



Auditors' report to the members of **AYURVEDIC ACADEMY INC**


**Report on the financial statements**

We have audited the financial statements of Ayurvedic Academy Inc which comprise the balance sheet as at 31 March 2023, and the statements of income, changes in equity. These financial statements are the responsibility of the Company's directors. Our responsibility is to express an opinion on these financial statements based on our audit. Our audit work has been undertaken so that we might state to the Company'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 Company and the Company's members as a body, for our audit work, for this report, or for the opinion we have formed.

**Report on other legal and regulatory requirements**

- We have obtained all the information and explanations we have considered necessary for the purpose of our audit.
- In our opinion, proper books of account have been kept by the Company.
- The Company's financial statements are in agreement with the books of account.

For N D S & Co  
Chartered Accountants

  
Sanjay Shreesha  
Partner

UDIN: 23206099BGRELU5518

19/06/2023

**AYURVEDIC ACADEMY INC.**  
691 S Milpitas Blvd Ste 206, Milpitas, CA 95035

Balance Sheet as at Mar 31, 2023

STOCKHOLDERS EQUITY AND LIABILITY	Schedules	As on March 31, 2023		As on March 31, 2022	
		Amount in USD		Amount in USD	
<b>Stockholders Equity</b>					
Common Stock		0			
100 shares of common stock with no par value					
Stockholders Equity					
Retained Earnings		\$290,128		\$361,030	
Advance from Stockholder		\$1,154,000		\$1,154,000	
<b>Total Stockholders' Equity</b>			\$1,444,128		\$1,515,030
<b>Long Term Liabilities</b>					
Unsecured Loans	2	\$ 198,634	\$ 198,634	\$ 161,510	\$ 161,510
<b>Current Liabilities</b>					
Accounts Payable	3	\$ 196,207		\$ 197,895	
Advances Received		\$ 1,594,063	\$ 1,790,271	\$ 1,444,638	\$ 1,642,533
<b>Total Liabilities &amp; Stockholders' Equity</b>			<b>\$3,433,032</b>		<b>\$3,319,073</b>
<b>ASSETS</b>					
<b>Fixed Assets</b>	4				
Gross Block		\$ 153,171		\$ 132,348	
Less :- Depreciation		\$ 92,069		\$ 86,714	
<b>Net Block</b>			\$ 61,101		\$ 45,634
<b>Loans &amp; Advances</b>	5		\$ 2,443,121		\$ 2,224,427
<b>Current Assets</b>					
Cash and Bank Balance	6	\$ 132,957		\$ 252,965	
Inventory		\$ -		\$ -	
Accounts Receivable & Advance for Purchase		\$ 795,854		\$ 796,047	
			\$ 928,810		\$ 1,049,012
<b>Total Assets</b>			<b>\$3,433,032</b>		<b>\$3,319,073</b>

Schedules 1 to 12 form an integral part of this statement

In terms of our report attached.

For NDS & Co.,

Chartered Accountants

FRN: 0098045

Sanjay Shreesha, B com, FCA

Partner

Membership No. 206099

Place: Bengaluru

Date: June 19, 2023





On behalf of Board of Directors  
For **AYURVEDIC ACADEMY INC.**

**Ramesh Vangal**  
Chairman

**AYURVEDIC ACADEMY INC.**  
691 S Milpitas Blvd Ste 206, Milpitas, CA 95035

Profit & Loss Account for the period April 1, 2022 to Mar 31, 2023

Particulars	Schedules	2022-23		2021-22	
		Amount In USD		Amount In USD	
Revenues					
Tuition fee	7	\$ 1,893,679		\$ 1,881,603	
Clinic Service Income		\$ 322,112		\$ 385,957	
Total Revenues			\$ 2,215,791		\$ 2,267,560
Cost of Goods Sold	8		\$ 648,384		\$ 496,614
Gross Profit			\$1,567,407		\$1,770,946
Expenses					
Staff Cost	9	\$ 1,044,048		\$ 857,671	
Administrative Expenses	10	\$ 396,356		\$ 270,755	
Selling & Distribution Expenses	11	\$ 192,549		\$ 116,029	
Financial Charges	12	\$ -		\$ -	
Amortization & Depreciation	4	\$ 5,355		\$ 9,520	
Sub Total			\$ 1,638,309		\$ 1,253,975
Net Income			(\$70,902)		\$516,971
Other Income			\$0		\$105,959
Income Tax Provision/Estimate					
Deficit Carried to Balance Sheet			(\$70,902)		\$622,930
Retained Earning Previous Years			\$361,030		(\$261,900)
Retained Earning Transferred to Balance Sheet			\$290,128		\$361,030
Schedules 1 to 12 form an integral part of this statement					
In terms of our report attached.					
For NDS & Co., Chartered Accountants FRN: 0098045			On behalf of Board of Directors For AYURVEDIC ACADEMY INC.		
 Sanjay Shreesha, B com, FCA Partner Membership No. 206099			 Ramesh Vangal Chairman		
Place: Bengaluru					
Date: June 19, 2023					

## **AYURVEDIC ACADEMY INC.**

### **Schedule 1-Significant Accounting Policies**

- 1.1 Basis for preparation of financial statements and method of accounting  
The financial statements are prepared under the historical cost convention on accrual basis of accounting and in accordance with policies generally accepted in India including Accounting Standards issued by the Institute of Chartered Accountants of India.
- The financial statements are presented in USD which is the company's functional currency. All financial information is presented in USD unless otherwise stated.
- 1.2 Use of estimates  
The preparation of the financial statements in conformity with the accounting standards generally accepted in India requires the management to make estimates that affect the reported amount of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statement and reported amounts of revenues and expenses for the year. Actual results could differ from estimates.
- 1.3 Revenue Recognition  
Sales are net of rebate, discount, Taxes. Treatment income & consulting charges is recognized on completion of each service & consultation.
- 1.4 Inventories  
Raw materials, consumables and work-in-progress are valued at cost or net realizable value, whichever is lower.
- 1.5 Fixed Assets  
a) Fixed assets are stated at cost less depreciation. Cost includes expenses related to acquisition and installation of fixed assets.  
b) Depreciation is charged on Straight Line Method at the rates based on management's estimates of useful life.
- 1.6 Previous year figures have been re-grouped/ re-classified wherever necessary to correspond with current year classification/disclosure.



**AYURVEDIC ACADEMY INC.**  
691 S Milpitas Blvd Ste 206, Milpitas, CA95035

**Schedules to Balance sheet as on Mar 31,2023**

**Schedule -2 Unsecured Loan**

	As on Mar 31, 2023	As on March 31, 2022
Suveda Inc		
Ayurvedagram Heritage Wellness Centre	\$ 32,029	\$ 64,928
Kerala Ayurveda India	\$ 166,605	\$ 96,582
<b>Total</b>	<b>\$ 198,634</b>	<b>\$ 161,510</b>

**Schedule - 3 Current Liabilities**

	As on Mar 31, 2023	As on March 31, 2022
<b>Accounts Payable</b>		
for Services and supplies	\$ 59,369	\$ 68,643
For Payroll and Staff Dues	\$ 115,131	\$ 106,294
for Others	\$ 21,708	\$ 22,958
<b>Total</b>	<b>\$ 196,207</b>	<b>\$ 197,895</b>
<b>Advances Received</b>		
Advance Tution Fee	\$ 1,478,739	\$ 1,383,614
Advance for India Intensive program	\$ 108,819	\$ 50,809
Advance for Workshop	\$ 6,505	\$ 10,215
<b>Total</b>	<b>\$ 1,594,063</b>	<b>\$ 1,444,638</b>

**Schedule -5 Loans and Advances**

	As on Mar 31, 2023	As on March 31, 2022
Deposits	\$ 32,669	\$ 32,669
Advances to Others	\$ 2,410,452	\$ 2,191,758
<b>Total</b>	<b>\$ 2,443,121</b>	<b>\$ 2,224,427</b>

**Schedule -6 Current Assets**

	As on Mar 31, 2023	As on March 31, 2022
<b>Cash and Bank Balance</b>		
Wells Fargo(FC)-7758101963		
Wells Fargo SB A/c -146931024		
Wells Fargo(Sea)-7758102136	\$ 108,633	\$ 230,401
Cash in Hand	\$ 52	\$ 259
Credit Card Collection Visa/MC	\$ 24,271	\$ 8,717
Check Collections Fund	\$ -	\$ 13,589
<b>Total</b>	<b>\$ 132,957</b>	<b>\$ 252,965</b>
<b>Inventory</b>	<b>0</b>	<b>0</b>
<b>Accounts Receivable</b>		
Tution fee receivable	\$ 13,341.61	\$ 13,534.96
Advance for Purchase	\$ 782,512	\$ 782,512
<b>Total</b>	<b>\$ 795,854</b>	<b>\$ 796,047</b>





# AYURVEDIC ACADEMY INC.

691 S Milpitas Blvd Ste 206, Milpitas, CA 95035

Schedule - 4 - FIXED ASSETS forming part of the Balance Sheet as at March 31, 2023

Particulars	Percentage (SLM)	GROSS BLOCK				DEPRECIATION				Net Block	
		Cost as on March 31, 2021	Additions / (Deletions)	Cost as on Mar 31, 2022	Additions / (Deletions)	Cost as on Mar 31, 2023	Upto Mar 31, 2022	For the Period	Upto Mar 31, 2023	As on Mar 31, 2023	As on Mar 31, 2022
Office Equipment	14%	\$ 2,292.72	\$ 2,517	\$ 4,810	\$ 2,480	\$ 7,289	\$ 2,247	\$ 527	\$ 2,775	\$ 4,515	\$ 2,562
Computer	30%	\$ 9,172.60	\$ 2,250	\$ 11,423		\$ 11,423	\$ 10,951	\$ 472	\$ 11,423	\$ (0)	\$ 472
Furniture	17%	\$ 12,024.10	\$ 2,900	\$ 14,924	\$ 368	\$ 15,292	\$ 7,508	\$ 3,473	\$ 10,980	\$ 4,311	\$ 7,416
Intangible Asset		\$ -							\$ -		
		\$ -							\$ -		
		\$ -							\$ -		
Content Development	20%	\$ 63,352.40	\$ 21,696	\$ 85,048	\$ 17,975	\$ 103,023	\$ 63,352	\$ -	\$ 63,352	\$ 39,671	\$ 21,696
		\$ -				\$ -	\$ -		\$ -		
Milpitas Buildout	20%	\$ 16,143.88		\$ 16,144		\$ 16,144	\$ 2,656	\$ 884	\$ 3,539	\$ 12,605	\$ 13,488
<b>Total</b>		<b>\$ 102,986</b>	<b>\$ 29,363</b>	<b>\$ 132,348</b>	<b>\$ 20,822</b>	<b>\$ 153,171</b>	<b>\$ 86,714</b>	<b>\$ 5,355</b>	<b>\$ 92,069</b>	<b>\$ 61,101</b>	<b>\$ 45,634</b>

Amt in USD



**AYURVEDIC ACADEMY INC.**

691 S, Milpitas Blvd Ste 206, Milpitas, CA 95035

Schedules to Profit and Loss Account for the period April 1, 2022 to Mar 31, 2023

Schedule -7 Revenue	FY 2022-23	FY 2021-22
Registration Fee		
Tuition fee on Regular Classes	\$ 1,603,865.71	\$ 1,609,593.39
Tuition fee on Distance Learning		
India Intensive Programme		
Work Shop Panchkama Classes	\$ 289,813.25	\$ 272,009.37
Total Tution Fee Income	\$ 1,893,678.96	\$ 1,881,602.76
Clinic Service Income	\$ 322,111.71	\$ 385,957.25
Product Sales		\$ -
Total Clinic Service Income	\$ 322,111.71	\$ 385,957.25
<b>Total Income</b>	<b>\$ 2,215,791</b>	<b>\$ 2,267,560</b>
Schedule -8 Cost of Goods Sold	FY 2022-23	FY 2021-22
Faculty Travel & Meals	12953.04	
Instructors Honorarium	93332.14	119642.32
India Intensive Cost	81557.83	
Staff Welfare		
Sublease		
Classroom Rent		
Academy Materials Supplies	9617.01	839.81
Service provider Fee	259742.54	185175.11
Clinic Consumables and Supplies	3245.24	5577.74
Books and Materials		10907.64
Product Consumption		0
Laundry Service	17208.13	14810.09
Class coordinator/mentor fee	86012.32	66866.06
Credit Card Merchant Fee	84715.64	92795.58
<b>Total</b>	<b>\$ 648,384</b>	<b>\$ 496,614</b>
Schedule -9 Staff Cost	FY 2022-23	FY 2021-22
Staff cost Allocation	\$ 961,543	\$ 793,248
Workmens' Compensation Fund	\$ -	\$ 6,665
Employee Medical	\$ 9,024	\$ 3,615
Employer Payroll Taxes	\$ 73,481	\$ 54,143
<b>Total</b>	<b>\$ 1,044,048</b>	<b>\$ 857,671</b>





<b>Schedule -10 Administrative Expenses</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
Staff Welfare Expenses	\$ 2,852	\$ 1,347
Independent Contractor	\$ (836)	\$ (91)
Computer & Internet Exp	\$ 11,625	\$ 5,707
Printing and Reproduction	\$ 16,955	\$ 16,249
Licenses & Permits	\$ 1,520	\$ 3,943
Meals & Entertainment	\$ 2,070	\$ 396
Office Expenses	\$ -	\$ 500
Office Supplies	\$ 12,553	\$ 10,009
Postage & Delivery	\$ 7,086	\$ 1,977
Professional Fees	\$ 67,294	\$ 45,005
Rent	\$ 139,914	\$ 135,295
Taxes	\$ 7,877	\$ 2,023
Telephone	\$ 13,515	\$ 10,950
Travel	\$ 52,254	\$ 10,840
Lodging	\$ 9,677	\$ 359
SF - Utilities		
Insurance Expense	\$ 22,935	\$ 9,232
Membership & Subscriptions	\$ 18,594	\$ 13,090
Repairs and Maintenance	\$ 79	
Shipping	\$ -	\$ 1,517
Common Over Head	\$ -	\$ -
Storage	\$ 3,544	\$ 2,410
Bank service charges	6847	
<b>Total</b>	<b>\$ 396,356</b>	<b>\$ 270,755</b>
<b>Schedule - 11 Selling and Distribution Expenses</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
Advertising		
Event Expenses	\$ 15,886	\$ 750
Marketing	\$ 176,664	\$ 80,485
Content Creation Expenses	\$ -	\$ 20,317
Bank service Charge	\$ -	\$ 8,022
Coach Promo Video	\$ -	\$ 6,005
Commissions Paid	\$ -	\$ 450
<b>Total</b>	<b>\$ 192,549</b>	<b>\$ 116,029</b>
<b>Schedule -12 Financial Charges</b>	<b>FY 2022-23</b>	<b>FY 2021-22</b>
Interest Expense		
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>

