



**AUDITOR'S REPORT**

To

The Members,  
Care India Solutions for Sustainable Development,  
New Delhi

- 1 We have audited the attached Balance Sheet (FCRA Account) of **CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT**, New Delhi as at **31st March, 2010** and also the Receipt and Payment Account for the period ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
- 2 We have conducted our audit in accordance with Auditing Standards generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- 3 We report that:
  - (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - (ii) In our opinion, the Company has kept proper books of accounts as required by law so far as appears from our examination of the books.
  - (iii) The Balance Sheet and Receipt and Payment Account referred to in this report are in agreement with the books of accounts.



- (iv) In our opinion and to the best of our information and according to the explanations given to us subject to *Note No. 1 regarding applicability of the amended provisions of Section 2(15) of the Income Tax Act, 1961, Note No. 2 regarding exemption from the provisions of Foreign Contribution (Regulation) Act, 1976*, the said financial statements together with Accounting Policies and Notes to Accounts given in Schedule V give the information required by the Foreign Contribution (Regulation) Act, 1976 in the manner so required and give a true & fair view in conformity with the accounting principles generally accepted in India:
- (a) in case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2010.
- (b) in case of the Receipt and Payment Account of the transactions for the period ended 31<sup>st</sup> March, 2010.

For and on behalf of  
**KUMAR MITTAL & CO.**  
Chartered Accountants

  
( **AMRISH KUMAR** )  
Partner  
M. No. 90553  
FRN 10500N



Place : New Delhi  
Date : 29 July 2010

**CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT  
NEW DELHI**

**FCRA ACCOUNT**

**BALANCE SHEET AS AT 31ST MARCH 2010**

	Schedule	As at 31.03.2010 Amount (Rs.)
<b><u>SOURCES OF FUNDS</u></b>		
General Fund	I	59,828
Unutilised Grants	II	9,455,475
<b>TOTAL</b>		<b>9,515,303</b>
<b><u>APPLICATION OF FUNDS</u></b>		
Investments in FDR's	III	5,000,000
Current Assets, Loans & Advances		
- Cash and Bank Balances	IV	4,515,303
Less: Current Liabilities & Provisions		-
Net Current Assets		4,515,303
<b>TOTAL</b>		<b>9,515,303</b>

Significant Accounting Policies and Notes  
forming an integral part of accounts

V

This is the Balance Sheet referred to in  
our report of even date.

The Schedules referred to above form  
an integral part of the Balance Sheet.

For and on behalf of  
**KUMAR MITTAL & CO.**  
Chartered Accountants

**( AMRISH KUMAR )**

Partner

M. No. 90553

FRN 10500N

Place : New Delhi

Date : 29 July 2010



By order of the Board  
For and on behalf of  
**CARE INDIA SOLUTIONS FOR  
SUSTAINABLE DEVELOPMENT**

**(-DIRECTORS )**



**CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT  
NEW DELHI**

**FCRA ACCOUNT**

**RECEIPT & PAYMENT ACCOUNT FOR THE PERIOD ENDED 31ST MARCH 2010**

Schedule	Amount (Rs.)
<b><u>OPENING BALANCES</u></b>	
- Cash & Bank Balance	NIL
<b><u>RECEIPTS</u></b>	
Grants received from CARE INC. for	
- Initiation of Fundraising & Marketing Activities	27,00,000
- Project on Urban Micro Finance	10,00,000
- Empowerment of Tribals in Madhya Pradesh	69,05,475
Bank Interest Received	59,828
	<b>10,605,475</b>
	<b>59,828</b>
	<b>10,665,303</b>
<b><u>PAYMENTS</u></b>	
Programme Costs for	
- Initiation of Fundraising & Marketing Activities	150,000
- Project on Urban Micro Finance	1,000,000
	<b>1,150,000</b>
<b><u>CLOSING BALANCES</u></b>	
- Savings Account with Axis Bank	4,515,303
- Fixed Deposits with Axis Bank	5,000,000
	<b>9,515,303</b>

Significant Accounting Policies and Notes  
forming an integral part of accounts

V

This is the Receipt & Payment Account  
referred to in our report of even date.

The Schedules referred to above form an integral  
part of the Receipt & Payment Account.

For and on behalf of  
**KUMAR MITTAL & CO.**  
Chartered Accountants

By order of the Board  
For and on behalf of  
**CARE INDIA SOLUTIONS FOR  
SUSTAINABLE DEVELOPMENT**

**( AMRISH KUMAR )**

Partner

M. No. 90553

FRN 10500N

Place : New Delhi

Date : 29 July 2010



**( DIRECTORS )**

**CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT  
NEW DELHI**

**SCHEDULE - I**

**GENERAL FUND FORMING PART OF  
FCRA ACCOUNT BALANCE SHEET AS AT 31ST MARCH 2010**

General Fund	As at 31.03.2010 Amount (Rs.)
<b>Income during the year</b>	
- Interest Received on Saving Bank Account	59,828
<b>TOTAL</b>	<b>59,828</b>

**SCHEDULE - II**

**GRANTS UNUTILISED / RECEIVABLE FORMING PART OF  
BALANCE SHEET AS AT 31ST MARCH 2010**

Funding Agency	Transactions during the period		Closing balance as on 31.03.2010 Amount (Rs.)
	Receipts	Payments	
<b>Grant from CARE INC. for</b>			
- Initiation of Fundraising & Marketing Activities	2,700,000	150,000	2,550,000
- Project on Urban Micro Finance	1,000,000	1,000,000	-
- Empowerment of Tribals in Madhya Pradesh	6,905,475	-	6,905,475
<b>TOTAL</b>	<b>10,605,475</b>	<b>1,150,000</b>	<b>9,455,475</b>

**SCHEDULE - III**

**INVESTMENTS FORMING PART OF  
FCRA ACCOUNT BALANCE SHEET AS AT 31ST MARCH 2010**

Investment	As at 31.03.2010 Amount. (Rs.)
Fixed Deposits with Axis Bank	5,000,000
	<b>5,000,000</b>

**SCHEDULE - IV**

**CASH AND BANK BALANCES FORMING PART OF  
FCRA ACCOUNT BALANCE SHEET AS AT 31ST MARCH 2010**

Cash and Bank Balances	As at 31.03.2010 Amount (Rs.)
<u>Cash in hand</u>	-
<u>Balance in FCRA Designated Saving Account with Scheduled Bank</u>	
- Axis Bank	4,515,303
<b>TOTAL</b>	<b>4,515,303</b>



**CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT  
NEW DELHI**

**SCHEDULE – V : SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING  
PART OF FCRA ACCOUNTS FOR THE PERIOD ENDED ON 31<sup>ST</sup>  
MARCH 2010**

**A. SIGNIFICANT ACCOUNTING POLICIES**

1. The accounts are prepared on historical cost basis as a 'Going Concern'. Income are accounted for on cash basis and expenses are accounted for on accrual basis following generally accepted accounting principles and practices and Accounting Standards issued by the Institute of Chartered Accountants of India for NGOs, wherever applicable, except otherwise stated.
2. Fixed Assets acquired / received in kind are directly charged to expenses accounts and stated in the Balance Sheet through Assets Fund Account.
3. Fixed Assets are stated as under:
  - a) Assets directly acquired – at purchase cost less accumulated depreciation.
  - b) Assets received in kind – at stated / estimated cost less accumulated depreciation.
4. Depreciation on Fixed Assets is provided on written down value method as laid down in and at the rates prescribed in schedule XIV of Companies Act, 1956.
5. The surplus / (deficit) of the completed projects are transferred to General Fund and the remaining balances of continuing projects are reported under Grant Balances.
6. Inventories are valued and disclosed as under:
  - a) Acquired / self produced – at cost.
  - b) Received free of cost or at a nominal charge – at market price or estimated net realizable value.
7. Accounts for the purpose of submission to FCRA are compiled on cash basis.



**B. NOTES TO ACCOUNTS**

1. The Company is registered under Section 12AA of Income Tax Act and has obtained the opinion regarding the applicability of the amendments made in the definition of Section 2(15) of the Income Tax Act, 1961 in the Finance Act, 2008 and submitted to us that considering the nature of transactions carried out, the same are not applicable on the company.
2. In the opinion of the Company, the foreign remittances received (other than through Prior Approval from Ministry of Home Affairs under Foreign Contribution (Regulation) Act, 1976) are out of the purview of the Foreign Contribution (Regulation) Act, 1976, being fee to provide advise to the Department of Health and Family Welfare in Orissa and Bihar, to develop its health sector plan for women, dalits, adivasis & other marginalized groups and not a grant, hence not considered as foreign receipts within the preview of FCRA prior permission and reporting.
3. The Company has applied for Prior Permission with Ministry of Home Affairs for a sum of 159,247 Ponds (UK) through CARE International, UK and 459,413 Dollar (US) through Family Health International, USA. However, pending receipt of approval, the company has incurred expenses of Rs. 33,44,093 and Rs. 3,913 respectively, out of local funds and the same will be refunded to local fund on receipt of approval and funds.
4. The previous year's figures have not been provided as the FCRA Accounts are drawn first time after receipt of prior permission of \$ 425,000 from Ministry of Home Affairs through their letter dated 22<sup>nd</sup> July, 2009.

Signature to Schedule – I to V of the Balance Sheet.

As per our report of even date.

For and on behalf of  
**KUMAR MITTAL & CO.**  
Chartered Accountants

By order of the Board  
For and on behalf  
**CARE INDIA SOLUTIONS FOR  
SUSTAINABLE DEVELOPMENT**

*Amrish Kumar*  
**(AMRISH KUMAR)**  
Partner  
M. No. 90553  
FRN 10500N



Place: New Delhi  
Date : 29 July 2010

*[Signature]*  
**(DIRECTORS)**



**FORM FC-3**

[See Rule 4(a)]

Account of Foreign Contribution for the  
year ending on **31st March, 2010**

## 1. Association's Details :

( i ) Name and Address (in Capital Letters)	CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT 27, HAUZ KHAS VILLAGE, NEW DELHI - 110016
( ii ) Registration Number and Date [under Foreign Contribution (Regulation) Act, 1976]	-----
( iii ) Prior Permission Number and Date, if not Registered	No. II / 21022 / 94(0338-01) / 2008 - FCRA - III DATED 22ND JULY 2009
( iv ) Nature of Association :	(1) Cultural (2) Economic (3) Educational (4) Religious (5) <b>Social</b>
( v ) Denomination in case of Religious Association :	(a) Hindu (b) Sikh (c) Muslim (d) Christian (e) Buddhist (f) Others

## 1A.

( i ) Total amount of foreign contribution received during the year	Rs. 10,605,475
( ii ) Interest earned on the foreign contribution during the year	
(a) In the designated bank account	Rs. 59,828
(b) On investments made (Fixed Deposit Receipts etc.) during the year or in the preceding years	----





3.	Name and Address of the Designated Branch of the Bank and Account Number (as specified in the application for registration / prior permission or permitted by the Central Government)	A/c No.	Saving Bank A/c No. 015010100514163
		Bank	Axis Bank Ltd.
		Branch	Green Park Main
		Address	K-12, Green Park Main New Delhi - 110 016

4. Donorwise receipts of foreign contribution :

S. No.	Institution / Individual / Other donors	Name(s) and Address(es)	Purpose(s)	Date and month of Receipts	Amount (Rs.)
1	2	3	4	5	6
(i)	<b>A) As 1st Recipient - Institutional donors</b>				<b>NIL</b>

	<b>B) As 2nd/Subsequent Recipient</b>				
	<b>a) Institutional donors</b>	<b>CARE INC.</b> 27, Hauz Khas Village, New Delhi - 110016	Social Welfare	02.12.2009	6,905,475
				15.01.2010	2,700,000
				19.02.2010	1,000,000
					<u>10,605,475</u>
	<b>b) Others</b>	Interest on Saving Bank Account		31.12.2009	20,141
				31.03.2010	39,687
					<u>59,828</u>
					<u>10,665,303</u>
<b>TOTAL (B)</b>					
	<b>TOTAL (A+B)</b>			<u>10,665,303</u>	
(ii)	Individual donors above Rupees one lakh				-
(iii)	Individual donors below Rupees one lakh (only Columns 4 and 6 need to be filled)				-
		<b>GRAND TOTAL</b>			<b>10,665,303</b>




5. Countrywise receipts of foreign contribution :

S. No.	Name of the Country	Amount (Rs.)
1	2	3
1	INDIA	10,665,303
	TOTAL	10,665,303

**DECLARATION**

I hereby declare that the above particulars furnished by me are true and correct. I also affirm that the foreign contribution has been utilised for purpose(s) for which the association has been registered / prior permission obtained. To the best of my knowledge. I have not concealed or suppressed any fact.

  
(Dr. NACHIKET MORA)  
(Name of the Director)

DIRECTOR

Signature of the Chief Functionary  
(Name of the Chief Functionary and  
Seal of the Association)

Place: NEW DELHI

Date: 29 July, 2010

(Certificate to be given by Chartered Accountant)

We have audited the account of **CARE INDIA SOLUTIONS FOR SUSTAINABLE DEVELOPMENT, 27, HAUZ KHAS VILLAGE, NEW DELHI-110016** (name of association and its full address including State, District and Pin Code; if registered society, its registration No. and State or registration) for the year ending **31st March 2010** and examined all relevant books and vouchers and certify that according to the audited accounts :

- (i) The brought forward foreign contribution at the beginning of the year was Rs. NIL.
- (ii) Foreign contribution of / worth Rs. 10,665,303 was received by the association during the year 2009 - 2010.
- (iii) The balance of unutilised foreign contribution with the association at the end of the year 31st March, 2010 was Rs. 9,515,303.
- (iv) Certified that the Association has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 13 of the Foreign Contribution (Regulation) Act, 1976 read with sub-rule (1) of rule 8 of the Foreign Contribution (Regulation) Rules, 1976.
- (v) The information furnished in this certificate and in the enclosed Balance Sheet and Statement of Receipt and Payment is correct as checked by us.



*vskeuph*

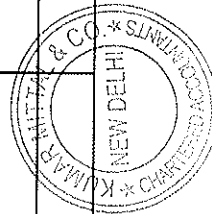
Name of Chartered Accountant with seal  
Address and Registration Number

Place: NEW DELHI  
Date : 29 July 2010

Name	AMRISH KUMAR
Membership No.	90553
Designation	Partner
Firm Name	KUMAR MITTAL & CO.
FRN	10500N
Address	13, Basement Community Centre, East of Kailash New Delhi - 110 065

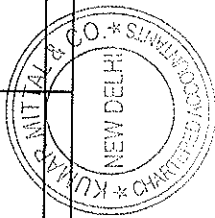
2. Purpose(s) for which foreign contribution has been received and utilised:

(Amount in Rupees)												
Sl. No.	Purpose	Previous Balance		Receipt During the Year				Total  (5+6+7+8)	Utilised		Balance	
		In Cash	In Kind (Value)	As 1st Receipt		As Second/ Subsequent Receipt			In Cash	In Kind (Value)	In Cash	In Kind (Value)
				In Cash	In Kind (Value)	In Cash	In Kind (Value)					
1	2	3	4	5	6	7	8	9	10	11	12	13
1.	Celebration of national events (Independence / Republic Day / festivals etc.											
2.	Theatre / Films											
3.	Maintenance of Places of historical and Cultural importance											
4.	Preservation of ancient / tribal art forms											
5.	Research											
6.	Cultural shows											
7.	Setting up and running handicraft centre / cottage and khadi industry / social forestry projects											
8.	Animal husbandry projects											
9.	Income generation projects / schemes	-	-	-	-	2,700,000	-	2,700,000	150,000	-	2,550,000	-
10.	Micro-finance projects, including setting up banking co-operatives and self-help groups	-	-	-	-	1,000,000	-	1,000,000	1,000,000	-	-	-
11.	Agricultural activity											
12.	Rural Development											
13.	Construction and maintenance of school/college											
14.	Construction and running of hostel for poor students											
15.	Grant of stipend / scholarship/ assistance in cash and kind to poor / deserving children											
16.	Purchase of supply of educational material-books, notebooks etc.											
17.	Conducting adult literacy programs											
18.	Education / Schools for the mentally challenged											
19.	Non-formal education projects / coaching classes											
20.	Construction / Repair / Maintenance of places of worship											





Sl. No.	Purpose	Previous Balance		Receipt During the Year				Total  (5+6+7+8)	Utilised		Balance	
		In Cash	In Kind (Value)	As 1st Receipt		As Second/ Subsequent Receipt			In Cash	In Kind (Value)	In Cash	In Kind (Value)
				In Cash	In Kind (Value)	In Cash	In Kind (Value)					
1	2	3	4	5	6	7	8	9	10	11	12	13
21.	Religious schools / education of priests and preachers											
22.	Publication and distribution of religious literature											
23.	Religious functions											
24.	Maintenance of priests / preachers / other religious functionaries											
25.	Construction / Running of hospital / dispensary / clinic											
26.	Construction of community halls etc.											
27.	Construction and Management of old age home											
28.	Welfare of the aged / widows											
29.	Construction and Management of Orphanage											
30.	Welfare of the orphans											
31.	Construction and Management of dharamshala / shelter											
32.	Holding of free medical/ health/ family welfare/ immunisation camps											
33.	Supply of free medicine, and medical aid, including hearing aids, visual aids, family planning aids etc.											
34.	Provision of aids such as Tricycles, calipers etc. to the handicapped											
35.	Treatment/ Rehabilitation of persons suffering from leprosy											
36.	Treatment/ Rehabilitation of drug addicts											
37.	Welfare/ Empowerment of women											
38.	Welfare of children											
39.	Provision of free clothing/ food to the poor, needy and destitute											
40.	Relief/ Rehabilitation of victims of natural calamities											
41.	Help to the victims of riots/ other disturbances											
42.	Digging of bore wells											



Sl. No.	Purpose	Previous Balance		Receipt During the Year				Total	Utilised		Balance	
		In Cash	In Kind (Value)	As 1st Receipt		As Second/ Subsequent Receipt			In Cash	In Kind (Value)	In Cash	In Kind (Value)
				In Cash	In Kind (Value)	In Cash	In Kind (Value)					
1	2	3	4	5	6	7	8	9	10	11	12	13
43.	Sanitation including community toilets etc.							(5+6+7+8)				
44.	Vocational training - tailoring, motor repairs, computer etc.											
45.	Awareness Camps/ Seminar/ Workshop/ Meeting/ Conference											
46.	Providing free legal aid/ Running legal aid centre											
47.	Holding sports meet											
48.	Awareness about Acquired Immune Deficiency Syndrome (AIDS)/ Treatment and rehabilitation of persons affected by AIDS											
49.	Welfare of the physically and mentally challenged											
50.	Welfare of the Scheduled Castes											
51.	Welfare of the Scheduled Tribes											
52.	Welfare of the Other Backward Classes											
53.	Environmental programs											
54.	Survey for socio-economic and other welfare programs											
55.	Establishment expenses -											
	(i) Asset building											
	(a) Establishment of Corpus fund, and											
	(b) Purchase of land											
	(ii) Construction/ Extension/ Maintenance of office, administrative and other building											
	(iii) Payment of salaries/ honorarium											
	(iv) Publication of newsletter/ literature/ books etc.											
	(v) Other expenses											
56.	Activities other than those mentioned above/ (Furnish details) Empowerment of Tribals etc.	-	-	-	-	6,965,303	-	6,965,303	-	-	6,965,303	-
	<b>TOTAL</b>	-	-	-	-	10,665,303	-	10,665,303	1,150,000	-	9,515,303	-

Note: Figures in S/ No. 56 also includes Rs.59,828 as Bank Interest received during the year and Balance as on 31.03.2010.

