

# B S R & Associates LLP

Chartered Accountants

Building No.10, 8th Floor, Tower-B  
DLF Cyber City, Phase - II  
Gurugram - 122 002, India

Telephone: + 91 124 719 1000  
Fax: + 91 124 235 8613

## Certificate of Chartered Accountant under Foreign Contribution Regulation Act, 2010

The Board of Directors  
CARE India Solutions for Sustainable Development  
A-12, Bhilwara towers,  
Third Floor, Tower II,  
Sector 1, Noida,  
UP- 201301

## Independent Auditor's Certificate for Care India Solutions for Sustainable Development under FCRA Act, 2010

1. This Certificate is issued in accordance with the terms of our agreement dated 15 October 2018.
2. Care India Solutions for Sustainable Development (hereinafter referred to as 'the Company') having its registered office at 512-A, 5<sup>th</sup> Floor, Deep Shikha, 8, Rajindra Place, New Delhi- 110008, is registered under Foreign Contribution (Regulation) Act, 2010 with Ministry of Home affairs vide Registration no: 231661331 dated 16 March 2012 and further renewed on 25 April 2017 for a period of five years w.e.f 16 March 2017. The Company under the said Act is permitted to take donation from foreign sources to carry out its activities as per the Foreign Contribution (Regulation) Act, 2010.

### Management's Responsibility

3. The accompanying income and expenditure statement, receipt and payment account, and balance sheet (hereinafter referred to as 'FCRA Financial Statement'), including the creation and maintenance of all accounting and other records supporting its contents, is solely the responsibility of the Management of the Company. The Company's Management is responsible for the designing, implementing and maintaining internal control relevant to the preparation and presentation of the FCRA Financial Statements, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances. The Company's Management is also responsible for ensuring the compliance with the provisions of FCRA, 2010 and rules framed thereunder.

### Auditor's Responsibility

4. We audited the financial statements of Care India Solution for Sustainable Development as of and for the financial year ended 31 March 2018, on which we issued an unqualified audit opinion vide our reports dated 13 October 2018. Our audits of these financial statements were conducted in accordance the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.



5. Pursuant to the provision of the requirements of FCRA, 2010 and rules framed thereunder, our responsibility is to express reasonable assurance in the form of an opinion based on our audit and examination of books and records as to whether the Company has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011 and whether the Company has utilized the foreign contribution received for the purpose(s) it is registered/ granted prior permission under Foreign Contribution (Regulation) Act, 2010.
6. We conducted our examination of the FCRA Financial Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. In accordance with the requirements of the Guidance Note, we have examined the above details with the audited financial statements. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

#### Opinion

8. Based on our audit of financial statements for the year ended 31 March 2018 and examination of all relevant books and vouchers and the information and explanations given to us, we are of the opinion that:
  - i. The brought forward foreign contribution at the beginning of the financial year was Rs. 965,558,895 (includes advances and security deposits of Rs.22,295,187).
  - ii. Foreign contribution amounting to Rs. 1,021,492,407 was received by the Company during the financial year 2017-18.
  - iii. Interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon amounting to Rs. 31,926,123 was received by the Company during the financial year 2017-18.
  - iv. The balance of unutilized foreign contribution with the Company at the end of the financial year 2017-18 was Rs. 557,212,444 (includes advances and security deposits of Rs.19,448,183)
  - v. The Company has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011.
  - vi. The information furnished in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct and checked by us.
  - vii. The Company has utilised the foreign contribution received for the purposes it is registered under Foreign Contribution (Regulation) Act, 2010.



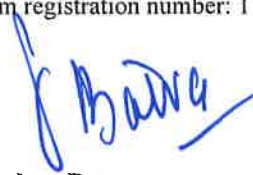
**Restriction on Use**

9. This certificate has been prepared at the request of the Care India Solutions for Sustainable Development solely for the purpose of submission to the Ministry of Home Affairs. It should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing.

**For B S R & Associates LLP**

*Chartered Accountants*

Firm registration number: 116231W/ W-100024



**Sandeep Batra**

*Partner*

Membership No.: 093320

Place: Gurugram

Date: 14 December 2018

**Care India Solutions For Sustainable Development**  
**Balance sheet as at 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

	Note	As at 31 March 2018	As at 31 March 2017
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's funds</b>			
Reserves and surplus	3	200,361,839	135,762,084
		<b>200,361,839</b>	<b>135,762,084</b>
<b>Non current liabilities</b>			
Long-term provisions	4	42,410,234	37,873,922
Other long term liabilities	5	1,128,138	181,125
<b>Current liabilities</b>			
<b>Trade payables</b>			
- dues to micro and small enterprises		-	-
- dues to other than micro and small enterprises		48,747,795	36,539,163
Other current liabilities	7	394,578,003	802,418,680
Short-term provisions	8	18,976,826	16,180,830
		<b>505,840,996</b>	<b>893,193,720</b>
		<b>706,202,835</b>	<b>1,028,955,804</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible fixed assets	9	26,393,593	34,369,642
Intangible fixed assets	9	1,249,625	1,994,575
		27,643,218	36,364,217
Long term loans and advances	10	6,602,046	9,026,159
		<b>34,245,264</b>	<b>45,390,376</b>
<b>Current assets</b>			
Cash and bank balances	11	537,764,261	943,263,708
Short-term loans and advances	12	131,529,566	37,827,271
Other current assets	13	2,663,744	2,474,449
		<b>671,957,571</b>	<b>983,565,428</b>
		<b>706,202,835</b>	<b>1,028,955,804</b>

**Background and significant accounting policies** 1-2

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For **BSR & Associates LLP**  
Chartered Accountants  
Firm Registration No. 116231W/W-100024

  
**Sandeep Batra**  
Partner  
Membership No: 093320

Place: Gurugram  
Date: 14 December 2018

For and on behalf of  
**Care India Solutions For Sustainable Development**

  
**Mathew Cherian**  
Director

Place: Noida  
Date: 14 December 2018



**Care India Solutions For Sustainable Development**  
**Income and expenditure account for the year ended 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

	Note	Year ended 31 March 2018	Year ended 31 March 2017
<b>Income</b>			
Grants and donations received	14	1,588,511,004	1,801,812,671
Other income	15	18,387,595	27,610,535
<b>Total</b>		<b>1,606,898,599</b>	<b>1,829,423,206</b>
<b>Expenses</b>			
Project expenses	16	1,321,360,188	1,657,739,198
Other administrative expenses	17	194,934,942	123,162,114
Prior period expenses	18	17,282,715	22,217,934
Depreciation	9	15,375,710	28,519,992
<b>Total expenditure</b>		<b>1,548,953,555</b>	<b>1,831,639,238</b>
<b>Excess of income over expenses</b>		<b>57,945,044</b>	<b>(2,216,032)</b>
<b>Appropriations</b>			
Less: Transfer from asset fund account	4b	15,375,710	28,519,992
Amount transferred to general fund	4a	<b>73,320,754</b>	<b>26,303,960</b>

**Background and significant accounting policies**

1-2

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

For **B S R & Associates LLP**  
Chartered Accountants  
Firm Registration No. 116231W/W-100024



**Sandeep Batra**  
Partner  
Membership No: 093320

Place: Gurugram  
Date: 14 December 2018

For and on behalf of  
**Care India Solutions For Sustainable Development**

  
**Mathew Cherian**  
Director

Place: Noida  
Date: 14 December 2018



**CARE India Solutions for Sustainable Development**  
**Foreign Contribution Account**  
**Receipts and Payments Account for the year ending 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

Receipts	Year ended 31 March 2018	Year ended 31 March 2017	Payments	Year ended 31 March 2018	Year ended 31 March 2017
Opening cash and bank balance			Salary, wages and bonus	420,352,646	399,442,425
- in savings bank account	943,263,708	322,855,387	Rent	36,333,519	22,589,276
- deposit account	-	-	Repairs and maintenance	13,890,954	9,708,023
Advance for projects	7,834,096	8,159,921	Communication expenses	15,714,095	25,943,670
Security deposit	12,389,864	5,326,876	Legal and professional fees	631,887,172	798,394,073
Loan and advances to employees	2,071,227	-	Travelling expenses	147,441,173	151,519,489
Grant and donation received	1,021,492,407	2,397,872,826	Insurance	3,964,537	3,331,958
Interest income			Advertisement	569,103	2,991,096
- in savings bank account	23,262,928	12,958,752	Quality assurance cost	-	116,902,127
- deposit account	7,381,882	7,783,794	Office supplies	16,420,728	21,172,219
Other income	1,281,313	755,125	Printing and stationery	14,425,122	18,471,355
			Fixed assets purchased	6,647,392	20,614,813
			Other expenses	27,581,216	2,140,016
			Training and material	114,334,957	155,127,909
			Subgrant to partners	12,202,367	41,805,337
			Security deposits	10,454,015	12,389,864
			Advance for projects	7,451,950	7,834,096
			Loan and advances to employees	1,542,218	2,071,227
			Closing cash and bank balance		-
			- in savings bank account	537,764,261	943,263,708
	<b>2,018,977,425</b>	<b>2,755,712,681</b>		<b>2,018,977,425</b>	<b>2,755,712,681</b>

As per our report of even date attached to FC - 4 of  
the Foreign Contribution (Regulation) Act, 2010

For **BSR & Associates LLP**  
Chartered Accountants  
Firm Registration No. 116231W/W-100024

**Sandeep Batra**  
Partner  
Membership No: 093320

Place: Gurugram  
Date: 14 December 2018

For and on behalf of the board of Directors of  
**Care India Solutions For Sustainable Development**

**Mathew Charian**  
Director

Place: Noida  
Date: 14 December 2018



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2018**

**1. Background**

Care India Solutions for Sustainable Development (CISSD) ("the Company") was incorporated in India on 14 May 2008. The Company is registered as Section 25 Company under the provisions of Companies Act, 1956 (Now corresponding to Section 8 of the Companies Act, 2013).

The main focus area is to eradicate poverty and social injustice from India through well-planned and comprehensive programmes in health, education, livelihoods and disaster preparedness and response.

The overall goal is the empowerment of women and girls from poor and marginalized communities leading to improvement in their lives and livelihoods.

**2. Significant accounting policies**

**a) Basis of preparation and presentation of financial statements**

The financial statements have been prepared and presented under the historical cost convention on a going concern basis on an accrual basis of accounting and in accordance with the provisions of the Companies Act, 2013 and accounting principles generally accepted in India and comply with the accounting standards specified under Section 133 of the Act, to the extent applicable.

*Current and non-current classification*

The financial statements are presented as per Schedule III to the Companies Act, 2013. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the revised Schedule III to the Companies Act, 2013.

Based on the nature of activities of the Company, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

All assets and liabilities are classified into current and non-current based on below criteria:

**Assets**

An asset is classified as current when it satisfies any of the following criteria:

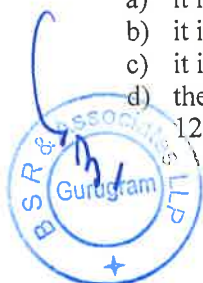
- a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realized within 12 months after the reporting date; or
- d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

**Liabilities**

A liability is classified as current when it satisfies any of the following criteria:

- a) it is expected to be settled in the company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is due to be settled within 12 months after the reporting date; or
- d) the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2018**

counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

**b) Use of estimates**

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Principles (GAAP) in India requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses and the disclosures of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

**c) Fixed assets and depreciation/ amortisation**

*Property plant & equipment*

- (i) Items of property, plant and equipment are measured at cost of acquisition less accumulated depreciation and/or accumulated impairment loss, if any. The cost of an item of property, plant and equipment comprises its purchase price, including import duties and other non-refundable purchase taxes or levies, any directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.
- (ii) Depreciation on property plant & equipment is provided on the written down value method. Pursuant to Companies Act, 2013 ('the Act') being effective from April 1, 2014, the Company has aligned the depreciation rates based on the useful lives as specified in Part 'C' of Schedule II to the Act.

Fixed Assets	Useful Life
Computers	3
Furniture and fixtures	10
Vehicles	8
Office equipment	5

Depreciation on assets added/disposed off during the year has been provided on pro-rata basis with reference to the date of addition/disposal.

Assets individually costing up to Rs. 5,000 were fully depreciated in the year of purchase.

*Intangible fixed assets*

Intangible fixed assets are stated at cost less any accumulated amortization and impairment losses, if any. The cost includes taxes and other incidental expenses related to the acquisition and implementation of the respective assets.

Intangible assets (computer software) is amortised over the period of license/ useful life. Amortisation on additions/ deletions is provided on pro-rata basis from/ upto the date of such additions/ deletions.



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2018**

**d) Impairment of assets**

In accordance with Accounting Standard 28 (AS 28) on 'Impairment of assets', the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets is estimated at the higher of its net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of the assets and from its disposal at the end of its useful life. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment loss is recognized in the statement of profit and loss.

**e) Cash and cash equivalents**

Cash and cash equivalents comprise cash balances on hand, cash and deposits with bank and highly liquid investments with original maturities, at the date of purchase/investment, of three months or less.

**f) Foreign currency transactions**

Foreign currency transactions are recorded into Indian rupees by applying to the foreign currency amount the exchange rate between Indian rupees and the foreign currency on/or closely approximating to the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies as at the Balance Sheet date or at the time of settlement are translated into Indian rupees at the exchange rates on that date.

**g) Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Grants and donations for specific projects are recognised as income to the extent utilised during the year as per the terms of agreement/sanction and unutilized amounts are carried forward as liability and disclosed as 'Unutilised grant balance' under other current liabilities until the actual expenditure is incurred. Donations raised for general purposes are recognized as income in the year of receipt.

Interest income is recognized on accrual basis when there is reasonable certainty of its ultimate realization/ collection.

**h) Employee benefits**

*Short term employee benefits*

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, performance incentives etc. are recognised in the Income & Expenditure Account in the period in which the employee renders the related service and measured accordingly.



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2018**

*Long term employee benefits*

*Defined contribution plan*

Provident fund is a defined contribution scheme. Contributions payable to the provident fund are charged to the Income and Expenditure Account.

*Defined benefit plans*

The Company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The calculation of the Company's obligation under this plan is performed annually by a qualified actuary using the projected unit credit method.

The Company recognises all actuarial gains and losses arising from defined benefit plans immediately in the Statement of Income and Expenditure. All expenses related to defined benefit plans are recognised in employee benefits expense in the Statement of Income and Expenditure. The Company has made gratuity contribution to a fund maintained by the Life Insurance Corporation of India ('LIC').

*Other long-term employment benefits*

Benefits under the Company's leave encashment policy constitutes other long-term employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary at the year-end. Actuarial gains and losses are recognised immediately in the Statement of Income and Expenditure.

**i) Leases**

Lease rentals under an operating lease, are recognized as an expense in the Income and Expenditure Account on a straight line basis over the lease term.

**j) Provisions and contingent liabilities**

The Company creates a provision when there exist a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are not recognized in the financial statements.

**k) General funds**

The Company receives general funds which are unrestricted from donors. The excess of income over expenditure during the year, being general purpose in nature is carried forward for use in the future periods.



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2018**

**1) Assets funds**

Fixed assets purchased out of grants received are charged off to the respective donors. These assets are capitalized and an equal amount is transferred to Assets Fund Account for control purposes. Depreciation on fixed assets purchased out of grant received is debited to the Assets Fund Account. Accordingly, deletion of such fixed assets due to sale/disposal are also adjusted from the Assets Fund Account.



**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2018**  
 (All amounts are in Indian Rupees unless otherwise stated)

**3 Reserves and surplus**

	As at 31 March 2018	As at 31 March 2017
<b>a) General fund</b>		
Opening balance	99,397,867	73,093,907
Add Amount transferred from income and expenditure	73,320,754	26,303,960
<b>Closing balance</b>	<b>172,718,621</b>	<b>99,397,867</b>
<b>b) Asset fund account</b>		
Opening balance	36,364,217	44,159,245
Add: Assets purchased during the year	6,915,502	21,174,949
Less : Assets sale /written off the year	260,791	449,985
	43,018,928	64,884,209
<u>Less :</u>		
Transferred to income and expenditure account	15,375,710	28,519,992
<b>Closing balance</b>	<b>27,643,218</b>	<b>36,364,217</b>
<b>Grand total</b>	<b>200,361,839</b>	<b>135,762,084</b>

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**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

**4 Long-term provisions**

	As at 31 March 2018	As at 31 March 2017
Provisions for employee benefits	21,120,091	17,397,406
-Provision for gratuity	21,290,143	20,476,516
-Provision for compensated absences	42,410,234	37,873,922

**5 Other long term liabilities**

	As at 31 March 2018	As at 31 March 2017
Lease equalisation reserve	1,128,138	181,125
	1,128,138	181,125

**6 Trade payables**

	As at 31 March 2018	As at 31 March 2017
<b>Trade payables*</b>		
- dues to micro and small enterprises	48,747,795	36,539,163
- dues to other than micro and small enterprises	48,747,795	36,539,163

\* Refer Note 23

**7 Other current liabilities**

	As at 31 March 2018	As at 31 March 2017
Employee related payables	10,585,512	16,755,531
Unutilised grants	314,453,212	771,880,201
PF payable	3,962,651	3,527,986
Other statutory payable	8,925,505	10,254,962
Other payable	56,651,123	-
	394,578,003	802,418,680

**8 Short-term provisions**

	As at 31 March 2018	As at 31 March 2017
Provisions for employee benefits	10,247,469	8,071,750
-Provision for gratuity	8,729,357	8,109,080
-Provision for compensated absences	18,976,826	16,180,830

## Care India Solutions For Sustainable Development

## Notes to financial statements for the year ended 31 March 2018

(All amounts are in Indian Rupees unless otherwise stated)

## 9 Fixed assets

Current year	Particulars	Gross block			As at 31 March 2018	Accumulated depreciation/ amortisation			Net block as at 31 March 2018	Net block as at 31 March 2017	
		As at 1 April 2017	additions	deletions/adjus tment		As at 1 April 2017	for the year	deletions/ adjustment			As at 31 March 2018
	<b>Property, plant and equipment</b>										
	Computers	41,838,710	3,976,525	387,603	45,427,632	36,785,659	3,440,362	347,852	39,878,169	5,549,463	5,053,051
	Furniture and fixtures	9,024,923	791,928	30,750	9,786,101	4,626,625	1,200,494	17,096	5,810,023	3,976,078	4,398,298
	Vehicles	21,203,952	629,831	-	21,833,783	11,671,701	2,984,891	-	14,656,592	7,177,191	9,532,251
	Office equipment	44,260,563	1,517,218	678,828	45,098,953	28,874,521	7,005,013	471,442	35,408,092	9,690,861	15,386,042
	<b>Total tangible assets</b>	<b>116,328,148</b>	<b>6,915,502</b>	<b>1,097,181</b>	<b>122,146,469</b>	<b>81,958,506</b>	<b>14,630,760</b>	<b>836,390</b>	<b>95,752,876</b>	<b>26,393,593</b>	<b>34,369,642</b>
	<b>Intangible assets</b>										
	Software	4,252,413	-	-	4,252,413	2,257,838	744,950	-	3,002,788	1,249,625	1,994,575
	<b>Current Year</b>	<b>120,580,561</b>	<b>6,915,502</b>	<b>1,097,181</b>	<b>126,398,882</b>	<b>84,216,344</b>	<b>15,375,710</b>	<b>836,390</b>	<b>98,755,664</b>	<b>27,643,218</b>	<b>36,364,217</b>
	<b>Previous Year</b>	<b>101,648,614</b>	<b>21,174,949</b>	<b>2,243,002</b>	<b>120,580,561</b>	<b>57,489,369</b>	<b>28,519,992</b>	<b>1,793,017</b>	<b>84,216,344</b>	<b>36,364,217</b>	<b>44,159,245</b>

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**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2018**  
 (All amounts are in Indian Rupees unless otherwise stated)

**10 Long-term loans and advances**

*(unsecured, considered good unless otherwise stated)*

Security deposits

Advance rent

Income tax and TDS receivable

As at 31 March 2018	As at 31 March 2017
5,067,500	5,615,071
420,000	2,940,000
1,114,546	471,088
<b>6,602,046</b>	<b>9,026,159</b>

**11 Cash and bank balances**

**Cash and cash equivalents**

Balance with scheduled banks

- in savings accounts

As at 31 March 2018	As at 31 March 2017
537,764,261	943,263,708
<b>537,764,261</b>	<b>943,263,708</b>

**12 Short term loans and advances**

*(unsecured, considered good unless otherwise stated)*

Security deposits

Advance rent

Grant receivable

TDS receivable

Loans and advances to employees

Project advances

As at 31 March 2018	As at 31 March 2017
2,446,515	1,314,793
2,520,000	2,520,000
119,102,872	25,520,962
792,516	892,698
1,542,218	2,071,227
5,125,445	5,507,591
<b>131,529,566</b>	<b>37,827,271</b>

**13 Other current assets**

Gratuity plan assets

As at 31 March 2018	As at 31 March 2017
2,663,744	2,474,449
<b>2,663,744</b>	<b>2,474,449</b>



**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

**14 Grants and donations received**

Grants and donations received

**Year ended  
31 March 2018**

1,588,511,004  
**1,588,511,004**

**Year ended  
31 March 2017**

1,801,812,671  
**1,801,812,671**

**15 Other income**

Interest on fixed deposit  
Interest on saving bank account  
Interest on others  
Other income  
Recovery of overheads cost from project

**Year ended  
31 March 2018**

7,925,158  
8,982,155  
9,674  
1,470,608  
-  
**18,387,595**

**Year ended  
31 March 2017**

8,676,492  
12,958,752  
67,884  
794,050  
5,113,357  
**27,610,535**

**Year ended  
31 March 2018**

**Year ended  
31 March 2017**

**16 Project expenses**

Salary, wages and bonus  
Contribution to provident fund  
Gratuity  
Staff welfare  
Contract staff wages  
Training and material expenses  
Subgrants to partners  
Rent  
Repairs and maintenance:  
- Office equipments  
- Building  
- Computers  
Communication expenses  
Legal and professional fees (Refer Note 21)  
Travelling expenses  
Insurance  
Advertisement  
Office supplies  
Printing and stationary  
Bank charges  
Amount written off  
Fixed assets purchased  
Other expenses

320,559,310  
18,079,021  
11,431,222  
6,231  
448,947,972  
106,328,049  
12,189,031  
23,916,101

1,956,095  
3,461,729  
1,416,268  
18,752,775  
167,232,764  
143,048,371  
3,853,787  
463,200  
16,745,458  
13,933,051  
153,139  
1,618,516  
5,744,230  
1,523,868

**1,321,360,188**

366,952,010  
19,897,422  
12,010,902  
5,744,783  
522,098,494  
159,223,946  
33,171,933  
22,342,702

2,980,658  
3,314,640  
1,985,581  
26,735,199  
254,017,721  
157,974,723  
3,332,834  
3,089,995  
20,209,711  
19,879,544  
267,172  
-  
20,674,671  
1,834,557

**1,657,739,198**



**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2018**  
(All amounts are in Indian Rupees unless otherwise stated)

**17 Other administrative expenses**

	<b>Year ended 31 March 2018</b>	<b>Year ended 31 March 2017</b>
Salary, wages and bonus	66,762,405	51,510,557
Contribution to provident fund	3,938,058	3,047,375
Gratuity	2,624,121	1,742,088
Rent	13,139,629	11,455,507
Communication expenses	2,133,560	2,221,090
Legal and professional fees (Refer Note 21)	22,002,049	25,493,004
Travelling expenses	6,062,113	7,288,564
Insurance	559,932	247,308
Repairs and maintenance:		
- Office equipments	1,656,348	1,942,077
- Building	4,230,676	3,460,180
- Computers	970,856	1,600,498
Training and material expenses	1,990,594	3,234,307
Advertisement	7,003	11,583
Office supplies	1,167,859	1,884,682
Other expenses	8,503,997	838,719
Fixed assets purchased	1,171,270	500,278
Contract staff wages	852,914	1,418,614
Printing and stationery	510,435	296,171
Overhead cost recovered	-	4,969,512
Rates and taxes (Refer Note 28)	56,651,123	-
	<b>194,934,942</b>	<b>123,162,114</b>

**18 Prior period expenses**

	<b>Year ended 31 March 2018</b>	<b>Year ended 31 March 2017</b>
Legal and professional fees	-	22,217,934
Other expenses	17,282,715	-
	<b>17,282,715</b>	<b>22,217,934</b>



**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2018

**19. Earnings in foreign currency (On receipt basis)**

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Income from grant and donation	933,785,245	2,326,889,366

**20. Expenditure in foreign currency**

Nature of Expenses	For the year ended 31 March 2018	For the year ended 31 March 2017
Legal and professional fees	-	1,988,094
Advertisement	219,917	603,659
Travelling expenses	1,619,895	1,993,630
<b>Total</b>	<b>1,839,812</b>	<b>4,585,383</b>

**21. Payment to auditor's (Included under legal and professional expenses)\*:**

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Statutory audit	2,000,000	2,100,000
Other certifications	200,000	200,000
<b>Total</b>	<b>2,200,000</b>	<b>2,300,000</b>

\*exclusive of GST (Previous year service tax) and out of pocket expenses

**22. Related party transactions**

In the normal course of business, the Company enters into transactions with key management personnel. The names of related parties of the Company and their relationship, as required to be disclosed under Accounting Standard-18, are as follows:

- a) **Related party and nature of the related party relationship with whom transaction have taken place during the year**

Relationship	Names of the related parties
Key management personnel	Mr. Rajan Bahadur- Managing Director and CEO

- b) **Summary of significant transaction with related parties**

Managerial remuneration	For the year ended 31 March 2018	For the year ended 31 March 2017
Mr. Rajan Bahadur	7,053,471	6,582,672

Note: The remuneration to the key managerial personnel does not include the provisions made for gratuity and leave benefits, as they are determined on the basis of actuarial valuation for all the employees of the company taken together.



**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2018

**23. Dues to micro and small enterprises**

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information available with the management, there are no overdues outstanding to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Further, the Company has not received any claim for interest from any supplier under the said Act.

24. The Company has taken certain cancellable and non-cancellable operating leases for commercial and residential accommodation and vehicles. Lease payments charged during the year in the Income and Expenditure Account is Rs. 37,055,730 (previous year Rs. 33,798,209). The total of future minimum lease payments under non-cancellable operating leases for each of the following periods is as follows:

Particulars	For the year ended 31 March 2018	For the year ended 31 March 2017
Not later than one year	11,894,400	11,592,000
Later than one year and not later than five years	37,665,600	46,368,000
Later than five year	-	1,932,000

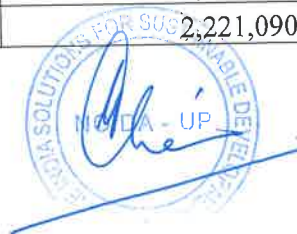
25. The Company has changed its method of recovering its indirect cost in the current year. The indirect cost were earlier recovered from donors on the basis of actual identified costs. During the current year, the same are recovered by applying a fixed overhead rate negotiated with each donor separately. Accordingly, the Company has presented such costs in Note 17 as 'Other administrative costs'. In order to make the previous year figures comparable with those of current year, the previous year expenses in the nature of indirect costs aggregating Rs. 123,162,114 have been reclassified from 'Project expenses' to 'Other administrative expenses' in the current year financial statements. Reclassification done is as shown below:

**Note 16 Project expenses**

Particulars	Amount (last year's signed financial statements)	Amount (Current year financial statements)
Overhead cost	121,855,539	-
<b>Total</b>	<b>121,855,539</b>	<b>-</b>

**Note 17 Other administrative expenses**

Particulars	Amount (last year's signed financial statements)	Amount (current year financial statements)
Salary, wages and bonus	808,716	51,510,557
Contribution to provident fund	-	3,047,375
Gratuity	-	1,742,088
Rent	203,625	11,455,507
Communication expenses	3,000	2,221,090



**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2018

Particulars	Amount (last year's signed financial statements)	Amount (current year financial statements)
Legal and professional fees (Refer Note 21)	127,993	25,493,004
Travelling expenses	5,270	7,288,564
Insurance	-	247,308
Repairs and maintenance:		
- Office equipments	-	1,942,077
- Building	-	3,460,180
- Computers	-	1,600,498
Training and material expenses	23,090	3,234,307
Advertisement	-	11,583
Office supplies	17,326	1,884,682
Bank charges	18,835	-
Other expenses	96,828	838,719
Fixed assets purchased	-	500,278
Contract staff wages	-	1,418,614
Printing and stationery	-	296,171
Overhead cost recovered	-	4,969,512
Interest on TDS/ service tax	1,892	-
<b>Total</b>	<b>1,306,575</b>	<b>123,162,114</b>
<b>Total of Project expenses and Other administrative expenses</b>	<b>123,162,114</b>	<b>123,162,114</b>

26. During the year ended 31 March 2018, the Company and one of its donor has received two separate complaints alleging certain irregularities in the procurement of goods and services. The Company along with the aforesaid donor conducted a detailed investigation over the matter with the help of an internal independent investigation team/ independent external agency.

One of the investigation concluded that documentary evidence and actions of certain procurement staff suggest an intent to favour certain vendors through manipulation of the process, deviation from the Company's policies and procedures and sound internal controls. The Company took action against staff identified for abovementioned lapses. The Company has also identified a potential excess payment of approximately Rs. 7,289,730 due to such lapses. This amount, has been appropriately charged off by the Company to 'Other expenses' under Note 17 of the financial statements.

Further, during the course of the above investigation, subsequent to the year end, another anonymous complaint is raised to one of the donor of the Company alleging irregularities in business conduct of a senior employee with certain vendors wherein the basis of single source selection and contract being awarded at higher prices was questioned. It also alleged favouritism and harassment of few employees by the same individual. The donor has got the first allegations investigated by an independent external agency and concluded that potential disallowed costs that may result from this investigation will not be material.

Further, the donor and also the Company is of the same view that there is not likely to be any material liability on it on completion of full investigation and accordingly, these financial statements will not require any further adjustments.

BSR & AS  
Guru

Care India Solutions For Sustainable Development  
Noida - UP

**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2018

27. The Company is engaged in charitable activities which are not distinguishable on the basis of risk and return and hence the Company views the same as single business segment. Further, these charitable activities are being catered in India only and hence there are no separate reportable geographical segments. Accordingly, no separate disclosures in respect of primary and secondary segment have been provided.
28. During the year 2012-13, the Company had received foreign contribution from two parties, situated outside India, aggregating Rs. 283,255,616 (including Rs. 267,629,262 received in the year 2011-12) without obtaining prior permission from Ministry of Home Affairs (MHA). The said funds were received in bank account maintained for local funds and the Foreign Inward Remittance Certificates relating to this foreign contribution indicates that these funds have been received by the Company for Business and Management Consultancy and Public Relations. This had also resulted in non-compliance of Section 17(1) of the Foreign Contribution (Regulation) Act, 2010 as the foreign funds were received in the bank account maintained for local funds. The Company had indicated to us that these funds are grants to be characterized as Foreign Contribution and these are not for any services liable for any tax in India. The Company had filed the necessary condonation application with the MHA and is still waiting for the necessary disposal of its application by MHA. The Company believes that since it has voluntarily disclosed the factual information, MHA may take a favourable view. However, on the basis of abundant caution, during the year ended 31 March 2018, the Company has provided a penalty of Rs. 56,651,123 on the basis of applicable provisions related to such non-compliance, in the current year financial statements and included the same under the head rates and taxes in Note no. 17 'Other administrative expenses'.
29. The Company is exempt from income tax under Section 12AA of the Income Tax Act, 1961 and hence no provision for taxation is required for current year tax expense. Since, the Company is exempt from income tax, no deferred tax (asset or liability) is recognized in respect of timing differences.



**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2018

30. The disclosure regarding details of specified bank notes held and transacted during 8 November, 2016 to 30 December, 2016 has not been made since the requirement does not pertain to the financial year ended 31 March 2018. Corresponding amounts as appearing in the audited financial statements for the period ended 31 March 2017 has been disclosed.

Particulars	SBNs	Others Denomination Notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
(+) Permitted receipts	-	-	-
(+) Non-Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

For **B S R & Associates LLP**  
Chartered Accountants  
Firm Registration No.: 116231 W/W-100024

**Sandeep Batra**  
Partner  
Membership No. : 093320

For and on behalf of the Board of Directors of  
**Care India Solutions For Sustainable Development**

**Mathew Cherian**  
Director

Place : Gurugram  
Date : 14 December 2018

Place : Noida  
Date : 14 December 2018



**Form FC-4**  
[See rule 17]

The Secretary to the Government of India,  
Ministry of Home Affairs,  
Foreigners Division (FCRA Wing)  
NDCC-II Building, Jai Singh Road  
New Delhi - 110001

Subject: Account of Foreign Contribution for the year ending on the 31 March 2018

- 1 FCRA registration/ prior permission number and date: 231661331  
Date - 16 March 2017
- 2 Details of receipt & utilisation of foreign contribution:-
- (i) Foreign contribution received in cash/ kind (value)
- |   |                      |
|---|----------------------|
| (a) Block year:   | 2017-2018            |
| (b) Brought forward foreign contribution at the beginning of the year (Rs.) | 965,558,895          |
| (c) Interest or other receipt during the year                               | 31,926,123           |
| (d) Foreign contribution received during the financial year                 |                      |
| (i) directly from a foreign source  | 972,359,510          |
| (ii) as transfer from a local sources                                       | 49,132,897           |
| (e) Total foreign contribution (b+c+d) (Rs.)                                | <u>2,018,977,425</u> |
- (ii) (a) Donor wise details of foreign contribution received in excess of Rs. 20000. 1,021,471,981
- (ii) (b) Cumulative purpose wise amount of all foreign contribution donations received:

Block Year	Purpose for which received	Cumulative Amount (Rs)
2017-18	Educational	52,947,679
2017-18	Social	912,769,526
2017-18	Economic	6,642,305
	<b>Total</b>	<b>972,359,510</b>



(ii) (a) Donor wise detail of foreign contribution received in excess of Rupees 20,000

Sr.no	Donor Name	Donor Address	Donor type	Purpose	Source	Amount (Rs.)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Care USA	151 Ellis Street Ne, Atlanta, Ga30303-2440, USA	Institutional	Economic	Foreign	6,642,305
2	Care USA	151 Ellis Street Ne, Atlanta, Ga30303-2440, USA	Institutional	Education	Foreign	14,409,238
3	Charities Aid Foundation India	Plot No. 2, First Floor, Sector C (Ofc Pocket), Nelson Mandela Marg, Vasant Kunj, New Delhi-110070	Institutional	Education	Local	6,836,963
4	United States Agency For International Development	1300 Pennsylvania Avenue, Nw, Washington, Dc 20024, USA	Institutional	Education	Foreign	38,538,441
5	Amazon Development Centre India Private Limited	26/1, Brigade World Trade Centre, 10Th Floor, Dr. Raj Kumar Road, Malleshwaram, Bangalore-560055, Karnataka	Institutional	Social	Local	6,356,906
6	Bill Melinda Gates Foundation	Po Box 23350 Seattle Wa 981020650, USA	Institutional	Social	Foreign	77,056,373
7	Caim Foundation	Dlf Atria, Phase-Ii, Jacranda Marg, Dlf City, Gurgaon-122002, Haryana	Institutional	Social	Local	8,334,215
8	Care Canada	Suite 100, 9, Gurudwara Road, Ottawa, On,K2E 7X6, Canada	Institutional	Social	Foreign	77,903
9	Care France	71 Rue Archereau 75019, Paris, France	Institutional	Social	Foreign	21,450,124
10	Care International UK	9Th Floor, 89 Albert Embankmen, Vauxhall, London SE1, 7TP, UK	Institutional	Social	Foreign	77,267,915
11	Care Thailand	185 Soi Pradipat 6, Pradipat Road, Samsen Nai, Phavathai, Bangkok 10400, Thailand.	Institutional	Social	Foreign	649,700
12	Care USA	151 Ellis Street Ne, Atlanta, Ga30303-2440, USA	Institutional	Social	Foreign	673,489,807
13	Clyde Pumps India Private Limited	Redg Off. 212, Dlf Galleria, Mayur Vihar, Phase-I, Extension City, New Delhi-110091 Corporate Off. Office No 162, The Corenthum, 6Th Floor Tower -A, Plot No A-41, Sector 62, Noida, UP 201301	Institutional	Social	Local	1,095,465
14	Commission Des Communautes	Rue De La Loi 200 B 1040 Brussels Belgium	Institutional	Social	Foreign	33,390,258
15	Dimagi INC	585, Massachusetts Ave, Suite 3, Cambridge, Ma 02139, USA	Institutional	Social	Foreign	20,249,689
16	Foundation D Entreprise Alstom	2/48 Rue Albert Dhalenne 3/Fr/93400 St Ouen, France	Institutional	Social	Foreign	9,088,456
17	Glaxosmithkline Pharmaceuticals Pvt Ltd	Gsk House, Dr. Annie Besant Road, Worli, Mumbai 400030	Institutional	Social	Local	6,800,000
18	The Hans Foundation	Regd Off. E-4, Asola, Asola Homes, Near Shani Dham Mandir, Mehrauli, New Delhi-110074 Corporate Off. C-301,302 & C-303 Ansal Plaza Hudco Place Andrews Ganj New Delhi -110049	Institutional	Social	Local	19,709,348
19	Franz Josef Fricke	34, Calcutta Street Merville, Paranaque, Philippines, 1700	Individual	Social	Foreign	28,875

Total 1,021,471,981



Donor wise detail of foreign contribution received less than Rupees 20,000

Sr.no	Donor Name	Donor Address	Donor type	Purpose	Amount (Rs.)
(1)	(2)	(3)	(4)	(5)	(6)
1	Dipti Bindesrisingh	74 Turnhoutplantsoen, NI 1066Nv Amsterdam, Netherlands	Individual	Social	6,076
2	Sangeeta Satyanarayan Dhongade	71, Girraween Road, Sydney , Australia , 2145	Individual	Social	4,044
3	Markus Lewin	Kastanjegatan 19F Lund - 22456 ,Skane ,Sweden.	Individual	Social	968
4	Bhavesb sabnani	APT BLK 66 Marine Drive Singapore -440066 ,Other ,Singapore.	Individual	Social	1,937
5	The Ammado Foundation	Fitzwilliam House 3/4 Upper, Pembroke Street Dublin 2, Ireland	Institutional	Social	7,401

**Total** 20,426

**Grant Total** 1,021,492,407



(iii) Details of utilisation of foreign contribution:

a) Total utilisation for project as per aims and objectives of the association (Rs.)	1,307,109,573
b) Total administrative expense as provided in Rule 5, FCRR 2011 (Rs.)	148,008,016
c) Total invested in term deposits (Rs.)	NIL
d) Total purchase of fresh assets (Rs.)	6,647,392
e) Total utilisation in the year (Rs.) (a+b+c+d)	<u>1,461,764,981</u>
iv) Balance of unutilised foreign contribution, in cash/ bank, at the year (Rs)	557,212,444
v) Total number of foreigners working (salaried/ in honorary capacity):	NIL

3 (a) Details of designated FC bank account for receipt of foreign contribution (as on 31 March 2018)

Bank Name	Branch address	IFSC Code	Account Number
Axis bank limited	Axis Bank Limited, K12, Green Park Main, New Delhi-110016	UTIB0000015	015010100514163

(b) Details of all utilisation bank accounts for utilisation of foreign contribution (as on 31 March 2018)

Bank Name	Branch address	IFSC Code	Account Number
Axis Bank Limited	31/93, Ground floor and first floor, M.G. Marg, Lucknow, UP-226001	UTIB0000053	914010017233384
Axis Bank Limited	Udaiman Apartment, Boring Road, Patna, Bihar-800001	UTIB0000387	914010019693450
Axis Bank Limited	Axis Bank Limited, K12, Green Park Main, New Delhi-110016	UTIB0000015	912010066233427
Axis Bank Limited	Axis Bank Limited, K12, Green Park Main, New Delhi-110016	UTIB0000015	912010066232518

#### DECLARATION

I hereby declare that the above particulars furnished by me are true and correct. I also affirm that the receipt of foreign contribution and its utilisation have not been violative of any provisions of the Foreign Contributions (Regulation) Act, 2010, rules, notifications/ orders issued there under from time to time and the foreign contribution was utilised for purpose(s) for which the association was granted registration/ prior permission by the Central Government.

For Care India Solutions for Sustainable Development

*Mathew Cherian*  
Chief Functionary

Place: Noida

Date: 14 December 2018



**CARE INDIA**

Solutions for Sustainable Development  
A-12, Bhilwara Towers  
Third Floor, Tower II  
Sector 1, Noida  
Uttar Pradesh 201 301  
tel : +91 120 404 8250  
www.careindia.org

**Declaration**

I hereby declare that the above particulars furnished by me are true and correct. I also affirm that the receipt of foreign contribution and its utilization have not been violative of any of the provisions of the Foreign Contribution (Regulation) Act, 2010, rules, notifications/ orders issued there under from time to time and the foreign contribution was utilized for the purpose(s) for which the association was granted registration/ prior permission by the Central Government

Place: Noida

Date: 14 December 2018

For Care India Solutions for Sustainable Development

Signature of the Chief Functionary

(Mathew Cherian)

