

**Care India Solutions for Sustainable Development**

**Statutory Audit for the year ended**

**31 March 2017**

# B S R & Associates LLP

Chartered Accountants

Building No. 5, 8th Floor, Tower-C  
DLF Cyber City, Phase II, Gurgaon  
Haryana - 122 002

Telephone: + 91 124 471 5400  
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## Independent Auditor's Report

### To the Members of CARE India Solutions for Sustainable Development

#### 1. Report on Financial Statements

We have audited the accompanying financial statements of **CARE India Solutions for Sustainable Development** ('the Company') which comprise the Balance Sheet as at 31 March 2017, the Income and Expenditure Account, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### 2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

#### 3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment,

including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### **4. Basis for Qualified Opinion**

Attention is invited to Note 30 which explains the position regarding the significant non-compliances of Section 11(2) of the Foreign Contribution (Regulation) Act, 2010 during the previous years. During the year 2012-13, the Company had received foreign contribution from certain 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. We have been informed that the Company in the previous years had filed the necessary condonation application with the MHA. The Company believes that since it had voluntarily disclosed the factual information, MHA may take a favourable view and it may not be liable for any material liability in this regard. Accordingly, we are unable to express an opinion in the matter as the levy of any penalty or further direction is at the sole discretion of MHA and the company is still waiting for the disposal of its condonation application by MHA. This was a subject matter of qualification in the previous year also.

#### **5. Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effect of the matter described in the Basis for Qualified Opinion paragraph, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31 March 2017, and its excess of income over expenditure and its cash flow for the year ended on that date.

#### **6. Report on Other Legal and Regulatory Requirements**

- (i) The Company is licensed to operate under Section 8 of the Companies Act, 2013 (the Act). Accordingly the Companies (Auditor's Report) Order, 2016, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, is not applicable.
- (ii) As required by Section 143(3) of the Act, we report that:
  - 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, except for the matter described in the matter in the Basis for Qualified Opinion paragraph;
  - b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

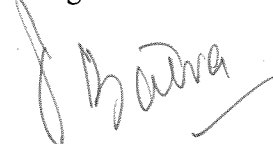
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- c) the Balance Sheet, the Income and Expenditure Account, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. and
- e) on the basis of written representations received from the directors as on 31 March 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017, from being appointed as a director in terms of Section 164(2) Companies Act, 2013.
- f) the matter described in Basis for Qualified Opinion paragraph above in our Opinion may not have adverse effect on the functioning of the Company.
- g) with respect to the adequacy of the internal financial controls over financial reporting or the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-A".
- h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company does not have any pending litigations which would impact its financial position;
  - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - (iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 08 November 2016 to 30 December 2016. Based on the audit procedures and relying on the management representation, we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the management. Refer note 32 to the financial statements.

**For B S R & Associates LLP**

*Chartered Accountants*

Firm Registration No.: 116231W/W-100024



**Sandeep Batra**

*Partner*

Membership No.: 093320

Place: Gurgaon

Date: 19 August 2017

**Annexure A to the Independent Auditor's Report**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act**

We have audited the internal financial controls over financial reporting of **Care India Solutions for Sustainable Development** ('the Company') as of 31 March 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and

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dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of 31 March 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on 'Audit of Internal Financial Controls over Financial Reporting' issued by the ICAI.

**For B S R & Associates LLP**

*Chartered Accountants*

Firm Registration No.: 116231W/W-100024



**Sandeep Batra**

*Partner*

Membership No.: 093320

Place: Gurgaon

Date: 19 August 2017

**Care India Solutions For Sustainable Development**  
**Balance Sheet as at 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	Note	AS at 31 March 2017	AS at 31 March 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's funds</b>			
Share capital	3	200	200
Reserves and surplus	4	211,451,818	208,072,168
		<u>211,452,018</u>	<u>208,072,368</u>
<b>Non-current liabilities</b>			
Long-term provisions	5	40,825,840	37,779,502
Other long term liabilities	6	181,125	-
		<u>41,006,965</u>	<u>37,779,502</u>
<b>Current liabilities</b>			
<b>Trade payables</b>			
-Total outstanding dues to micro and small enterprises	7	-	-
-Total outstanding dues of creditors other than micro and small enterprises		39,378,406	49,118,976
Other current liabilities	8	857,897,089	377,730,942
Short-term provisions	9	17,428,053	10,046,169
		<u>914,703,548</u>	<u>436,896,087</u>
		<u>1,167,162,531</u>	<u>682,747,957</u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Property plant & equipment	10	35,292,581	43,796,879
Intangible fixed assets	10	1,994,575	1,386,662
		<u>37,287,156</u>	<u>45,183,541</u>
Long term loans and advances	11	24,291,287	14,557,866
		<u>61,578,443</u>	<u>59,741,407</u>
<b>Current Assets</b>			
Cash and bank balances	12	1,053,068,097	449,368,868
Short-term loans and advances	13	50,041,542	171,311,177
Other current assets	14	2,474,449	2,326,505
		<u>1,105,584,088</u>	<u>623,006,550</u>
		<u>1,167,162,531</u>	<u>682,747,957</u>

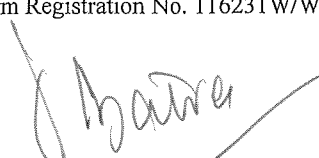
**Significant accounting policies**

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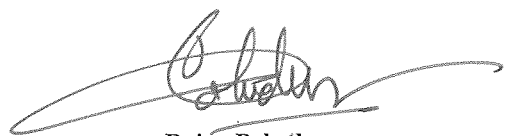
The notes referred to above form an integral part of the financial statements

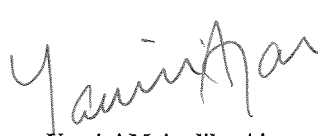
As per our report of even date attached

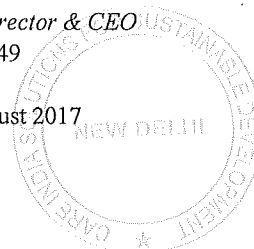
For **BSR & Associates LLP**  
Chartered Accountants  
Firm Registration No. 116231W/W-100024

  
**Sandeep Batra**  
Partner  
Membership No: 093320  
Place: Gurgaon  
Date: 19 August 2017

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

  
**Rajan Bahadur**  
Managing Director & CEO  
DIN: 07213349  
Place: Noida  
Date: 19 August 2017

  
**Yamini Mrinalika Aiyar**  
Director  
DIN: 02882688  
Place: Noida  
Date: 19 August 2017



**Care India Solutions For Sustainable Development**  
**Income and Expenditure Account for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	Note	Year ended 31 March 2017	Year ended 31 March 2016
<b>Income</b>			
Grants and donations received	15	1,920,293,855	2,196,990,938
Other income	16	38,873,851	39,671,033
<b>Total</b>		<b>1,959,167,706</b>	<b>2,236,661,971</b>
<b>Expenses</b>			
Project expenses	17	1,909,103,343	2,193,703,462
Other administrative expenses	18	7,788,504	4,367,570
Prior period expenses	19	30,999,824	3,287,476
Depreciation	10	29,703,974	32,733,443
<b>Total expenditure</b>		<b>1,977,595,645</b>	<b>2,234,091,951</b>
<b>Excess of income over expenditure / (Excess of expenditure over income)</b>		<b>(18,427,939)</b>	<b>2,570,020</b>
<b>Appropriations</b>			
Add: Transfer from asset fund account	4c	29,703,974	32,733,443
Amount transferred to general fund	4a	11,276,035	35,303,463

**Earning per equity share:**

Basic

563,802

1,765,173

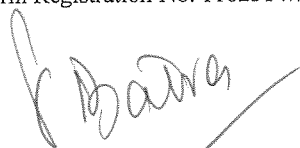
**Significant accounting policies**

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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

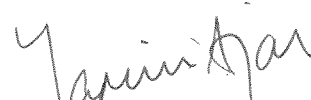


**Sandeep Batra**  
Partner  
Membership No: 093320  
Place: Gurgaon  
Date: 19 August 2017

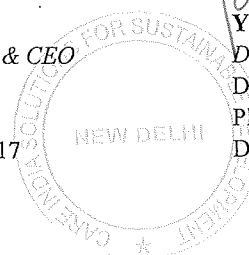
For and on behalf of the Board of Directors of  
**Care India Solutions For Sustainable Development**



**Rajan Bahadur**  
Managing Director & CEO  
DIN: 07213349  
Place: Noida  
Date: 19 August 2017



**Yamini Mrinalika Aiyar**  
Director  
DIN: 02882688  
Place: Noida  
Date: 19 August 2017





Care India Solutions For Sustainable Development  
Cash Flow Statement for the year ended 31 March 2017  
(All amounts are in Indian Rupees unless otherwise stated)

	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>A. Cash flow from operating activities</b>		
Excess of income over expenses	11,276,035	35,303,463
Adjustment for:		
- Fixed assets purchased charged off in project expenses	22,286,827	32,025,183
Working capital adjustments:		
- Decrease / (increase) in loans and advances	114,401,495	(44,459,086)
- Increase / (decrease) in trade payables	(9,740,570)	22,037,976
- Increase in provisions for employees benefits	10,428,221	13,856,608
- Increase in other liabilities	480,347,273	172,922,829
Net cash from operating activities	628,999,281	231,686,973
Income tax paid (including tax deducted at source)	(2,865,281)	(2,535,296)
<b>Net cash generated from operations</b>	<b>626,134,000</b>	<b>229,151,677</b>
<b>B. Cash flow from investing activities</b>		
Interest received from fixed deposits	-	102,646
Other current assets	(147,944)	(2,326,505)
Purchase of fixed assets	(22,286,827)	(32,025,183)
Movement in other bank balances	-	2,744,562
<b>Net cash used for investing activities</b>	<b>(22,434,771)</b>	<b>(31,504,480)</b>
<b>C. Cash flow from financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>603,699,229</b>	<b>197,647,197</b>
Cash and cash equivalents at the beginning of the year	449,368,868	251,721,671
<b>Cash and cash equivalents at the end of the year</b>	<b>1,053,068,097</b>	<b>449,368,868</b>
Components of cash and cash equivalents:		
Cash in hand	200	200
Balances with scheduled banks	1,053,067,897	449,368,668
	<b>1,053,068,097</b>	<b>449,368,868</b>

The Cash Flow Statement has been prepared in accordance with the 'Indirect Method' as set out in the Accounting Standard (AS) - 3 on 'Cash Flow Statements' as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014

As per our report of even date attached

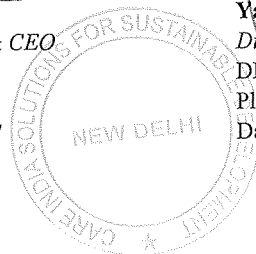
For BSR & Associates LLP  
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Sandeep Batra  
Partner  
Membership No: 093320  
Place: Gurgaon  
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For and on behalf of the Board of Directors of  
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Yamini Mrinalika Aiyar  
Director  
DIN: 02882688  
Place: Noida  
Date: 19 August 2017



**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2017**

**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, read with Rule 7 of the Companies (Accounts) Rules, 2014, 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:

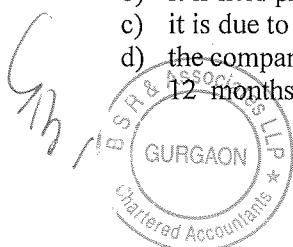
- a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realized within 12 months after the reporting date; or
- d) it is cash or cash equivalent unless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

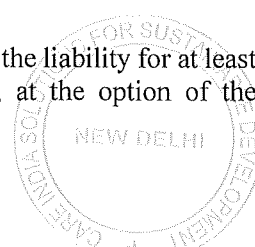
**Liabilities**

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



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**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2017**

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.

<b>Fixed Assets</b>	<b>Useful Life</b>
Computers	3
Furniture and fixtures	10
Vehicles	8
Office equipment	5

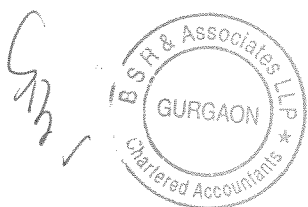
Depreciation on assets added/disposed off during the year has been provided on pro-rata basis with reference to the date of addition/disposal.

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

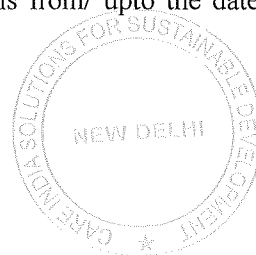
*Intangible fixed assets*

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.



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**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2017**

**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.

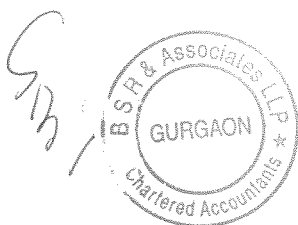
Grants and donations for specific projects are recognised as income to the extent utilised during the year as per the terms of agreement/sanction and unutilized amounts are carried forward as liability and disclosed as 'Unutilised grant balance' under other current liabilities until the actual expenditure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



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**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2017**

*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**

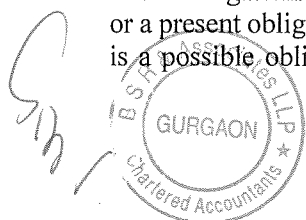
Lease rentals under an operating lease, are recognized as an expense in the Income and Expenditure Account on a straight line basis over the lease term.

**j) Earnings per share**

Basic earnings per share is computed by dividing the excess of Income over Expenditure by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the excess of Income over Expenditure by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

**k) 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



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**Care India Solutions for Sustainable Development**  
**Significant Accounting Policies for the year ended March 31, 2017**

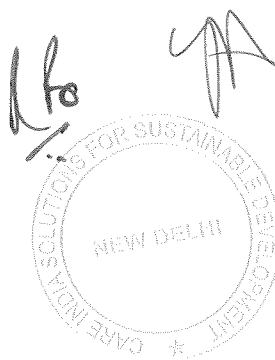
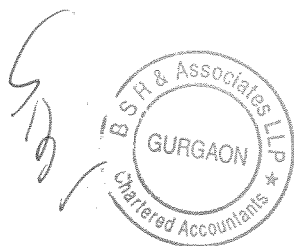
resources is remote, no provision or disclosure is made. Contingent assets are not recognized in the financial statements.

**l) 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.

**m) 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 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

**3 Share capital**

	As at 31 March 2017	As at 31 March 2016
<b>Authorised capital</b>		
100,000 (previous year 100,000) equity shares of Rs.10 each	1,000,000	1,000,000
	<b>1,000,000</b>	<b>1,000,000</b>
<b>Issued, subscribed and paid-up</b>		
20 (previous year 20) equity shares of Rs. 10 each fully paid up	200	200
	<b>200</b>	<b>200</b>

**Rights, preferences and restrictions attached to the equity shares**

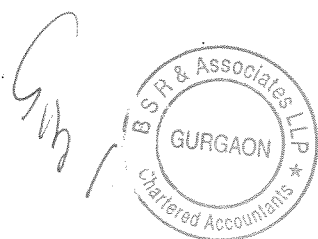
Each holder of equity shares is entitled one vote per share. The Company is registered under Section 25 Company under the provisions of Companies Act, 1956 (Now corresponding to Section 8 of the Companies Act, 2013). It is prohibited from the payment of any dividend to its members. In the event of liquidation of the Company, the remaining assets of the Company, shall be given or transferred to some other Association or company or companies registered under Section 8 of the Companies Act, 2013 having objects similar to the objects of the Company to be determined by the members of the Company at or before the time of dissolution.

**The reconciliation of the shares outstanding at the beginning and end of the year**

	As at 31 March 2017		As at 31 March 2016	
	Number	Amount	Number	Amount
Equity shares				
Balance at the beginning and end of the year	20	200	20	200

**The details of shareholders holding more than 5% shares is as follows**

Name of shareholders	As at		As at	
	31 March 2017		31 March 2016	
	Number	% of total shares in the class	Number	% of total shares in the class
<b>Equity shares</b>				
Dr. Nachiket Mor	-	-	10	50%
Kamal Sharma	-	-	10	50%
Neera Saggi	2	10%	-	-
Vinita Bali	2	10%	-	-
Shobhini Mukerji	2	10%	-	-
Yamini Mrinalika Aiyar	2	10%	-	-
Gowri Thyagarajan	2	10%	-	-
Gautam Chikermane	2	10%	-	-
Shyam Anil Divan	2	10%	-	-
Luis Miranda	2	10%	-	-
Namrata Kaul	2	10%	-	-
Mathew Cherian	2	10%	-	-

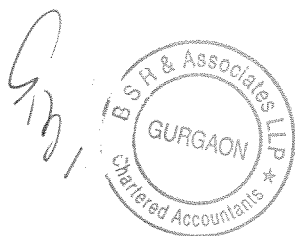


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**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	<u>Year ended 31 March 2017</u>	<u>Year ended 31 March 2016</u>
<b>4 Reserves and surplus</b>		
<b>a) General fund</b>		
Opening balance	156,888,627	121,585,164
Add-Amount transferred from income and expenditure	11,276,035	35,303,463
Closing balance	<u>168,164,662</u>	<u>156,888,627</u>
<b>b) Sustainability fund</b>	6,000,000	6,000,000
<b>c) Asset fund account</b>		
Opening balance	45,183,541	51,967,349
Add: Assets purchased during the year	22,286,827	32,025,183
Less: Assets deletions/adjustment during the year	479,238	6,075,548
	<u>66,991,130</u>	<u>77,916,984</u>
Less :		
Transferred to income and expenditure account	29,703,974	32,733,443
Closing balance	<u>37,287,156</u>	<u>45,183,541</u>
Grand total	<u>211,451,818</u>	<u>208,072,168</u>





**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	As at 31 March 2017	As at 31 March 2016
<b>5 Long-term provisions</b>		
Provisions for employee benefits		
-Provision for gratuity (Refer Note 27)	18,548,467	16,542,817
-Provision for compensated absences	22,277,373	21,236,685
	<u>40,825,840</u>	<u>37,779,502</u>
<b>6 Other long term liabilities</b>		
Lease equalisation reserve	181,125	-
	<u>181,125</u>	<u>-</u>
<b>7 Trade payables</b>		
Trade payables*		
- dues to micro and small enterprises	-	-
- dues to other than micro and small enterprises	39,378,406	49,118,976
	<u>39,378,406</u>	<u>49,118,976</u>
* Refer Note 24		
<b>8 Other current liabilities</b>		
Employee related payables	17,483,839	18,644,098
Membership fees payable	14,556,890	-
Unutilised grants	810,627,034	343,237,422
PF payable	3,968,139	4,282,586
Other statutory payable	11,261,187	11,566,836
	<u>857,897,089</u>	<u>377,730,942</u>
<b>9 Short-term provisions</b>		
Provisions for employee benefits		
-Provision for gratuity (Refer Note 27)	8,605,800	4,125,341
-Provision for compensated absences	8,822,253	5,920,828
	<u>17,428,053</u>	<u>10,046,169</u>



**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

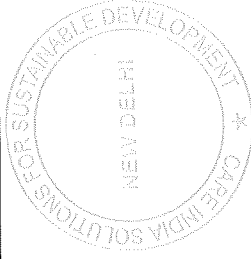
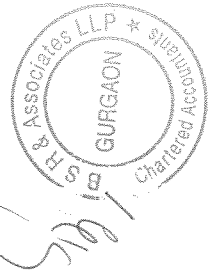
**10 Fixed assets**

**Current year**

Particulars	Gross block				Accumulated depreciation/ amortisation			Net block as at 31 March 2017
	as at 1 April 2016	additions	deletions/ adjustment	as at 31 March 2017	as at 1 April 2016	for the year	deletions/ adjustment	as at 31 March 2017
<b>Property plant &amp; equipment</b>								
Computers	42,350,675	3,399,130	1,345,703	44,404,102	30,373,987	9,479,104	1,046,789	5,597,800
Furniture and fixtures	8,903,084	344,727	66,599	9,181,212	3,153,164	1,574,956	23,427	4,476,519
Vehicles	16,750,918	4,453,034	-	21,203,952	7,254,920	4,416,781	-	9,532,251
Office equipment	34,200,645	12,192,436	929,475	45,463,606	17,626,372	12,943,546	792,323	15,686,011
<b>Total</b>	<b>102,205,322</b>	<b>20,389,327</b>	<b>2,341,777</b>	<b>120,252,872</b>	<b>58,408,443</b>	<b>28,414,387</b>	<b>1,862,539</b>	<b>35,292,581</b>
<b>Intangible assets</b>								
Software	2,354,913	1,897,500	-	4,252,413	968,251	1,289,587	-	1,994,575
<b>Total</b>	<b>104,560,235</b>	<b>22,286,827</b>	<b>2,341,777</b>	<b>124,505,285</b>	<b>59,376,694</b>	<b>29,703,974</b>	<b>1,862,539</b>	<b>37,287,156</b>

**Previous year**

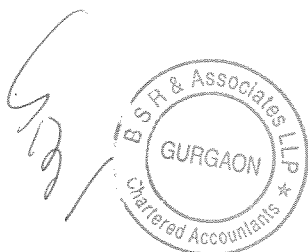
Particulars	Gross block				Accumulated depreciation/ amortisation			Net block as at 31 March 2016
	as at 1 April 2015	additions	deletions/ adjustment	as at 31 March 2016	as at 1 April 2015	for the year	deletions/ adjustment	as at 31 March 2016
<b>Property plant &amp; equipment</b>								
Computers	31,725,389	12,844,935	2,219,649	42,350,675	16,141,150	16,275,212	2,042,375	11,976,688
Furniture and fixtures	11,026,566	2,195,180	4,318,662	8,903,084	2,372,777	1,690,364	909,977	5,749,920
Vehicles	12,348,560	4,402,358	-	16,750,918	3,434,485	3,820,435	-	9,495,998
Office equipment	25,506,881	11,121,772	2,428,008	34,200,645	8,118,007	10,270,708	762,343	16,574,273
<b>Total</b>	<b>80,607,396</b>	<b>30,564,245</b>	<b>8,966,319</b>	<b>102,205,322</b>	<b>30,066,419</b>	<b>32,056,719</b>	<b>3,714,695</b>	<b>43,796,879</b>
<b>Intangible assets</b>								
Software	2,013,048	1,460,938	1,119,073	2,354,913	586,676	676,724	295,149	1,386,662
<b>Total</b>	<b>82,620,444</b>	<b>32,025,183</b>	<b>10,085,392</b>	<b>104,560,235</b>	<b>30,653,095</b>	<b>32,733,443</b>	<b>4,009,844</b>	<b>45,183,541</b>



16/

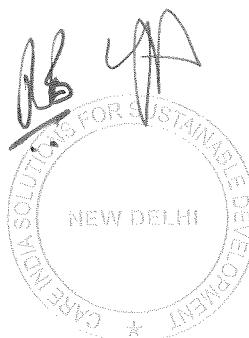
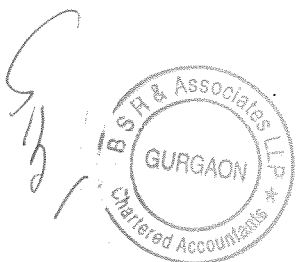
**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	As at 31 March 2017	As at 31 March 2016
<b>11 Long-term loans and advances</b> <i>(unsecured, considered good unless otherwise stated)</i>		
<b>To parties other than related parties</b>		
Security deposits	11,225,571	3,386,906
Amount paid against income tax appeal	-	8,486,884
Income tax and TDS receivable	13,065,716	2,684,076
	<u>24,291,287</u>	<u>14,557,866</u>
<b>12 Cash and bank balances</b>	As at 31 March 2017	As at 31 March 2016
<b>Cash and cash equivalents</b>		
Cash in hand	200	200
Balance with scheduled banks - on savings accounts	1,053,067,897	449,368,668
	<u>1,053,068,097</u>	<u>449,368,868</u>
<b>13 Short-term loans and advances</b> <i>(unsecured, considered good unless otherwise stated)</i>	As at 31 March 2017	As at 31 March 2016
<b>To parties other than related parties</b>		
Security deposits	2,005,793	2,934,970
Grant receivable	36,744,838	161,335,575
TDS receivable	1,725,795	755,270
Loans and advances to employees	2,546,338	1,552,955
Project advances	7,018,778	4,732,407
	<u>50,041,542</u>	<u>171,311,177</u>
<b>14 Other current assets</b> <i>(unsecured, considered good unless otherwise stated)</i>	As at 31 March 2017	As at 31 March 2016
Gratuity plan assets	2,474,449	2,326,505
	<u>2,474,449</u>	<u>2,326,505</u>



**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

	<b>Year ended 31 March 2017</b>	<b>Year ended 31 March 2016</b>
<b>15 Grants and donations received</b>		
Grants and donations received	1,920,293,855	2,196,990,938
	<b>1,920,293,855</b>	<b>2,196,990,938</b>
<b>16 Other income</b>		
Interest on fixed deposit	14,887,079	7,552,698
Interest on saving bank account	15,105,597	12,568,397
Interest on others	89,984	58,777
Other income	1,934,186	15,926,554
Recovery of overhead cost from projects	6,857,005	3,564,607
	<b>38,873,851</b>	<b>39,671,033</b>
<b>17 Project expenses</b>		
Salary, wages and bonus	406,604,093	438,499,532
Contribution to provident fund	22,300,060	23,836,185
Gratuity	13,175,051	15,714,416
Staff welfare	5,744,783	6,129,388
Contract staff wages	555,401,752	463,986,086
Training and material expenses	175,215,198	236,404,043
Subgrants to partners	37,349,225	100,570,480
Rent	26,049,882	25,528,735
Repairs and maintenance:		
- Office equipment's	3,157,356	3,143,056
- Building	3,604,748	6,743,296
- Computers	2,685,239	3,705,790
Communication expenses	28,523,737	35,105,806
Legal and professional fees (Refer Note 22)	265,192,551	431,132,450
Travelling expenses	165,777,193	192,114,026
Insurance	3,330,707	3,548,976
Advertisement	3,126,595	8,610,452
Overhead cost	123,599,187	114,496,397
Office supplies	21,834,308	23,554,920
Printing and stationery	21,518,513	28,413,605
Bank charges	973,057	1,291,444
Fixed assets purchased	21,786,549	26,054,138
Other expenses	2,153,559	5,120,241
	<b>1,909,103,343</b>	<b>2,193,703,462</b>



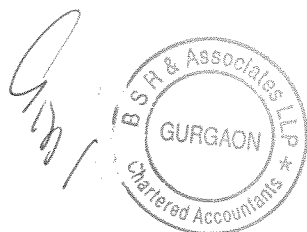
**Care India Solutions For Sustainable Development**  
**Notes to financial statements for the year ended 31 March 2017**  
(All amounts are in Indian Rupees unless otherwise stated)

**18 Other administrative expenses**

	<u>Year ended 31 March 2017</u>	<u>Year ended 31 March 2016</u>
Salary, wages and bonus	1,192,261	-
Rent	203,625	-
Membership fees	5,775,000	-
Communication expenses	3,000	-
Legal and professional fees (Refer Note 22)	127,993	591,326
Travelling expenses	18,801	141,263
Insurance	273,304	-
Training and material expenses	23,090	-
Office supplies	19,072	13,557
Bank charges	45,605	6,404
Other expenses	99,916	57,058
Fixed assets purchased	-	3,325,043
Interest on TDS	6,837	232,919
	<u><u>7,788,504</u></u>	<u><u>4,367,570</u></u>

**19 Prior period expenses**

	<u>Year ended 31 March 2017</u>	<u>Year ended 31 March 2016</u>
Fixed assets purchased	-	1,498,573
Legal and professional fees	22,217,934	541,976
Printing and stationery	-	1,246,927
Membership fees	8,781,890	-
	<u><u>30,999,824</u></u>	<u><u>3,287,476</u></u>



**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2017

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

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
Income from grant and donation	2,326,889,366	2,063,261,858

**21. Expenditure in foreign currency**

Nature of Expenses	For the year ended 31 March, 2017	For the year ended 31 March, 2016
Training and material expense	-	45,516
Legal and professional fees	1,988,094	452,662
Advertisement	638,716	455,287
Travelling expenses	2,021,665	2,312,943
<b>Total</b>	<b>4,648,475</b>	<b>3,266,408</b>

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

Particulars	For the year ended 31 March, 2017	For the year ended 31 March, 2016
Statutory audit	2,100,000	2,100,000
Other certifications	200,000	200,000
<b>Total</b>	<b>2,300,000</b>	<b>2,300,000</b>

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

**23. 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:

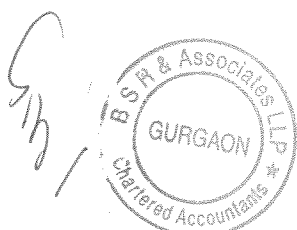
- a) **Related party and nature of the related party relationship with whom transaction have taken place during the year**

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, 2017	For the year ended 31 March, 2016
Mr. Rajan Bahadur	6,582,672	6,093,610

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 2017

**24. 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.

25. 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. 26,253,507 (previous year Rs. 25,528,735). 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 2017	For the year ended 31 March 2016
Not later than one year	11,592,000	155,000
Later than one year and not later than five years	46,368,000	-
Later than five year	1,932,000	-

**26. Earnings per share**

The computation of basic/diluted earnings per share is set out below:

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Excess of income over expenditure attributable to equity shareholders (Rs.)	11,276,035	35,303,463
Weighted average number of equity shares outstanding during the year	20	20
Nominal value per share (Rs.)	10	10
Basic (earnings) per share (Rs.)	563,802	1,765,173

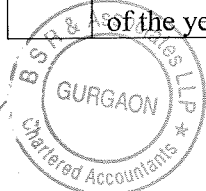
**27. Disclosure in respect of employee benefits under Accounting Standard (AS) – 15 (Revised) “Employee Benefits” prescribed by the Companies (Accounting Standards) Rules, 2006.**

- I) **Defined contribution plans:** Amount of Rs. 22,300,060 (previous year Rs. 22,836,185) pertaining to employers' contribution to provident fund is recognised as an expense and included in “project expense” in note 17 to the financial statement.

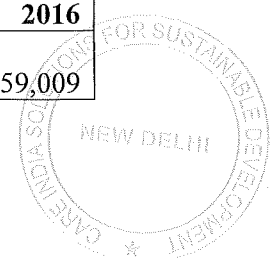
- II) The disclosures for gratuity costs are given below:

**(i) Movement in present values of defined benefit obligation**

Particulars	As at 31 March 2017	As at 31 March 2016
1 Present value of obligation as at the beginning of the year	20,668,157	10,959,009



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**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2017

2	Interest cost	1,653,453	876,721
3	Past service cost	-	-
4	Current service cost	9,931,823	9,730,524
5	Benefits paid	(8,619,613)	(7,589,793)
6	Actuarial loss on obligation	3,520,447	6,691,696
7	Present value of obligation as at the end of the year	27,154,267	20,668,157

**(ii) Movement in fair value of plan assets**

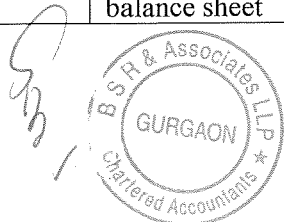
Particulars		As at 31 March 2017	As at 31 March 2016
1	Fair value of plan assets at the beginning of the year	2,285,865	2,154,171
2	Expected return on plan assets	182,869	193,875
3	Employer Contributions	-	-
4	Benefits paid	-	-
5	Actuarial gain / (loss) on plan assets	5,715	(21,541)
6	Fair value of plan assets at the end of the year	2,474,449	2,326,505

**(iii) Actuarial gain/ loss recognized in the Statement of Income and Expenditure are as follows**

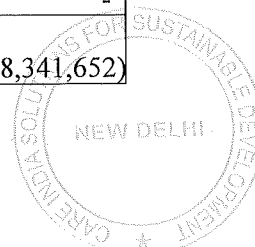
Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
1	Actuarial loss for the year - obligation	(3,520,447)	(6,691,696)
2	Actuarial (gain) / loss for the year - plan assets	(5,715)	21,541
3	Total actuarial loss for the year recognised in the statement of income and expenditure.	3,514,732	6,713,237

**(iv) Assets and liabilities recognized in the Balance Sheet**

Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
1	Present value of obligation as at the end of the year	27,154,267	20,668,157
2	Fair value of plan assets as at the end of the year.	2,474,449	2,326,505
3	Funded / (unfunded) status	(24,679,818)	(18,341,652)
4	Excess of actual over estimated	5,715	(21,541)
5	Unrecognised actuarial (gains) losses	-	-
6	Net assets / (liability) recognized in balance sheet	(24,679,818)	(18,341,652)



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**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2017

**(v) Expenses recognised in the Statement of Income and Expenditure**

Particulars		For the year ended 31 March 2017	For the year ended 31 March 2016
1	Current service cost	9,931,823	9,730,524
2	Past service cost	-	-
3	Interest on obligation	1,653,453	876,721
4	Expected return on plan assets	(182,869)	(193,875)
5	Net actuarial loss recognized in the period.	3,514,732	6,713,237
6	Expense recognised in the Statement of Income and Expenditure*	14,917,139	17,126,607

\* Included in the "Project expenses " in note 17 to the financial statement

**(vi) Principal actuarial assumptions :**

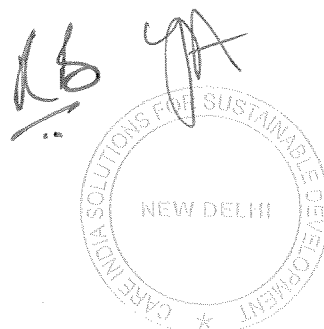
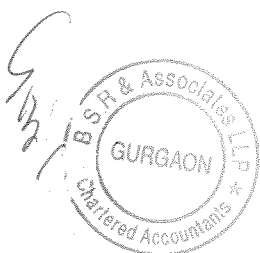
**A Economic assumptions**

The principal assumptions are the discount rate, expected rate of return on plan assets and salary growth rate. The discount rate is generally based upon the market yield available on the Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

Particulars		As at 31 March 2017	As at 31 March 2016
1	Discounting rate (p.a)	7.54%	8.00%
2	Expected rate of return on plan assets (p.a)	8.00%	8.00%
3	Salary growth rate (p.a)	8.00%	8.00%

**B Demographic assumptions**

Particulars		As at 31 March 2017	As at 31 March 2016
1	Retirement age	60 Years	60 Years
2	Mortality table	IALM (2006-08)	IALM (2006-08)
3	Ages	Withdrawal rate (%) (p.a)	Withdrawal rate (%) (p.a)
	Upto 30 Years	21.74	18.92
	From 31 to 44 Years	29.41	20.47
	Above 44 Years	46.40	20.29

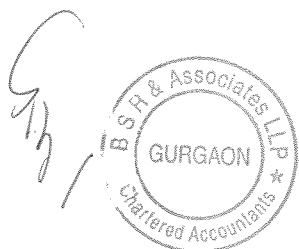


**Care India Solutions For Sustainable Development**  
Notes to the financial statements for the year ending 31 March 2017

- (vii) Investment detail of plan assets: The gratuity trust has taken up group policies with an insurance company.
- (viii) Amounts recognised in current year:

Gratuity	As at 31 March 2017	As at 31 March 2016
Defined benefit obligation	27,154,267	20,668,157
Plan assets	2,474,449	2,326,505
Net asset/(liability)	(24,679,818)	(18,341,652)
Experience adjustment in plan liabilities loss	-	-
Experience adjustment in plan assets (loss)/ gain	-	-

28. Recovery of overhead recovery costs from projects represents the common administrative expenses incurred with no specific budget line item and charged to projects budgets in allocation as per agreement with donors and reported as income.
29. 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.
30. 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 and it may not be liable for any material liability in this regard.
31. 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 2017

32. In Compliance with notification [G.S.R. 308(E)] issued by Ministry of Corporate Affairs on 30<sup>th</sup> March 2017, details of Specified Bank Notes (SBN) held and transacted during the period 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016 provided in table below

Particulars	SBNs	Others Denomination Notes	Total
Closing cash in hand as on 08.11.2016	-	200	200
(+) Permitted receipts	-	-	-
(+) Non-Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	200	200

For B S R & Associates LLP

Chartered Accountants

Firm Registration No.:116231W/W-100024

  
Sandeep Batra

Partner

Membership No. : 093320


For and on behalf of the Board of Directors of

Care India Solutions For Sustainable Development

  
Rajan Bahadur

Managing Director & CEO

DIN : 07213349

  
Yamini Mrinalika Aiyar

Director

DIN : 02882688

Place : Gurgaon

Date : 19 August 2017

Place : Noida

Date : 19 August 2017

Place : Noida

Date : 19 August 2017

