B.K. Khemka & Company
CHARTERED ACCOUNTANTS

Poddar Court
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INDEPENDENT AUDITOR'S REPORT

To the Members of
GRASSROOTS INDIA
CIN: U85300OR2008NPL010042

Report on the Audit of the Financial Statements

Opinion

I have audited the accompanying financial statements of GRASSROOTS INDIA ("the Company"), which comprise the Balance Sheet as at 31st March, 2026, the Statement of Income and Expenditure and the Receipts and Payments Account for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required, and give a true and fair view in conformity with the Accounting Standards specified under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2026, and of the excess of income over expenditure for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. My responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of my report. I am 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 my audit of the financial statements under the provisions of the Act and the Rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Matter

The financial statements of the Company for the year ended 31st March, 2025, being the corresponding figures included in the accompanying financial statements, were audited by the predecessor auditor, M/s. S. K. Nayak & Associates, Chartered Accountants (Firm Registration No. 325629E), who expressed an unmodified opinion thereon vide their report dated 11th August, 2025. I was appointed as the statutory auditor of the Company to fill the casual vacancy caused by the resignation of the predecessor auditor with effect from 12th August, 2026.

My opinion on the financial statements is not modified in respect of this matter.



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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report and the annexures thereto, but does not include the financial statements and my auditor's report thereon.

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

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained during the course of the audit, or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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 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 the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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, I exercise professional judgment and maintain professional scepticism throughout the audit. I 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 my 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 Act, I am also responsible for expressing my opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls, save to



the extent that such reporting is exempted in the case of the Company as stated in paragraph (f) under "Report on Other Legal and Regulatory Requirements" below.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

Report on Other Legal and Regulatory Requirements

1. The Company is a company licensed to operate under section 8 of the Act. Accordingly, in terms of paragraph 1(2)(ii) of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in exercise of the powers conferred by sub-section (11) of section 143 of the Act, the Order is not applicable to the Company, and no report on the matters specified in paragraphs 3 and 4 of the Order is given.

2. As required by section 143(3) of the Act, I report that:

   (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.

   (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.

   (c) The Balance Sheet, the Statement of Income and Expenditure and the Receipts and Payments Account dealt with by this Report are in agreement with the books of account.

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

   (e) On the basis of the written representations received from the directors as on 31st March, 2026 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of section 164(2) of the Act.

   (f) The reporting under section 143(3)(i) of the Act in respect of the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls is not applicable to the Company, the Company being a private company which is covered by the exemption granted vide Notification No. G.S.R. 583(E) dated 13th June, 2017 issued by the Ministry of Corporate Affairs, its turnover as per the latest audited financial statements being less than rupees fifty crores and its aggregate borrowings from banks, financial institutions and body corporates at any point of time during the financial year being less than rupees twenty five crores, and the Company not having committed any default in filing its financial statements under section 137 or annual return under section 92 of the Act with the Registrar of Companies.



(g) In my opinion, there are no observations or comments on the financial transactions or matters which have any adverse effect on the functioning of the Company.

(h) In my opinion, there are no qualifications, reservations or adverse remarks relating to the maintenance of accounts and other matters connected therewith.

(i) 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, as amended, in my opinion and to the best of my information and according to the explanations given to me:

(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.

(c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(e) (i) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on such audit procedures as I have considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations under sub-clause (i) and sub-clause (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.

(f) The Company, being a company licensed under section 8 of the Act, is prohibited from declaring or paying any dividend to its members, and accordingly no dividend has been declared or paid by the Company during the year.

(g) Based on my examination, which included test checks, the Company has used an accounting software for maintaining its books of account for the financial year ended 31st March, 2026 which has a feature of recording audit trail (edit log) facility, and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of my audit, I did not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

B.K. KHEMKA & CO. Chartered Accountants Kolkata-1

3. The Company is a private limited company and, accordingly, the provisions of section 197 of the Act read with Schedule V thereto are not applicable to the Company. Consequently, no reporting is required under section 197(16) of the Act.

Place: Kolkata
Date: 10th September 2026
UDIN: 26314534CJKWDF9172

For B. K. KHEMKA & CO.
Chartered Accountants
Firm Registration No. 314134E

AAKASH KHEMKA
Proprietor
Membership No. 314534

B.K. KHEMKA & CO. Chartered Accountants Kolkata-1

GRASSROOTS INDIA

(Address: PLOT NO. 1427/5D, SECTOR -10, PHASE-II, CDA, CUTTAK- 753014, ODISHA)
CIN - U85300OR2008NPL010042

FCRA Balance Sheet as at 31 March 2026

(Rs in thousands)

Particulars	Note	As at 31 March 2026	As at 31 March 2025
I. EQUITY AND LIABILITIES			
(1) Shareholder's Fund			
(a) Reserve & Surplus	3	470.08	1,867.33
Total		470.08	1,867.33
(2) Current liabilities			
(a) Other Current Liabilities	4	41.30	25.96
Total		41.30	25.96
Total Equity and Liabilities		511.38	1,893.29
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	5	349.27	373.81
Total		349.27	373.81
(2) Current assets			
(a) Cash and bank balances	6	122.11	1,479.48
(b) Short-term Loans and Advances	7	40.00	40.00
Total		162.11	1,519.48
Total Assets		511.38	1,893.29

See accompanying notes which form part of the financial statements

As per our report of even date
For B.K.Khemka & Co.
Chartered Accountants
Firm's Registration No. 0314134E

AAKASH KHEMKA
PROPRIETOR
Membership No. 314534
UDIN: 26314534CJKWDF9172
Place: KOLKATA
Date: 10th September, 2026

B.K. KHEMKA & CO. Chartered Accountants Kolkata-1

For GRASSROOTS INDIA
(on behalf of the Board of Directors)

Debra Ann Pennington
Director
01875773

Director
Grassroots India

Soudamini Barik
Soudamini Barik
Director
11197849

Place: CUTTACK
Date: 8/9/26

Director
Grassroots India

GRASSROOTS INDIA

(Address: PLOT NO. 1427/5D, SECTOR -10, PHASE-II, CDA, CUTTAK- 753014, ODISHA)
CIN - U85300OR2008NPL010042

FCRA Statement of Income and Expenditure Account for the period ended

(Rs in thousands)

Particulars	Note	Year ended on 31 March 2026	Year ended on 31 March 2025
Income		-	-
Donation Received	8	447.25	1,931.37
Other Receipts	9	176.22	198.42
Total Income		623.47	2,129.79
Expenses			
Programme Activity Expenses	10	1,912.01	1,761.82
Depreciation and Amortization Expenses	11	27.59	26.62
Other Administrative Expenses	12	81.12	41.50
Total Expenses		2,020.72	1,829.94
Surplus/(Deficit) before Exceptional and Extraordinary Item and Tax		-1,397.25	299.85
Exceptional Item		-	-
Surplus/(Deficit) before Extraordinary Item and Tax		-1,397.25	299.85
Extraordinary Item		-	-
Surplus/(Deficit) before Tax		-1,397.25	299.85
Tax Expenses			
- Current Tax		-	-
- Deferred Tax		-	-
Surplus/(Deficit) for the period		-1,397.25	299.85

See accompanying notes which form part of the financial statements

As per our report of even date
For B.K.Khemka & Co.
Chartered Accountants
Firm's Registration No. 0314134E

AAKASH KHEMKA
PROPRIETOR
Membership No. 314534
UDIN: 26314534CJKWDF9172
Place: KOLKATA
Date: 10th September, 2026

B.K. KHEMKA & CO. Chartered Accountants Kolkata

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Director
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(Address: PLOT NO. 1427/5D, SECTOR -10, PHASE-II, CDA, CUTTAK- 753014, ODISHA)
CIN - U85300OR2008NPL010042

FCRA Receipts and Payments Statement for the period ended

	Particulars	Notes	Year ended on 31 March 2026	Year ended on 31 March 2025
I	**OPENING BALANCE**			
	Cash & Cash Equivalent		1479.48	1184.45
	RECEIPTS DURING THE YEAR			
	Donations received		447.25	1931.37
	Other Receipts		176.22	198.42
	Total		2102.95	3314.25
II	Payment during the year			
	a. Programme Activity expenses		1887.68	1761.82
	b. Other Administrative Expenses		39.82	15.54
	c. Audit Fees Paid		25.96	25.96
	d. Purchase of Fixed Assets		27.39	31.45
	Total Expenses		1980.85	1834.77
III	**CLOSING BALANCE**			
	Cash & Cash Equivalent		122.11	1479.48
	Total		2102.95	3314.25

See accompanying notes which form part of the financial statements

As per our report of even date
For B.K.Khemka & Co.
Chartered Accountants
Firm's Registration No. 0314134E

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Membership No. 314534
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CIN - U85300OR2008NPL010042

Notes forming part of the FCRA Financial Statements

3 Reserve & Surplus (Rs in thousands)

Particulars	As at 31 March 2026	As at 31 March 2025
Balance as per Last Financial Statements	1,867.33	1,567.48
Surplus/(Deficit) for the period	-1,397.25	299.85
Total	470.08	1,867.33

4 Other current liabilities (Rs in thousands)

Particulars	As at 31 March 2026	As at 31 March 2025
Audit Fee Payables	41.30	25.96
Total	41.30	25.96

B.K. KHEMKA & CO. Chartered Accountants Kolkata-1

GRASSROOTS INDIA

(Address: PLOT NO. 1427/5D, SECTOR -10, PHASE-II, CDA, CUTTAK- 753014, ODISHA)

CIN - U85300OR2008NPL010042

Notes forming part of the FCRA Financial Statements

5 Property, Plant and Equipment

(Rs in thousands)

Name of Assets	Gross Block				Depreciation and Amortization				Net Block	Net Block
	As on 1-Apr-25	Addition	Deduction	As on 31-Mar-26	As on 1-Apr-25	for the year	Deduction	As on 31-Mar-26	As on 31-Mar-26	As on 31-Mar-25
(I) Property, Plant and Equipment										
Furniture	100.42	-	-	100.42	67.67	3.11		70.78	29.64	32.75
Office equipment	594.03	-	54.86	539.17	253.31	20.04	30.53	242.82	296.34	340.72
Computer	14.50	27.39	-	41.89	14.16	4.44		18.60	23.29	0.34
Total	708.95	27.39	54.86	681.48	335.14	27.59	30.53	332.20	349.27	373.81
Previous Year	677.50	31.45	-	708.95	308.52	26.62	-	335.14	373.81	368.97

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GRASSROOTS INDIA

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CIN - U85300OR2008NPL010042

Notes forming part of the FCRA Financial Statements

6 Cash and bank balances

(Rs in thousands)

Particulars	As at 31 March 2026	As at 31 March 2025
Balances with banks	115.87	1,477.84
Cash on hand	6.24	1.64
Total	122.11	1,479.48

7 Short term loans and advances

(Rs in thousands)

Particulars	As at 31 March 2026	As at 31 March 2025
Other loans and advances (Unsecured, considered good)		
-Security Deposits	40.00	40.00
Total	40.00	40.00

8 Donation Received

(Rs in thousands)

Particulars	Year ended on 31 March 2026	Year ended on 31 March 2025
Donation & Contribution	447.25	1,931.37
Total	447.25	1,931.37

9 Other Receipts

(Rs in thousands)

Particulars	Year ended on 31 March 2026	Year ended on 31 March 2025
Interest Income	-	24.85
Membership Fees	162.83	162.96
Wish Shop sale	13.39	10.61
Total	176.22	198.42

B.K. KHEMKA & CO. Chartered Accountants Kolkata-1

GRASSROOTS INDIA

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Notes forming part of the FCRA Financial Statements

10 Programme Activity Expenses (Rs in thousands)

Particulars	Year ended on 31 March 2026	Year ended on 31 March 2025
Educational Scholarship	37.75	-
Medical Aid Programme	65.54	48.32
Residential Voactional Training	1,731.49	1,670.24
Village Outreach	52.90	143.26
Discard of Obsolete Fixed Assets	24.33	-
Total	1,912.01	1,761.82

11 Depreciation and amortization expenses (Rs in thousands)

Particulars	Year ended on 31 March 2026	Year ended on 31 March 2025
Depreciation	27.59	26.62
Total	27.59	26.62

12 Other Administrative Expenses (Rs in thousands)

Particulars	Year ended on 31 March 2026	Year ended on 31 March 2025
Audit Fee	41.30	25.96
Bank Charges	8.84	11.17
Filing Fees	30.90	4.04
Office Supplies	-	0.30
Postage Expenses	0.08	0.03
Total	81.12	41.50

As per our report of even date
For B.K.Khemka & Co.
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Firm's Registration No. 0314134E

AAKASH KHEMKA
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UDIN: 26314534CJKEWDF9172
Place: KOLKATA
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B.K. KHEMKA & CO Chartered Accountants Kolkata

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