/2019
Smt. Alka Arora Misra (DIN 08038518)	PED (Training and MPP), Railway Board Date of appointment as Nominee Director in NRTU Foundation is 04/05/2018



# NRTU FOUNDATION

CIN: U80904DL2018NPL333437

Regd. Off: Room No. 347 Rail Bhavan, Raisina Road, New Delhi-110001  
Email: nodalofficer@nrti.edu.in, Contact no.: 011-47843151, Website: www.nrti.in

## DIRECTOR'S REPORT

To,  
The Members of  
NRTU Foundation

Your Directors have pleasure in presenting their 2nd Report with the Audited Statement of Accounts and the Auditors' Report of your Company for the financial year ending on 31st March, 2020.

### PREFACE

NRTU Foundation has promoted National Rail & Transportation University (NRTI), a Deemed to be University established by the Ministry of Railways, Government of India, with the vision to be a world-class institute in transportation-focused applied higher education, training and research, and to serve the manpower and research and development needs of the rapidly transforming rail and transportation sector in the Indian Economy. Development and support of NRTI was the main activity of NRTU Foundation in financial year 2019-20

*The management of the Company is vested with the Board of Directors. Further, the management of the university is headed by the Chairman, Railway Board as the ex-officio Chancellor who is also Chairman of the highly eminent Board of Management, comprising academicians and professionals, including Dr. B.N. Jain, Former Vice Chancellor, BITS Pilani, Professor, IIT Delhi; Dr. Ashok Jhunjhunwala, Professor, IIT Madras; Dr. Sudhir Jain, Director, IIT Gandhinagar; Dr. Abhay Karandikar, Director, IIT Kanpur; Mr. Vinayak Chatterjee, Chairman, Feedback Infra and, Dr. Pramath Raj Sinha, Founding Dean, ISB and Founder & Trustee, Ashoka University.*

### PROGRESS

Having opened its doors to the first batch of 103 students from 20 states of India in 2018, the Institute made significant strides in all its activities. The year 2019-20 was eventful in terms of accomplishments but also posed one of the biggest and unprecedented challenges to its operations in the form of COVID 19 crisis. With committed efforts of the team, NRTI was able to tackle the crisis successfully both in terms of the safety of its community of students, faculty and staff and continuation of the learning and teaching activities of the Institute.

In addition, NRTI progressed on all dimensions which included:

- Onboarded a new class of students in the two undergraduate programmes
- Launched 6 new undergraduate and postgraduate programmes focussed on the transportation sector including two BTech programmes, two MBA programmes and four MSc Programmes
- Launched an International MSc programme in partnership with University of Birmingham
- Initiated industry internships for second year students with leading public and private organisations in the transportation sector
- Initiated the building of faculty cadre and administrative cadre with recruitment of full-time faculty and Registrar
- Upgraded the infrastructure for accommodating new students and programs

- Forged new partnerships with Institutions including University of Birmingham, Indian Institute of Technology Kharagpur etc.
- Initiated executive education with programme for officers of Indian Railways
- Obtained regulatory approvals from AICTE for the new B Tech and MBA programmes

These are detailed below.

### **KEY HIGHLIGHTS**

In Academic Year 2019-20, a total of 101 new students were admitted across both BBA and B.Sc. programmes (38 BBA and 63 B.Sc. students) comprising 16 girls and 85 boys from 20 states across the country, bringing NRTI's total student count to 200.

The Board of Management approved the launch of following new programmes.

1. M.Sc. in Transportation Technology & Policy
2. M.Sc. in Transportation Economics
3. M.Sc. in Transportation Information Systems & Analytics
4. M.Sc. in Railway Systems Engineering & Integration
5. MBA in Transportation Management
6. MBA in Supply Chain Management
7. B.Tech. in Rail Infrastructure Engineering
8. B.Tech. in Rail Systems & Communication Engineering

The M.Sc. in Railway Systems Engineering & Integration program, will be offered in association with the University of Birmingham, UK, giving students the opportunity to study in the second year at UoB's UK campus and earn a degree from there as well. The work on developing the programmes, curricula, pedagogy and admission process has been completed with the involvement of experts.

Summer internships were organised for students completing second year, with leading public and private organisations in the transportation sector viz., Bombardier, Alstom, Hitachi, Siemens Ltd, L&T Transportation; DMRC, Feedback Infra, MRVC, RITES, DFCCIL, IRCTC, NRSRC, RailTel etc. Given the COVID19 crisis, this was a major accomplishment to ensure students' learning.

NRTI initiated the building of faculty cadre and administrative cadre with recruitment of full-time faculty and Registrar. Interviews for administrative posts were conducted in June 2019. Interviews for faculty posts were conducted in September 2019 and February 2020. A full-time Deputy Registrar was appointed in October 2019.

Infrastructure was upgraded to accommodate the intake of students to its existing BBA and BSc programs, along with the addition of students to the new undergraduate and postgraduate programs, in Academic Year 2020-21. The student strength is expected to more than double to approximately 500 students from its current 200 students. This includes augmentation of student facilities and creation of a new workshop and laboratories. Planning for new campus infrastructure and its design was initiated.

NRTI forged new partnerships with Institutions i.e. University of Birmingham, Indian Institute of Technology Kharagpur etc., including the launch its first Centre of Excellence in collaboration with the University of Birmingham with signing of an MOU on December 18, 2019. The Centre leverages the expertise of Indian Railways and the Birmingham Centre for Railway Research and Education (BCRRE), the largest university-based centre for railway research and education in Europe.



NRTI applied for the approval of its B Tech and MBA programmes as per regulations from AICTE. The dates were extended by AICTE in view of the pandemic but all compliances and requirements were ensured by NRTI. The regulatory Letter of Approval from AICTE for the launch of the B.Tech. and MBA programmes in Academic Year 2020-21 is expected before the start of the new Academic year.

### ANNUAL RESULTS

Particulars	Current Year (Rs.) 31.03.2020	Previous Year (Rs.) 31.03.2019
Gross turnover	2,36,08,488.00	88,51,678.00
Other income	2,05,04,253.00	00.00
Surplus(Deficit) before income tax & depreciation	00.00	(50,09,310.00)
Less: Depreciation	12,229.00	00.00
Surplus(Deficit) before Tax	(12,229.00)	(50,09,310.00)
Less: Provision for Taxation	00.00	00.00
Less : Deferred Tax	00.00	00.00
Short/(Excess) provision of tax in respect of earlier years	00.00	00.00
Grant for FY 2018-19	50,09,310.00	00.00
Net Surplus/(Deficit)	49,97,081.00	(50,09,310.00)

During the FY 2018-19 Company has received grant from Ministry of Railways amounting Rs. 50,09,310 towards its expenditure.

### STATE OF COMPANY'S AFFAIRS

During the year total Income of the Company is Rs. 4,41,12,741.00 in comparison of Rs. 88,51,678.00 of the previous year. The Company has surplus of Rs 49,97,081.00 during the year.

### DIRECTORS AND OTHER KEY MANAGERIAL PERSONNEL

Changes in Board of Directors during the financial year:

DIN	Name	Date of Appt	Date of Cessation
08346269	Shri Vinod Kumar Yadav	29/01/2019	
08189249	Shri Vijay Kumar	06/03/2019	31/10/2019
08607897	Smt. Manjula Rangarajan	11/11/2019	30/09/2020**
00843812	Shri Naresh Sálecha	05/10/2020*	
08194608	Shri Sachchida Nand Agrawal	06/08/2018	01/08/2019
08534034	Shri Manoj Pande	14/08/2019	01/01/2020
08666498	Shri Rajesh Tiwari	13/01/2020	05/10/2020*
08909292	Shri Anand Singh Khatri	08/10/2020*	
08038518	Smt Alka Arora Misra	04/05/2018	

\*took place after 31/03/2020.

\*\* superannuated on 30/09/2020 from Ministry of Railways.

Appointment of key Managerial Personnel under Section 203 of the Companies Act 2013 and relevant Rules framed thereunder are not applicable to the Company.

**MATERIAL CHANGES BETWEEN THE END OF FINANCIAL YEAR AND THE DATE OF SIGNING THIS REPORT.**

Shri Naresh Salecha appointed as Nominee Director in place of Smt. Manjula Rangarajan and Shri Anand Singh Khatri appointed as Nominee Director in place of Shri Rajesh Tiwari.

**DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES**

As on March 31, 2020, the Company does not have any subsidiary/joint venture/associate companies.

**ANNUAL RETURN**

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed herewith for your kind perusal and information.

**MEETINGS OF THE BOARD OF DIRECTORS**

The following Meetings of the Board of Directors were held during the Financial Year 2019-20:

Sl. No.	Date of Meeting	Board Strength	No. of Director's Present
1	03/04/2019	4	4
2	18/07/2019	4	4
3	24/10/2019	4	4
4	26/11/2019	4	4
5	18/03/2020	4	4

**DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) The Directors had prepared the annual accounts on a going concern basis; and
- (e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **STATUTORY AUDITOR AND AUDITORS' REPORT**

The Company being a Government Company, M/s Agarwal Sanjay & Associates, Statutory Auditors, were appointed by the Comptroller and Auditor General of India for the Financial Year 2019-2020.

Observations made by the Auditors in their Report have already been replied by the Company and the same has been mentioned by the Auditor in their Report.

## **LOANS, GUARANTEES AND INVESTMENTS**

The Company has not given/made any Loans, Guarantees and Investments under section 186 of the Companies Act, 2013 during the financial year ended March 31, 2020.

## **RELATED PARTY TRANSACTIONS**

During the year, the Company had not entered into any transaction with related parties.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION**

The Company is operating from existing Govt. buildings in Delhi and Gujarat. Appropriate action as necessary will be taken in due course.

## **FOREIGN EXCHANGE EARNINGS AND OUTGO**

The Company has Nil amount of foreign income and expenditure.

## **CORPORATE SOCIAL RESPONSIBILITY**

The provisions of section 135 of the Companies Act, 2013 are not applicable to the Company for the year ended 31.03.2020

## **DEPOSITS FROM PUBLIC**

The Company has not accepted any deposits from public

## **RISK MANAGEMENT**

The Company has an integrated risk Management framework through which it identifies, monitors, mitigates and reports key risks that impacts its ability to meet the strategic objectives.

## **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE**

There has been no cases.

## **IMPACT OF CORONAVIRUS (COVID-19)**

Coronavirus (Covid-19) outbreak is an unprecedented global situation that the world is dealing with in terms of its human and economic consequences. The pandemic has already forced Government of India to impose some of the stringent lockdowns in order to reduce the impact of this catastrophe on mankind.

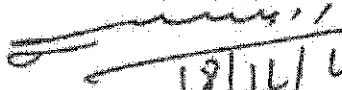
For the Company, the focus shifted towards ensuring health and well-being of all employees as well as minimizing disruption to services for our customers. To the extent possible, company has tried to negate the impact through remote working. Company took all the recommended precautions and preventive measures to ensure safety and well-being of its employees.

The company resumed its operations only after completion of safety checks and has put in place the mandatory protocols and SOPs for all the employees as per the guidelines stipulated by the Ministry of Home Affairs.

### ACKNOWLEDGEMENT

NRTU is focused on offering world-class education, bringing best-practices in curriculum and pedagogy, creating research, learning and innovation that contributes to developing the transport sector in India's economy. Your Directors wish to express their grateful appreciation to the continued support received from eminent members of the Board of Management of the NRTI, experts and academics to achieve this objective.

For & on behalf of the Board of Directors  
of NRTU Foundation



18/12/2020

Name: Shri Naresh Salecha  
Designation: Nominee Director  
DIN: 00843812



18/12/20

Name: Shri Anand Singh Khatri  
Designation: Nominee Director  
DIN: 08909292

Date: 18/12/2020

Place: New Delhi

FORM NO. MGT-1  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2024

Pursuant to Section 82 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

REGISTRATION & OTHER DETAILS		
1	CIN	UKK04DL2018NPL300437
2	Registration Date	04/05/2018
3	Name of the Company	NETU FOUNDATION
4	Category/Sub-category of the Company	Private company Limited by shares Non Govt company
5	Address of the Registered office & contact details	Room No. 347 Full Bhawan, Harsola Road, New Delhi- 110021 IN, <a href="mailto:info@netu.org">info@netu.org</a> , <a href="mailto:shareholders@netu.org">shareholders@netu.org</a> , Email Id
6	Whether listed company	NO
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NOT APPLICABLE

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY -			
(All the business activities contributing 10% or more of the total turnover of the company shall be stated)			
S. No.	Name and Description of main products / services	NIC Code of the Product/Service	% to total turnover of the company
1	Education	89302	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
SN	Name and address of the Company	CIN/SLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	NA				

**IV. SHARE HOLDING PATTERN**  
(Equity share capital breakup as percentage of total equity)

A. Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-April-2023)				No. of Shares held at the end of the year (As on 31-March-2024)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(i) Indian</b>									
a) Individual NRI				0.00%				0.00%	0.00%
b) Central Govt		1,000,000	1,000,000	100.00%		1,000,000	1,000,000	100.00%	0.00%
c) State Govt(s)				0.00%				0.00%	0.00%
d) Foreign Corp.				0.00%				0.00%	0.00%
e) Banks / FI				0.00%				0.00%	0.00%
f) Any other				0.00%				0.00%	0.00%
Sub Total (A) (i)		1,000,000	1,000,000	100.00%		1,000,000	1,000,000	100.00%	0.00%
<b>(ii) Foreign</b>									
a) NRI Individuals				0.00%				0.00%	0.00%
b) Other Individuals				0.00%				0.00%	0.00%
c) Bodies Corp.				0.00%				0.00%	0.00%
d) Any other				0.00%				0.00%	0.00%
Sub Total (A) (ii)				0.00%				0.00%	0.00%
<b>TOTAL (A)</b>		1,000,000	1,000,000	100.00%		1,000,000	1,000,000	100.00%	0.00%
<b>B. Public Shareholding</b>									
<b>1. Institutional</b>									
a) Mutual Funds				0.00%				0.00%	0.00%
b) Banks / FI				0.00%				0.00%	0.00%
c) Central Govt				0.00%				0.00%	0.00%
d) State Govt(s)				0.00%				0.00%	0.00%
e) Venture Capital Funds				0.00%				0.00%	0.00%
f) Insurance Companies				0.00%				0.00%	0.00%
g) FIIs				0.00%				0.00%	0.00%
h) Foreign Venture Capital Funds				0.00%				0.00%	0.00%
i) Others (specify)				0.00%				0.00%	0.00%
Sub-total (B)(i)-				0.00%				0.00%	0.00%

A. Non-Delinquents									
a) Bodies Corp.									
i) Indian				0.00%				0.00%	0.00%
ii) Overseas				0.00%				0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh				0.00%				0.00%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh				0.00%				0.00%	0.00%
c) Others (specify)									
Non-Resident Indians				0.00%				0.00%	0.00%
Overseas Corporate Bodies				0.00%				0.00%	0.00%
Foreign Investors				0.00%				0.00%	0.00%
Clearing Members				0.00%				0.00%	0.00%
Trusts				0.00%				0.00%	0.00%
Foreign Bodies - D/R				0.00%				0.00%	0.00%
Sub-total (B)(2)-				0.00%				0.00%	0.00%
Total Public (B)				0.00%				0.00%	0.00%
C. Shares held by Custodian for GDRs & ADRs				0.00%				0.00%	0.00%
Grand Total (A+B+C)		1,000,000	1,000,000	100.00%		1,000,000	1,000,000	100.00%	0.00%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1	Promoter of India	1,000,000	100.00%	0	1,000,000	100.00%	0	0.00%

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year			1,000,000	100.00%		0.00%
	Changes during the year			NA			
	At the end of the year			1,000,000	100.00%		0.00%

(iv) Shareholding Pattern of Top ten Shareholders (Other than Directors, Promoters and holders of GDRs and ADRs): NA

SN	For each of the top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%

10

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Director and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Current shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%
	At the beginning of the year				0.00%		0.00%
	Changes during the year				0.00%		0.00%
	At the end of the year				0.00%		0.00%

(vi) INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. in Rs. Lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Liabilities
<b>Indebtedness at the beginning of the financial year</b>				
(i) Principal Amount	-	-	-	-
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-
<b>Total (i-iii)</b>	-	-	-	-
<b>Addition</b>				
* Addition	-	-	-	-
* Reduction	-	-	-	-
<b>Indebtedness at the end of the financial year</b>				
(i) Principal Amount	-	-	-	-
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-

(vii) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name	Designation	Role of M/S/NTDM Manager	Total Amount (Rs. Lakhs)
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		MD	MD	
2	Stock Option				
3	Swamp Equity				
4	as % of profit others, specify				
5	Others, please specify				
	<b>Total (1-5)</b>				
	<b>Overall Ceiling as per the Act</b>		Nil	Nil	

B. Remuneration to other Directors:

Sl. No.	Particulars of Remuneration	Name of Director	Total Amount (Rs. Lakhs)
1	Independent Directors Fee for attending board committee meetings Commission Others, please specify Total (1)	Nil	Nil
2	Other Non-Executive Directors Fee for attending board committee meetings Commission Others, please specify Total (2)	Nil	Nil
	<b>Total (1)+(2)</b>		
	<b>Total Managerial Remuneration</b>		NA
	<b>Overall Ceiling as per the Act</b>		NA

C. Remuneration to Key Managerial Personnel other than MD/Managing/Director

Sl. No.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount (Rs. Lakhs)
		NOT APPLICABLE	NOT APPLICABLE	NOT APPLICABLE	
		CEO	CFO	ES	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act				
	(c) Profit in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Stock Equity				
	Commission				
4	- as % of profit				
	- others, specify				
5	Others, please specify				
	Total				

VI. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES					
Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority (RD / NCLT / COURT)	Appeal made, if any (give details)
<b>A. COMPANY</b>					
Penalty		NIL	NIL	NIL	NIL
Punishment		NIL	NIL	NIL	NIL
Compounding		NIL	NIL	NIL	NIL
<b>B. DIRECTORS</b>					
Penalty		NIL	NIL	NIL	NIL
Punishment		NIL	NIL	NIL	NIL
Compounding		NIL	NIL	NIL	NIL
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty		NIL	NIL	NIL	NIL
Punishment		NIL	NIL	NIL	NIL
Compounding		NIL	NIL	NIL	NIL

For and on behalf of Board Of Directors of NREU Foundation

*[Signature]*

*[Signature]*

Sri Naresh Salcha  
Non-exec Director  
DIN: 00643612

Sri Arvind Singh Khatri  
Nominee Director  
DIN: 00019202

Date: 18/12/2020  
Place: New Delhi





# Agarwal Sanjay & Associates

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To  
The Members of NRTU Foundation (A Company Registered under section 8 of the Companies Act, 2013)

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of NRTU Foundation ("the Company"), which comprise the balance Sheet as at March 31, 2020, the Statement of Income & Expenditures Account and the 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, the aforesaid financial statements give the information required by the Companies Act, 2013 ('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 March 31, 2020, its 'Surplus' and cash flows for the year ended on that date.

#### Basis for opinion

We conducted our audit in accordance with the standards on auditing (SA) 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 Act 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 opinion.

#### Key audit matters

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

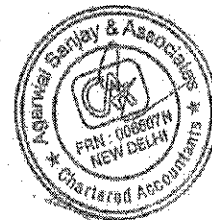
Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

#### Emphasis on the matter

We draw attention to the following matters in the financial statements:

1 | Page

- 2 -



(a) During the year 2019-20, we observed that NRTU Foundation received a grant of Rs 7,66,67,000 on 20.07.2019 from the Ministry of Railway. The Management of the NRTU Foundation vide an E-mail dated 22.09.2020 clarified us that the purpose of this financial assistance (grant) is to help National Rail and Transportation Institute (NRTI) (Deemed to be University-setup by NRTU Foundation) to meet its operational expenditure over and above the expenditure that is met by the receipts of NRTI from student fees, mess charges etc. This grant is released for the first time to NRTI and non-refundable to the Ministry of the Railway Board.

While verifying the Sanction Letter/Release letter of the Grant bearing letter no. 2017/E(Trg)/37/4 of even number dated 09.07.2019 and 16.07.2019 issued by the Railway Board, it is observed in line 3 of the letter that there is a specific requirement of the Railway Board that to be eligible for such grants, **"The expenditure to be incurred by NRTU Foundation for each item will require prior approval of the Board"**.

We pointed out again the above fact that the Board referred in the line 3 (matters stated above in bold) of the above letters was the Railway Board. So, we raised this query to the Management of the NRTU Foundation to provide us the document for the prior approval from the Railway Board in respect of all the expenditure incurred.

This matter was referred to the Railway Board by the Management of NRTU Foundation for further clarification as to the meaning of Board. The Ministry of Railway Board clarified by letter dated 18.11.2020 (Copy of above letter in Annexure A) and is reproduced as below:

"It is clarified that the Phrase "the Board" mentioned in Railway Board's letter No.2017/E(Trg.)/37/4 dated 09.07.2019 refers to the Board of the NRTU Foundation".

The main reason behind mentioning the above facts in this section of the report is to bring to your kind attention that this clarification letter was issued on 18.11.2020 after the close of the Financial Year (2019-20).

(b) We draw your attention to the line no 3<sup>rd</sup> of the Note 23 (forming a part of Notes to the Financial Statements). The above note is reproduced below:

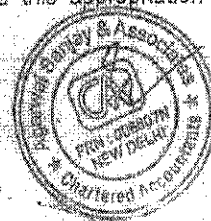
"The Grant of Rs. 50,09,310 related to unrecovered expenses of Rs. 50,09,310 (Expenses incurred Rs. 1,38,60,988 (-) Earned income Rs. 88,51,678) related to financial year 2018-19 is considered as extraordinary item in Statement of income & expenditure."

As explained in the above note, the NRTU Foundation credited a sum of Rs. 50,09,310 in the Income & Expenditure Account under the line item Extraordinary Item for the compensation of the loss or expenditure incurred during the Financial Year 2018-19 out of the Grant received from the Ministry of Railway during the year 2019-20.

We raised the above query to provide us the relevant documents/ information /letter/specific direction issued by the Railway Board where in an amount of Rs.50,09,310 was allowed to be adjusted against the grant of Rs. 7,66,67,000. The Management of the NRTU Foundation referred this matter to The Ministry of the Railway Board vide their letter dated 03.11.2020 and it was brought to the notice of the Railway Board. The Management of the Company has clarified vide their letter dated 18.11.2020. The relevant part of the letter is being reproduced below:

*"The file was marked to Finance Directorate of Railway Board. Finance Directorate, Railway Board had opined that " This item is regarding charging of Rs. 50 lakhs (approx.) shortfall of last year in the 2019-2020 Grants-in-aid. It is proposed to be made as the part of agenda item of BOD meeting. Ministry of Railways has approved this. Subsequently, Training Directorate, Ministry of Railways had observed that "Item is to be discussed in the BOD Meeting of NRTU Foundation...."*

The Management apprised that NRTU Foundation in their Board Meeting held on 18.11.2020 at the Rait Bhawan, New Delhi discussed the above issue and ratified this appropriation by passing a following resolution unanimously:



"RESOLVED THAT the Board of Director be and is hereby took a note of the meeting the expenditure of Rs.50,09,310/- in the FY 2018-19 from the Budget grant of Rs.7.667crores received from the Ministry of Railways in the FY 2019-20."

As an independent auditor of the company, we like to bring to your kind notice that this appropriation is ratified by the Management of the NRTU Foundation and approved by the Railway Board after the end of Financial year i.e. 31.03.2020.

(c) As per the general guidelines issued on 7<sup>th</sup> June, 2017 by the Ministry of Finance (copy of the same is enclosed in **Annexure-B**), the Autonomous/ statutory Bodies while procuring the goods or services from outside has to use the E-procurement Portal if the value of such goods or services are Rs 2,00,000 or more. These guidelines were applicable from 1<sup>st</sup>April, 2016 to all such autonomous/ statutory bodies. Since the NRTU is a Government Company, aforesaid guidelines issued by the Ministry of Finance are also applicable to the NRTU. However, while conducting our audit, it is observed that the following material expenses were incurred by the company during the period under consideration, but no tendering or e-procurement had conducted before awarding such contracts:

S. No.	Particular (Expenditure)	Amount (Incl. GST) (Rs.)
1	Admission Conducting expenses	33,23,229
2.	Admission Process management services	22,85,938
3.	Hostel Room charges	31,65,777
4.	Hostel Security expenses	20,07,003
5.	Meal supply Expenses	17,36,308
6.	Mess expenses	39,73,982

When the aforesaid issue was discussed with the management of the NRTU, it was appraised that the company was not registered under E-procurement Portal for the year 2019-20 and hence procurement of aforesaid services cannot be done through E-procurement Portal. The management vide its letter dated 18.11.2020 clarified in this regard which is reproduced below:

"Instead of E-tendering or E-procurement, contracts were approved based on lowest cost quoted by vendors/service providers, after applying due diligence and financial prudence."

In our opinion the same is not as per the guidelines issued by the Ministry of Finance as stated above.

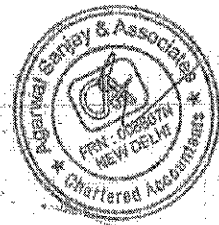
Our audit opinion is not modified in respect of the matters stated above.

#### Other Matters

Further there is the continuous spreading of COVID -19 across India. As a result of the above, the entire audit was carried out based on remote access of the data as provided by the management through Remote Access Application. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We believed that Data provided by the management for the purpose of our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.

Our audit opinion is not modified in respect of the above.



### **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 Annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statement, our responsibility is to read the other information identified above when it becomes available and in doing so, consider whether the information is materially inconsistent with the financial statements or the knowledge obtained in the audit or otherwise appear to be materially misstated.

The board report is not made available to us at the date of the Auditor Report. As such we are unable to report in this regard.

### **Management's responsibility for the financial statements**

The Company's board of directors are responsible for the matters stated in section 134(5) of 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 the 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

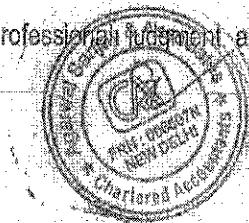
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or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

The 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 opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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



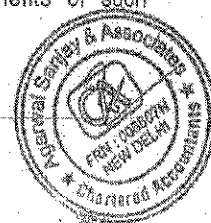
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible (if applicable to the company) for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, 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 financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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.

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



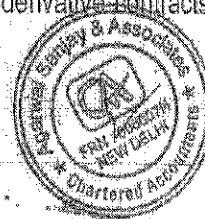
## Report on other legal and regulatory requirements

1. The provisions of the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the section 8 Company.

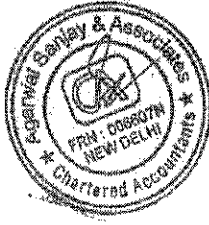
2. As required by the Section 143(5) of the Companies Act, we give in the "Annexure C" a statement on the matter specified in the directions issued by the Comptroller & Auditor General of India and in our opinion no action is required to be taken.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Income and Expenditure account, and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
- (d) 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, as amended from time to time;
- (e) In terms of circular NO. GSR 463(E) dated 05th June 2015 issued by the Ministry of Corporate Affairs, Government of India, the company being Government Company, is exempt from the provisions of section 164(2) of the Act regarding disqualification of Directors.
- (f) In our opinion and according to the information and explanation given to us, Reporting requirement related to maintenance of adequate financial control is not applicable since as per the Company Master on MCA site the class of the Company is Private Limited Company and specifically exempted from such reporting vide Notification No. GSR 583(E) dated 13/06/2017 issued by Ministry of Corporate Affairs.
- (g) The provisions of Section 197 are not applicable to a government Company (in terms of MCA Notification NO. GSR 463 (E) dated 05th June 2015), the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and
- (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;
  - a. The Company does not have any pending litigations which would impact its financial position;
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and



- c. There has not been an occasion in case of the company during the year under report to transfer any sum to the Investor Education and Protection Fund by the Company. The question of delay in transferring such sum does not arise.



For Agarwal Sanjay & Associates  
(Chartered Accountants)

Firm Regn. No. 006607N

*Sanjay K. Agarwal*  
(Sanjay K. Agarwal)

Partner

M. No. 085252

UDIN:

Place: New Delhi

Date: 01/12/2020

NRTU Foundation  
Balance Sheet as at March 31, 2020

*o/c*

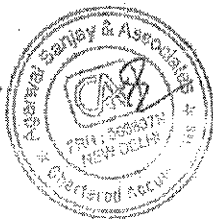
	Notes	As at March 31, 2020 Rs.	As at March 31, 2019 Rs.
<b>Equity and liabilities</b>			
<b>Shareholders' funds</b>			
Share capital	1	10,000,000	10,000,000
Reserves and surplus	2	(12,229)	(5,009,310)
		<u>9,987,771</u>	<u>4,990,690</u>
<b>Non-current liabilities</b>			
Other non-current liabilities	4	1,579,400	490,000
		<u>1,579,400</u>	<u>490,000</u>
<b>Current liabilities</b>			
Trade payables			
- Total outstanding due to Micro Enterprises and small enterprises	3	1,866,681	
- Total outstanding due to other than Micro Enterprises and small enterprises		8,366,524	986,604
Other current liabilities	4	59,501,388	3,459,656
		<u>69,734,593</u>	<u>4,446,260</u>
<b>Total</b>		<u>81,301,764</u>	<u>9,926,950</u>
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Property, plant &amp; equipment</b>			
Tangible assets	5	98,373	
Intangible assets	5	93,294	
Long term loans and advances	6		1,500,000
		<u>191,667</u>	<u>1,500,000</u>
<b>Current assets</b>			
Cash and cash equivalents	7	78,772,459	6,470,947
Short-term loans and advances	6	2,337,638	1,956,003
		<u>81,110,097</u>	<u>8,426,950</u>
<b>Total</b>		<u>81,301,764</u>	<u>9,926,950</u>
Summary of significant accounting policies	17		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N

*Sanjay Agarwal*  
CA. Sanjay Kumar Agarwal  
Partner  
M. No. 085252



Place : New Delhi  
Date : 01/12/2020

For and on behalf of the Board of Directors of  
NRTU Foundation

*Anand Singh Khati*  
Anand Singh Khati  
Nominee Director  
DIN- 08909292

*Naresh Salecha*  
Naresh Salecha  
Nominee Director  
DIN-00843812

*Sanjay*



**NRTU Foundation**  
**Statement of Income and expenditure for the year ended March 31, 2020**

	Notes	For the year ended 31st March, 2020 Rs.	For the year ended 31st March, 2019 Rs.
<b>Income</b>			
Revenue from operations			
Other income	8	23,608,488	8,851,678
<b>Total Revenue (I)</b>	9	<b>20,504,253</b>	
<b>Expenses</b>			
Acedemic Expenses			
Employee benefits expense	10	30,837,168	11,689,221
Finance costs	11	4,832,432	1,002,191
Depreciation & amortization	12	138,342	544
Other expenses	5	12,229	
<b>Total Expenses (II)</b>	13	<b>8,304,799</b>	<b>1,169,032</b>
<b>Surplus/(Deficit) before extraordinary items (I) - (II)</b>		<b>44,124,970</b>	<b>13,860,988</b>
Extraordinary items		(12,229)	(5,009,310)
Grant for FY 2018-19		5,009,310	
<b>Surplus/(Deficit) for the year</b>		<b>4,997,081</b>	<b>(5,009,310)</b>
<b>Earnings per equity share excluding extraordinary items</b>	14		
<b>Earnings per equity share including extraordinary items</b>	14	(0.01)	(5.51)
<b>[nominal value of share Rs. 10][Previous Year : Rs. 10]</b>		5.00	(5.51)
<b>Basic/Diluted</b>			
Computed on the basis of Surplus/(Deficit) for the year			


Summary of significant accounting policies 17

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Agarwal Sanjay & Associates  
 Chartered Accountants  
 FRNo. 006607N

*Sanjay Agarwal*  
 C.A. Sanjay Kumar Agarwal  
 Partner  
 M. No. 085252



Place: New Delhi  
 Date: 01/12/2020

For and on behalf of the Board of Directors of  
 NRTU Foundation

*ASKhat*  
 Anand Singh Khatri  
 Nominee Director  
 DIN- 08909292

*Naresh Salecha*  
 Naresh Salecha  
 Nominee Director  
 DIN-00843812

*Sanjay*

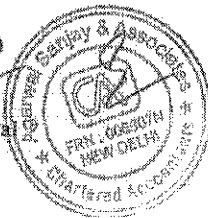
**NRTU Foundation**  
**Cash Flow Statement for the year ended March 31, 2020**

Note	March 31, 2020	March 31, 2019
	Rs.	Rs.
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Surplus/(Deficit) before tax		
Non-cash & non-operating adjustment to reconcile loss before tax to net cash flows	4,997,081	(5,009,310)
Depreciation/amortization	12,229	
Operating surplus before working capital changes	5,009,310	(5,009,310)
Movements in working capital		
Increase/(Decrease) in other current liabilities	4,881,410	3,459,656
Decrease/(Increase) in short term loans and advances	(381,635)	(1,956,003)
Increase/(Decrease) in trade payables	9,246,601	986,604
Increase/(Decrease) in Unspent Government grant	51,160,322	
Decrease/(Increase) in long term loans and advances	1,500,000	(1,500,000)
Increase/(Decrease) in other non current liabilities	1,089,400	490,000
<b>Net cash flow from/ (used in) operating activities (A)</b>	<b>72,505,408</b>	<b>(3,529,054)</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant & equipment	(203,896)	-
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>(203,896)</b>	-
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Share Capital		10,000,000
<b>Net cash flow from/ (used in) financing activities (C)</b>		<b>10,000,000</b>
Net increase/(decrease) in cash and cash equivalents (A+B+C)	72,301,512	6,470,947
Cash and cash equivalents at beginning of the year	6,470,947	-
Cash and cash equivalents at end of the year	78,772,459	6,470,947
<b>Components of cash and cash equivalents as at end of the year</b>	<b>78,772,459</b>	<b>6,470,947</b>
Cash and cash equivalents		
Balances with banks:		
Cash on hand	78,711,902	6,470,947
<b>Total Cash and cash equivalents as per Note 7</b>	<b>60,557</b>	-
	78,772,459	6,470,947

As per our report of even date

For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N

CA. Sanjay Kumar Agarwal  
Partner  
M. No. 085252



Place : New Delhi  
Date : 01/12/2020

For and on behalf of the Board of Directors of  
NRTU Foundation

Anand Singh Khatri  
Nominee Director  
DIN- 08909292

Naresh Salecha  
Nominee Director  
DIN-00843812

*Handwritten signature/initials*

NRTU Foundation  
Notes to the financial statements for the year ended March 31, 2020

1. Share capital

	As at March 31, 2020		As at March 31, 2019	
	Rs.		Rs.	
Authorised shares (No.)				
100,00,000 (March 31, 2019: 100,00,000) equity shares of Rs. 10 each	100,000,000		100,000,000	
Issued, subscribed and fully paid-up shares (No.)				
10,00,000 (March 31, 2019: 10,00,000) equity shares of Rs. 10 each fully paid up	10,000,000		10,000,000	
Total issued, subscribed and fully paid-up share capital	10,000,000		10,000,000	

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity shares	March 31, 2020		March 31, 2019	
	No.	Rs.	No.	Rs.
At the beginning of the reporting period				
Add: Issued during this period	1,000,000	10,000,000		
Outstanding at the end of the period	1,000,000	10,000,000	1,000,000	10,000,000

(b) Terms/ rights attached to equity shares

The company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Details of shareholders holding more than 5% shares in the company

Equity shares of Rs. 10 each fully paid	As at 31 March 2020		As at 31 March 2019	
	No.	% holding in the class	No.	% holding in the class
President Of India	999,996	99.9996%	999,996	99.9996%

As per records of the company, including its register of shareholders/ members, the above shareholding represents legal ownerships of shares.

2. Reserves and surplus

	As at 31 March 2020		As at 31 March 2019	
	Rs.		Rs.	
Surplus/(Deficit) in the statement of income and expenditure				
Balance as per last financial statements				
Surplus/(Deficit) for the year	(5,009,310)		(5,009,310)	
Net Surplus/(deficit) in the statement of income and expenditure	4,997,081			
	(12,229)		(5,009,310)	
<b>Total</b>	<b>(12,229)</b>		<b>(5,009,310)</b>	

3. Trade payable

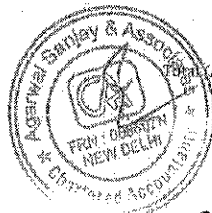
	As at 31 March 2020		As at 31 March 2019	
	Rs.		Rs.	
For goods and services (refer note 21 for MSME details)	10,233,205		986,604	
<b>Total</b>	<b>10,233,205</b>		<b>986,604</b>	

4. Other liabilities

	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
Caution Fee (Refundable)				5,000
Security deposits	995,000	490,000		
Unearned Income	504,400			
Statutory dues payable			6,344,429	1,854,667
Other amounts payable			1,315,940	1,030,448
Interest accrued & due (MSME)			656,102	569,541
Unspent grant from Ministry of Railways (refer Note 23)			24,895	
<b>Total</b>	<b>1,579,400</b>	<b>490,000</b>	<b>51,160,322</b>	<b>3,459,656</b>

6. Loans and advances

	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
Security deposit				
Secured, considered good		1,500,000	1,500,000	
Unsecured, considered good				
(A)		1,500,000	1,500,000	
Advances recoverable in cash or kind				
Secured, considered good			837,638	227,003
Unsecured, considered good			837,638	227,003
(B)			837,638	227,003
Other loans and advances				
Prepaid expenses				1,729,000
(C)				1,729,000
(A+B+C)		1,500,000	2,337,638	1,956,003



NRTU Foundation  
Notes to the financial statements for the year ended March 31, 2020

5. Property, plant & equipment

Particulars	Gross Block				Accumulated Depreciation			Net Block		
	As on 01.04.2019	Additions	Deduction/ Adjustment	As on 31.03.2020	As on 01.04.2019	Additions	Deduction/ Adjustment	As on 31.03.2020	As on March, 31 2020	As on March, 31 2019
Tangible Assets										
Electrical Equipments	-	104,776	-	104,776	-	6,403	-	6,403	98,373	-
Total-A	-	104,776	-	104,776	-	6,403	-	6,403	98,373	-
Intangible Assets										
Softwares	-	99,120	-	99,120	-	5,826	-	5,826	93,294	-
Total-B	-	99,120	-	99,120	-	5,826	-	5,826	93,294	-
Grand Total (A+B)	-	203,896	-	203,896	-	12,229	-	12,229	191,667	-
Previous year	-	-	-	-	-	-	-	-	-	-



*G. M. L.*

7. Cash and cash equivalents

	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
- Balances with bank in current accounts	-	-	78,711,942	6,470,947
- Cash in hand	-	-	60,557	-
<b>Total</b>	-	-	<b>78,772,499</b>	<b>6,470,947</b>

B. Revenue from operations

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Academic receipts	-	-
Initial deposit fees	-	-
Entrance test fees	-	-
Student ID card fees	3,230,250	2,161,750
Admission fees	51,000	50,500
Tuition & other fees	153,000	151,500
Tuition fees	-	-
Mess fees	8,890,656	-
Hostel fees	6,990,911	2,973,333
Campus facility charges	3,485,005	2,517,095
Other charges	668,416	1,057,500
<b>Total</b>	<b>23,608,458</b>	<b>8,851,678</b>

9. Other income

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Tender fees	4,000	-
Miscellaneous income	2,885	-
Grant from Ministry of Railways utilized for current year expenses	20,497,368	-
	<u>20,504,253</u>	-

10. Academic Expenses

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Admission process management services	5,266,465	2,130,880
Visiting faculty teaching expenses	12,189,310	5,297,168
Transportation charges	739,491	-
Mess expenses	7,176,172	4,241,461
Hostel expenses	4,963,456	-
Books & periodicals expenses	29,150	-
Student welfare expenses	488,124	19,762
<b>Total</b>	<b>30,837,168</b>	<b>11,689,221</b>

11. Employee benefit expenses

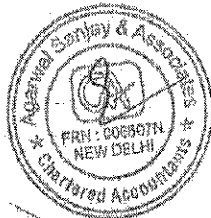
	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Salaries, wages and bonus	4,731,066	941,022
Staff welfare expenses	101,366	61,169
<b>Total</b>	<b>4,832,432</b>	<b>1,002,191</b>

12. Finance costs

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Interest on taxes	110,424	-
Interest on late payment to MSMEs	27,328	-
Bank charges	890	544
<b>Total</b>	<b>138,642</b>	<b>544</b>

13. Other expenses

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
IT support & maintenance expenses	261,509	-
Professional charges	920,750	210,000
Office expenses	1,366,739	74,397
Payment to auditors	15,000	15,000
Printing and stationery	302,467	82,029
Rates and taxes	2,018,725	11,700
Repair and maintenance expenses	250,596	6,156
Travelling and conveyance	2,997,381	659,612
Miscellaneous expenses	171,642	110,138
<b>Total</b>	<b>8,304,799</b>	<b>1,169,032</b>



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**NRTU Foundation**  
**Notes to the financial statements for the year ended March 31, 2020**

**Payment to auditor**

	For the year ended 31st March, 2020 Rs.	For the year ended 31st March, 2019 Rs.
As auditor:		
Audit fee	15,000	15,000
<b>Total</b>	<u>15,000</u>	<u>15,000</u>

**14. Earnings Per Share (EPS)**

The following reflects the surplus and share data used in the basic and diluted EPS computations:

	For the year ended 31st March, 2020 Rs.	For the year ended 31st March, 2019 Rs.
Surplus/(Deficit) for the year	4,997,081	(5,009,310)
Net Surplus/(Deficit) for calculation of basic EPS	<u>4,997,081</u>	<u>(5,009,310)</u>
Weighted average number of equity shares for calculating basic EPS/diluted EPS	No. <u>1,000,000</u>	No. <u>909,589</u>



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**15 Corporate information**

NRTU Foundation (the Company), a not for profit company, within the meaning of Section 8 of the Companies Act 2013, was incorporated in India on May 4, 2018, vide Registration No. U80904DL2018GOI333437. The primary focus of the Company is to promote, establish, develop, construct, administer and carry on all types of education, research and development in all fields in any manner by including establishing of universities, schools, college institutions.

**16 Basis of preparation**

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

**17 Significant Accounting Policies****a. Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**b. Property, plant & equipment**

Property, plant & equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent expenditure related to an item of property, plant & equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant & equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of income and expenditure for the period during which such expenses are incurred.

Gains or losses arising from derecognition of property, plant & equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of income and expenditure when the asset is derecognised.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Intangible assets under development comprises of cost of assets that are not ready for their intend use at the reporting date.

**c. Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

**Income from Initial Deposit of fees:**

Revenue in respect of initial deposit of fees is recognized upfront on receipt.

**Income from Tuition & other fees:**

Revenue in respect of fees received from students is recognised pro-rata over the period on the basis of trimester session of instructions and when the services are rendered.

**d. Depreciation on property, plant & equipment**

Depreciation on tangible assets is calculated on a Straight line method method using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act, 2013.

Assets costing upto Rs. 5,000 are depreciated fully in the year of purchase.

Depreciation on intangible assets is charged on the basis of considering the life of assets at 3 years and depreciated @ 33.33% p.a.

**e. Leases**

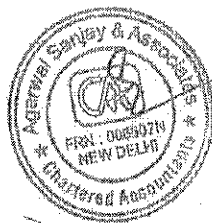
Where the Company is lessee:

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of income and expenditure on a straight-line basis over the lease term.

**f. Borrowing costs**

Borrowing cost includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.



**g. Impairment of tangible assets**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre discount rate that reflects current market assessments of the time value of money and risk specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**h. Foreign currency translation**

Foreign currency transactions and balances

**(i) Initial Recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**(ii) Conversion**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

**(iii) Exchange Differences**

Exchange differences arising on the settlement of monetary items or on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

**i. Income taxes**

The Company is a Section-8 Company incorporated under the provisions of the Companies Act 2013. It does not generate any profit/ surplus from its activities. Income of the Company is exempt under section 10(23C)(iiib) of the Income Tax Act, 1961.

**j. Provisions**

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**kc. Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The company does not recognise a contingent liability but discloses its existence in the financial statements.

**l. Cash and Cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**m. Retirement Benefits**

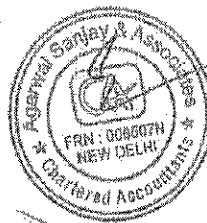
Retirement benefits i.e., provident fund is provided for on accrual basis.

**n. Government grants**

Grants from the government are recognised when there is reasonable assurance that:

1. the Company will comply with the conditions attached to them; and
2. the grant will be received.

Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are shown separately under 'other income'. Where the Company receives non-monetary grants, the asset is accounted for on the basis of its acquisition cost. In case a non-monetary asset is given free of cost it is recognised at a nominal value.





**18. Lease**

The company has not obtained any premises on lease for which rent was paid during the year and previous year.

**19. Related Party Disclosures**

In accordance with the requirements of Accounting Standard - 18 on "Related Party Disclosures" as referred in section 133 of the Companies Act 2013 where control exists and where transactions have taken place, the description of the relationship as identified and certified by management are as follows:

**Key Management Personnel (KMP)**

Alka Arora Misra	(29/Jan/2019 to till date)
Vinod Kumar Yadav	(11/Nov/2019 to till date)
Manjula Rangarajan	(13/Jan/2020 to till date)
Rajesh Tiwari	(14/Aug/2019 to 01/Jan/2020)
Manoj Pande	(06/Mar/2019 to 31/Oct/2019)
Vijay Kumar	(06/Aug/2018 to 01/Aug/2019)
Sachchida Nand Agarwal	(05/Apr/2018 to 06/Mar/2019)
A K Prasad	(05/Apr/2018 to 08/Jan/2019)
Ashwani Lohani	(05/Apr/2018 to 07/Aug/2018)
Debal Kumar Gayen	

**Company under same management**

National High Speed Rail Corporation Limited  
Dedicated Freight Corridor Corporation of India Limited  
Indian Railway Finance Corporation Limited

No transactions with related parties were taken place during the year ( March 31, 2019: Rs. Nil).

**20. Contingent liabilities to the extent not provided for:**

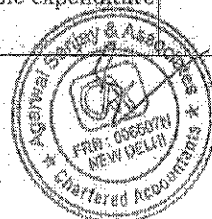
There is no contingent liability existing as on 31st March, 2020 ( March 31, 2019: Rs. Nil).

**21. In terms of micro & small enterprises:**

Dues to micro, small and medium enterprises

Under the Micro Small and Medium Enterprises Development Act, 2006, (MSMED) which came in to force from 2nd October, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below:

Particulars	As at 31.03.2020	As at 31.03.2019
	Rs.	Rs.
(a) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act, 2006:		
Principal amount due to micro and small enterprises	1,866,681	-
Interest due on above	-	-
(b) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	842,298	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year.	24,595	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-



Our general practice to issue the physical letter to creditors for calling the declaration regarding the registration or non-registration under in MSME Act, 2006 was hampered, due to the Covid-19 Pandemic and lockdown restrictions; instead management informed the creditors via telephonic conversations and reminders for sending their declaration.

The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the Financial statement as at 31st March, 2020 based on the information received and available with the Company.

22. As the Company is involved in one line of activity i.e. setting up & running the university, therefore no separate segment disclosures are required.

23. During the year the Company has received total grant of Rs. 7,66,67,000 from Ministry of Railways to meet the requirement of funds for expenses payment. The Company has incurred total revenue expenditure of Rs. 4,41,12,741 during the year and earned income of Rs. 2,36,15,373. Accordingly grant is booked separately under head "Other Income" to the extent of unrecovered expenses. The Grant of Rs. 50,09,310 related to unrecovered expenses of Rs. 50,09,310 (Expenses incurred Rs. 1,38,60,988 (-) Earned income Rs. 88,51,678) related to financial year 2018-19 is considered as extraordinary item in Statement of income & expenditure. Unspent amount of grant of Rs. 5,11,60,322 is shown as "Other Current Liabilities".

24. During the year the Company had considered unrecovered expenses of Rs. 50,09,310 related to financial year 2018-19 with the grant received during the year, due to this deficit of Rs. 12,229 for the financial year comes as surplus at Rs. 49,97,081.

25. Interest on taxes in Schedule-12 "Finance Cost" includes Interest on late payment of GST Rs. 52,269 & interest on late deposit of TDS Rs. 58,155.

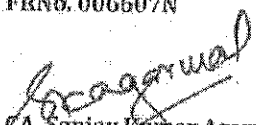
26. COVID-19 pandemic has caused serious disruption on the global economic & business environment. There is a huge uncertainty with regard to its impact which cannot be reasonably determined at this stage. However, the Company has evaluated and considered to the extent possible the likely impact that may arise from COVID-19 pandemic as well as all event and circumstances upto the date of approval of these financial statements on the carrying value of its assets and liabilities as on March 31, 2020. Based on the current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets and adequate liquidity is available.

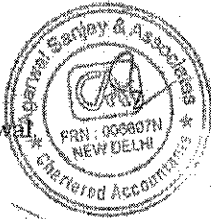
27. Figures have been rounded off to the nearest Rupee.

28. Previous year figures have been regrouped/reclassified, wherever necessary, to confirm to this year classification.


As per our report of even date

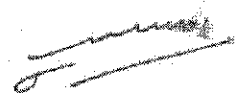
For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N

  
A. Sanjay Kumar Agarwal  
Partner  
M. No. 085252



For and on behalf of the Board of Directors of  
NRTU Foundation

  
Anand Singh Khatri  
Nominee Director  
DIN- 08909292

  
Naresh Salecha  
Nominee Director  
DIN-00843812

Place : New Delhi  
Date : 01/12/2020



National Rail and Transportation Institute (Deemed to be University - setup by NRTU Foundation)  
Balance Sheet as at March 31, 2020

	Notes	As at March 31, 2020 Rs.	As at March 31, 2019 Rs.
<b>Equity and liabilities</b>			
Reserves and surplus	1	8,378,880	(1,220,095)
		<u>8,378,880</u>	<u>(1,220,095)</u>
<b>Non-current liabilities</b>			
Other non-current liabilities	3	1,579,400	490,000
		<u>1,579,400</u>	<u>490,000</u>
<b>Current liabilities</b>			
Trade payables	2		
- Total outstanding due to Micro Enterprises and small enterprises		1,866,681	
- Total outstanding due to other than Micro Enterprises and small enterprises		7,466,717	971,604
Other current liabilities	3	8,151,566	3,430,776
		<u>17,484,964</u>	<u>4,402,380</u>
<b>Total</b>		<u>27,443,244</u>	<u>3,672,285</u>
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Property, plant &amp; equipment</b>			
Tangible assets	4	98,373	
Intangible assets	4	93,294	
Long term loans and advances	5		1,500,000
		<u>191,667</u>	<u>1,500,000</u>
<b>Current assets</b>			
Cash and cash equivalents	6	3,578,364	222,282
Short-term loans and advances	5	23,673,213	1,950,003
		<u>27,251,577</u>	<u>2,172,285</u>
<b>Total</b>		<u>27,443,244</u>	<u>3,672,285</u>

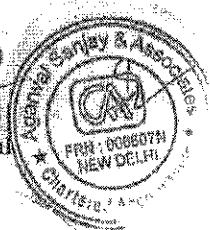
Summary of significant accounting policies 15

The accompanying notes are an integral part of the financial statements.

As per our report of even date enclosed with NRTU Balance Sheet.

For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N

CA. Sanjay Kumar Agarwal  
Partner  
M. No. 085252



Place: New Delhi  
Date: 01/12/2020

For and on behalf of the Board of Directors of  
National Rail and Transportation Institute

Anand Singh Khatri  
Nominee Director  
DIN- 08909292

Naresh Salecha  
Nominee Director  
DIN-00843812

*Signature*

*Signature*

**National Rail and Transportation Institute (Deemed to be University - setup by NRTU Foundation)**  
**Statement of income and expenditure for the year ended March 31, 2020**

	Notes	For the year ended 31st March, 2020	For the year ended 31st March, 2019
		Rs.	Rs.
<b>Income</b>			
Revenue from operations	7	23,608,488	8,851,678
Other income	8	17,516,549	-
<b>Total revenue (I)</b>		<b>41,125,037</b>	<b>8,851,678</b>
<b>Expenses</b>			
Academic Expenses	9	30,837,168	11,689,221
Employee benefits expense	10	3,197,327	61,169
Finance costs	11	79,597	-
Depreciation & amortisation	4	12,229	-
Other expenses	12	7,010,945	927,258
<b>Total Expenses (II)</b>		<b>41,137,266</b>	<b>12,677,648</b>
<b>Surplus/(Deficit) before extraordinary items (I) - (II)</b>		<b>(12,229)</b>	<b>(3,825,970)</b>
<b>Extraordinary items</b>			
Grant for FY 2018-19		3,825,970	-
<b>Surplus/(deficit) for the year (I) - (II)</b>		<b>3,813,741</b>	<b>(3,825,970)</b>
Summary of significant accounting policies	15		

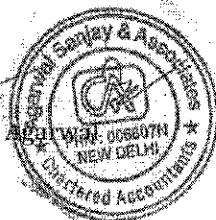
The accompanying notes are an integral part of the financial statements.

As per our report of even date enclosed with NRTU Balance sheet.

For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N

For and on behalf of the Board of Directors of  
National Rail and Transportation Institute

*Agarwal*  
CA. Sanjay Kumar  
Partner  
M. No. 085252



*Anand Singh Khati*  
Anand Singh Khati  
Nominee Director  
DIN- 08909292

*Naresh Salecha*  
Naresh Salecha  
Nominee Director  
DIN-00843812

Place : New Delhi  
Date : 01/12/2020

*Sanjay*

National Rail and Transportation Institute (Deemed to be University)  
 Cash Flow Statement for the year ended March 31, 2020

	Note	March 31, 2020 Rs.	March 31, 2019 Rs.
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>			
Surplus / (Deficit) before tax		3,813,741	(3,825,970)
Non-cash & non-operating adjustment to reconcile deficit before tax to net cash flows			
Depreciation/amortization		12,229	-
Operating surplus/(deficit) before working capital changes		3,825,970	(3,825,970)
Movements in working capital			
Increase/(Decrease) in other current liabilities		4,720,790	3,430,776
Decrease/(Increase) in short term loans and advances		(21,723,210)	(1,500,000)
Increase/(Decrease) in trade payables		8,361,794	971,604
Decrease/(Increase) in long term loans and advances		1,500,000	(1,950,003)
Increase/(Decrease) in other non current liabilities		1,089,400	490,000
<b>Net cash flow from/ (used in) operating activities (A)</b>		<b>(2,225,256)</b>	<b>(2,383,594)</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant & equipment		(203,896)	-
<b>Net cash flow from/ (used in) investing activities (B)</b>		<b>(203,896)</b>	-
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>			
Contribution from sponsoring body (NRTU Foundation)		5,785,234	2,605,875
<b>Net cash flow from/ (used in) financing activities (C)</b>		<b>5,785,234</b>	<b>2,605,875</b>
Net increase/(decrease) in cash and cash equivalents (A+B+C)		3,356,082	222,282
Cash and cash equivalents at beginning of the year		222,282	-
Cash and cash equivalents at end of the year		3,578,364	222,282
<b>Components of cash and cash equivalents as at end of the year</b>		<b>3,578,364</b>	<b>222,282</b>
Cash and cash equivalents			
Balances with banks:		3,556,528	222,282
Cash on hand		21,836	-
<b>Total Cash and cash equivalents as per Note 6</b>		<b>3,578,364</b>	<b>222,282</b>

Summary of significant accounting policies

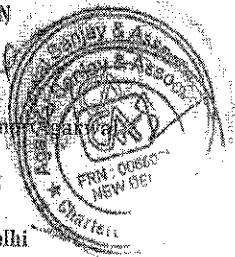
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The accompanying notes are an integral part of the financial statements.

As per our report of even date enclosed with NRTU Balance Sheet.

For Agarwal Sanjay & Associates  
 Chartered Accountants  
 FRNo. 006607N

C.A. Sanjay Kumar  
 Partner  
 M. No. 085252



Place : New Delhi  
 Date : 01/12/2020

For and on behalf of the Board of Directors of  
 National Rail and Transportation Institute

Anand Singh Khatri  
 Nominee Director  
 DIN- 08909292

Naresh Salecha  
 Nominee Director  
 DIN-00843812

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National Rail and Transportation Institute (Deemed to be University - setup by MRTU Foundation)  
Notes to the financial statements for the year ended March 31, 2020

1. Reserves and surplus

	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
Deficit in the statement of income and expenditure		
Balance as per last financial statements	(3,825,970)	(3,825,970)
Surplus/(Deficit) for the year	3,918,741	(3,825,970)
Net surplus/(deficit) in the statement of income & expenditure	(12,229)	(3,825,970)
Contribution from sponsoring body (NRTU Foundation)	8,391,109	2,608,875
<b>Total</b>	<b>8,378,880</b>	<b>(1,220,095)</b>

2. Trade payable

	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.
For goods and services (refer note 19)	9,333,398	971,604
<b>Total</b>	<b>9,333,398</b>	<b>971,604</b>

3. Other liabilities

	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
Caution fee (Refundable)	995,000	490,000	-	5,000
Security deposits	584,400	-	-	-
Unearned income	-	-	5,344,429	1,854,667
Statutory dues payable	-	-	1,126,440	1,001,568
Interest accrued & due (MSME)	-	-	24,595	-
Other amounts payable	-	-	656,102	569,541
<b>Total</b>	<b>1,579,400</b>	<b>490,000</b>	<b>8,151,566</b>	<b>3,430,776</b>

5. Loans and advances

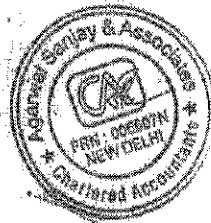
	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
Security deposit	-	-	-	-
Secured, considered good	-	1,500,000	1,500,000	-
Unsecured, considered good	-	-	-	-
<b>(A)</b>	<b>-</b>	<b>1,500,000</b>	<b>1,500,000</b>	<b>-</b>
Advances recoverable in cash or kind	-	-	-	-
Secured, considered good	-	-	887,638	221,003
Unsecured, considered good	-	-	21,385,575	-
Recoverable grant	-	-	-	221,003
<b>(B)</b>	<b>-</b>	<b>-</b>	<b>22,173,213</b>	<b>221,003</b>
Other loans and advances	-	-	-	1,729,000
Prepaid expenses	-	-	-	1,729,000
<b>(C)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,729,000</b>
<b>Total (A+ B+ C)</b>	<b>-</b>	<b>1,500,000</b>	<b>23,673,213</b>	<b>1,950,003</b>

6. Cash and cash equivalents

	Non-current		Current	
	As at 31 March 2020	As at 31 March 2019	As at 31 March 2020	As at 31 March 2019
	Rs.	Rs.	Rs.	Rs.
Balances with bank in current accounts	-	-	3,556,528	222,282
Cash in hand	-	-	21,836	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>3,578,364</b>	<b>222,282</b>

7. Revenue from operations

	For the year ended	For the year ended
	31st March, 2020	31st March, 2019
	Rs.	Rs.
Academic receipts		
Initial deposit fees		
Entrance test fees	3,230,250	2,101,750
Student ID card fees	51,000	50,500
Admission fees	153,000	151,500
Tuition & other fees		
Tuition fees	8,890,656	2,973,332
Mess fees	6,990,911	2,517,095
Hostel fees	3,485,005	1,057,500
Campus facility charges	668,416	-
Other charges	139,250	-
<b>Total</b>	<b>23,608,488</b>	<b>8,861,678</b>



33

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National Rail and Transportation Institute (Deemed to be University - setup  
by NRTU Foundation)  
Notes to the financial statements for the year ended March 31, 2020

8. Other income

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Tender fees	4,000	-
Miscellaneous Income	2,944	-
Grant from Ministry of Railways utilized for current year expenses	17,509,605	-
	<u>17,516,549</u>	<u>-</u>

9. Academic Expenses

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Admission process management services	5,260,465	2,130,830
Visiting faculty teaching expenses	12,180,310	5,297,168
Transportation charges	739,491	-
Mess expenses	7,176,172	4,241,461
Hostel expenses	4,963,456	-
Books & periodicals expenses	29,150	-
Student welfare expenses	488,124	19,762
Total	<u>39,837,168</u>	<u>11,689,221</u>

10. Employee benefits expense

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Salaries, wages and bonus	3,093,961	-
Staff welfare expenses	101,366	61,169
Total	<u>3,197,327</u>	<u>61,169</u>

11. Finance costs

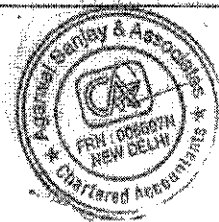
	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
Interest on taxes	52,269	-
Interest on late payment to MSMEs	27,328	-
Total	<u>79,597</u>	<u>-</u>

12. Other expenses

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
IT support & maintenance expenses	261,509	-
Professional charges	337,750	-
Office expenses	1,366,739	69,323
Payment to auditors	-	-
Printing and stationery	302,467	82,029
Rates and taxes	1,800,505	-
Repair and maintenance expenses	250,586	6,156
Travelling and conveyance	2,519,747	659,612
Miscellaneous expenses	171,642	110,138
Total	<u>7,010,945</u>	<u>927,258</u>

Payment to auditor

	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rs.	Rs.
As auditor:	-	-
Audit fee	-	-
Total	<u>-</u>	<u>-</u>



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National Rail and Transportation Institute (Deemed to be University - setup by NRTU Foundation)  
Notes to the financial statements for the year ended March 31, 2020

4. Property, plant & equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block	
	As on 01.04.2019	Additions	Deduction/ Adjustment	As on 31.03.2020	As on 01.04.2019	Additions	Deduction/ Adjustment	As on 31.03.2020	As on March, 31 2020	As on March, 31 2019
<b>Tangible Assets</b>										
Electrical Equipments	-	104,776	-	104,776	-	6,403	-	6,403	98,373	-
<b>Total-A</b>	-	104,776	-	104,776	-	6,403	-	6,403	98,373	-
<b>Intangible Assets</b>										
Softwares	-	99,120	-	99,120	-	5,826	-	5,826	93,294	-
<b>Total-B</b>	-	99,120	-	99,120	-	5,826	-	5,826	93,294	-
<b>Grand Total (A+B)</b>	-	203,896	-	203,896	-	12,229	-	12,229	191,667	-
Previous year	-	-	-	-	-	-	-	-	-	-



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**13 Corporate information**

National Rail & Transportation Institute (Deemed to be University) set up by NRTU Foundation (the Company), a not for profit company, within the meaning of Section 8 of the Companies Act 2013, was incorporated in India on May 4, 2018, vide Registration No. U80904DL2018GOI333437. The primary focus of the Company is to promote, establish, develop, construct, administer and carry on all types of education, research and development in all fields in any manner by including establishing of universities, schools, college institutions.

**14 Basis of preparation**

The financial statements of National Rail & Transportation Institute have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) and as per University Grants Commission regulations. The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

**15 Significant Accounting Policies**

**a. Use of estimates**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

**b. Property, plant & equipment**

Property, plant & equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Subsequent expenditure related to an item of property, plant & equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant & equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of income and expenditure for the period during which such expenses are incurred.

Gains or losses arising from derecognition of property, plant & equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of income and expenditure when the asset is derecognised.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

Intangible assets under development comprises of cost of assets that are not ready for their intended use at the reporting date.

**c. Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

**Income from Initial Deposit of fees:**

Revenue in respect of initial deposit of fees is recognized upfront on receipt.

**Income from Tuition & other fees:**

The Company is a Section-8 Company incorporated under the provisions of the Companies Act 2013. It does not generate any profit/surplus from its activities. Income of the Company is exempt under section 10(23C)(iiib) of the Income Tax Act, 1961.

**d. Depreciation on property, plant & equipment**

Depreciation on tangible assets is calculated on a Straight line method using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act, 2013.

Assets costing upto Rs. 5,000 are depreciated fully in the year of purchase.

Depreciation on intangible assets is charged on the basis of considering the life of assets at 3 years and depreciated @ 33.33% p.a.

**e. Leases**

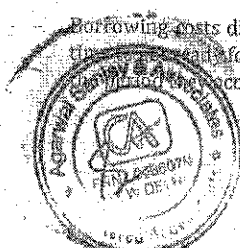
Where the Company is lessee:

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the statement of income and expenditure on a straight-line basis over the lease term.

**f. Borrowing costs**

Borrowing cost includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period in which they occur.



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**g. Impairment of tangible assets**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre discount rate that reflects current market assessments of the time value of money and risk specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

**h. Foreign currency translation**

Foreign currency transactions and balances

**(i) Initial Recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**(ii) Conversion**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

**(iii) Exchange Differences**

Exchange differences arising on the settlement of monetary items or on reporting such monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

**i. Income taxes**

The Company is a Section-8 Company incorporated under the provisions of the Companies Act 2013. It does not generate any profit/ surplus from its activities.

**j. Provisions**

A provision is recognised when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

**k. Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The company does not recognise a contingent liability but discloses its existence in the financial statements.

**l. Cash and Cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

**m. Retirement Benefits**

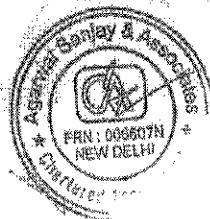
Retirement benefits i.e., provident fund is provided for on accrual basis.

**n. Government grants**

Grants from the government are recognised when there is reasonable assurance that:

1. the Company will comply with the conditions attached to them; and
2. the grant will be received.

Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are shown separately under 'other income'. Where the Company receives non-monetary grants, the asset is accounted for on the basis of its acquisition cost. In case a non-monetary asset is given free of cost it is recognised at a nominal value.



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National Rail and Transportation Institute (Deemed to be University)  
Notes to the financial statements for the year ended March 31, 2020

16. Lease

The company has not obtained any premises on lease for which rent was paid during the year.

17. Related Party Disclosures

In accordance with the requirements of Accounting Standard - 18 on "Related Party Disclosures" as referred in section 133 of the Companies Act 2013 where control exists and where transactions have taken place, the description of the relationship as identified and certified by management are as follows:

Key Management Personnel (KMP)

Alka Arora Misra	(29/Jan/2019 to till date)
Vinod Kumar Yadav	(11/Nov/2019 to till date)
Manjula Rangarajan	(13/Jan/2020 to till date)
Rajesh Tiwari	(14/Aug/2019 to 01/Jan/2020)
Manoj Pande	(06/Mar/2019 to 31/Oct/2019)
Vijay Kumar	(06/Aug/2018 to 01/Aug/2019)
Sachchida Nand Agarwal	(05/Apr/2018 to 06/Mar/2019)
A K Prasad	(05/Apr/2018 to 08/Jan/2019)
Ashwani Lohani	(05/Apr/2018 to 07/Aug/2018)
Debal Kumar Gayen	

Company under same management

National High Speed Rail Corporation Limited  
Dedicated Freight Corridor Corporation of India Limited  
Indian Railway Finance Corporation Limited

No transactions with related parties were taken place during the year ( March 31, 2019: Rs. Nil).

18. Contingent liabilities to the extent not provided for:

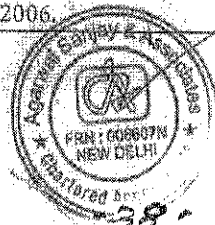
There is no contingent liability existing as on 31st March, 2020 ( March 31, 2019: Rs. Nil).

19. In terms of micro & small enterprises:

Dues to micro, small and medium enterprises

Under the Micro Small and Medium Enterprises Development Act, 2006, (MSMED) which came in to force from 2nd October, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below:

Particulars	As at 31.03.2020	As at 31.03.2019
	Rs.	Rs.
(a) Principal amount and interest due thereon remaining unpaid to any supplier covered under MSMED Act, 2006:		
Principal amount due to micro and small enterprises	1,866,681	-
Interest due on above	-	-
(b) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	842,298	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting year.	24,595	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-



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38

Our general practice to issue the physical letter to creditors for calling the declaration regarding the registration or non-registration under in MSME Act, 2006 was hampered, due to the Covid-19 Pandemic and lockdown restrictions; Instead management informed the creditors via telephonic conversations and reminders for sending their declaration.

The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the Financial statement as at 31st March, 2020 based on the information received and available with the Company.

20. As the Company is involved in one line of activity i.e. setting up & running the university, therefore no separate segment disclosures are required.

21. During the year the Company has received total grant of Rs. 7,66,67,000 from Ministry of Railways to meet the requirement of funds for expenses payment. The institution has incurred total revenue expenditure of Rs. 4,11,25,037 during the year and earned income of Rs. 2,36,15,432. Accordingly grant is booked separately under head "Other Income" to the extent unrecovered expenses. The Grant of Rs. 38,25,970 related to unrecovered expenses of Rs. 38,25,970 (Expenses incurred Rs. 1,26,77,648 (-) Earned income Rs. 88,51,678) related to financial year 2018-19 is considered as extraordinary item in Statement of income & expenditure. Recoverable amount of Rs. 2,13,35,575 of grant from sponsoring body is shown as "Short Term Loans & Advances".

22. During the year the Company had considered unrecovered expenses of Rs. 38,25,970 related to financial year 2018-19 with the grant received during the year, due to this deficit of Rs. 12,229 for the financial year comes as surplus at Rs. 38,13,741.


23. COVID-19 pandemic has caused serious disruption on the global economic & business environment. There is a huge uncertainty with regard to its impact which cannot be reasonably determined at this stage. However, the Company has evaluated and considered to the extent possible the likely impact that may arise from COVID-19 pandemic as well as all event and circumstances upto the date of approval of these financial statements on the carrying value of its assets and liabilities as on March 31, 2020. Based on the current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets and adequate liquidity is available.

24. Figures have been rounded off to the nearest Rupee.

25. Previous year figures have been regrouped/reclassified, wherever necessary, to confirm to this year classification.

As per our report of even date enclosed with NRTU Balance sheet.

For Agarwal Sanjay & Associates  
Chartered Accountants  
FRNo. 006607N


  
CA. Sanjay Kumar Agarwal  
Partner  
M. No. 085252

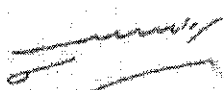


Place: New Delhi

Date: 01/12/2020.

For and on behalf of the Board of Directors of  
National Rail and Transportation Institute

  
Anand Singh Khatri  
Nominee Director  
DIN-08909292

  
Naresh Salecha  
Nominee Director  
DIN-00843012





**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF NRTU FOUNDATION FOR THE YEAR ENDED 31 MARCH 2020.**

The preparation of financial statements of **NRTU FOUNDATION** for the period ended 31 March 2020 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 01.12.2020.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of **NRTU FOUNDATION** for the period ended 31 March 2020 under section 143(6)(a) of the Act.

For and on the behalf of the  
Comptroller & Auditor General of India



(K. S. Ramuwallia)  
Principal Director of Audit  
Railway Commercial, New Delhi

Place: New Delhi  
Dated: 11 .12.2020

