

PRATHAM UK

England & Wales · Charity number 1099386

Details

Status	Registered
Legal form	Charitable company
Company number	04708800
Registered	2003-09-11
Register	View on the Charity Commission register

Contact

Address	483 Green Lanes London N13 4BS
Phone	02080505935
Email	hello@pratham.org.uk
Website	www.pratham.org.uk

Activities

Objects: TO ADVANCE THE EDUCATION AMONGST PERSONS LIVING IN DEVELOPING COUNTRIES, ESPECIALLY BUT WITH NOT EXCLUSIVELY WORKING WITH CHILDREN WITHIN SLUM COMMUNITIES IN INDIA

Activities: Pratham UK conducts high quality, low cost and replicable interventions to address gaps in the Indian education system. Our best known programme, Teaching at the Right Level, teaches basic literacy and numeracy in as little as 30 days for £14 per student. Our work also includes preschool, digital, vocational and women's education programmes in 21 states across India.

Classification

- **How:** Makes Grants To Organisations, Provides Advocacy/advice/information
- **What:** Education/training, Overseas Aid/famine Relief, Economic/community Development/employment
- **Who:** Children/young People

Geography

- India

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,746,891	£1,714,005	£416,582	6
2024-03-31	£1,441,610	£1,505,570	£383,696	5
2023-03-31	£1,590,755	£1,513,717	£447,656	3
2022-03-31	£1,186,229	£992,705	£370,618	2
2021-03-31	£372,166	£752,782	-	-

Trustees

Name	Role	Appointed
Sakate Khaitan	Chair	2018-08-10
Alok Gahrotra		2025-03-05
Dr Ramnath Sriram		2026-04-30
Kalpesh Ramniklal Solanki		2021-07-22
Kanesh Balasubramaniam		2022-07-28
Karthic Jayaraman		2018-06-26
Manish Gupta		2023-01-10
Manisha Bharti		2021-10-27
Nishma Gosrani		2024-06-07
Puja Bhutoria Chopra		2026-04-30
Rajan Jain		2025-03-05
Sam Tully		2019-09-13
Shailesh Ramniklal Solanki		2021-07-22
Sunayna Sethi		2022-06-09

PRATHAM UK

England & Wales - Charity number 1099386

Accounts

Company No: 04708800

Registered Charity No. 1099386



Pratham UK

Every Child in School & Learning Well

PRATHAM UK

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

Pratham UK

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Pratham UK Company Information

Company number	04708800
Charity registration number	1099386
Name of trustees	Sakate Khaitan – Chairman Manish Gupta - Treasurer Alok Gahrotra (appointed 5/3/2025) Alpona Banerji (resigned 17/1/2025) Dixit Joshi Dixit Joshi (resigned 5/3/2025) Kalpesh Solanki Kanesh Balasubramaniam Karthic Jayaraman Manisha Bharti Nishma Gosrani OBE Rajan Jain (appointed 5/3/2025) Shailesh Solanki Sunayna Sethi William Samuel Tully
Company Secretary	Nicholas Sankey
Registered office	483 Green Lanes London N13 4BS
Bankers	HSBC 92 Kensington High Street London W8 4SH ICICI Bank UK 1 Thomas More Square Thomas More Street London E1W 1YN
Independent auditor	Knox Cropper 153-155 London Road Hemel Hempstead Hertfordshire HP3 9SQ
Lawyers	Withers LLP 20 Old Bailey London ECAM 7AN

Pratham UK Trustees Report

The trustees present their annual report together with the financial statements for the year ended 31 March 2025. The trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by update Bulletin 1 (effective 1 January 2015).

Details of officers and professional advisers are set out on page 3.

STRUCTURE, GOVERNANCE AND MANAGEMENT

CONSTITUTION

Pratham UK is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 24 March 2003 as amended by Special Resolution on 21 June 2019. It was registered as a charity with the Charity Commission on 11 September 2003.

The organisation is governed and overseen by its trustees, who are also directors of the company. The trustees meet regularly to manage and review the Charity's activities and direction.

TRUSTEE SELECTION, INDUCTION AND TRAINING

Trustees of Pratham UK are elected by a majority vote by the existing body of trustees after meeting the Chairman and having their nomination approved by the Nomination and Governance Committee. Most will attend a board meeting as an observer prior to their election.

Newly elected trustees must sign a copy of our code of conduct. They all meet senior staff as part of their induction who outline the work of the charity and our future plans. They are also given relevant literature to read. They are encouraged to visit the work in India.

PUBLIC BENEFIT

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit. The objectives of the Charity, as stated in its constitution, as amended by a special resolution on 21 June 2019, are to advance education amongst persons living in developing countries, especially but not exclusively working with children within slum communities in India.

As the report below outlines, we have worked with our partner organisations to increase, once again, the number of children and young people whose lives we have changed through various learning opportunities. We have also laid the groundwork so we can provide support to Pratham International projects, with the first grants submitted in 2024/5 being awarded after year-end.

Pratham UK Trustees Report

OBJECTIVES AND ACTIVITIES

The purpose of Pratham UK, which we share with the Pratham Education Foundation, is to enable learning for school, work and life. We meet these objectives by partnering with other Pratham entities to deliver the programmes in India and through Pratham International globally. We give both restricted and unrestricted grants that support this work. The key programmes we are involved in are:

Hamara Gaon – a village-wide learning programme incorporating the Teaching at the Right Level methodology and other programmes to create an environment of learning within the community.

Second Chance – a programme that supports women who have previously dropped out of school to prepare for their Class 10 exams.

Vocational training – Typically three-month courses that allow young people from disadvantaged backgrounds to train for careers in sectors where India has skills shortages. Many are the first in their families to have formal employment rather than being daily wage earners.

Early Childhood Development – preparing young children for school and life.

ASER – The annual ASER Report measures enrolment and learning outcomes across rural India and has driven change in educational policy to focus on learning outcomes, not inputs.

Digital Work – Developing and distributing ed tech for low-tech environments and creating free-to-access digital content in multiple Indian and African languages. Whilst we have developed Apps in-house to assist students to engage in learning for school, work, and life, while allowing teachers to evaluate students using our comprehensive question bank and templates.

VOLUNTEERS

Whilst there are thousands of volunteers in India enabling the programmes we are supporting, there are also many wonderful volunteers in the UK, in particular, supporting our gala and other events, and the trustees themselves are committed volunteers. We wish to thank all our volunteers who have supported Pratham worldwide in any way this year.

ACHIEVEMENTS AND PERFORMANCE

2024/5 saw continued income growth for Pratham UK, enabling us to contribute more to the work in India and continue helping children thrive. We also began to work with Pratham International, sending our first grants to support their work in Kenya.

In 2024/5 Pratham Education Foundation reached 7.4 million children in partnerships with 17 state governments in India.

Over 710,000 children were reached directly by Pratham staff in their communities as part of the Hamara Gaon programme, with 167,000 reached through volunteer-led education activities facilitated by Pratham.

260,000 mothers were equipped to support their children's learning.

170 Skilling Centres in 18 states supported 53,000 young people to develop employable skills. Over 80% of those who received formal certification were placed in a job.

Pratham UK

Trustees Report

17,000 girls and women were equipped for class 10 certification through the Second Chance Programme.

Pratham International is now working through partners in 25 countries.

The majority of our support is focused on the Hamara Gaon Programme. We are grateful to the AKO Foundation, CVC Philanthropy, the Gangaben Desai Family Charity, and Lifelines Foundation for their support, which reached from Rajasthan to Odisha and Jammu to Telangana.

The Arisaig Partners Foundation continued to support the Second Chance Programme, for which we are hugely grateful. Along with grants from the Goyal Foundation for STEM Learning and our continued partnership with We are Unfolded to support the children of migrant workers in Delhi. We are also indebted to the Stavros Niarchos Foundation for their support of our early years' work in Punjab.

Our annual gala, held at Raffles at The OWO for the second time, once again secured vital support for our work from our wonderful community.

Dr Rukmini Banerji, CEO of Pratham Education Foundation, was named one of BW Education's 'Most Influential Women in Education 2025' as well as being celebrated as one of Outlook Business's "Changemakers of 2024".

FINANCIAL REVIEW

It continues to be an exciting period of growth for Pratham UK, and we are hugely grateful to all the supporters, new and old, who are placing their faith in us and our mission. For the year ending 31 March 2025, Pratham UK had a gross income of £1,746,891 (2024: £1,441,610). For the third year in a row, we are able to send over £1m to support Pratham programmes in India, a figure which had only ever been achieved once before, in 2007.

The amount shown as payable to Pratham Education Foundation at the year-end had been held because of a government assessment in India concerning the terms on which it may receive funds from certain overseas entities. At the time of filing accounts, restrictions have been lifted and Pratham UK has transferred all restricted funds due to Pratham Education Foundation.

All staff who have worked for the charity for more than three months are automatically opted into a defined contribution workplace pension scheme managed by NEST.

RESERVES POLICY

Given that the majority of Pratham UK's unrestricted income comes from one event, the annual gala, the trustees of Pratham UK agreed that its free reserves should cover twelve months of UK support costs. Programme-related reserves are not usually held in the UK.

At the year-end, Pratham UK held reserves of £416,185 (2024- £382,943). Of these reserves, £307,867 (2024- £383,696) are available as general reserves, and £107,715 (2024 - nil) were restricted reserves as at the year end.

Apart from this, it is the current view of the trustees that reserves at the end of the year are adequate to cover deposits and outlay for the following year's expenses as well as incidental expenses for at least a twelve-month period. It is the view of the trustees that, in the context of proposals for 2025/26, a reserve fund of £400,000 will be adequate to meet the organisation's needs.

RISK MANAGEMENT

The trustees have undertaken a risk assessment for the Charity, encompassing all potential areas of risk, and

Pratham UK Trustees Report

review it at every board meeting. The trustees are satisfied that the operating systems and procedures are in place to mitigate our exposure to the identified risks and to horizon scan for new risks throughout the year.

PLANS FOR FUTURE PERIODS;

PRINCIPAL GOALS FOR THE COMING YEAR

Pratham UK is on course to reach £4m in annual income by the end of the decade, further strengthening our ability to support Pratham's work in India and the global adaptation of models developed there. To help sustain this trajectory, a Senior Grants Manager has now been appointed and will join early in the new financial year, bringing dedicated capacity to an income stream that has expanded rapidly in recent years. Trustees recognise that investment in new roles usually takes around 18 months to translate into measurable income growth, yet they remain confident about the substantial opportunities ahead. As part of this broader effort, deepening our engagement with foundations will be essential in meeting the learning needs of many more women, children and young people in India, with meaningful progress anticipated both this year and in the years that follow.

We also look ahead to our 2025 Gala on 13 November at the Victoria and Albert Museum. The gala remains a central moment in our annual fundraising calendar, providing not only an important opportunity to raise vital funds but also a welcoming setting in which to introduce new supporters to our work and community.

Alongside our long-standing commitment to the full range of Pratham programmes in India, we will be working with the FT Financial Literacy and Inclusion Campaign Charity to develop a financial literacy modules, initially for vocational training students. We are increasingly supporting Pratham International's growth. The organisation now works with local partners in 25 countries across the global south to deliver Pratham programmes and approaches. Pratham UK's early contributions are focused on Kenya, supporting both skilling and digital learning initiatives, and we hope to extend this support to local education NGOs implementing TaRL within their own communities in time.

DISCLOSURE OF INFORMATION TO AUDITORS

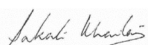
Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as we are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the Charity's auditor is aware of that information.

AUDITOR

The auditor, Knox Cropper LLP, has indicated its willingness to continue in office. At a meeting of the trustees, the trustees will propose a motion re-appointing the auditor.

This report was approved by the board of trustees and signed on its behalf.



Sakate Khaitan
Chairman

Date: 29 January 2026

Pratham UK

Independent Auditors Report

Opinion

We have audited the financial statements of Pratham UK (the 'charitable company') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Pratham UK

Independent Auditors Report

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees, which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on Which we are Required to Report by Exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Pratham UK

Independent Auditors Report

Responsibilities of Trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

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 a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The charitable company is required to comply with both company law and charity law as applicable in England and Wales and, based on our knowledge of its activities, we identified that the legal requirement to accurately account for restricted funds was of key significance.

- We gained an understanding of how the charitable company complied with its legal and regulatory framework, including the requirement to properly account for restricted funds, through discussions with management and a review of the documented policies, procedures, and controls.
- The audit team, which is experienced in the audit of charities, considered the charitable company's susceptibility to material misstatement and how fraud may occur. Our considerations included the risk of management override.
- Our approach was to check that all restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was charged to restricted funds. This included reviewing journal adjustments and unusual transactions and to gain assurance that funds transferred overseas are properly authorised.
- We inspected the minutes of meetings of those charged with governance.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Pratham UK

Independent Auditors Report

Use of our Report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Shoaib Arshad (Senior Statutory Auditor)
for and on behalf of Knox Cropper LLP
65 Leadenhall Street
London
EC3A 2AD

Date: 30 January 2026
Date:

Pratham UK

Statement of Financial Activities (incorporating income and expenditure) for the year ended 31 March 2025

		Unrestricted funds	Restricted funds	2025 Total	2024 Total
	Notes	£	£	£	£
INCOME FROM					
Donations and legacies	3	352,158	264,319	616,477	565,415
Charitable activities	4	275,223	855,191	1,130,414	876,195
		627,381	1,119,510	1,746,891	1,441,610
EXPENDITURE ON					
Raising funds	5	(437,115)	(45,981)	(483,096)	(413,412)
Charitable activities	5	(265,095)	(965,814)	(1,230,909)	(1,092,158)
		(702,210)	(1,011,795)	(1,714,005)	(1,505,570)
Net (outgoing)/incoming resources before transfers		(74,829)	107,715	32,886	(63,960)
Transfers between funds		-	-	-	-
Net (expenditure)/income for the period/ Net movements in funds		(74,829)	107,715	32,886	(63,960)
Total funds brought forward	13	383,696	-	383,696	447,656
Balances carried forward		308,867	107,715	416,582	383,696

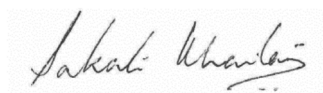
All recognised gains and losses are included in the above Statement of Financial Activities. All income and expenditure derive from continuing activities.

Pratham UK

Balance Sheet as at 31 March 2025

	Notes	31-Mar-25 £	31-Mar-24 £
Fixed assets:			
Tangible assets	9	397	753
Current assets:			
Debtors	10	51,420	68,890
Cash at bank and in hand		1,554,113	338,712
		1,605,533	407,602
Liabilities:			
Creditors: Amounts falling due within one year	11	(1,189,348)	(24,659)
Net current assets		416,185	382,943
Total net assets		416,582	383,696
Funds			
Restricted funds	13	107,715	-
Unrestricted funds	13	308,867	383,696
Designated funds	13	-	-
		416,582	383,696

The financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 applicable to companies' subject to the small companies' regime. They were approved, and authorised for issue, by the trustees and signed on their behalf by:



Sakate Khaitan

Chairman

Date: 29 January 2026

Company registration no. 04708800

The notes on pages 16 - 24 form part of these financial statements.

Pratham UK

Statement of Cash Flow as at 31 March 2025

	31-Mar-25 £	31-Mar-24 £
Cash flow from operating activities		
Net cash provided by operating activities	1,215,401	(128,854)
Cash flow from investing activities		
Sale / (purchase) of fixed assets	-	(1,079)
Net cash flow from investing activities	-	(1,079)
Net increase/(decrease) in cash and cash equivalents	1,215,401	(129,933)
Cash and cash equivalents at the beginning of the year	338,712	468,645
Cash and cash equivalents at the end of the year	1,554,113	338,712
Cash and cash equivalents consists of:		
Cash and cash equivalents at 31 March 2025	1,554,113	338,712
	1,554,113	338,712

Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2025 £	2024 £
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	32,886	(63,960)
Depreciation	356	326
Decrease / (Increase) in debtors	17,470	278,057
Increase / (decrease) in creditors	1,164,689	(343,277)
Net cash flow from operating activities	1,215,401	(128,854)

Pratham UK

Notes to the Financial Statements as at 31 March 2025

1) Accounting Policies

(a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 – effective 1 January 2015) – (Charities SORP FRS 102) and the Companies Act 2006.

Pratham UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

The financial statements are prepared in sterling, which is the functional currency of the charity. Transactions in foreign currency are translated into Sterling at the rate applied on the date of the transaction. Balances are denominated in foreign currencies translated into Sterling at the rate of exchange at the balance sheet date. Monetary amounts in these financial statements are rounded to the nearest £. All exchange differences are dealt with in the statements of financial activities.

The company is registered in England and Wales and address of its registered office is Suite 21, Vicarage House, 58-60 Kensington Church Street, London, W8 4DB.

(b) Going concern,

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

(c) Income

Income is recognised when the charity has an entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received, and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, are recognised when the charity has an entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

(d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services, and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities or equivalent economic benefit on the open market: a corresponding amount is then recognised in expenditure in the period of receipt.

(e) Legacies and gifts in kind

Legacies, donations and gifts are recognised when receivable or it becomes probable that they will be received, and the value can be measured with sufficient reliability. Gifts in kind are included in the accounts at an estimate of gross value.

(f) Charitable expenditure

Charitable expenditure comprises those costs incurred in pursuance of the charitable aim of the company. Grants payable to partner organisations for educational projects are included in the Statement of Financial Activities (SOFA) when approved by the trustee and agreed with the other organisations. The value of such grants unpaid at the year-end is accrued.

Pratham UK

Notes to the Financial Statements as at 31 March 2025

(g) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back-office costs, finance, personnel, payroll, and governance costs which support the charity and its activities. These costs have been allocated between the cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 6.

(h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations that the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

(i) Auctions

Where the charity owns the asset being auctioned then proceeds from auction are shown as the amount at which the lot was sold to the buyer. When the charity runs an auction at which the asset being auctioned still belongs to the original owner, the amount shown as income is that proportion of the amount at which the lot was sold that the original owner agreed should be taken by Pratham as a donation.

(j) Tangible fixed assets

Computer equipment acquired during the year is depreciated in the first year of purchase over three years on the straight-line basis and carried at cost, net of depreciation, and any provision for impairment.

(k) Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(l) Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

(m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(o) Pensions

The company operates a defined benefit contribution pension scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Pratham UK

Notes to the Financial Statements as at 31 March 2025

2) Detailed comparatives for the statement of financial activities

	Unrestricted funds	Restricted funds	2024 Total
	£	£	£
INCOME FROM			
Donations and legacies	434,101	131,314	565,415
Charitable activities	323,644	552,551	876,195
	757,745	683,865	1,441,610
EXPENDITURE ON			
Raising funds	(413,412)	-	(413,412)
Charitable activities	(402,793)	(689,365)	(1,092,158)
	(816,205)	(689,365)	(1,505,570)
Net (outgoing)/incoming resources before transfers	(58,460)	(5,500)	(63,960)
Transfers between funds	-	-	-
Net (expenditure)/income for the period/ Net movements in funds	(58,460)	(5,500)	(63,960)
Total funds brought forward	442,156	5,500	447,656
Balances carried forward	383,696	-	383,696

3) Income from donations and legacies

	Unrestricted funds	Restricted funds	2025 Total	2024 Total
	£	£	£	£
Donations	310,158	264,319	574,477	489,223
Gifts in Kind	42,000	-	42,000	76,192
	352,158	264,319	616,477	565,415

Incoming resources from donations and legacies was £616,477 (2024: £565,415) of which £352,158 (2024: £434,101) attributable to unrestricted funds and £264,319 (2024: £131,314) was attributable to restricted funds.

Pratham UK

Notes to the Financial Statements as at 31 March 2025

4) Income from charitable activities

	Unrestricted funds £	Restricted funds £	2025 Total £	2024 Total £
Events income	247,756	41,450	289,206	334,674
Grants and Foundations	27,467	813,741	841,208	541,521
	275,223	855,191	1,130,414	876,195

Incoming resources from charitable activities was £1,130,414 (2024: £876,195) of which £275,223 (2024: £323,644) attributable to unrestricted funds and £855,191 (2024: £552,551) was attributable to restricted funds.

Grants and Foundations breakdown:	Unrestricted funds £	Restricted funds £	2025 Total £	2024 Total £
Early Childhood Development (Punjab)	-	50,000	50,000	50,000
Hamara Gaon	-	614,506	614,506	306,000
Recognition of Prior Learning (RPL)	-	-	-	27,819
Science Learning program	-	25,000	25,000	15,000
Second Chance	-	124,235	124,235	108,244
Summer camps	-	-	-	9,158
Urban learning centres Delhi	-	-	-	25,300
Other	27,467	-	27,467	-
	27,467	813,741	841,208	541,521

5) Analysis of expenditure

	Raising funds £	Charitable activities	Support costs £	Governance costs	2025 Total £	2024 Total £
Staff costs	169,567	412	58,662	15,373	244,014	229,864
Grants paid	256,324	965,559	-	-	1,221,883	958,262
Direct event costs	10,278	107,623	1,300	-	119,201	163,632
Audit fees	-	-	-	11,040	11,040	11,040
Bank and other charges	6,327	255	259	-	6,841	6,962
Consulting and outsourced staff	3,651	-	19,284	-	22,935	42,639
Depreciation	-	-	356	-	356	326
Gifts in Kind	32,000	10,000	-	-	42,000	76,192
IT costs	1,336	-	8,408	-	9,744	2,795
Office costs	642	231	2,107	-	2,980	3,718
Other professional fees	-	1,000	787	34	1,821	13
Travel & accommodation	1,374	2,024	352	-	3,750	7,670
AGM	-	-	22	-	22	-
Other costs	1,597	502	25,319	-	27,418	2,457
	483,096	1,087,606	116,856	26,447	1,714,005	1,505,570
Support costs		143,303	(116,856)	(26,447)	-	
Total expenditure 2025	483,096	1,230,909	-	-	1,714,005	
Total expenditure 2024	413,413	1,092,157	-	-	1,505,570	

Pratham UK

Notes to the Financial Statements as at 31 March 2025

Grants paid breakdown:	2025 Total £	2024 Total £
Early Childhood Development (Punjab)	50,000	50,000
Hamara Gaon	648,007	348,000
Pratham International East Africa Initiative	26,505	-
Out of school children Delhi	-	20,509
Recognition of Prior Learning (RPL)	-	27,819
Science Learning program	25,000	15,000
Second Chance	250,528	157,744
Summer camps	-	44,185
Urban learning centres Delhi	-	25,300
Gujarat	13,001	-
Other	208,842	268,905
	1,221,883	958,262

6) Net income / (expenditure) for the year

This is stated after charging / (crediting):	2025 Total £	2024 Total £
Depreciation	356	326
Audit fees	11,040	11,040
	11,396	11,366

7) Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:	2025 Total £	2024 Total £
Salaries and wages	210,039	202,832
Social security costs	17,074	16,924
Defined contribution pension costs	8,706	8,587
Other staff costs	8,195	1,521
	244,014	229,864

Total termination payments amount to £Nil (2024: £9,231)

The total employee benefits including pension contributions of the key management personnel were £142,883 (2024: £77,373)

The charity trustees were not paid nor received any other benefit from employment with the charity in the year (2024: £Nil) neither were they reimbursed expenses during the year (2024: £Nil). No charity trustee received payment for professional or other services supplied to the charity (2024: £Nil).

Pratham UK

Notes to the Financial Statements as at 31 March 2025

Staff numbers

The average number of employees during the year was as follows:

	2025 No.	2024 No.
Charitable activities	5	5
	5	5

One employee received emoluments in excess of £60,000 (2024: 1)

8) Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

9) Tangible fixed assets

	Computer Equipment £	Total £
Cost		
At the start of the year	1,079	1,079
Additions in the year	-	-
At the end of the year	1,079	1,079
Accumulated depreciation		
At the start of the year	326	326
Depreciation for the year	356	356
Disposals in the year		-
At the end of the year	682	682
Net book value		
At the end of the year	397	397
At the start of the year	753	753

All of the above assets are used for charitable purposes.

Pratham UK

Notes to the Financial Statements as at 31 March 2025

10) Debtors

	31-Mar-25	31-Mar-24
	£	£
Trade debtors	11,000	22,775
Prepayments	16,340	26,831
Accrued income	24,080	19,284
	<u>51,420</u>	<u>68,890</u>

11) Creditors: amounts falling due within one year

	31-Mar-25	31-Mar-24
	£	£
Trade creditors	1,101,823	3,764
Accruals	13,740	13,742
Taxation and social security	-	4,704
Pension	-	2,449
Deferred income	73,785	-
	<u>1,189,348</u>	<u>24,659</u>

Deferred Income

	31-Mar-25	31-Mar-24
	£	£
Balance at the beginning of the year	-	49,500
Amount released to income in the year	-	(49,500)
Amount deferred for the year	73,785	-
Balance at the end of the year	<u>73,785</u>	<u>-</u>

12) Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Current year:			
Fund balances at 31 March 2025 are represented by:			
Tangible fixed assets	397	-	397
Net current assets	308,470	107,715	416,185
	<u>308,867</u>	<u>107,715</u>	<u>416,582</u>

	Unrestricted funds	Restricted funds	Total
	£	£	£
Prior year:			
Fund balances at 31 March 2024 are represented by:			
Tangible fixed assets	753	-	753
Net current assets	382,943	-	382,943
	<u>383,696</u>	<u>-</u>	<u>383,696</u>

Pratham UK

Notes to the Financial Statements as at 31 March 2025

13) Movement in funds

Current year	At 1 April 2024	Incoming resources	Resources expended	Transfers	At 31 March 2025
	£	£	£	£	£
Restricted funds:					
Early Childhood Development (Punjab)	-	50,000	(50,000)	-	-
Out of school children Delhi	-	11,000	-	-	11,000
Science Learning program	-	25,000	(25,000)	-	-
Second Chance	-	328,941	(251,528)	-	77,413
Gujarat	-	13,001	(13,001)	-	-
Pratham International East Africa Initiative	-	26,760	(26,760)	-	-
Musahar community	-	7,802	-	-	7,802
Hamara Gaon	-	657,006	(645,506)	-	11,500
	-	1,119,510	(1,011,795)	-	107,715
Unrestricted funds:					
General Fund	383,696	627,381	(702,210)	-	308,867
	383,696	627,381	(702,210)	-	308,867
	-	-	-	-	-
Total Funds	383,696	1,746,891	(1,714,005)	-	416,582

Purpose of Restricted Funds

Early Childhood Development (Punjab) - This is a partnership with the Government of Punjab, which sees Pratham develop a model of preschool teaching for the state and operate it in 500 schools, which we use to develop training, methodology, and monitoring processes that the government then replicates in the remaining 12,300 schools in the state.

Out of school children Delhi - A centre-based initiative aimed at out-of-school children from grades 1-8, supporting their catch-up to grade level curriculum and facilitating their successful reintegration into formal schooling

Science Learning Programme - This is a programme designed to bridge the gap between children's curiosity about scientific concepts and the available resources by providing a platform to 'learn by doing'.

Second Chance is a programme that supports women who have previously dropped out of school to prepare for their class 10 exams.

Gujarat – The Hamara Gaon programme (see below) in Gujarat.

Pratham International East Africa Initiative - early work to support the Pratham International skilling programme in Kenya.

Musahar community - a programme to provide scholarships for children from a disadvantaged community in Bihar.

Hamara Gaon is a village-wide learning programme incorporating the Teaching at the Right Level methodology

Pratham UK

Notes to the Financial Statements as at 31 March 2025

Prior year	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
Restricted funds:					
Early Childhood Development (Punjab)	-	50,000	(50,000)	-	-
Out of school children Delhi	-	20,509	(20,509)	-	-
Recognition of Prior Learning (RPL)	-	27,819	(27,819)	-	-
Science Learning program	-	15,000	(15,000)	-	-
Second Chance	-	157,744	(157,744)	-	-
Summer camps	-	44,193	(44,193)	-	-
Urban learning centres Delhi	-	25,300	(25,300)	-	-
	5,500	683,865	(689,365)	-	-
Unrestricted funds:					
General Fund	442,156	708,539	(766,999)	-	383,696
	442,156	708,539	(766,999)	-	383,696
Designated funds:					
Ivan Menezes	-	49,206	(49,206)	-	-
	-	49,206	(49,206)	-	-
Total Funds	447,656	1,441,610	(1,505,570)	-	383,696

14) Legal status of the charity

The charity is a company limited by guarantee and has no share capital. There are 13 members of the company, each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

15) Related party transactions

Trustees donated £94,800 (2024: £84,647).

Pratham also received a gift in kind from a company owned by two Board members. This was for a sponsorship package at an event valued at £32,000.

Pratham UK is an independent charity and is not a related party of Pratham Education Foundation (India) or Pratham International, albeit the organisations work closely together and share the common charitable purpose of enabling learning for school, work and life.

PRATHAM UK

England & Wales - Charity number 1099386

Accounts

Company No: 04708800

Registered Charity No. 1099386



Pratham UK

Every Child in School & Learning Well

PRATHAM UK

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

Pratham UK

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Pratham UK Company Information

Company number	04708800
Charity registration number	1099386
Name of trustees	Sakate Khaitan – Chairman Suresh Kanwar – Treasurer (until 29 April 2024; resigned 12 June 2024) Manish Gupta - Treasurer (since 29 April 2024) Alpona Banerji Avinash Vasirani (resigned 9 January 2024) Dixit Joshi Kalpesh Solanki Kanesh Balasubramaniam Karthic Jayaraman Manisha Bharti Nishma Gosrani OBE (appointed 7 June 2024) Shailesh Solanki Sunayna Sethi William Samuel Tully
Company Secretary	Nicholas Sankey
Registered office	483 Green Lanes London N13 4BS
Bankers	HSBC 92 Kensington High Street London W8 4SH ICICI Bank UK 1 Thomas More Square Thomas More Street London E1W 1YN
Independent auditor	Knox Cropper 153-155 London Road Hemel Hempstead Hertfordshire HP3 9SQ

Pratham UK

Trustees Report

The trustees present their annual report together with the financial statements for the year ended 31 March 2024. The trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by update Bulletin 1 (effective 1 January 2015).

Details of officers and professional advisers are set out on page 3.

STRUCTURE, GOVERNANCE AND MANAGEMENT

CONSTITUTION

Pratham UK is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 24 March 2003 as amended by Special Resolution on 21 June 2019. It was registered as a charity with the Charity Commission on 11 September 2003.

The organisation is governed and overseen by its trustees, who are also directors of the company. The trustees meet regularly to manage and review the activity and direction of the Charity.

TRUSTEE SELECTION, INDUCTION AND TRAINING

Trustees of Pratham UK are elected by a majority vote by the existing body of trustees after meeting the Chairman and having their nomination approved by the Nomination and Governance Committee. Most will attend a board meeting as an observer prior to their election.

Newly elected trustees must sign a copy of our code of conduct. They all meet senior staff as part of their induction who outline the work of the charity and our future plans. They are also given relevant literature to read.

PUBLIC BENEFIT

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit. The objectives of the Charity, as stated in its constitution, as amended by a special resolution on 21 June 2019, are to advance education amongst persons living in developing countries, especially but not exclusively working with children within slum communities in India.

As the report below outlines, we have been able to work with our Indian partner organisations to increase the number of children and young people whose lives we have been able to change through various learning opportunities. Whilst the localisation agenda is becoming ever louder in the international development sector, we are very proud that from our foundation, our programming has been led to such a degree by our southern-based partners, the Pratham Education Foundation and Pratham Mumbai Educational Initiatives.

Pratham UK Trustees Report

OBJECTIVES AND ACTIVITIES

The purpose of Pratham UK, which we share with the Pratham Education Foundation is to Enable learning for school, work and life. We meet these objectives by partnering with other Pratham entities to deliver the programmes in India. We give both restricted and unrestricted grants that support this work. The key programmes we are involved in are:

Hamara Gaon – a village-wide learning programme incorporating the Teaching at the Right Level methodology and other programmes to create an environment of learning within the community.

Second Chance – a programme that supports women who have previously dropped out of school to prepare for their class 10 exams.

Vocational training – Typically three month courses that allow young people from disadvantaged backgrounds to train for careers in sectors where India has skills shortages, many are the first in their families to have formal employment rather than being daily wage earners.

Recognition of Prior Learning (RPL) – short courses that support mid-career workers, generally tradesmen, to develop additional skills that allow them to access higher levels of minimum wage and other entitlements.

Early Childhood Development – preparing young children for school and life.

ASER – The annual ASER Report, measures enrolment and learning outcomes across rural India and which has driven change in educational policy to focus on learning outcomes, not inputs.

Digital Work – Developing and distributing ed tech for low-tech environments and creating free to access digital content in multiple Indian languages. Whilst we have developed Apps in house to assist students to engage in learning for school, work, and life while allowing teachers to evaluate students using our comprehensive question bank and templates.

VOLUNTEERS

Whilst there are thousands of volunteers in India enabling the programmes we are supporting, there are also many wonderful volunteers in the UK, in particular, supporting our events, and the trustees themselves are committed volunteers. We wish to thank all our volunteered who have supported Pratham across the world in any way during the year.

ACHIEVEMENTS AND PERFORMANCE

2023/4 saw Pratham UK continue to develop as an organisation, whilst our headline income dipped slightly it is due to the phasing of gifts and we fully expect to grow again next financial year. We have continued to develop systems and grow the team. The outcome is that we are a significantly more professional UK charity able to generate increasing amounts of support for the work in India.

We were delighted to secure the ballroom at the brand new Raffles at The OWO for our annual gala. It was just the third event held at the venue, and we welcomed 330 people and raised an incredible £334,674. We also hosted a wonderful evening with Saurav Ganguly at Lords Cricket Ground and a panel event at the Institute of Directors, which allowed some of our existing supporters to introduce their friends and professional networks to Pratham.

Pratham UK

Trustees Report

In India, the majority of Pratham UK's support has focused on the Hamara Gaon or *Our Village* programme, with Pratham UK partners supporting the programme in Jammu, Maharashtra, Rajasthan and Odisha in particular, with special thanks to the AKO Foundation and Lifelines International. With their support, we have built community-based learning programmes that centre on Pratham's Teaching at the Right Level approach but which also support older and younger children and mothers' groups.

During the year the TaRL methodology was highlighted as one of just three 'smart buys' for education in the developing world in the Smart Buys report from the Global Education Evidence Advisory Panel convened by the FCDO, US State Department, the World Bank and Unicef, again showing the exceptional nature of our programmes.

Our BBC Radio 4 Appeal, hosted by Sangita Myska in November, raised a brilliant £27,409, which allowed 274,000 children to take part in summer camps to catch up on their learning during the summer holidays in 2024. Again, using the Teaching at the Right Level approach, this time delivered by local community volunteers who offered education for their own education support, the appeal allowed children to take part in summer camps to catch up on their learning.

The team in India was delighted to host the founder of Unfolded, Cally Russell, and his team to Delhi, where they saw firsthand the work that their customers are supporting when they buy clothes through them. This particular programme supports children, particularly the children of migrant labourers, with a bridging course that supports them into formal education.

Another grant from the Stavros Niarchos Foundation is helping our government partnership in Punjab, which is supporting the state in introducing pre-primary classes. We are directly operating such classes in 500 schools which we use to develop training, methodology and monitoring processes that the government then replicate in the remaining 12,300 schools in the state.

We continue to work with UK based supporters to run Second Chance centres across India that allow women that have dropped out of school to return and sit their class 10 exams, which opens up new opportunities for them, particularly around employment in the formal sector or further study.

Our current project with the GenEm Foundation is now entering its final year, but it has enabled us to continue to test and develop the Recognition of Prior Learning model in Madhya Pradesh and Chhattisgarh. For this daily wage earners are able to undertake a short, commonly 10-day, course that gives them the skills and certification needed for higher-paid jobs, they are also supported to secure any government and industry entitlements they may have the right to, which they are often not aware of. The grant has given us an amazing opportunity to test our assumptions and keep developing the programme.

During the year, Melissa Jones, who joined as Digital Marketing Manager, and Shaefali Sakharkar who joined at the end of the last Financial Year, both had the opportunity to visit our work in India and deepen their understanding of our programmes. In Q4, we worked with a strategy consultant to develop a new strategy that we believe will drive significant further growth in the next five years.

Pratham UK Trustees Report

FINANCIAL REVIEW

It continues to be an exciting period of growth for Pratham UK and we are hugely grateful to all the supporters new and old who are placing their faith in us and our mission. For the year ending 31 March 2024, Pratham UK had a gross income of £1,441,610 (2023-£1,590,755). Whilst a reduction in income from the previous year there was significant activity in the year that will see returns early in the next financial year. Each year we are engaging new partners and individual supporters with our incredible work and the amount we are sending to India now is significantly higher than in our recent past. We thank them all for placing their trust in us.

All staff who have worked for the charity for more than three months are automatically opted into a defined contribution workplace pension scheme managed by NEST.

RESERVES POLICY

Given that the majority of Pratham UK's unrestricted income comes from one event, the annual gala, the trustees of Pratham UK agreed that its free reserves should cover twelve months of UK support costs. Programme-related reserves are not held in the UK.

At the year-end, Pratham UK held reserves of £383,696 (2023- £447,656). Of these reserves, £383,696 (2023-£442,156) are available as general reserves, and Nil (2023 - £5,500) were restricted reserves as at the year end.

Apart from this, it is the current view of the trustees that reserves at the end of the year are adequate to cover deposits and outlay for the following year's expenses as well as incidental expenses for at least a twelve-month period. It is the view of the trustees that in the context along with proposals for 2024/25, a reserve fund of £300,000 will be adequate to meet the organisation's needs.

RISK MANAGEMENT

The trustees have undertaken a risk assessment for the Charity encompassing all potential areas of risk and review this at every board meeting. Generally, the trustees are satisfied that the operating systems and procedures are in place to mitigate our exposure to the major risks.

Pratham UK Trustees Report

PLANS FOR FUTURE PERIODS;

PRINCIPAL GOALS FOR THE COMING YEAR

Pratham UK has set an ambitious goal of reaching £4m income by the end of the decade. Over the next year and in the years ahead, we will continue to build out the fundraising team when we can justify further growth. Two new staff will join in summer 2024, one is an entirely new post. We believe this will help us look after our supporters better, manage data better and become a more effective fundraising programme. The trustees recognise that there is a lag of 18 months or so before investment in new posts sees income rise but are confident that this is the best way to balance prudence and the desire to help many more children in India in the shortest possible time frame.

Pratham International registered last year and, in conjunction with Empower Learning Africa (formerly TaRL Africa), will support local partners in delivering Pratham's programmes across the global south. Pratham UK will seek to work with them to fundraise for their programmes, particularly vocational training in Kenya, and to support local education NGOs in delivering TaRL in their local communities. Further engagement, particularly with foundations will help us to meet the learning needs of many more children in India, hopefully this year but certainly in the years to come.

We have an exciting autumn events schedule lined up, including a dinner at Benares in September, kindly hosted by a committed, long-term supporter. We look forward to returning to Raffles at The OWO for our 2024 Gala on 8th November, where Rory Bremner will once again host the evening.

DISCLOSURE OF INFORMATION TO AUDITORS

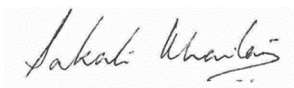
Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as we are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the Charity's auditor is aware of that information.

AUDITOR

The auditor, Knox Cropper LLP, has indicated its willingness to continue in office. At a meeting of the trustees, the trustees will propose a motion re-appointing the auditor.

This report was approved by the board of trustees and signed on its behalf.



Sakate Khaitan

Chairman

Date: 19 August 2024

Pratham UK

Independent Auditors Report

Opinion

We have audited the financial statements of Pratham UK (the 'charitable company') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Pratham UK

Independent Auditors Report

Other Information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees, which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on Which we are Required to Report by Exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Pratham UK

Independent Auditors Report

Responsibilities of Trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable 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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

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 a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The charitable company is required to comply with both company law and charity law as applicable in England and Wales and, based on our knowledge of its activities, we identified that the legal requirement to accurately account for restricted funds was of key significance.

- We gained an understanding of how the charitable company complied with its legal and regulatory framework, including the requirement to properly account for restricted funds, through discussions with management and a review of the documented policies, procedures, and controls.
- The audit team, which is experienced in the audit of charities, considered the charitable company's susceptibility to material misstatement and how fraud may occur. Our considerations included the risk of management override.
- Our approach was to check that all restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was charged to restricted funds. This included reviewing journal adjustments and unusual transactions and to gain assurance that funds transferred overseas are properly authorised.
- We inspected the minutes of meetings of those charged with governance.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Pratham UK

Independent Auditors Report

Use of our Report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Shoaib Arshad (Senior Statutory Auditor)
for and on behalf of Knox Cropper LLP
65 Leadenhall Street
London
EC3A 2AD

Date: 30 August 2024

Pratham UK

Statement of Financial Activities (incorporating income and expenditure) for the year ended 31 March 2024

		Unrestricted funds	Restricted funds	2024 Total	2023Total
	Notes	£	£	£	£
INCOME FROM					
Donations and legacies	3	434,101	131,314	565,415	266,190
Charitable activities	4	323,644	552,551	876,195	1,324,565
		757,745	683,865	1,441,610	1,590,755
EXPENDITURE ON					
Raising funds	5	(413,412)	-	(413,412)	(121,539)
Charitable activities	5	(402,793)	(689,365)	(1,092,158)	(1,392,178)
		(816,205)	(689,365)	(1,505,570)	(1,513,717)
Net (outgoing)/incoming resources before transfers		(58,460)	(5,500)	(63,960)	77,038
Transfers between funds		-	-	-	-
Net (expenditure)/income for the period/ Net movements in funds		(58,460)	(5,500)	(63,960)	77,038
Total funds brought forward	13	442,156	5,500	447,656	370,618
Balances carried forward		383,696	-	383,696	447,656

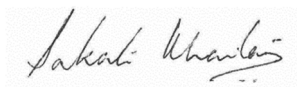
All recognised gains and losses are included in the above Statement of Financial Activities. All income and expenditure derive from continuing activities.

Pratham UK

Balance Sheet as at 31 March 2024

	Notes	31-Mar-24 £	31-Mar-23 £
Fixed assets:			
Tangible assets	9	753	-
Current assets:			
Debtors	10	68,890	346,947
Cash at the bank and in hand		338,712	468,645
		407,602	815,592
Liabilities:			
Creditors: Amounts falling due within one year	11	(24,659)	(367,936)
Net current assets		432,261	447,656
Total net assets		383,696	447,656
Funds			
Restricted funds	13	-	5,500
Unrestricted funds	13	383,696	442,156
Designated funds	13	-	-
		383,696	447,656

The financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 applicable to companies' subject to the small companies' regime. They were approved, and authorised for issue, by the trustees and signed on their behalf by:



Sakate Khaitan

Chairman

Date: 19 August 2024

Company registration no. 04708800

The notes on pages 16 - 24 form part of these financial statements.

Pratham UK

Statement of Cash Flow as at 31 March 2024

	31-Mar-24	31-Mar-23
	£	£
Cash flow from operating activities		
Net cash provided by operating activities	(128,854)	89,480
Cash flow from investing activities		
Sale / (purchase) of fixed assets	(1,079)	-
Net cash flow from investing activities	(1,079)	-
Net increase/(decrease) in cash and cash equivalents	(129,933)	89,480
Cash and cash equivalents at the beginning of the year	468,645	379,165
Cash and cash equivalents at the end of the year	338,712	468,645
Cash and cash equivalents consists of:		
Cash and cash equivalents at 31 March 2024	338,712	468,645
	338,712	468,645

Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2024	2023
	£	£
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	(63,960)	77,038
Depreciation	326	247
Decrease / (Increase) in debtors	278,057	(345,537)
Increase / (decrease) in creditors	(343,277)	357,732
Net cash flow from operating activities	(128,854)	89,480

Pratham UK

Notes to the Financial Statements as at 31 March 2024

1) Accounting Policies

(a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 – effective 1 January 2015) – (Charities SORP FRS 102) and the Companies Act 2006.

Pratham UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

The financial statements are prepared in sterling, which is the functional currency of the charity. Transactions in foreign currency are translated into Sterling at the rate applied on the date of the transaction. Balances are denominated in foreign currencies translated into Sterling at the rate of exchange at the balance sheet date. Monetary amounts in these financial statements are rounded to the nearest £. All exchange differences are dealt with in the statements of financial activities.

The company is registered in England and Wales and address of its registered office is Suite 21, Vicarage House, 58-60 Kensington Church Street, London, W8 4DB.

(b) Going concern,

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

(c) Income

Income is recognised when the charity has an entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received, and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, are recognised when the charity has an entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

(d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services, and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities or equivalent economic benefit on the open market: a corresponding amount is then recognised in expenditure in the period of receipt.

(e) Legacies and gifts in kind

Legacies, donations and gifts are recognised when receivable or it becomes probable that they will be received, and the value can be measured with sufficient reliability. Gifts in kind are included in the accounts at an estimate of gross value.

(f) Charitable expenditure

Charitable expenditure comprises those costs incurred in pursuance of the charitable aim of the company. Grants payable to partner organisations for educational projects are included in the Statement of Financial Activities (SOFA) when approved by the trustee and agreed with the other organisations. The value of such grants unpaid at the year-end is accrued.

Pratham UK

Notes to the Financial Statements as at 31 March 2024

(g) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back-office costs, finance, personnel, payroll, and governance costs which support the charity and its activities. These costs have been allocated between the cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 6.

(h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations that the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

(i) Auctions

Where the charity owns the asset being auctioned then proceeds from auction are shown as the amount at which the lot was sold to the buyer. When the charity runs an auction at which the asset being auctioned still belongs to the original owner, the amount shown as income is that proportion of the amount at which the lot was sold that the original owner agreed should be taken by Pratham as a donation.

(j) Tangible fixed assets

Computer equipment acquired during the year is depreciated in the first year of purchase over three years on the straight-line basis and carried at cost, net of depreciation, and any provision for impairment.

(k) Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(l) Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

(m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(o) Pensions

The company operates a defined benefit contribution pension scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Pratham UK

Notes to the Financial Statements as at 31 March 2024

2) Detailed comparatives for the statement of financial activities

	Unrestricted funds	Restricted funds	2023 Total
	£	£	£
INCOME FROM			
Donations and legacies	256,179	10,011	266,190
Charitable activities	504,590	819,975	1,324,565
	760,769	829,986	1,590,755
EXPENDITURE ON			
Raising funds	(121,539)	-	(121,539)
Charitable activities	(483,318)	(908,860)	(1,392,178)
	(604,857)	(908,860)	(1,513,717)
Net (outgoing)/incoming resources before transfers	155,912	(78,874)	77,038
Transfers between funds	-	-	-
Net (expenditure)/income for the period/ Net movements in funds	155,912	(78,874)	77,038
Total funds brought forward	286,244	84,374	370,618
Balances carried forward	442,156	5,500	447,656

3) Income from donations and legacies

	Unrestricted funds	Restricted funds	2024 Total	2023 Total
	£	£	£	£
Donations	357,909	131,314	489,223	204,823
Gifts in Kind	76,192	-	76,192	61,367
	434,101	131,314	565,415	266,190

Incoming resources from donations and legacies was £565,415 (2023: £266,190) of which £434,101 (2023: £256,179) attributable to unrestricted funds and £131,314 (2023: £10,011) was attributable to restricted funds.

Pratham UK

Notes to the Financial Statements as at 31 March 2024

4) Income from charitable activities

	Unrestricted funds	Restricted funds	2024 Total	2023 Total
	£	£	£	£
Events income	323,644	11,030	334,674	504,590
Grants and Foundations	-	541,521	541,521	819,975
	323,644	552,551	876,195	1,324,565

Incoming resources from charitable activities was £876,195 (2023: £1,324,565) of which £323,644 (2023: £504,590) attributable to unrestricted funds and £552,551 (2023: £819,975) was attributable to restricted funds.

	Unrestricted funds	Restricted funds	2024 Total	2023 Total
	£	£	£	£
Grants and Foundations breakdown:				
Early Childhood Development (Punjab)	-	50,000	50,000	-
Hamara Gaon	-	306,000	306,000	263,198
Madhya Pradesh	-	-	-	301,390
Pratham Council for Vulnerable Children	-	-	-	85,763
Recognition of Prior Learning (RPL)	-	27,819	27,819	28,051
Science Learning program	-	15,000	15,000	-
Second Chance	-	108,244	108,244	141,573
Summer camps	-	9,158	9,158	-
Urban Learning Centres Delhi	-	25,300	25,300	-
Other	-	-	-	-
	-	541,521	541,521	819,975

5) Analysis of expenditure

	Raising funds	Charitable activities	Support costs	Governance costs	2024 Total	2023 Total
	£		£		£	£
Staff costs	169,642	178	46,330	13,713	229,863	141,127
Grants paid	167,157	791,105	-	-	958,262	1,127,101
Direct event costs	13,485	149,656	491	-	163,632	126,557
Audit fees	-	-	-	11,040	11,040	6,500
Bank and other charges	5,309	1,364	289	-	6,962	2,068
Consulting and outsourced staff	21,615	-	21,024	-	42,639	38,266
Depreciation	-	-	326	-	326	248
Gifts in Kind	32,000	44,192	-	-	76,192	61,367
IT costs	1,685	-	1,110	-	2,795	1,727
Office costs	294	705	2,719	-	3,718	1,980
Other professional fees	-	-	-	13	13	-
Travel & accommodation	1,284	2,891	3,495	-	7,670	3,949
Other costs	942	524	992	-	2,458	2,827
	413,413	990,615	76,776	24,766	1,505,570	1,513,717
Support costs		101,542	(76,776)	(24,766)	-	
Total expenditure 2024	413,413	1,092,157	-	-	1,505,570	
Total expenditure 2023	90,230	902,475	-	-	992,705	

Pratham UK

Notes to the Financial Statements as at 31 March 2024

	2024 Total	2023 Total
	£	£
Grants paid breakdown:		
Early Childhood Development (Punjab)	50,800	-
Hamara Gaon	348,800	292,699
Madhya Pradesh	-	301,390
Out of school children Delhi	20,509	-
Pratham Council for Vulnerable Children	-	85,763
Recognition of Prior Learning (RPL)	27,819	357,033
Science Learning program	15,000	-
Second Chance	157,744	141,573
Summer camps	44,185	-
Urban learning centres Delhi	25,300	-
Other	268,905	10,010
	958,262	1,188,468

6) Net income / (expenditure) for the year

This is stated after charging / (crediting):	2024 Total	2023 Total
	£	£
Depreciation	326	248
Audit fees	11,040	6,500
	11,366	6,748

7) Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

	2024 Total	2023 Total
	£	£
Staff costs were as follows:		
Salaries and wages	202,832	115,417
Social security costs	16,924	9,487
Defined contribution pension costs	8,587	4,026
Other staff costs	1,521	-
	229,864	128,930

Total termination payments amount to £9,231 (2023: £Nil)

The total employee benefits including pension contributions of the key management personnel were £77,373 (2023: £72,344)

The charity trustees were not paid nor received any other benefit from employment with the charity in the year (2023: £Nil) neither were they reimbursed expenses during the year (2023: Nil). No charity trustee received payment for professional or other services supplied to the charity (2023: £Nil).

Pratham UK

Notes to the Financial Statements as at 31 March 2024

Staff numbers	2024	2023
The average number of employees during the year was as follows:	No.	No.
Charitable activities	5	3
	<u>5</u>	<u>3</u>

One employee received emoluments over £60,000 (2023 1).

8) Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

9) Tangible fixed assets

	Computer Equipment	Total
	£	£
Cost		
At the start of the year	-	-
Additions in the year	<u>1,079</u>	<u>1,079</u>
At the end of the year	<u>1,079</u>	<u>1,079</u>
Accumulated depreciation		
At the start of the year	-	-
Depreciation for the year	<u>326</u>	<u>326</u>
Disposals in the year	<u>-</u>	<u>-</u>
At the end of the year	<u>326</u>	<u>326</u>
Net book value		
At the end of the year	<u>753</u>	<u>753</u>
At the start of the year	<u>-</u>	<u>-</u>

All of the above assets are used for charitable purposes.

Pratham UK

Notes to the Financial Statements as at 31 March 2024

10) Debtors

	31-Mar-24	31-Mar-23
	£	£
Trade debtors	22,775	-
Prepayments	26,831	884
Accrued income	19,284	346,063
	<u>68,890</u>	<u>346,947</u>

11) Creditors: amounts falling due within one year

	31-Mar-24	31-Mar-23
	£	£
Trade creditors	3,764	2,980
Accruals	13,742	310,890
Taxation and social security	4,704	4,566
Pension	2,449	-
Deferred income	-	49,500
	<u>24,659</u>	<u>367,936</u>

Deferred Income

	31-Mar-24	31-Mar-23
	£	£
Balance at the beginning of the year	49,500	-
Amount released to income in the year	(49,500)	-
Amount deferred for the year	-	49,500
Balance at the end of the year	<u>-</u>	<u>49,500</u>

12) Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£

Current year:

Fund balances at 31 March 2024 are represented by:

Tangible fixed assets	753	-	753
Net current assets	382,943	-	382,943
	<u>383,696</u>	<u>-</u>	<u>383,696</u>

	Unrestricted funds	Restricted funds	Total
	£	£	£

Prior year:

Fund balances at 31 March 2023 are represented by:

Tangible fixed assets	-	-	-
Net current assets	442,156	5,500	447,656
	<u>442,156</u>	<u>5,500</u>	<u>447,656</u>

Pratham UK

Notes to the Financial Statements as at 31 March 2024

13) Movement in funds

Current year	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
Restricted funds:					
Early Childhood Development (Punjab)	-	50,000	(50,000)	-	-
Out of school children Delhi	-	20,509	(20,509)	-	-
Recognition of Prior Learning (RPL)	-	27,819	(27,819)	-	-
Science Learning program	-	15,000	(15,000)	-	-
Second Chance	-	157,744	(157,744)	-	-
Summer camps	-	44,193	(44,193)	-	-
Urban learning centres Delhi	-	25,300	(25,300)	-	-
	5,500	683,865	(689,365)	-	-
Unrestricted funds:					
General Fund	442,156	708,539	(766,999)	-	383,696
	442,156	708,539	(766,999)	-	383,696
Designated funds:					
Donations in memory of Ivan Menezes	-	49,206	(49,206)	-	-
	-	49,206	(49,206)	-	-
Total Funds	447,656	1,441,610	(1,505,570)	-	383,696

Purpose of Restricted Funds

Early Childhood Development (Punjab) - This is a partnership with the Government of Punjab, which sees Pratham develop a model of preschool teaching for the state and operate it in 500 schools, which we use to develop training, methodology, and monitoring processes that the government then replicates in the remaining 12,300 schools in the state.

Hamara Gaon is a village-wide learning programme incorporating the Teaching at the Right Level methodology

Out of school children Delhi - A centre-based initiative aimed at out-of-school children from grades 1-8, supporting their catch-up to grade level curriculum and facilitating their successful reintegration into formal schooling

Recognition of Prior Learning (RPL) is short courses that support mid-career workers, generally tradesmen, to develop additional skills that allow them to access higher levels of minimum wage and other entitlements.

Science Learning Programme - This is a programme designed to bridge the gap between children's curiosity about scientific concepts and the available resources by providing a platform to 'learn by doing'.

Second Chance is a programme that supports women who have previously dropped out of school to prepare for their class 10 exams.

Summer camps - Six-week-long catch-up camps for children transitioning from primary to the middle school using the TaRL methodology but delivered through youth volunteers from the local communities.

Urban learning centres Delhi - Supporting students from grades 1-8 with foundational literacy and numeracy, English proficiency, climate education, and life skills, with a heightened emphasis on Grades 6-8, through a community-based, volunteer-driven program.

Pratham UK

Notes to the Financial Statements as at 31 March 2024

Prior year	At 1 April 2022	Incoming resources	Resources expended	Transfers	At 31 March 2023
	£	£	£	£	£
Restricted funds:					
Hamara Gaon	35,000	263,198	(292,698)	-	5,500
Recognition of Prior Learning (RPL)	49,374	28,051	(77,425)	-	-
Second Chance	-	141,573	(141,573)	-	-
Madhya Pradesh	-	301,390	(301,390)	-	-
Pratham Council for Vulnerable Children	-	85,763	(85,763)	-	-
Gujarat	-	10,011	(10,011)	-	-
	84,374	829,986	(908,860)	-	5,500
Unrestricted funds:					
General Fund	286,244	760,769	(604,857)	-	442,156
	286,244	760,769	(604,857)	-	442,156
Total Funds	370,618	1,590,755	(1,513,717)	-	447,656

14) Legal status of the charity

The charity is a company limited by guarantee and has no share capital. There are 15 members of the company, each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

15) Related party transactions

Trustees donated £96,388 (2023: £84,647).

Pratham also received a gift in kind from a company owned by two Board members. This was for a sponsorship package at an event valued at £32,000.

PRATHAM UK

England & Wales - Charity number 1099386

Accounts

Company No: 04708800

Registered Charity No. 1099386



Pratham UK

Every Child in School & Learning Well

PRATHAM UK

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Pratham UK

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Pratham UK

Company Information

Company number	04708800
Charity registration number	1099386
Name of trustees	Sakate Khaitan – Chairman Suresh Kanwar – Treasurer Alpona Banerji Ashok Vaswani (resigned 8 October 2022) Avinash Vazirani Charu Sarma (resigned 24 June 2022) Dixit Joshi Kalpesh Solanki Kanesh Balasubramaniam (appointed 28 July 2022) Karthic Jayaraman Manish Gupta (appointed 10 January 2023) Manisha Bharti Saurav Chopra (resigned 14 June 2022) Shailesh Solanki Sunayna Sethi William Samuel Tully
Company Secretary	Nicholas Sankey
Registered office	483 Green Lanes London N13 4BS
Bankers	HSBC 92 Kensington High Street London W8 4SH ICICI Bank UK 1 Thomas More Square Thomas More Street London E1W 1YN
Independent auditor	Goldwins Chartered Accountants 75 Maygrove Road London NW6 2 EG

Pratham UK - (A Company Limited by Guarantee)

Annual Report & Accounts for the year ended 31 March 2023

The trustees present their annual report together with the financial statements for the year ended 31 March 2023. The trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by update Bulletin 1 (effective 1 January 2015).

Details of officers and professional advisers are set out on page 3.

STRUCTURE, GOVERNANCE AND MANAGEMENT

CONSTITUTION

Pratham UK is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 24 March 2003 as amended by Special Resolution on 21 June 2019. It was registered as a charity with the Charity Commission on 11 September 2003.

The organisation is governed and overseen by its trustees, who are also directors of the company. The trustees meet regularly to manage and review the activity and direction of the Charity.

TRUSTEE SELECTION, INDUCTION AND TRAINING

Trustees of Pratham UK are elected by a majority vote by the existing body of trustees after meeting the Chairman and having their nomination approved by the Nomination and Governance Committee. Most will attend a board meeting as an observer prior to their election.

Newly elected trustees must sign a copy of our code of conduct. They all meet senior staff as part of their induction who outline the work of the charity and our future plans. They are also given relevant literature to read.

PUBLIC BENEFIT

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit. The objectives of the Charity, as stated in its constitution, as amended by a special resolution on 21 June 2019, are to advance education amongst persons living in developing countries, especially but not exclusively working with children within slum communities in India.

As the report below outlines, we have been able to work with our Indian partner organisations to increase the number of children and young people whose lives we have been able to change through various learning opportunities. Whilst many charities agree that the sector should #ShiftThePower in favour of our southern partners, we are very proud that our programming is led to such a degree by our southern-based partners, the Pratham Education Foundation and Pratham Mumbai Educational Initiatives.

Pratham UK - (A Company Limited by Guarantee)

Annual Report & Accounts for the year ended 31 March 2023

OBJECTIVES AND ACTIVITIES

The purpose of Pratham UK, which we share with the Pratham Education Foundation is to Enable learning for school, work and life. We meet these objectives by partnering with other Pratham entities to deliver the programmes in India. We give both restricted and unrestricted grants that support this work. The key programmes we are involved in are:

Hamara Gaon – a village-wide learning programme incorporating the Teaching at the Right Level methodology and other programmes to create an environment of learning within the community.

Second Chance – a programme that supports women who have previously dropped out of school to prepare for their class 10 exams.

Vocational training – Typically three month courses that allow young people from disadvantaged backgrounds to train for careers in sectors where India has skills shortages, many are the first in their families to have formal employment rather than being daily wage earners.

Recognition of Prior Learning (RPL) – short courses that support mid-career workers, generally tradesmen, to develop additional skills that allow them to access higher levels of minimum wage and other entitlements.

Early Childhood Development – preparing young children for school and life.

Madhya Pradesh – A programme that ran from Nov 2019 to July 2022 that included both direct instructional work with children and efforts to create an environment to support children's education, focusing on classes 1&2, there was also an RCT included in the project design.

ASER – The annual ASER Report, measures enrolment and learning outcomes across rural India and which has driven change in educational policy to focus on learning outcomes, not inputs.

Digital Work – Developing and distributing ed tech for low-tech environments and creating free to access digital content in multiple Indian languages. Whilst we have developed Apps in house to assist students to engage in learning for school, work, and life while allowing teachers to evaluate students using our comprehensive question bank and templates.

VOLUNTEERS

Whilst there are thousands of volunteers in India enabling the programmes we are supporting, there are also many wonderful volunteers in the UK, in particular, supporting our events, and the trustees themselves are committed volunteers. We wish to thank all our volunteered who have supported Pratham across the world in any way during the year.

ACHIEVEMENTS AND PERFORMANCE

2022/3 marked a continued return to something much more like normal after the pandemic, but its legacy still impacts our programmes, the first ASER survey in four years built a new picture of the state of foundational learning in rural India post-pandemic. Whilst there was much lost learning amongst the 699,597 children we surveyed in 19,060 villages, there were many positives in what we found. Overall enrolment in the 6-14 age group has increased from 97.2% in 2018 to 98.4% in 2022. The proportion of girls (aged 11-14) who are not currently enrolled, which stood at 10.3% in 2006 has continued falling to 4.1% in 2018 and 2% in 2022.

Across rural India, the proportion of 3-year-olds enrolled in some form of early childhood education stands at 78.3% in 2022, an increase of 7.1% over 2018 levels.

Pratham UK - (A Company Limited by Guarantee)

Annual Report & Accounts for the year ended 31 March 2023

Nationally, during the pandemic period, children's basic reading ability has dropped to pre-2012 levels, reversing the slow improvement achieved in the intervening years. Drops are visible in both government and private schools in most states and for both boys and girls. The percentage of children in Std III in government or private schools who can read at Std II level dropped from 27.3% in 2018 to 20.5% in 2022, and for children in standard 5 the percentage able to read the text fell from 50.5% in 2018 to 42.8% in 2022.

Learning is vital for ensuring children benefit from their school years. Our holiday camps were an extension of the programmes we ran in communities during the pandemic school closures. This year 59,000 volunteers supported 520,000 children in their own communities to make up for learning loss through fun learning activities that strengthened their foundational skills in reading, writing and maths.

We are also working with the Pratham Education Foundation to deliver support for foundational skills in term time. Our partnership with the AKO Foundation is helping us reach 250 villages in Odisha, where we are implementing the Hamara Gaon model which includes the Teaching at the Right Level methodology and various other programmes to engage the community in learning. With the help of another group of supporters, we are able to support a similar programme in 50 villages around Khandala in Maharashtra. Our partnership with This is Unfolded allows a similar programme in an urban setting where we support young children, many of whom are the children of migrant labourers who have never been to school, to prepare to catch up with lost schooling so they can join an age-appropriate class in the next school year.

Pratham focuses on learning not just for school but also for work and for life. Pratham UK are delighted that with the support of an anonymous foundation we have been able to support the development of the Recognition of Prior Learning model in Madhya Pradesh and Chhattisgarh. For this daily wage earners are able to undertake a short, commonly 10-day, course that gives them the skills and certification needed for higher-paid jobs, they are also supported to secure any government and industry entitlements they may have the right to, which they are often not aware of.

With the support of The Randal Charitable Foundation, we have also worked with the Pratham Council for Vulnerable Children to support 200 families in Bahraich district to set up small businesses that would generate enough income to reduce the likelihood of child trafficking from families that already have a risk factor, such as a disabled parent or where they are female-headed families.

In the Autumn, we held a spectacular gala at the Dorchester Hotel, where we raised almost double what we had raised the previous year. We also launched our patrons scheme and welcomed six people as our first cohort of patrons, they are amongst our closest friends and we are indebted to them for their support.

As we grow our income, we are also growing our team. Tijana Milosevic, Deepti Tamhane and Shaefali Sakharkar all joined us and formed a new Philanthropy and Special Events Team. Melissa Jones was appointed as our first Digital Marketing Manager shortly after the year-end and we are looking forward to engaging more with our community in the years ahead. Nick, Tijana and Deepti all had the opportunity to visit the programmes and see our work in India first-hand this year. Shaefali and Melissa look forward to similar trips this year. We are grateful to Christina Sanko, who was seconded to us from Pratham USA for the first nine months of the year whilst we built out our new team.

In 2023/4 we hope to see the benefits of this year's recruitment as the team deepens their relationships with more of our supporters so that they can work with us to transform the lives of more children in India.

Pratham UK - (A Company Limited by Guarantee)

Annual Report & Accounts for the year ended 31 March 2023

FINANCIAL REVIEW

It continues to be an exciting period of growth for Pratham UK and we are hugely grateful to all the supporters new and old who are placing their faith in us and our mission. Over the past three years, we have sent more funds to India for project work than we had in the previous nine.

For the year ending 31 March 2022 Pratham UK had a gross income of £1,590,755 (2022-£1,186,229). The growth was driven by two main areas, the gala and grant income. With a new team leading the gala the income raised from the event near enough doubled and we are excited to see it continue to grow. We also welcomed significant new foundation support even though it is a particularly difficult time to grow support in this area. Throughout the year we have put on a number of small cultivation events where existing trustees and supporters have been able to introduce new people to the charity and the team will take forward many of those relationships into the new year.

	£	£	£
INCOME FROM			
Donations and legacies	239,375	10,011	249,386
Charitable activities	504,590	819,975	1,324,565
Other trading activities	16,804	-	16,804
	<u>760,769</u>	<u>829,986</u>	<u>1,590,755</u>

All staff who have worked for the charity for more than three months are automatically opted into a defined contribution workplace pension scheme managed by NEST.

RESERVES POLICY

Given that the majority of Pratham UK's unrestricted income comes from one event, the annual gala, the trustees of Pratham UK agreed that its free reserves should cover twelve months of UK support costs. Programme-related reserves are not held in the UK.

At the year-end, Pratham UK held reserves of £447,656 (2022- £370,618). Of these reserves, £442,156 (2022- £370,618) are available as general reserves and 5,500 (2022 - £84,374) were restricted reserves as at the year end.

Apart from this, it is the current view of the trustees that reserves at the end of the year are adequate to cover deposits and outlay for the following year's expenses as well as incidental expenses for at least a twelve-month period. It is the view of the trustees that in the context along with proposals for 2023/24, a reserve fund of £250,000 will be adequate to meet the organisation's needs.

RISK MANAGEMENT

The trustees have undertaken a risk assessment for the Charity encompassing all potential areas of risk and review this periodically. Generally, the trustees are satisfied that the operating systems and procedures are in place to mitigate our exposure to the major risks.

Pratham UK - (A Company Limited by Guarantee)

Annual Report & Accounts for the year ended 31 March 2023

PLANS FOR FUTURE PERIODS;

PRINCIPAL GOALS FOR THE COMING YEAR

Pratham UK aims to continue its growth in 2023/4 and beyond. As income grows we will in parallel grow the fundraising team so that we can deepen the engagement of our supporters and grow existing income streams and open up new ones. The trustees are aware that there will be a lag of 18 months or so before investment in new posts sees income rise but are confident that this is the best way to balance prudence and the desire to help many more children in India in the shortest possible time frame. Of particular note, this year's gala will be held at the brand new Raffles at The OWO and we look forward to our first appeal being broadcast on Radio 4 in November whilst we are working to grow our support from corporations.

Our growth will allow us to continue to work with other Pratham entities to reach many more young people in India in line with the programmes outlined earlier in this report.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as we are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the Charity's auditor is aware of that information.

AUDITOR

The trustees will consider re-appointing the auditor at a meeting of the trustees.

This report was approved by the board of trustees and signed on its behalf.

Sakate Khaitan

Chairman

Date:

Pratham UK

Independent Auditor's report for the year ended 31 March 2023

Opinion

We have audited the financial statements of Pratham UK for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Pratham UK

Independent Auditor's report for the year ended 31 March 2023

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Pratham UK

Independent Auditor's report for the year ended 31 March 2023

Responsibilities of the trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity'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 trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our 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 ISAs (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are set out below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.

Pratham UK

Independent Auditor's report for the year ended 31 March 2023

- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Councils website at: [www.frc.org.uk/auditorsresponsibilities]. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

.....

Anthony Epton (Senior Statutory Auditor)
for and on behalf of
Goldwins Limited
Statutory Auditor
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG

Pratham UK

Statement of Financial Activities (incorporating income and expenditure) for the year ended 31 March 2023

		Unrestricted funds	Restricted funds	2023 Total	2022 Total
	Notes	£	£	£	£
INCOME FROM					
Donations and legacies	3	239,375	10,011	249,386	303,045
Charitable activities	4	504,590	819,975	1,324,565	862,720
Other trading activities	5	16,804	-	16,804	12,401
Other income		-	-	-	8,063
		760,769	829,986	1,590,755	1,186,229
EXPENDITURE ON					
Raising funds	6	(121,539)	-	(121,539)	(90,230)
Charitable activities	6	(483,318)	(908,860)	(1,392,178)	(902,475)
		(604,857)	(908,860)	(1,513,717)	(992,705)
Net (outgoing)/incoming resources before transfers		155,912	(78,874)	77,038	193,524
Transfers between funds		-	-	-	-
Net (expenditure)/income for the period/ Net movements in funds		155,912	(78,874)	77,038	193,524
Total funds brought forward	14	286,244	84,374	370,618	177,094
Balances carried forward		442,156	5,500	447,656	370,618

All recognised gains and losses are included in the above Statement of Financial Activities. All income and expenditure derive from continuing activities.

Pratham UK

Balance Sheet as at 31 March 2023

	Notes	31-Mar-23 £	31-Mar-22 £
Fixed assets:			
Tangible assets	10	-	247
Current assets:			
Debtors	11	346,947	1,410
Cash at bank and in hand		468,645	379,165
		815,592	380,575
Liabilities:			
Creditors: Amounts falling due within one year	12	(367,936)	(10,204)
Net current assets		1,183,528	370,371
Total net assets		447,656	370,618
Funds			
Restricted funds	14	5,500	84,374
Unrestricted funds	14	442,156	286,244
		447,656	370,618

The financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 applicable to companies' subject to the small companies' regime. They were approved, and authorised for issue, by the trustees and signed on their behalf by:

Sakate Khaitan

Chairman

Date:

Company registration no. 04708800

The notes on pages 16 - 24 form part of these financial statements.

Pratham UK

Statement of Cash Flow as at 31 March 2023

	31-Mar-23	31-Mar-22
	£	£
Cash flow from operating activities		
Net cash provided by operating activities	89,480	200,992
Cash flow from investing activities		
Sale / (purchase) of fixed assets	-	-
Net cash flow from investing activities	-	-
Net increase/(decrease) in cash and cash equivalents	89,480	200,992
Cash and cash equivalents at the beginning of the year	379,165	178,173
Cash and cash equivalents at the end of the year	468,645	379,165
Cash and cash equivalents consists of:		
Cash and cash equivalents at 31 March 2023	468,645	379,165
	468,645	379,165

Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2023	2022
	£	£
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	77,038	193,524
Depreciation	247	248
(Increase) / decrease in debtors	(345,537)	7,750
Increase / (decrease) in creditors	357,732	(530)
Net cash flow from operating activities	89,480	200,992

Pratham UK

Notes to the Financial Statements as at 31 March 2023

1) Accounting Policies

(a) Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 – effective 1 January 2015) – (Charities SORP FRS 102) and the Companies Act 2006.

Pratham UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

The financial statements are prepared in sterling, which is the functional currency of the charity. Transactions in foreign currency are translated into Sterling at the rate applied on the date of the transaction. Balances are denominated in foreign currencies translated into Sterling at the rate of exchange at the balance sheet date. Monetary amounts in these financial statements are rounded to the nearest £. All exchange differences are dealt with in the statements of financial activities.

The company is registered in England and Wales and address of its registered office is Suite 21, Vicarage House, 58-60 Kensington Church Street, London, W8 4DB.

(b) Going concern,

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

(c) Income

Income is recognised when the charity has an entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received, and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, are recognised when the charity has an entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

(d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services, and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities or equivalent economic benefit on the open market: a corresponding amount is then recognised in expenditure in the period of receipt.

(e) Legacies and gifts in kind

Legacies, donations and gifts are recognised when receivable or it becomes probable that they will be received, and the value can be measured with sufficient reliability. Gifts in kind are included in the accounts at an estimate of gross value.

(f) Charitable expenditure

Charitable expenditure comprises those costs incurred in pursuance of the charitable aim of the company. Grants payable to partner organisations for educational projects are included in the Statement of Financial Activities (SOFA) when approved by the trustee and agreed with the other organisations. The value of such grants unpaid at the year-end is accrued.

Pratham UK

Notes to the Financial Statements as at 31 March 2023

(g) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back-office costs, finance, personnel, payroll, and governance costs which support the charity and its activities. These costs have been allocated between the cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 6.

(h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations that the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

(i) Auctions

Where the charity owns the asset being auctioned then proceeds from auction are shown as the amount at which the lot was sold to the buyer. When the charity runs an auction at which the asset being auctioned still belongs to the original owner, the amount shown as income is that proportion of the amount at which the lot was sold that the original owner agreed should be taken by Pratham as a donation.

(j) Tangible fixed assets

Computer equipment acquired during the year is depreciated in the first year of purchase over three years on the straight-line basis and carried at cost, net of depreciation, and any provision for impairment.

(k) Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(l) Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

(m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

(n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(o) Pensions

The company operates a defined benefit contribution pension scheme, and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Pratham UK

Notes to the Financial Statements as at 31 March 2023

2) Detailed comparatives for the statement of financial activities

	Unrestricted funds	Restricted funds	2022 Total
	£	£	£
INCOME FROM			
Donations and legacies	303,045	-	303,045
Charitable activities	283,867	578,853	862,720
Other trading activities	12,401	-	12,401
Other income	8,063	-	8,063
	607,376	578,853	1,186,229
EXPENDITURE ON			
Raising funds	90,230	-	90,230
Charitable activities	407,996	494,479	902,475
	498,226	494,479	992,705
Net (outgoing)/incoming resources before transfers	109,150	84,374	193,524
Transfers between funds	-	-	-
Net (expenditure)/income for the period/ Net movements in funds	109,150	84,374	193,524
Total funds brought forward	177,094	-	177,094
Balances carried forward	286,244	84,374	370,618

3) Income from donations and legacies

	Unrestricted funds	Restricted funds	2023 Total	2022 Total
	£	£	£	£
Donations	178,008	10,011	188,019	303,045
Gifts in Kind	61,367	-	61,367	-
	239,375	10,011	249,386	303,045

Incoming resources from donations and legacies were all attributable to unrestricted funds for the prior year.

Pratham UK

Notes to the Financial Statements as at 31 March 2023

4) Income from charitable activities

	Unrestricted funds	Restricted funds	2023 Total	2022 Total
	£	£	£	£
Donations - Events	504,590	-	504,590	275,278
Foundation - Hamara Gaon	-	263,198	263,198	189,142
Second Chance	-	141,573	141,573	37,150
Pratham Council for Vulnerable Children	-	85,763	85,763	55,705
Madhya Pradesh	-	301,390	301,390	200,507
Covid Relief	-	-	-	8,082
Recognition of Prior Learning (RPL)	-	28,051	28,051	96,856
	504,590	819,975	1,324,565	862,720

Income from charitable activities was £1,324,565 (2022: £862,720) of which £819,975 (2022: £578,853) was attributable to restricted and £504,590 (2022: £283,867) was attributable to unrestricted funds.

5) Income from other trading activities

	2023 Total	2022 Total
	£	£
Online sales and auctions	16,804	12,401
	16,804	12,401

Incoming resources from trading activities was all attributable to unrestricted funds for the current and prior year.

Pratham UK

Notes to the Financial Statements as at 31 March 2023

6) Analysis of expenditure

	Raising funds £	Charitable activities	Support costs £	2023 Total £	2022 Total £
Staff costs	-	-	140,586	140,586	128,930
Direct costs staging events	121,539	-	-	121,539	90,230
Hamara Gaon	-	292,699	-	292,699	237,483
Second Chance	-	141,573	-	141,573	37,150
Pratham Council for Vulnerable Children	-	85,763	-	85,763	157,705
Madhya Pradesh	-	301,390	-	301,390	200,000
Covid Relief	-	-	-	-	30,000
Recognition of Prior Learning (RPL)	-	357,033	-	357,033	68,745
Other	-	10,010	-	10,010	-
Admin costs	-	-	527	527	9,155
Professional Fee	-	-	11,520	11,520	-
Printing, postage and supplies	-	-	2,125	2,125	1,791
Telephone and internet	-	-	1,949	1,949	1,333
Rent and rates	-	-	596	596	3,244
Insurance	-	-	888	888	1,405
Advertising	-	-	2,893	2,893	8,421
Sundry	-	-	815	815	1,173
Dues and subscriptions	-	-	2,827	2,827	2,211
Travel	-	-	3,949	3,949	673
Just Giving costs	-	-	361	361	418
Bank charges	-	-	1,708	1,708	973
Depreciation	-	-	247	247	247
Accountancy fees	-	-	26,219	26,219	4,918
Audit fees	-	-	6,500	6,500	6,500
	121,539	1,188,468	203,710	1,513,717	992,705
Support costs		203,710	(203,710)	-	
	121,539	1,392,178	-	1,513,717	
Total expenditure 2023					
Total expenditure 2022	90,230	902,475	-	992,705	

7) Net income / (expenditure) for the year

This is stated after charging/(crediting):

	2023 Total £	2022 Total £
Depreciation	247	247
Audit fees	6,500	6,500
	6,747	6,747

Pratham UK

Notes to the Financial Statements as at 31 March 2023

8) Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:	2023 Total £	2022 Total £
Salaries and wages	124,914	115,417
Social security costs	9,560	9,487
Employer's contribution to defined contribution pension schemes	3,796	4,026
Other staff costs	2,316	-
	<u>140,586</u>	<u>128,930</u>

The total employee benefits including pension contributions of the key management personnel were £72,344 (2022: £66,765)

The charity trustees were not paid nor received any other benefits from employment with the charity in the year (2022: £Nil) neither were they reimbursed expenses during the year (2022: Nil). No charity trustee received payment for professional or other services supplied to the charity (2022: £Nil).

Staff numbers:	2023 No.	2022 No.
The average number of employees during the year was as follows:		
Charitable activities	<u>3</u>	<u>2</u>
	<u>3</u>	<u>2</u>

One employee received emoluments in excess of £60,000 (2022: Nil).

9) Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

Pratham UK

Notes to the Financial Statements as at 31 March 2023

10) Tangible fixed assets

	Computer Equipment	Total
	£	£
Cost		
At the start of the year	1,813	1,813
Disposals in the year	<u>(1,813)</u>	<u>(1,813)</u>
At the end of the year	<u>-</u>	<u>-</u>
Accumulated depreciation		
At the start of the year	1,566	1,566
Depreciation for the year	247	247
Disposals in the year	<u>(1,813)</u>	<u>(1,813)</u>
At the end of the year	<u>-</u>	<u>-</u>
Net book value		
At the end of the year	<u>-</u>	<u>-</u>
At the start of the year	<u>247</u>	<u>247</u>

All of the above assets are used for charitable purposes.

11) Debtors

	31-Mar-23	31-Mar-22
	£	£
Prepayments	884	1,410
Accrued income	<u>346,063</u>	<u>-</u>
	<u>346,947</u>	<u>1,410</u>

12) Creditors: amounts falling due within one year

	31-Mar-23	31-Mar-22
	£	£
Trade creditors	2,980	434
Accruals	310,890	6,979
Taxation and social security	4,566	2,479
Pension	-	312
Deferred income	<u>49,500</u>	<u>-</u>
	<u>367,936</u>	<u>10,204</u>

Pratham UK

Notes to the Financial Statements as at 31 March 2023

Deferred Income	31-Mar-23	31-Mar-22
	£	£
Balance at the beginning of the year	-	-
Amount released to income in the year	-	-
Balance at the end of the year	49,500	-
	<u>49,500</u>	<u>-</u>

13) Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Current year:			
Fund balances at 31 March 2023 are represented by:			
Tangible fixed assets	-	-	-
Net current assets	442,156	5,500	447,656
	<u>442,156</u>	<u>5,500</u>	<u>447,656</u>

	Unrestricted funds	Restricted funds	Total
	£	£	£
Prior year:			
Fund balances at 31 March 2022 are represented by:			
Tangible fixed assets	247	-	247
Net current assets	285,997	84,374	370,371
	<u>286,244</u>	<u>84,374</u>	<u>370,618</u>

14) Movement in funds

Current year	At 1 April 2022	Incoming resources	Resources expended	Transfers	At 31 March 2023
	£	£	£	£	£
Restricted funds:					
Hamara Gaon	35,000	263,198	(292,698)	-	5,500
Recognition of Prior Learning (RPL)	49,374	28,051	(77,425)	-	-
Second Chance	-	141,573	(141,573)	-	-
Madhya Pradesh	-	301,390	(301,390)	-	-
Pratham Council for Vulnerable Children	-	85,763	(85,763)	-	-
Gujarat	-	10,011	(10,011)	-	-
	<u>84,374</u>	<u>829,986</u>	<u>(908,860)</u>	<u>-</u>	<u>5,500</u>
Unrestricted funds:					
General Fund	286,244	760,769	(604,857)	-	442,156
	<u>286,244</u>	<u>760,769</u>	<u>(604,857)</u>	<u>-</u>	<u>442,156</u>
Total Funds	<u>370,618</u>	<u>1,590,755</u>	<u>(1,513,717)</u>	<u>-</u>	<u>447,656</u>

Pratham UK

Notes to the Financial Statements as at 31 March 2023

Purpose of Restricted Funds

Hamara Gaon is a village-wide learning programme incorporating the Teaching at the Right Level methodology – the successor programme to Read India

Recognition of Prior Learning (RPL) is short courses that support mid-career workers, generally tradesmen, to develop additional skills that allow them to access higher levels of minimum wage and other entitlements.

Second Chance is a programme that supports women who have previously dropped out of school to prepare for their class 10 exams.

Madhya Pradesh is a programme that ran from Nov 2019 to July 2022 that included both direct instructional work with children and efforts to create an environment to support children's education, focusing on classes 1&2, there was also an RCT included in the project design.

Pratham Council for Vulnerable Children is programmes that focus on preventing child exploitation and that support their rehabilitation.

Gujarat is a fund for donations that are to be used on any Pratham project in the state of Gujarat, including, but not limited to, Hamara Gaon, Second Chance and vocational training

Prior year	At 1 April 2021	Incoming resources	Resources expended	Transfers	At 31 March 2022
	£	£	£	£	£
Restricted funds:					
Hamara Gaon	-	189,142	(154,142)	-	35,000
Pratham Council for Vulnerable Children	-	55,705	(55,705)	-	-
Second Chance	-	37,150	(37,150)	-	-
Madhya Pradesh	-	200,000	(200,000)	-	-
Recognition of Prior Learning (RPL)	-	96,856	(47,482)	-	49,374
	-	578,853	(494,479)	-	84,374
Unrestricted funds:					
General Fund	177,094	607,376	(498,226)	-	286,244
	177,094	607,376	(498,226)	-	286,244
Total Funds	177,094	1,186,229	(992,705)	-	370,618

15) Legal status of the charity

The charity is a company limited by guarantee and has no share capital. There are 21 members of the company, each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

16) Related party transactions

Trustees donated £84,647 (2022: £174,855).

PRATHAM UK

England & Wales - Charity number 1099386

Accounts

Company No: 04708800
Registered Charity No. 1099386

PRATHAM UK

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

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PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

Company number	:	04708800
Charity registration number	:	1099386
Name of trustees	:	Sakate Khaitan – Chairman Ravi Rajgopal (resigned 22 July 2021) Avinash Vazirani Karthic Jayaraman Ashok Vaswani Charu Sarma (resigned 24 June 2022) Dinyar Devitre (resigned 27 October 2021) Dixit Joshi William Samuel Tully Sanjeev Dhuna (resigned 22 April 2021) Saurav Chopra (resigned 14 June 2022) Suresh Kanwar Alpona Banerji (appointed 28 April 2022) Manisha Bharti (appointed 27 October 2021) Sunayna Sethi (appointed 9 June 2022) Kalpesh Solanki (appointed 22 July 2021) Shailesh Solanki (appointed 22 July 2021)
Company Secretary 2022)	:	Nicholas David Sankey (appointed 1 March 2022) Vinati Sukhdev (resigned 28 February 2022)
Registered office	:	Suite 21 Vicarage House 58-60 Kensington Church Street London W8 4DB
Bankers	:	HSBC 92 Kensington High Street Kensington London W8 4SH ICICI Bank UK 1 Thomas More Square Thomas More Street London E1W 1YN
Independent auditor	:	Goldwins Chartered Accountants 75 Maygrove Road West Hampstead London NW6 2 EG

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report together with the financial statements for the year ended 31 March 2022. The trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by update Bulletin 1 (effective 1 January 2015).

Details of officers and professional advisers are set out on page 2.

CONSTITUTION

Pratham UK is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 24 March 2003 as amended by Special Resolution on 21 June 2019. It is registered as a charity with the Charity Commission.

OBJECTIVES AND ACTIVITIES OF THE CHARITY

The organisation is governed and overseen by its trustees who are also directors of the company.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit. The objectives of the Charity as stated in its constitution, as amended by special resolution on 21 June 2019, are to advance education amongst persons living in developing countries, especially but not exclusively working with children within slum communities in India.

Pratham is one of the largest education NGOs in India. - In the words of Nobel Laureate Abhijit Banerjee, *"Pratham's impact on the lives of millions of kids has been tremendous; it is quite simply an exceptional, best-in-class organisation that has managed to scale across India."* We have won many prizes, including the Kravis Prize, the Skoll Award, the WISE Prize, the LUI Che Woo Prize, and the Yidan Prize.

We conduct high-quality, low-cost, replicable interventions to address gaps in the education system. India's schools remained closed for the best part of two years due to the pandemic. During the period covered by this report, restrictions eased. At that point we recruited students from almost 20,000 villages in 22 states and union territories to provide TaRL-based learning to younger children in their own communities. TaRL, or Teaching at the Right Level is a methodology that Pratham pioneered that can teach basic reading, writing and maths in 30 days. Central to the model is the idea of grouping children with those working at a similar level and using simple, locally available learning resources. It is ideal for catch up and has been recognised as such by the World Bank and UNICEF. Now that schools have reopened, we are again delivering TaRL in schools, but have continued to support volunteers to offer it in their own communities to reach more children.

Our model for delivering vocational training also evolved considerably during the pandemic. Previously the course was fully residential. Now that tools like Zoom and WhatsApp are well understood, we offer online taster sessions into various trades. The main course is split into two modules; one delivered digitally before those that show aptitude and desire are invited to a residential centre for the final six weeks, we were delighted that 12,000 students were placed into jobs, around 90% are the first in their

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

families to secure salaried employment. Due to support secured by Pratham UK, a Recognition of Prior Learning course was launched that allows daily wage earners to develop and accredit their skills through short courses making them eligible for higher levels of minimum wages.

Our Second Chance programme adapted well to the pandemic and another cohort of over 4,000 women were able to prepare for their Class 10 exams with 92% passing, opening up new employment opportunities or further study for many.

The pandemic also brought educational technology further into the mainstream in India. We were fortunate to have already developed Pratham Open School, which has thousands of digital learning resources in 11 Indian languages available for free to children across India to support their learning. We continued to develop more innovative resources that could be accessed on any digital device already in the child's home throughout the year. In parallel, we are developing AI-based assessment tools for use in rural India, better moderating outcomes and making assessment more accessible for various hard-to-reach groups.

State-level ASER surveys in Karnataka, Chhattisgarh and West Bengal showed the impact the pandemic has had on foundational learning skills across rural India, with the highest impact seen for children in early primary grades. The proportion of children assessed as 'beginner' level (unable to recognise even letters) in primary classes is roughly double the corresponding level in 2018 in grades 2,3 & 4.

ORGANISATION AND POLICIES TO ACHIEVE OBJECTIVES

The trustees meet regularly to manage and review the activity and direction of the Charity.

The Charity's main resources are currently directed at fundraising within the United Kingdom and using partner organisations to fulfil its charitable objectives as this makes efficient use of the partner organisation's local knowledge.

During the period under review, the trustees of Pratham UK cemented the position of pre-eminence the Charity enjoys amongst the Indian community and extended awareness to other communities within the UK. For the first time we raised over £1 million pounds in the UK.

Continuing initiatives included:

- Having not been able to hold a Gala in 2020 we were delighted to be able to host the 2021 Gala at the Dorchester. We received several generous donations on the night and subsequently.
- We are helping greater numbers of individual philanthropists to make a difference in India, connecting them to children and communities across India to improve access to education.
- We continued to build partnerships with Trusts and Foundations, which are now emerging as an additional income stream for the Charity.
- We were delighted to be selected as the beneficiary charity as the State Bank of India celebrated their centenary in the UK at Mansion House. We are also benefiting from the continued growth of 'This is Unfolded', who continue to support us generously.
- We are now working much more closely with Pratham USA, who are providing increasing support to the UK team, particularly around communications, events and

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

technology support.

TRUSTEE SELECTION, INDUCTION AND TRAINING

Trustees of Pratham UK are elected by a majority vote by the existing body of trustees after being nominated by an existing trustee or any volunteer of Pratham UK and (if required) after conducting informal or formal meetings with candidates to assess their interest and suitability. Upon induction, new trustees are given a standard pack on Pratham UK which includes: -

- Articles of Association;
- Latest audited accounts including the trustees' report which has outline plans for next year;
- Pratham UK brochure and other information

New trustees are familiarised with the various functions performed by the Pratham UK Board and are then assigned specific roles and responsibilities.

ACHIEVEMENTS AND PERFORMANCE

REVIEW OF ACTIVITIES

Fundraising

For the year ending 31 March 2022 Pratham UK had a gross income of £1,186,229 (2021-£372,166). These funds, both solicited and unsolicited, arose from a broad set of donors including Individuals, Trusts and Corporations. Activities included virtual events held during the year. The major categories of donations are shown below;

Income	Year ended 31-Mar-22 £
Donation Received - Unrestricted	
Donations and Legacies	303,045
Charitable activities	283,867
Other trading activities	12,401
Other income	8,063
Total Donation Received – Unrestricted	607,376
Donation Received -Restricted	
Programmes	578,853
Total Donation Received - Restricted	578,853
Total Income	1,186,229

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

The net surplus for year ended 31 March 2022 after charitable donations was £193,524 (2021 – deficit of £380,616).

PRATHAM ACTIVITIES AND FUND UTILISATION

The Charity has contributed £731,083 (2021 - £567,799) to Pratham led Trusts to deliver child education.

Restricted Funds	£
Pratham Education Foundation India	494,479
Unrestricted Funds	
Pratham Education Foundation India	236,604
Total	<u>731,083</u>

RESERVES POLICY

Given that the majority of Pratham's reserves come from one event, the annual gala, Pratham agreed that its free reserves should cover twelve months of support costs.

At the year-end Pratham UK held reserves of £370,618 (2021- £177,094). Of these reserves £286,244 (2021- £177,094) are available as general reserves and £84,374 (2021 - £0) were restricted reserves as at the year end.

Apart from this, it is the current view of the trustees that reserves at the end of the year are adequate to cover deposits and outlay for the following year's expenses as well as incidental expenses for at least a twelve-month period. It is the view of the trustees that in the context along with proposals for 2022/23, a reserve fund of £250,000 will be adequate to meet the organisation's needs.

PRINCIPAL GOALS FOR THE COMING YEAR

Surveys that our teams in India have been carried out since schools reopened have shown that the current foundational reading level in classes 1-7 are lower than at any time in the last decade. Similar drops have been visible in children's mathematical abilities over the period of the pandemic. The pandemic also taught Pratham new ways of working. As tools such as Zoom and WhatsApp became mainstream, we found new ways of working with mothers and community volunteers, allowing us to reach more children than ever before.

India's New Education Policy (NEP 2020) was also launched during the pandemic. The key recommendations of the policy are very aligned with Pratham's priorities & past efforts, especially in terms of foundational literacy and numeracy & early childhood education, providing new prospects for partnerships with national and state governments and others.

The Global Education Evidence Advisory Panel convened by The World Bank, UNICEF, and the FCDO recommends programmes based on the Teaching at the Right Level (TaRL) methodology, developed by Pratham, as the most appropriate intervention to help children catch up.

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

Within this broader context, in 2022 The Pratham Education Foundation has launched a new strategy that will build on lessons learned from the pandemic and help us to reach many more children and young people with learning and vocational training opportunities.

We aim to expand tried and tested programmes, demonstrate and test evolving models and explore and experiment in new areas of potential importance in the future.

We currently reach circa 500,000 children in 5,000 communities with TaRL work. Over the next five years, we aim to increase this to 625,000 in 6,250 communities, but critically, through volunteers reach an additional 3.5 million in 25,000 'catchment communities' that neighbour the communities we are active in. Critically these partnerships act as demonstration models that encourage state governments to adopt the TaRL approach. We hope to double the number of state partnerships from five early childhood development and five TaRL programmes to ten of each over five years.

We also aim to double our reach for vocational training from 25,000 youth in 100 centres to 50,000 in 200 centres with significant growth in community partnerships too. Stronger digital elements will be built into every level of Pratham programming.

In the UK we seek to grow awareness of the incredible work of Pratham and raise more funds to support the implementation of the new strategy.

VOLUNTEERS

Pratham is reliant on a very large number of individuals who are committed volunteers and who are absolutely vital for the whole range of operations Pratham undertakes. The trustees wish to thank all people who have volunteered, contributed or supported Pratham UK in any way during the year.

PUBLIC BENEFIT STATEMENT

The trustees of Pratham UK confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and public benefit'.

RISK MANAGEMENT

The trustees have undertaken a risk assessment for the Charity encompassing all potential areas of risk and review this periodically. Generally, the trustees are satisfied that the operating systems and procedures are in place to mitigate our exposure to the major risks.

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as we are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the Charity's auditor is aware of that information.

AUDITOR

The auditor, GOLDWINS LTD has indicated its willingness to continue in office. The designated trustees will propose a motion re-appointing the auditor at a meeting of the trustees.

This report was approved by the board of trustees and signed on its behalf.



Sakate Khaitan
Chairman

Date: 13/09/2022

Independent Auditor's Report To the member of Pratham UK

Opinion

We have audited the financial statements of Pratham UK for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Independent Auditor's Report To the member of Pratham UK

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity'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 trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our 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 ISAs (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are set out below.

Independent Auditor's Report To the member of Pratham UK

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Councils website at: [www.frc.org.uk/auditorsresponsibilities]. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Anthony Epton

**Anthony Epton (Senior Statutory Auditor)
for and on behalf of
Goldwins Limited
Statutory Auditor
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG**

Date: 23/09/2022

Pratham UK**Statement of financial activities**

(incorporating an income and expenditure account)

For the year ended 31 March 2022

		Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	Notes	£	£	£	£
Income from:					
Donations and legacies	3	303,045	-	303,045	136,862
Charitable activities	4	283,867	578,853	862,720	168,174
Other trading activities	5	12,401	-	12,401	49,038
Other income		8,063	-	8,063	18,092
Total income		607,376	578,853	1,186,229	372,166
Expenditure on:					
Raising funds		90,230	-	90,230	23,639
Charitable activities		407,996	494,479	902,475	729,143
Total expenditure	6	498,226	494,479	992,705	752,782
Net (expenditure) / income before net gains / (losses) on investments		109,150	84,374	193,524	(380,616)
Net gains / (losses) on investments		-	-	-	-
Net (expenditure) / income for the year	7	109,150	84,374	193,524	(380,616)
Transfers between funds		-	-	-	-
Net movement in funds		109,150	84,374	193,524	(380,616)
Reconciliation of funds:					
Total funds brought forward		177,094	-	177,094	557,710
Total funds carried forward	14	286,244	84,374	370,618	177,094

There were no other recognised gains or losses other than those stated above.

The attached notes form part of these financial statements.

Pratham UK
Balance sheet
As at 31 March 2022

	Note	2022 £	2022 £	2021 £	2021 £
Fixed assets:					
Tangible assets	10		247		495
Current assets:					
Debtors	11	1,410		9,160	
Cash at bank and in hand		<u>379,165</u>		<u>178,173</u>	
		380,575		187,333	
Liabilities:					
Creditors: amounts falling due within one year	12	<u>(10,204)</u>		<u>(10,734)</u>	
Net current assets			370,371		176,599
Total net assets			370,618		177,094
Funds	14				
Restricted funds			84,374		-
Unrestricted funds			<u>286,244</u>		<u>177,094</u>
Total funds			370,618		177,094

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the trustees on 13 September 2022.....
and signed on their behalf by:

K Jayaraman
Trustee

Company registration no. 04708800

The attached notes form part of the financial statements.

Pratham UK
Statement of cash flows
For the year ended 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by / (used in) operating activities	a	200,992	(237,814)
Cash flows from investing activities:			
Sale/ (purchase) of fixed assets		-	(743)
Cash provided by / (used in) investing activities		-	(743)
Change in cash and cash equivalents in the year		200,992	(238,557)
Cash and cash equivalents at the beginning of the year		178,173	416,730
Cash and cash equivalents at the end of the year	b	379,165	178,173

a) (expenditure) to net cash flow from operating activities	2022 £	2021 £
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	193,524	(380,616)
Depreciation	248	248
Decrease / (Increase) in debtors	7,750	181,234
Increase / (decrease) in creditors	(530)	(38,680)
Net cash provided by / (used in) operating activities	200,992	(237,814)

b) Analysis of cash and cash equivalents	At 1 April 2021 £	Cash flows £	Other changes £	At 31 March 2022 £
Cash at bank and in hand	178,173	200,992	-	379,165
Total cash and cash equivalents	178,173	200,992	-	379,165

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

1 Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - effective 1 January 2015) - (Charities SORP FRS 102) and the Companies Act 2006.

Pratham UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

The financial statements are prepared in sterling, which is the functional currency of the charity. Transactions in foreign currency are translated into Sterling at the rate applying on the date of transaction. Balances denominated in foreign currencies are translated into Sterling at the rate of exchange running at the balance sheet date. Monetary amounts in these financial statements are rounded to the nearest £. All exchange differences are dealt with in the statements of financial activities.

The company is registered in England and Wales and address of its registered office is Suite 21, Vicarage House, 58-60 Kensington Church Street, London, W8 4DB.

b) Going concern

The biggest challenge that charity faced towards the end of this financial year has been the COVID-19 crisis. The trustees consider due to the steps taken by charity to address the COVID-19 situation, there are no material uncertainties about the charity's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Legacies and gift in kind

Legacies, donations and gifts are recognised when receivable or it becomes probable that they will be received and the value can be measured with sufficient reliability. Gift in kind are included in the accounts at an estimate of gross value.

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

1 Accounting policies (continued)

f) Charitable expenditure

Charitable expenditure comprises those costs incurred in pursuance of the charitable aim of the company. Grants payable to partner organisations for educational projects are included in the Statement of Financial Activities (SOFA) when approved by the trustee, and agreed with the other organisations. The value of such grants unpaid at the year end is accrued.

g) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity and its activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 6.

h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

i) Auctions

Where the charity owns the asset being auctioned then proceeds from auction are shown as the amount at which the lot was sold to the buyer. When the charity runs an auction at which the asset being auctioned still belongs to the original owner, the amount shown as income is that proportion of the amount at which the lot was sold that the original owner agreed should be taken by Pratham as a donation.

j) Tangible fixed assets

Computer equipment acquired during the year is depreciated in the first year of purchase over three years on straight line basis and carried at cost, net of depreciation and any provision for impairment.

k) Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

o) Pensions

The company operates a defined benefit contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

2 Detailed comparatives for the statement of financial activities

	2021 Unrestricted funds	2021 Restricted funds	2021 Total funds
	£	£	£
Income from:			
Donations and legacies	136,862	-	136,862
Charitable activities	63,950	104,224	168,174
Other trading activities	49,038	-	49,038
Other income	18,092	-	18,092
Investment income	-	-	-
Total income	267,942	104,224	372,166
Expenditure on:			
Raising funds	23,639	-	23,639
Charitable activities:	492,919	236,224	729,143
Total expenditure	516,558	236,224	752,782
Net income before gains on investments	(248,616)	(132,000)	(380,616)
Net gains on investments	-	-	-
Net movement in funds	(248,616)	(132,000)	(380,616)
Total funds brought forward	425,710	132,000	557,710
Total funds carried forward	177,094	-	177,094

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

3 Income from donations and legacies

			2022	2021
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Donations	303,045	-	303,045	136,862
	303,045	-	303,045	136,862

4 Income from charitable activities

			2022	2021
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Donations- Events	275,278	-	275,278	63,950
Foundation - Hamara Gaon	-	171,042	171,042	28,687
Second Chance	-	37,150	37,150	69,424
Pratham Council for Vulnerable Children	-	55,705	55,705	6,113
Madhya Pradesh	507	200,000	200,507	-
Covid Relief	8,082	-	8,082	-
Recognition of Prior Learning (RPL)	-	96,856	96,856	-
East Delhi		18,100	-	-
	283,867	578,853	844,620	168,174

5 Income from other trading activities

			2022	2021
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Online sales and auctions	12,401	-	12,401	49,038
	12,401	-	12,401	49,038

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

6 Analysis of expenditure

	Raising funds	Charitable activities	Support costs	2022 Total	2021 Total
	£	£	£	£	£
Staff costs	-	-	128,930	128,930	114,091
Direct costs staging events	90,230	-	-	90,230	1,370
Read India - Pratham India	-	208,746	-	208,746	567,799
Second Chance	-	37,150	-	37,150	-
Pratham Council for Vulnerable Children	-	157,705	-	157,705	-
Madhya Pradesh	-	200,000	-	200,000	-
Covid Relief	-	30,000	-	30,000	-
Recognition of Prior Learning (RPL)	-	68,745	-	68,745	-
Vidyambaram	-	28,737	-	28,737	-
Admin costs	-	-	9,155	9,155	9,783
Professional Fee	-	-	-	-	2,000
Printing, Postage & Supplies	-	-	1,791	1,791	426
Telephone & Internet	-	-	1,333	1,333	-
Rent and rates	-	-	3,244	3,244	9,028
Insurance	-	-	1,405	1,405	1,432
Advertising	-	-	8,421	8,421	1,697
Sundry	-	-	1,173	1,173	246
Dues and Subscriptions	-	-	2,211	2,211	1,598
Travel	-	-	673	673	667
Just Giving Expense	-	-	418	418	360
Bad debt expense	-	-	-	-	28,350
Bank Charges	-	-	972	972	3,277
Depreciation	-	-	248	248	248
Accountancy fees	-	-	4,918	4,918	3,910
Audit fees	-	-	6,500	6,500	6,500
	90,230	731,083	171,392	992,705	752,782
Support costs		171,392	(171,392)	-	
Total expenditure 2022	90,230	902,475	-	992,705	
Total expenditure 2021	23,639	729,143	-	752,782	

Of the total expenditure, £498,226 was unrestricted (2021: £516,558) and £494,479 was restricted (2021: £236,224).

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

7 Net income / (expenditure) for the year

This is stated after charging / (crediting):

	2022	2021
	£	£
Depreciation	248	248
Audit fees	6,500	6,500

8 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

	2022	2021
	£	£
Salaries and wages	115,417	102,951
Social security costs	9,487	7,783
Employer's contribution to defined contribution pension schemes	4,026	3,357
	128,930	114,091

The total employee benefits including pension contributions of the key management personnel were £66,765 (2021- £62,799).

The charity trustees were not paid or received any other benefits from employment with the charity in the year (2021: £nil) neither were they reimbursed expenses during the year (2021: £nil). No charity trustee received payment for professional or other services supplied to the charity (2021: £nil).

Staff numbers

The average number of employees during the year was as follows:

	2022	2021
	No.	No.
Charitable activities	2	1
	2	1

No employee received emoluments in excess of £60,000 (2021: Nil).

9 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

10 Tangible fixed assets

	Computers	Total
	£	£
Cost		
At the start of the year	1,813	1,813
Additions in year		-
At the end of the year	1,813	1,813
Depreciation		
At the start of the year	1,318	1,318
Charge for the year	248	248
At the end of the year	1,566	1,566
Net book value		
At the end of the year	247	247
At the start of the year	495	495

All of the above assets are used for charitable purposes.

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

11 Debtors

	2022	2021
	£	£
Other debtors	-	7,750
Prepayments	1,410	1,410
	<u>1,410</u>	<u>9,160</u>

12 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other creditors	434	(234)
Accruals	6,979	6,500
Taxation and social security	2,479	3,288
Pension	312	1,181
Deferred income	-	-
	<u>10,204</u>	<u>10,734</u>

Deferred Income

	2022	2021
	£	£
Balance at the beginning of the year	-	30,000
Amount released to income in the year	-	(30,000)
Balance at the end of the year	<u>-</u>	<u>-</u>

Deferred income comprises funds received for the next financial year.

13 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Tangible fixed assets	247	-	247
Net current assets	285,997	84,374	370,371
Net assets at 31 March 2022	<u>286,244</u>	<u>84,374</u>	<u>370,618</u>

Analysis of net assets between funds - prior year

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Tangible fixed assets	495	-	495
Net current assets	176,599	-	176,599
Net assets at 31 March 2020	<u>177,094</u>	<u>-</u>	<u>177,094</u>

Pratham UK
Notes to the financial statements
For the year ended 31 March 2022

14 Movements in funds

	At 1 April 2021 £	Income £	Expenses £	Transfers £	At 31 March 2022 £
Restricted funds:					
Foundation - Read India	-	171,042	(136,042)	-	35,000
Pratham Council for Vulnerable Children	-	55,705	(55,705)	-	-
Second Chance	-	37,150	(37,150)	-	-
Madhya Pradesh	-	200,000	(200,000)	-	-
Recognition of Prior Learning (RPL)	-	96,856	(47,482)	-	49,374
East Delhi	-	18,100	(18,100)	-	-
Total restricted funds	-	578,853	(494,479)	-	84,374
Total unrestricted funds	177,094	607,376	(498,226)	-	286,244
Total funds	<u>177,094</u>	<u>1,186,229</u>	<u>(992,705)</u>	<u>-</u>	<u>370,618</u>

Movements in funds - prior year

	At 1 April 2020 £	Income £	Expenses £	Transfers £	At 31 March 2021 £
Restricted funds:					
Foundation - Read India	30,000	28,687	(58,687)	-	-
Pratham Council for Vulnerable Children	102,000	6,113	(108,113)	-	-
Effective Intervention - Read India	-	-	-	-	-
Total restricted funds	132,000	104,224	(236,224)	-	-
Total unrestricted funds	425,710	267,942	(516,558)	-	177,094
Total funds	<u>557,710</u>	<u>372,166</u>	<u>(752,782)</u>	<u>-</u>	<u>177,094</u>

15 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. There are 13 members of the company, each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

16 Related party transactions

Trustees donated £174,855 (2021: £131,635).

PRATHAM UK

England & Wales - Charity number 1099386

Accounts

Company No: 04708800
Registered Charity No. 1099386

PRATHAM UK

A COMPANY LIMITED BY GUARANTEE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

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PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

Company number : 04708800

Charity registration number : 1099386

Name of trustees : Sakate Khaitan – Chairman
Ravi Rajgopal
Alka Deol (resigned 28 October 2020)
Avinash Vazirani
Karthic Jayaraman
Ashok Vaswani
Charu Sarma
Dinyar Devitre
Dixit Joshi
Ritu Kapoor (resigned 13 May 2020)
Sam Tully
Sanjeev Dhuna (resigned 22 April 2021)
Saurav Chopra
Suresh Kanwar

Company Secretary : Vinati Sukhdev

Registered office : Suite 21
Vicarage House
58-60 Kensington Church Street
London W8 4DB

Bankers : HSBC
92 Kensington High Street
Kensington
London W8 4SH

ICICI Bank UK
1 Thomas More Square
Thomas More Street
London E1W 1YN

Independent auditor : Goldwins Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2 EG

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their annual report together with the financial statements for the year ended 31 March 2021. The trustees confirm that the annual report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by update Bulletin 1 (effective 1 January 2015).

Details of officers and professional advisers are set out on page 1.

CONSTITUTION

Pratham UK is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 24 March 2003 as amended by Special Resolution on 21 June 2019. It is registered as a charity with the Charity Commission.

OBJECTIVES AND ACTIVITIES OF THE CHARITY

The organisation is governed and overseen by its trustees who are also directors of the company.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit. The objectives of the charity as stated in its constitution, as amended by special resolution on 21 June 2019, are to advance education amongst persons living in developing countries, especially but not exclusively working with children within slum communities in India.

Pratham is one of India's largest NGOs providing quality education to underprivileged children in India through low cost, scalable methods and works in collaboration with the government, local communities, parents, teachers and volunteers across the country. In a year when the Coronavirus pandemic reshaped the education landscape by forcing school closures, Pratham had to adapt to the new reality and contain the impact of school closures and disrupted lives by bringing engaging activities and new learning opportunities to children and youth.

Pratham's 2020 campaign was called ***"Karona Thodi Masti Thodi Padhai"***. For the past year, Pratham has worked effectively to reach children, families and communities; by combining our pre-existing community structures with our digital resources. Messages were sent via phone (SMS and WhatsApp), and phone calls were made to individuals and groups for feedback and follow up. Using digital technologies – old and new, over the last twelve months, we were able to build a robust network of participants and learners across more than 10,000 rural and urban communities and 600 partner organizations. Fourteen state governments used our digital content in different ways.

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

Pratham's vocational training activities pivoted from in-person training models to remote and hybrid strategies, ensuring that youth continue to learn and grow even in the face of the pandemic. Through a variety of platforms and activities, Pratham reached out to youth who were just entering the workforce, as well as, to experienced workers in need of upskilling or certification. Pratham's "***Dekho-Seekho-Parkho***" training model not only utilized existing communication platforms such as YouTube, WhatsApp, and Facebook Workplace to engage with the learners, but also allowed for "human contact" and practical experience, to help ease learners into this new method of skilling. Over the past twelve months, Pratham trained 35,000+ youth through virtual courses and 20,000+ through practical sessions. Of those trained, over 12,000 were placed in jobs.

Through this period, Pratham also focused on building capacity of our teams to operate in this "new normal" and have learned a lot along the way to inform the strands of response to the current crisis.

ORGANISATION AND POLICIES TO ACHIEVE OBJECTIVES

The trustees meet regularly to manage and review the activity and direction of the charity.

The charity's main resources are currently directed at fundraising within the United Kingdom and using partner organisations to fulfil its charitable objectives as this makes efficient use of the partner organisation's local knowledge.

During the period under review, the trustees of Pratham UK cemented the position of pre-eminence the charity enjoys amongst the Indian community and extended awareness to other communities within the UK.

Continuing initiatives included:

- Database expansion and donor engagement through a series of virtual salons: we hosted Indian cricket coach Ravi Shastri, Hindustan Unilever Chairman and Managing Director Sanjiv Mehta, Bollywood Star Ranbir Kapoor and ace equity investor Rakesh Jhunjhunwala.
- Fundraising continued through applications to foundations and trusts as well as virtual engagement with HNWIs
- New partnership forged with University of Southampton India Centre. Partnership continued with London Business School and Indian Professionals Forum -their member base was invited to sign up for our salons.
- Cooperation with Pratham USA continued through shared hosting of virtual events, collaboration on the technical aspects of the new Pratham UK website and sharing of resources to achieve economies of scale
- Social media ads and boosted posts were used to engage younger donors; a young professional's group with over 300 members was created on Linked In

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEE SELECTION, INDUCTION AND TRAINING

Trustees of Pratham UK are elected by a majority vote by the existing body of trustees after being nominated by an existing trustee or any volunteer of Pratham UK and (if required) after conducting informal or formal meetings with candidates to assess their interest and suitability. Upon induction, new trustees are given a standard pack on Pratham UK which includes: -

- Articles of Association;
- Latest audited accounts including the trustees' report which has outline plans for next year;
- Pratham UK brochure and other information

New trustees are familiarised with the various functions performed by the Pratham UK Board and are then assigned specific roles and responsibilities.

ACHIEVEMENTS AND PERFORMANCE

REVIEW OF ACTIVITIES

Fundraising

For the year ending 31 March 2021 Pratham UK had a gross income of £372,166 (2020-£568,498). These funds, both solicited and unsolicited, arose from a broad set of donors including Individuals, Trusts and Corporations. Activities included virtual events held during the year. The major categories of donations are shown below;

Income	Year ended 31-Mar-21 £
Donation Received - Unrestricted	
Donations and Legacies	136,862
Charitable activities	63,950
Other trading activities	49,038
Other income	18,092
Total Donation Received – Unrestricted	267,942
Donation Received -Restricted	
Second Chance and other programmes	104,224
Total Donation Received - Restricted	104,224
Total Income	372,166

The net deficit for year ended 31 March 2021 after charitable donations was £380,616 (2020 – surplus of £107,076).

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

PRATHAM ACTIVITIES AND FUND UTILISATION

The charity has contributed £567,799 (2020 - £163,410) to Pratham led Trusts to deliver child education.

Restricted Funds	£
Pratham Education Foundation India	239,799
Unrestricted Funds	
Pratham Education Foundation India	328,000
Total	<u>567,799</u>

RESERVES POLICY

Pratham agreed that its free reserves should cover twelve months of support costs. In respect of the current year this would mean there should be set aside reserves of around £150,000.

At the year-end Pratham UK held reserves of £177,094 (2019- £557,710). Of these reserves £177,094 (2020- £425,710) are available as general reserves and Nil (2020 - £132,000) were restricted reserves as at the year end.

Apart from this, it is the current view of the trustees that reserves at the end of the year are adequate to cover deposits and outlay for the following year's expenses as well as incidental expenses for at least a twelve-month period. It is the view of the trustees that in the context along with proposals for 2021/22, a reserve fund of £150,000 will be adequate to meet the organisation's needs.

ACHIEVED GOALS FROM 2020-21

Despite a difficult environment with the pandemic, Pratham UK continued to steadily adapt and pivot to the new reality.

1. Virtual salons replaced in-person events to engage donors with highly successful ones being organized and attended. Monetisation of these salons provided a new income stream
2. We took part in the Twopointsixchallenge organised by British Charities to engage our donors early in the lockdown and raised almost £4000
3. The Big Give Christmas Challenge successfully raised £40000 in December 2020
4. Continued engagement with corporate donors such as Nordgreen led to larger donations while a new corporate tie-up with Mailzee was secured. They will donate a percentage of their sales of clothes collections from their newly launched brand 'This is Unfolded' through the year
5. A series of policies to further professionalise the Charity were adopted by the board
6. We continued to tell the story of the Pratham response to Covid 19 through the newsletter and social media posts

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

PRINCIPAL GOALS FOR THE COMING YEAR

- As the world adapts to the new normal, seek ways to engage with donors in a safe environment
- Diversify income stream through donations from Foundations and Trusts
- Continue to strengthen the support infrastructure in the office including website development, social media and Salesforce, communications and PR
- Seek new ways to expand the database within the current regulatory framework
- Strengthen the Young Professionals model by recruiting more donors to the Club. Reach out to partner associations such as Indian Partnership Forum to offer our members more events and networking opportunities
- Hold a fundraising Gala in October 2021 to raise funds for Pratham's programmes in India;

VOLUNTEERS

Pratham is reliant on a very large number of individuals who are committed volunteers and who are absolutely vital for the whole range of operations Pratham undertakes. The trustees wish to thank all people who have volunteered, contributed or supported Pratham UK in any way during the year.

PUBLIC BENEFIT STATEMENT

The trustees of Pratham UK confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit, 'Charities and public benefit'.

How our activities deliver public benefit

Pratham's mission is "Every Child in School and Learning Well" All our charitable activities focus on a goal of erasing illiteracy and teaching basic writing and arithmetic skills to India's 100 million underprivileged children. The activities we usually have throughout the year include social events, smaller dinners and sporting events to raise awareness and bring in much needed funds. After events-related costs and support costs incurred are deducted, all money raised at Pratham UK goes directly to the programmes in India and makes a difference to millions of children all across India. This year the in-person events were replaced by virtual events. With more than 300 million learners in India being out of school due to the pandemic lockdown it is vital to ensure continuity in education. Many of these children are first-generation students from extremely poor households; which makes them particularly vulnerable to interruptions in their education. If the current situation continues, increase in inequality and less social mobility are the predicted long-term outcomes. This makes Pratham's digital interventions more important than ever. We are pleased to report that Pratham in India has used a variety of methods - conventional and innovative - to provide opportunities for engagement and learning. The challenges of working in a country where technology and digital literacy are not available in every household has not held Pratham back from reaching out to more than 12,000 beneficiary communities on a daily basis.

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

Who has benefited from our services?

The organisation is founded on the firm belief that education is the fundamental right of every child and no child should be deprived of this basic right simply because he/she does not have access to it or does not have the resources to realise his/her dreams. Therefore, all our programmes are designed to ensure that enrolment in schools which is currently at 97% results in better learning and Pratham intervention models are replicated and scaled up to serve large numbers of children to achieve a large-scale impact.

FY 20-21 was particularly challenging because of the pandemic. Though temporary, school closures have a significant impact on students, even more so in vulnerable and underprivileged contexts. In these times, it is important to engage children in activities that bring down stress, take minds off the crisis and gradually create an environment where learning can continue...

We have partnered with state government education departments in developing technology solutions to engage children and teachers through online platforms.

Pratham digital resources provide children access to engaging learning content. Currently we have 3000+ videos, 400+ games, 200+ stories and 3 learning applications across 12 languages.

Pratham safety videos and educational content on handwashing and mask wearing has benefited 12000 communities.

- In the second wave starting April 21, Pratham has concentrated on building up the communities it serves through the following:
- Securing and delivering oxygen concentrators as well as rapid tests, vaccines, and personal protective equipment (PPE) to Indian hospitals and care centres.
- Exploring the conversion of Pratham vocational training centres and district offices into alternate facilities for Covid treatment.
- Coordinating field response teams to aid in the distribution of supplies and ensuring relevant and timely dissemination of accurate information.

RISK MANAGEMENT

The trustees have undertaken a risk assessment for the charity encompassing all potential areas of risk and review this periodically. In light of Brexit and the recent economic situation brought about by the pandemic the officers of the charity have re-evaluated matters and will ask the trustees to formally adopt a revised risk policy to reflect the current circumstances, matters will be kept under close review so that the charity can respond appropriately at all times. Generally, the trustees are satisfied that the operating systems and procedures are in place to mitigate our exposure to the major risks.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are trustees at the time when this trustees' report is approved has confirmed that:

- so far as we are aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all the steps that ought to have been taken as a trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

PRATHAM UK - (A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT & ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

AUDITOR

The auditor, GOLDWINS LTD has indicated its willingness to continue in office. The designated trustees will propose a motion re-appointing the auditor at a meeting of the trustees.

PLANS FOR FUTURE PERIODS

The funding of the charity will continue to be reviewed. The trustees expect to make further donations to their partner organisations to achieve their goals of providing quality education to underprivileged children and help make a difference through educating children.

GBP200,000 of unrestricted funding was sent to fund Pratham's activities in India – this payment should have gone in the FY 2019-20 but was delayed because of banking difficulties at the start of the pandemic. On August 18, GBP102,000 was sent to India- being proceeds from a charity auction conducted by Cornerstone Sports Management at an event held at Lords Cricket Ground on May 21, 2019 in London. The funds were received by Pratham UK on August 10, 2020. On 14th December, 2020 a further GBP 100,000 was sent to Pratham in India and the final payment for this financial year was made on 22/23 March 2020 totalling GBP137,799 being restricted funding for Second Chance as well as other programmes. A further INR 862,850 was directly donated in India through Pratham UK affiliated donors and \$5000 through Pratham Australia. GBP 28000 which was donated by UK donors was paid through the corpus of the UBS Optimus Foundation grant.

This report was approved by the board of trustees and signed on its behalf.



Sakate Khaitan
Chairman

Date: 5 October 2021

Independent Auditor's Report To the member of Pratham UK

Opinion

We have audited the financial statements of Pratham UK for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. 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 Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Independent Auditor's Report To the member of Pratham UK

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity'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 trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our 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 ISAs (UK) 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud are set out below.

Independent Auditor's Report To the member of Pratham UK

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;
 - The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on those laws and regulations that had a material effect on the financial statements or that had a fundamental effect on the operations of the charity from our professional and sector experience.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Councils website at: [www.frc.org.uk/auditorsresponsibilities]. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Anthony Epton (Senior Statutory Auditor)
for and on behalf of
Goldwins Limited
Statutory Auditor
Chartered Accountants
75 Maygrove Road
West Hampstead
London NW6 2EG

Date: 05/10/2021

Pratham UK**Statement of financial activities**

(incorporating an income and expenditure account)

For the year ended 31 March 2021

		Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	Notes	£	£	£	£
Income from:					
Donations and legacies	3	136,862	-	136,862	148,315
Charitable activities	4	63,950	104,224	168,174	361,800
Other trading activities	5	49,038	-	49,038	56,320
Investment income	6	-	-	-	2,063
Other income		18,092	-	18,092	-
Total income		267,942	104,224	372,166	568,498
Expenditure on:					
Raising funds		23,639	-	23,639	242,258
Charitable activities		492,919	236,224	729,143	219,164
Total expenditure	7	516,558	236,224	752,782	461,422
Net (expenditure) / income before net gains / (losses) on investments		(248,616)	(132,000)	(380,616)	107,076
Net gains / (losses) on investments		-	-	-	-
Net (expenditure) / income for the year	8	(248,616)	(132,000)	(380,616)	107,076
Transfers between funds		-	-	-	-
Net movement in funds		(248,616)	(132,000)	(380,616)	107,076
Reconciliation of funds:					
Total funds brought forward		425,710	132,000	557,710	450,634
Total funds carried forward	15	177,094	-	177,094	557,710

There were no other recognised gains or losses other than those stated above.

The attached notes form part of these financial statements.

Pratham UK
Balance sheet
As at 31 March 2021

	Note	2021 £	2021 £	2020 £	2020 £
Fixed assets:					
Tangible assets	11		495		-
Current assets:					
Debtors	12	9,160		190,394	
Cash at bank and in hand		<u>178,173</u>		<u>416,730</u>	
		187,333		607,124	
Liabilities:					
Creditors: amounts falling due within one year	13	<u>(10,734)</u>		<u>(49,414)</u>	
Net current assets			<u>176,599</u>		<u>557,710</u>
Total net assets			<u><u>177,094</u></u>		<u><u>557,710</u></u>
Funds	15				
Restricted funds			-		132,000
Unrestricted funds			<u>177,094</u>		<u>425,710</u>
Total funds			<u><u>177,094</u></u>		<u><u>557,710</u></u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the trustees on 4 October 2021.....
and signed on their behalf by:



K Jayaraman
Trustee

Company registration no. 04708800

The attached notes form part of the financial statements.

Pratham UK
Statement of cash flows
For the year ended 31 March 2021

	Note	2021 £	2020 £
Cash flows from operating activities:			
Net cash provided by / (used in) operating activities	a	(237,814)	133,789
Cash flows from investing activities:			
Sale/ (purchase) of fixed assets	<u>(743)</u>	<u>-</u>	
Cash provided by / (used in) investing activities		(743)	-
Change in cash and cash equivalents in the year		(238,557)	133,789
Cash and cash equivalents at the beginning of the year		416,730	282,941
Cash and cash equivalents at the end of the year	b	178,173	416,730

a) (expenditure) to net cash flow from operating activities

	2021 £	2020 £
Net income / (expenditure) for the reporting period (as per the statement of financial activities)	(380,616)	107,076
Depreciation	248	-
Decrease / (Increase) in debtors	181,234	(7,473)
Increase / (decrease) in creditors	(38,680)	34,186
Net cash provided by / (used in) operating activities	(237,814)	133,789

b) Analysis of cash and cash equivalents

	At 1 April 2020 £	Cash flows £	Other changes £	At 31 March 2021 £
Cash at bank and in hand	416,730	(238,557)	-	178,173
Total cash and cash equivalents	416,730	(238,557)	-	178,173

Pratham UK
Notes to the financial statements
For the year ended 31 March 2021

1 Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 - effective 1 January 2015) - (Charities SORP FRS 102) and the Companies Act 2006.

Pratham UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

The financial statements are prepared in sterling, which is the functional currency of the charity. Transactions in foreign currency are translated into Sterling at the rate applying on the date of transaction. Balances denominated in foreign currencies are translated into Sterling at the rate of exchange running at the balance sheet date. Monetary amounts in these financial statements are rounded to the nearest £. All exchange differences are dealt with in the statements of financial activities.

The company is registered in England and Wales and address of its registered office is Suite 21, Vicarage House, 58-60 Kensington Church Street, London, W8 4DB.

b) Going concern

The biggest challenge that charity faced towards the end of this financial year has been the COVID-19 crisis. The trustees consider due to the steps taken by charity to address the COVID-19 situation, there are no material uncertainties about the charity's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Income received in advance for the provision of specified service is deferred until the criteria for income recognition are met.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Legacies and gift in kind

Legacies, donations and gifts are recognised when receivable or it becomes probable that they will be received and the value can be measured with sufficient reliability. Gift in kind are included in the accounts at an estimate of gross value.

1 Accounting policies (continued)

f) Charitable expenditure

Charitable expenditure comprises those costs incurred in pursuance of the charitable aim of the company. Grants payable to partner organisations for educational projects are included in the Statement of Financial Activities (SOFA) when approved by the trustee, and agreed with the other organisations. The value of such grants unpaid at the year end is accrued.

g) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity and its activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 7.

h) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

i) Auctions

Where the charity owns the asset being auctioned then proceeds from auction are shown as the amount at which the lot was sold to the buyer. When the charity runs an auction at which the asset being auctioned still belongs to the original owner, the amount shown as income is that proportion of the amount at which the lot was sold that the original owner agreed should be taken by Pratham as a donation.

j) Tangible fixed assets

Computer equipment acquired during the year is depreciated in the first year of purchase over three years on straight line basis and carried at cost, net of depreciation and any provision for impairment.

k) Debtors

Other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

Cash at bank and in hand is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours.

m) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

o) Pensions

The company operates a defined benefit contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Pratham UK
Notes to the financial statements
For the year ended 31 March 2021

2 Detailed comparatives for the statement of financial activities

	2020 Unrestricted funds	2020 Restricted funds	2020 Total funds
	£	£	£
Income from:			
Donations and legacies	148,315	-	148,315
Charitable activities	259,800	102,000	361,800
Other trading activities	56,320	-	56,320
Investment income	2,063	-	2,063
Total income	<u>466,498</u>	<u>102,000</u>	<u>568,498</u>
Expenditure on:			
Raising funds	324,332	-	324,332
Charitable activities:	-	137,090	137,090
Total expenditure	<u>324,332</u>	<u>137,090</u>	<u>461,422</u>
Net income before gains on investments	142,166	(35,090)	107,076
Net gains on investments	-	-	-
Net movement in funds	<u>142,166</u>	<u>(35,090)</u>	<u>107,076</u>
Total funds brought forward	283,544	167,090	450,634
Total funds carried forward	<u>425,710</u>	<u>132,000</u>	<u>557,710</u>

Pratham UK
Notes to the financial statements
For the year ended 31 March 2021

3 Income from donations and legacies

	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	£	£	£	£
Donations	136,862	-	136,862	148,315
	136,862	-	136,862	148,315

4 Income from charitable activities

	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	£	£	£	£
Donations- Events	63,950	-	63,950	259,800
Read India	-	28,687	28,687	102,000
Second Chance	-	69,424	69,424	-
Pratham Council for Vulnerable Children	-	6,113	6,113	-
	63,950	104,224	168,174	361,800

5 Income from other trading activities

	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	£	£	£	£
Online sales and auctions	49,038	-	49,038	56,320
	49,038	-	49,038	56,320

6 Income from investments

	Unrestricted funds	Restricted funds	2021 Total funds	2020 Total funds
	£	£	£	£
Bank interest	-	-	-	2,063
	-	-	-	2,063

Pratham UK
Notes to the financial statements
For the year ended 31 March 2021

7 Analysis of expenditure

	Raising funds	Charitable activities	Support costs	2021 Total	2020 Total
	£	£	£	£	£
Staff costs	12,641	78,632	22,818	114,091	55,372
Direct costs staging events	1,370	-	-	1,370	126,981
Read India - Pratham India	-	567,799	-	567,799	137,090
Pratham - 14-18 year old skilling programme	-	-	-	-	26,320
Admin costs	-	-	9,783	9,783	17,390
Professional Fee	-	-	2,000	2,000	28,570
Printing, Postage & Supplies	-	-	426	426	1,608
Telephone & Internet	-	-	-	-	73
Rent and rates	-	-	9,028	9,028	29,593
Insurance	-	-	1,432	1,432	1,285
Advertising	-	-	1,697	1,697	4,478
Sundry	-	-	246	246	1,609
Dues and Subscriptions	-	-	1,598	1,598	939
Travel	-	-	667	667	1,123
Just Giving Expense	-	-	360	360	371
Bad debt expense	-	-	28,350	28,350	5,250
Bank Charges	-	-	3,277	3,277	2,985
Depreciation	-	-	248	248	-
Accountancy fees	-	-	3,910	3,910	13,135
Audit fees	-	-	6,500	6,500	7,250
	14,011	646,431	92,341	752,782	461,422
Support costs	9,629	82,711	(92,341)	-	
Total expenditure 2021	23,639	729,143	-	752,782	
Total expenditure 2020	242,258	219,164	-	461,422	

Of the total expenditure, £516,558 was unrestricted (2020: £324,332) and £236,224 was restricted (2020: £137,090).

Pratham UK
Notes to the financial statements
For the year ended 31 March 2021

8 Net income / (expenditure) for the year

This is stated after charging / (crediting):

	2021	2020
	£	£
Depreciation	248	-
Audit fees	6,500	7,250

9 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

Staff costs were as follows:

	2021	2020
	£	£
Salaries and wages	102,951	51,235
Social security costs	7,783	2,880
Employer's contribution to defined contribution pension schemes	3,357	1,257
	114,091	55,372

The total employee benefits including pension contributions of the key management personnel were £62,799 (2020- £55,372).

The charity trustees were not paid or received any other benefits from employment with the charity in the year (2020: £nil) neither were they reimbursed expenses during the year (2020: £nil). No charity trustee received payment for professional or other services supplied to the charity (2020: £nil).

Staff numbers

The average number of employees during the year was as follows:

	2021	2020
	No.	No.
Charitable activities	2	1
	2	1

No employee received emoluments in excess of £60,000 (2020: Nil).

10 Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

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11 Tangible fixed assets

	Computers £	Total £
Cost		
At the start of the year	1,070	1,070
Additions in year	743	743
At the end of the year	<u>1,813</u>	<u>1,813</u>
Depreciation		
At the start of the year	1,070	1,070
Charge for the year	248	248
At the end of the year	<u>1,318</u>	<u>1,318</u>
Net book value		
At the end of the year	<u>495</u>	<u>495</u>
At the start of the year	<u>-</u>	<u>-</u>

All of the above assets are used for charitable purposes.

12 Debtors

	2021 £	2020 £
Other debtors	7,750	79,434
Prepayments	1,410	8,960
Accrued income	-	102,000
	<u>9,160</u>	<u>190,394</u>

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	(234)	7,471
Accruals	6,500	10,000
Taxation and social security	4,468	1,943
Deferred income	-	30,000
	<u>10,734</u>	<u>49,414</u>

Deferred income

	2021 £	2020 £
Balance at the beginning of the year	30,000	-
Amount released to income in the year	(30,000)	-
Amount deferred in the year	-	30,000
Balance at the end of the year	<u>-</u>	<u>30,000</u>

Deferred income comprises funds received for the next financial year.

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14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Tangible fixed assets	495	-	495
Net current assets	176,599	-	176,599
Net assets at 31 March 2021	177,094	-	177,094

Analysis of net assets between funds - prior year

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Net current assets	425,710	132,000	557,710
Net assets at 31 March 2020	425,710	132,000	557,710

15 Movements in funds

	At 1 April 2020	Income	Expenses	Transfers	At 31 March 2021
	£	£	£	£	£
Restricted funds:					
Foundation - Read India	30,000	28,687	(58,687)	-	-
Pratham Council for Vulnerable Children	102,000	6,113	(108,113)	-	-
Second Chance	-	69,424	(69,424)	-	-
Total restricted funds	132,000	104,224	(236,224)	-	-
Total unrestricted funds	425,710	267,942	(516,558)	-	177,094
Total funds	557,710	372,166	(752,782)	-	177,094

Movements in funds - prior year

	At 1 April 2019	Income	Expenses	Transfers	At 31 March 2020
	£	£	£	£	£
Restricted funds:					
Foundation - Read India	30,000	-	-	-	30,000
Pratham Council for Vulnerable Children	-	102,000	-	-	102,000
Effective Intervention - Read India	137,090	-	(137,090)	-	-
Total restricted funds	167,090	102,000	(137,090)	-	132,000
Total unrestricted funds	283,544	168,486	(26,320)	-	425,710
Total funds	450,634	270,486	(163,410)	-	557,710

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16 Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Less than 1 year	-	21,420
	<u>-</u>	<u>21,420</u>

17 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. There are 11 members of the company, each member is liable to contribute a sum not exceeding £1 in the event of the charity being wound up.

18 Related party transactions

Mrs Vinati Sukhdev, the company secretary, who is an ex-director and ex-trustee, received a gross salary of £54,951 (2020- £51,235). Trustee donated £131,635 (2020: £107,700).