INDEPENDENT AUDITOR'S REPORT

To the Governing Board/Council of ISLAHI ENGLISH MEDIUM SCHOOL

Opinion

We have audited the financial statements of **Islahi English Medium School** (the Entity), which comprise the Balance Sheet as at 31 March 2026, the Income and Expenditure Account for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, and to the best of our information and according to the explanations given to us, the accompanying financial statements give a true and fair view of the financial position of the entity as at March 31, 2026, and of its surplus for the year then ended in accordance with the generally accepted accounting principles.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") issued by the Institute of Chartered Accountants of India ("ICAI"). 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 entity in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

The Management is responsible for the preparation and presentation of the financial statements that give a true and fair view of the financial position and financial performance of the entity in accordance with the generally accepted accounting principles in India. This includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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In preparing the financial statements, the management is also responsible for assessing the entity's

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ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The Management is also responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the

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audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

(i) planning the scope of our audit work and in evaluating the results of our work; and
(ii) (ii) to evaluate the effect of any identified misstatements in the financial statements.

Report on Other Regulatory Requirements

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
b) In our opinion, proper books of account have been kept by the Institute so far as appears from our examination of those books.
c) The Balance Sheet and the Statement of Income and Expenditure dealt with by this report are in agreement with the books of accounts

For I S P & Associates LLP
Chartered Accountants
FRN: S000091

I S P & ASSOCIATES LLP
KOCHI
682020
CHARTERED ACCOUNTANTS

CA STEFNA GEORGE FCA
Partner
M.No 257730

Date: 19-07-2026
UDIN: 26257730KLEUHH7059

ISLAHI ENGLISH MEDIUM SCHOOL
Notes forming part of the Financial Statements for the year ended, 31st March, 2026

22	Other Expenses	31 March 2026	31 March 2025
(a)	Advertisement Expense	12,250.00	20,500.00
(b)	Bad Debt Written Off	65,491.00	-
(c)	Bank Charges	937.00	326.00
(d)	Building Maintenance	5,29,210.00	3,70,650.00
(e)	CBSE 10th Registration Fee	32,640.00	53,788.00
(f)	Donation to CMRDF Wayanad	-	72,000.00
(g)	Electricity Charges	1,02,841.00	1,16,292.00
(h)	Festival expenses	2,05,883.00	1,61,760.00
(i)	Food Expense	1,63,803.00	1,94,127.00
(j)	Fuel Expense	8,79,879.00	6,86,994.00
(k)	Gift & Momento	21,085.00	43,985.00
(l)	Legal & Professional charges	1,10,125.00	82,400.00
(m)	Medical Expense	7,990.00	5,353.00
(n)	Other Expense	29,063.00	1,81,470.00
(o)	Printing & Stationery	2,63,617.00	1,67,863.00
(p)	Question Paper expense	12,500.00	-
(q)	Rates & Taxes	66,379.00	
(r)	Repairs & Maintenance	35,930.00	48,950.00
(s)	Sahodaya Expense	24,610.00	25,900.00
(t)	Sports Expense	17,170.00	7,380.00
(u)	Students Welfare & Consumables	39,735.00	20,550.00
(v)	Telephone Expense	9,260.00	14,344.00
(w)	Text Book Purchase	6,23,950.00	5,85,654.00
(x)	Travelling expense	29,460.00	20,830.00
(y)	Vehicle Maintenance	3,91,556.00	4,93,687.00
(z)	Vehicle Tax	1,33,550.00	1,02,930.00
		-	
	Total	**38,08,914.00**	**34,77,733.00**

Previous year figures unless otherwise stated are given within brackets and have been regrouped and reclassified wherever necessary.

FOR I S P & ASSOCIATES LLP
CHARTERED ACCOUNTANTS
FRN: S000091
UDIN: 26257730KLEUHH7059

MANAGER
ISLAHI ENGLISH MEDIUM SCHOOL
IRIKKUR - 670593

For and on behalf of
ISLAHI ENGLISH MEDIUM SCHOOL

I S P & ASSOCIATES LLP
KOCHI 682020
CHARTERED ACCOUNTANTS

CA STEFNA GEORGE FCA
MEMBERSHIP NO: 257730
PLACE : KANNUR
DATE: 19/07/2026

ISLAHI ENGLISH MEDIUM SCHOOL

(Under Irikkur Educational Society)

Irikkur, Thaliparamba, Kannur, Kerala, 670593

Balance Sheet as at 31st March 2026

(Amount in Rs.)

	Particulars	Note	As at 31 March 2026	As at 31 March 2025
I	**Sources of Funds**			
1	**NPO Funds**			
(a)	Unrestricted Funds	3	54,17,945.00	51,61,751.00
(b)	Restricted Funds			-
			54,17,945.00	51,61,751.00
2	**Non-Current Liabilities**			
(a)	Long-term Borrowings	4	11,95,676.00	-
(b)	Other long-term liabilities	5	18,06,255.00	18,06,255.00
(c)	Long-term provisions	6	-	-
			30,01,931.00	18,06,255.00
3	**Current Liabilities**			
(a)	Short-term borrowings	4	2,51,019.00	-
(b)	Payables	7		
(c)	Other current liabilities	8	96,082.00	32,716.00
(d)	Short-term provisions	6	-	-
			3,47,101.00	32,716.00
	Total		**87,66,977.00**	**70,00,722.00**
II	**Application of Funds**			
1	**Non-current assets**			
(a)	Property, Plant and Equipment and Intangible assets			
(i)	Property, Plant and Equipment	9	71,20,198.00	50,28,743.00
(ii)	Intangible assets	9	34,455.00	-
(iii)	Capital work in progress		-	-
(iv)	Intangible asset under development		-	-
(b)	Non-current investments	10		-
(c)	Long Term Loans and Advances	11	-	-
(d)	Other non-current assets	12	-	-
			71,54,653.00	50,28,743.00
2	**Current assets**			
(a)	Current investments	10	-	-
(b)	Inventories			
(c)	Receivables	13	1,42,370.00	3,77,383.00
(d)	Cash and bank balances	14	14,44,454.00	15,94,596.00
(e)	Short Term Loans and Advances	11	25,500.00	-
(f)	Other current assets	15	-	-
			16,12,324.00	19,71,979.00
	Total		**87,66,977.00**	**70,00,722.00**
	Brief about the Entity	1		
	Summary of significant accounting policies	2		
	The accompanying notes are an integral part of the financial statements			

As per our report of even date attached,

FOR I S P & ASSOCIATES LLP
CHARTERED ACCOUNTANTS
FRN: S000091
UDIN: 26257730KLEUHH7059

I S P & ASSOCIATES LLP KOCHI 682020 CHARTERED ACCOUNTANTS

CA STEFNA GEORGE FCA
MEMBERSHIP NO: 257730
PLACE : KANNUR
DATE: 19/07/2026

MANAGER
ISLAHI ENGLISH MEDIUM SCHOOL
IRIKKUR - 670593

For and on behalf of
ISLAHI ENGLISH MEDIUM SCHOOL

ISLAHI ENGLISH MEDIUM SCHOOL

(Under Irikkur Educational Society)

Irikkur, Thaliparamba, Kannur, Kerala, 670593

Income and Expenditure for the year ended 31st March 2026

(Amount in Rs.)

	Particulars	Note	As at 31 March 2026	As at 31 March 2025
I	**Income**			
(a)	Donations and Grants			
(b)	Fees from Rendering of Services	16	1,03,82,858.00	90,52,970.00
(c)	Sale of Goods	17	4,55,590.00	8,13,147.00
II	**Other Income**	18	2,21,195.00	1,00,724.00
III	**Total Income (I+II)**		**1,10,59,643.00**	**99,66,841.00**
IV	**Expenses:**			
(a)	Material consumed/distributed			
(b)	Donations/contributions paid			
(c)	Employee benefits expense	19	64,50,764.00	59,29,922.00
(d)	Finance costs	20	45,259.00	-
(e)	Depreciation and amortization expense	21	4,98,512.00	3,34,387.00
(e)	Other expenses	22	38,08,914.00	34,77,733.00
	Total expenses		**1,08,03,449.00**	**97,42,042.00**
				-
V	**Excess of Income over Expenditure for the year (III-IV)**		**2,56,194.00**	**2,24,799.00**
	Appropriations Transfer to funds			
	Transfer from funds			
	Balance transferred to General Fund		2,56,194.00	2,24,799.00
	The accompanying notes are an integral part of the financial statements			

As per our report of even date attached,

FOR I S P & ASSOCIATES LLP
CHARTERED ACCOUNTANTS
FRN: S000091
UDIN: 26257730KLEUHH7059

I S P & ASSOCIATES LLP
KOCHI
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MEMBERSHIP NO: 257730
PLACE : KANNUR
DATE: 19/07/2026

MANAGER
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IRIKKUR - 670593

For and on behalf of
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