

B S R & Associates LLP

Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

To the Members of CARE India Solutions for Sustainable Development

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **CARE India Solutions for Sustainable Development** ("the Company"), which comprise the Balance Sheet as at 31 March 2021, the Income and Expenditure Account, and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("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 2021, and excess of income over expenditure and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Director's report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Management's and Board of Directors' Responsibility for the Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Company and for preventing and detecting 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 adequate internal financial controls that were operating effectively for ensuring 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.

In preparing the financial statements, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial statements made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention

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in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. The Company is licensed to operate under section 8 of the Company's Act, 2013 (the Act). Accordingly, the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government in terms of section 143 (11) of the Act, is not applicable.
2. (A) 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 purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Income & Expenditure Account, and the Statement of Cash Flows 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.
 - e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (B) With respect to the other matters to be included in the Auditors' 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 has disclosed the impact of pending litigations as at 31 March 2021 on its financial position in its financial statements - Refer Note 33 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

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- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The disclosures regarding holdings as well as dealings in specified bank notes during the period from 8 November 2016 to 30 December 2016 have not been made in these financial statements since they do not pertain to the financial year ended 31 March 2021.

(C) With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanation given to us, the Company is private limited company and accordingly the matters to be reported under section 197(16) of the Companies Act, 2013 are not applicable.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No. 116231W/W-100024



Raman Tulsiani

Partner

Membership No. 510590

UDIN: 21510590AAAAAH2171

Place: New Delhi

Date: 27 September 2021

Annexure A to the Independent Auditors' report on the financial statements of CARE India Solutions for Sustainable Development for the period ended 31 March 2021

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

(Referred to in paragraph 2(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of CARE India Solutions for Sustainable Development ("the Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to financial statements 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 Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements were established and maintained and whether 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of such internal financial controls, 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.

RT 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 with reference to financial statements.

Meaning of Internal Financial controls with Reference to Financial Statements

A company's internal financial controls with reference to financial statements 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 controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and 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 with Reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No. 116231W/W-100024



Raman Tulsiani

Partner

Membership No. 510590

UDIN: 21510590AAAAAH2171

Place: New Delhi

Date: 27 September 2021

Care India Solutions For Sustainable Development
Balance sheet as at 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

	Note	As at 31 March 2021	As at 31 March 2020
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	3	200	200
Reserves and surplus	4	413,235,357	361,455,919
		<u>413,235,557</u>	<u>361,456,119</u>
Non current liabilities			
Long-term provisions	5	96,147,413	76,353,763
Other long term liabilities	6	59,176	1,211,088
		<u>96,206,589</u>	<u>77,564,851</u>
Current liabilities			
Trade payables			
- Total outstanding dues of micro enterprises and small enterprises	7	29,075,919	7,737,591
- Total outstanding dues of creditors other than micro and small enterprises	7	113,745,566	71,947,832
Other current liabilities	8	588,938,028	528,193,757
Short-term provisions	9	19,014,827	10,866,975
		<u>750,774,340</u>	<u>618,746,155</u>
		<u><u>1,260,216,486</u></u>	<u><u>1,057,767,125</u></u>
ASSETS			
Non-current assets			
Fixed assets			
Property, plant and equipment	10	52,078,881	43,759,050
Intangible fixed assets	10	3,640,588	5,609,771
		<u>55,719,469</u>	<u>49,368,821</u>
Long-term loans and advances	11	7,450,078	8,029,095
Other non-current assets	12	30,000,000	-
		<u>93,169,547</u>	<u>57,397,916</u>
Current assets			
Cash and bank balances	13	1,120,380,729	943,922,605
Short-term loans and advances	14	45,708,890	56,446,604
Other current assets	15	957,320	-
		<u>1,167,046,939</u>	<u>1,000,369,209</u>
		<u><u>1,260,216,486</u></u>	<u><u>1,057,767,125</u></u>

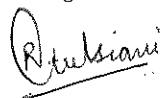
Background and significant accounting policies

1-2

The accompanying notes 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



Raman Tulsiani
Partner
Membership No: 510590

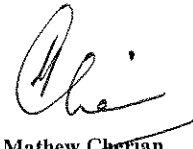
Place: New Delhi
Date: 27 Sept 2021

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



Namrata Kaul
Director
DIN: 00994532

Place: New Delhi
Date: 27 Sept 2021



Mathew Cherian
Director
DIN: 02467609

Place: New Delhi
Date: 27 Sept 2021



Manoj Gopalakrishna
Chief Executive Officer

Place: New Delhi
Date: 27 Sept 2021

Care India Solutions For Sustainable Development
Income and expenditure account for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

	Note	For the year ended 31 March 2021	For the year ended 31 March 2020
Income			
Grants and donations received	16	2,325,103,187	1,980,857,713
Other Income	17	44,565,197	40,917,804
Total		2,369,668,384	2,021,775,517
Expenses			
Project expenses	18	2,099,390,798	1,736,359,652
Fund raising expenses	19	42,687,575	53,070,814
Other administrative expenses	20	166,792,761	167,859,386
Depreciation	10	40,400,258	21,463,441
Total expenditure		2,349,271,392	1,978,753,293
Excess of income over expenses		20,396,992	43,022,224
Appropriations			
Add: Transfer from asset fund account	4c	35,487,495	18,728,212
Amount transferred to general fund	4a	55,884,487	61,750,436

Earning per equity share:

Basic	2,794,224	3,087,522
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Background and significant accounting policies

1-2

The accompanying notes 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



Raman Tulsiani
Partner
Membership No: 510590

Place: New Delhi
Date: 27 Sept 2021



Namrata Kaul
Director
DIN: 00994532

Place: New Delhi
Date: 27 Sept 2021

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



Matthew Cherian
Director
DIN: 02467609

Place: New Delhi
Date: 27 Sept 2021



Manoj Gopalakrishna
Chief Executive Officer

Place: New Delhi
Date: 27 Sept 2021

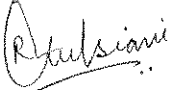
Care India Solutions For Sustainable Development
Cash Flow Statement for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

	For the year ended 31 March 2021	For the year ended 31 March 2020
A. Cash flow from operating activities		
Excess of Income over expenses (after transfer from Asset fund account)	55,884,487	61,750,436
Adjustment for:		
Fixed assets purchased charged off in project expenses	31,494,458	32,269,161
Fixed assets sold considered as income	(50,312)	(391,031)
Amount written off	11,200	373,546
Depreciation on Owned Assests	4,912,763	2,735,229
Interest on fixed deposit	(17,589,824)	(28,996,679)
Provision for gratuity	18,890,325	6,935,637
Working capital adjustments:		
Decrease in loans and advances	10,734,604	97,084,928
(Increase) in other current assets	(957,320)	(202,442)
Increase / (Decrease) in trade payables	63,136,062	(23,477,064)
Increase in provisions for employees benefits	9,051,177	4,398,370
Increase in other liabilities	49,092,359	187,411,255
Net cash from operating activities	224,609,979	339,891,346
Income tax paid (including tax deducted at source)	582,127	(946,430)
Net cash generated from operations	225,192,106	338,944,916
B. Cash flow from investing activities		
Interest on fixed deposit	17,589,824	28,996,679
Purchase of fixed assets	(36,374,118)	(34,738,044)
Fixed Deposit made during the year	(415,000,000)	1,136,100,267
Fixed Deposit matured during the Year	385,000,000	(1,136,100,267)
Sale of fixed assets	50,312	391,031
Net cash (used) for investing activities	(48,733,982)	(5,350,334)
C. Cash flow from financing activities		
	-	-
Net increase in cash and cash equivalents (A+B+C)	176,458,124	333,594,582
Cash and cash equivalents at the beginning of the year	943,922,605	610,328,023
Cash and cash equivalents at the end of the year	1,120,380,729	943,922,605
Components of cash and cash equivalents:		
Cash in hand	200	200
Balances with scheduled banks	1,120,380,529	943,922,405
	1,120,380,729	943,922,605

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


Ramani Tulsiani
Partner
Membership No: 510590

Place: New Delhi
Date: 27 Sept 2021

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


Namrata Kaul
Director
DIN: 00994532

Place: New Delhi
Date: 27 Sept 2021


Mathew Cherian
Director
DIN: 02467609

Place: New Delhi
Date: 27 Sept 2021


Manoj Gopalakrishna
Chief Executive Officer

Place: New Delhi
Date: 27 Sept 2021

Care India Solutions for Sustainable Development
Significant Accounting Policies for the year ended 31 March, 2021

1. Background

Care India Solutions for Sustainable Development (CISSD) ("the Company") was incorporated in India on 14 May 2008 and has a status of a Private Limited Company as per its Articles of Association. The Company is registered as Section 8 Company under the provisions of Companies Act, 2013 (Erstwhile corresponding to Section 25 of the Companies Act, 1956).

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:

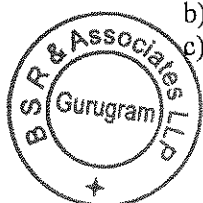
- a) it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realized within 12 months after the reporting date; or
- d) it is cash or cash equivalent unless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



Care India Solutions for Sustainable Development
Significant Accounting Policies for the year ended 31 March, 2021

- 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 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 and 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 and 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
Leasehold Improvement	3

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.



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Care India Solutions for Sustainable Development
Significant Accounting Policies for the year ended 31 March, 2021

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.

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 Income and expenditure account.

e) Cash and cash equivalents

Cash and cash equivalents comprise cash balances in hand and bank balances in saving/current accounts

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

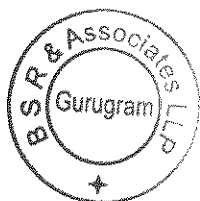
Grants for specific projects are recognised as income to the extent utilised during the year as per the terms of agreement/sanction and unutilized amounts are carried forward as liability and disclosed as 'Unutilised grant balance' under other current liabilities until the actual expenditure is incurred. Unrestricted 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 31 March, 2021

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.

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



Care India Solutions for Sustainable Development
Significant Accounting Policies for the year ended 31 March, 2021

l) General funds

The Company generate general funds from the various projects which are unrestricted in nature is carried forward for use in the future periods. These funds are the excess of income over expenditure during the year

m) Assets fund for fixed assets purchased from project funds

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



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Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

3 Share capital

	As at 31 March 2021	As at 31 March 2020
Authorised capital		
100,000 (previous year 100,000) equity shares of Rs. 10 each	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>
Issued, subscribed and paid-up		
20 (previous year 20) equity shares of Rs. 10 each fully paid up	200	200
	<u>200</u>	<u>200</u>

1) Rights, preferences and restrictions attached to the equity shares

-Each holder of equity shares is entitled one vote per share.

-Since the Company is registered under section 8 of the Companies Act, 2013 (erstwhile section 25 of the Companies Act, 1956), 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 (erstwhile section 25 of the Companies Act, 1956) 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.

2) The reconciliation of the shares outstanding at the beginning and end of the year

	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Equity shares				
Balance at the beginning and end of the year	20	200	20	200

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

	As at 31 March 2021		As at 31 March 2020	
Name of shareholders	Number	% of total shares	Number	% of total shares
Equity shares				
Yamini Mrinalika Aiyar	2	10%	2	10%
Shobini Mukerji	4	20%	2	10%
Mathew Cherian	6	30%	2	10%
Namrata Kaul	8	40%	3	15%
Neera Saggi	Nil	Nil	4	20%
Gowri Thyagrajan	Nil	Nil	2	10%
Gautam Chikermane	Nil	Nil	3	15%
Shyam Anil Divan	Nil	Nil	2	10%

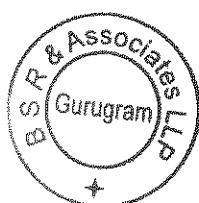


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Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

4 Reserves and surplus

	<u>As at</u> <u>31 March 2021</u>	<u>As at</u> <u>31 March 2020</u>
a) General fund		
Opening balance	102,698,979	57,708,250
Add: Amount transferred from income and expenditure	55,884,487	61,750,436
Less : Amount transferred to Designated Funds	6,346,429	18,890,264
Add: Amount utilized during the year	23,106,136	2,130,557
Closing balance	<u><u>175,343,173</u></u>	<u><u>102,698,979</u></u>
b) Sustainability fund		
Opening balance	200,000,000	200,000,000
Add: Appropriation out of General Fund	-	-
Closing balance	<u><u>200,000,000</u></u>	<u><u>200,000,000</u></u>
c) Asset fund account		
Opening balance	41,997,233	28,589,311
Add: Assets purchased during the year	31,494,458	32,269,161
Less : Assets sale /written off the year	112,012	133,027
	73,379,679	60,725,445
Less : Transferred to General Funds	35,487,495	18,728,212
Closing balance	<u><u>37,892,184</u></u>	<u><u>41,997,233</u></u>
d) Designated Funds		
Opening balance	16,759,707	-
Add: Funds created during the year	6,346,429	18,890,264
Less Funds utilised during the Year	23,106,136	2,130,557
Closing Balance	<u><u>-</u></u>	<u><u>16,759,707</u></u>
Grand total	<u><u>413,235,357</u></u>	<u><u>361,455,919</u></u>



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Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

5 Long-term provisions	As at 31 March 2021	As at 31 March 2020
Provisions for employee benefits		
-Provision for gratuity (Refer Note 28)	57,250,534	41,578,485
-Provision for compensated absences	38,896,879	34,775,278
	<u>96,147,413</u>	<u>76,353,763</u>
6 Other long term liabilities	As at 31 March 2021	As at 31 March 2020
Lease equalisation reserve	59,176	1,211,088
	<u>59,176</u>	<u>1,211,088</u>
7 Trade payables	As at 31 March 2021	As at 31 March 2020
Trade payables*		
- dues to micro and small enterprises	29,075,919	7,737,591
- dues to other than micro and small enterprises	113,745,566	71,947,832
	<u>142,821,485</u>	<u>79,685,423</u>
* Refer Note 25		
8 Other current liabilities	As at 31 March 2021	As at 31 March 2020
Employee related payables	15,790,378	10,291,411
Unutilised grants	438,192,059	417,631,374
PF payable	37,092,707	8,916,304
Capital Creditor	10,500,000	-
Other statutory payable	20,757,236	11,778,163
Other payable	66,605,648	79,576,505
	<u>588,938,028</u>	<u>528,193,757</u>
9 Short-term provisions	As at 31 March 2021	As at 31 March 2020
Provisions for employee benefits		
-Provision for compensated absences	19,014,827	10,866,975
	<u>19,014,827</u>	<u>10,866,975</u>



10 Fixed assets

Current year

Particulars	Gross block				Accumulated depreciation/ amortisation				Net block As at 31 March 2021
	As at 1 April 2020	Additions	Deletions/ adjustment	As at 31 March 2021	As at 1 April 2020	For the year	Deletions/ adjustment	As at 31 March 2021	
Property, plant and equipment									
Project assets									
Computers	65,131,421	16,640,460	232,790	81,539,091	45,625,241	20,723,760	160,806	66,188,195	15,350,896
Furniture and fixtures	10,508,841	980,980	13,689	11,476,132	7,295,204	1,283,488	417	8,578,275	2,897,857
Vehicles	30,492,268	-	-	30,492,268	20,989,444	3,861,818	-	24,851,262	5,641,006
Office equipment	47,021,840	13,873,018	305,744	60,589,114	37,930,109	9,325,803	278,988	46,976,924	13,612,190
Total	153,154,370	31,494,458	552,223	184,096,605	111,839,998	35,194,869	440,211	146,594,656	37,501,949
Own assets									
Computers	1,640,182	3,170,982	11,200	4,799,964	1,006,066	978,022	-	1,984,088	2,815,876
Furniture and fixtures	123,192	29,244	-	152,436	14,678	104,798	-	119,476	32,960
Vehicles	55,730	-	-	55,730	20,081	11,173	-	31,254	24,476
Office equipment	2,133,328	1,679,434	-	3,812,762	466,929	1,844,953	-	2,311,882	1,500,880
Leasehold improvement	-	10,500,000	-	10,500,000	-	297,260	-	297,260	10,202,740
Total	3,952,432	15,379,660	11,200	19,320,892	1,507,754	3,236,206	-	4,743,960	14,576,932
Total property, plant and equipment	157,106,802	46,874,118	563,423	203,417,497	113,347,752	38,431,075	440,211	151,338,616	52,078,881
Intangible assets									
Project assets									
Software	4,634,968	-	-	4,634,968	3,952,107	292,626	-	4,244,733	390,235
Total	4,634,968	-	-	4,634,968	3,952,107	292,626	-	4,244,733	390,235
Own assets									
Intangible assets									
Software	8,194,892	-	-	8,194,892	3,267,982	1,676,557	-	4,944,539	3,250,353
Total	8,194,892	-	-	8,194,892	3,267,982	1,676,557	-	4,944,539	3,250,353
Total intangible assets	12,829,860	-	-	12,829,860	7,220,089	1,969,183	-	9,189,272	3,640,588
Total	169,936,662	46,874,118	563,423	216,247,357	120,567,841	40,400,258	440,211	160,527,888	55,719,469

Previous year

Particulars	Gross block				Accumulated depreciation/ amortisation				Net block As at 31 March 2020
	As at 1 April 2019	Additions	Deletions/ adjustment	As at 31 March 2020	As at 1 April 2019	For the year	Deletions/ adjustment	As at 31 March 2020	
Property, plant and equipment									
Project assets									
Computers	41,602,264	23,545,157	16,000	65,131,421	37,052,342	8,588,099	15,200	45,625,241	19,506,180
Furniture and fixtures	9,930,940	584,476	6,575	10,508,841	6,249,287	1,049,859	3,942	7,295,204	3,213,637
Vehicles	28,789,442	1,702,826	-	30,492,268	17,157,524	3,831,920	-	20,989,444	9,502,824
Office equipment	42,533,041	6,322,512	1,833,713	47,021,840	34,768,840	4,865,388	1,704,119	37,930,109	9,091,731
Total	122,855,687	32,154,971	1,856,288	153,154,370	95,227,993	18,335,266	1,723,261	111,839,998	41,314,372
Own assets									
Computers	1,014,610	625,572	-	1,640,182	345,027	661,039	-	1,006,066	634,116
Furniture and fixtures	20,000	103,192	-	123,192	1,078	13,600	-	14,678	108,514
Vehicles	55,730	-	-	55,730	3,815	16,266	-	20,081	35,649
Office equipment	472,073	1,661,255	-	2,133,328	67,381	399,548	-	466,929	1,666,399
Total	1,562,413	2,390,019	-	3,952,432	417,301	1,090,453	-	1,507,754	2,444,678
Total property, plant and equipment	124,418,100	34,544,990	1,856,288	157,106,802	95,645,294	19,425,719	1,723,261	113,347,752	43,759,050
Intangible assets									
Project assets									
Software	4,520,778	114,190	-	4,634,968	3,559,161	392,946	-	3,952,107	682,861
Total	4,520,778	114,190	-	4,634,968	3,559,161	392,946	-	3,952,107	682,861
Own assets									
Intangible assets									
Software	8,116,028	78,864	-	8,194,892	1,623,206	1,644,776	-	3,267,982	4,926,910
Total	8,116,028	78,864	-	8,194,892	1,623,206	1,644,776	-	3,267,982	4,926,910
Total intangible assets	12,636,806	193,054	-	12,829,860	5,182,367	2,037,722	-	7,220,089	5,609,771
Total	137,054,906	34,738,044	1,856,288	169,936,662	100,827,661	21,463,441	1,723,261	120,567,841	49,368,821



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Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

	<u>As at 31 March 2021</u>	<u>As at 31 March 2020</u>
11 Long term loans and advances <i>(unsecured, considered good unless otherwise stated)</i>		
Security deposits	4,103,003	5,671,619
Income tax and TDS receivable	3,347,075	2,357,476
	<u>7,450,078</u>	<u>8,029,095</u>

	<u>As at 31 March 2021</u>	<u>As at 31 March 2020</u>
12 Other non-current assets <i>(unsecured, considered good unless otherwise stated)</i>		
Fixed deposits (More than 12 Months)	30,000,000	-
	<u>30,000,000</u>	<u>-</u>

	<u>As at 31 March 2021</u>	<u>As at 31 March 2020</u>
13 Cash and bank balances		
Cash and cash equivalents		
Cash in hand	200	200
Balance with scheduled banks		
- in savings accounts	1,071,101,733	943,922,405
- in current account	49,278,796	-
	<u>1,120,380,729</u>	<u>943,922,605</u>

	<u>As at 31 March 2021</u>	<u>As at 31 March 2020</u>
14 Short term loans and advances <i>(unsecured, considered good unless otherwise stated)</i>		
Security deposits	7,988,781	2,257,823
Advance rent	142,000	138,000
Grant receivable	17,246,707	39,232,457
TDS receivable	1,327,942	2,899,668
Loans and advances to employees	1,570,841	1,838,620
Project advances	17,432,619	10,080,036
	<u>45,708,890</u>	<u>56,446,604</u>

	<u>As at 31 March 2021</u>	<u>As at 31 March 2020</u>
15 Other current assets <i>(unsecured, considered good unless otherwise stated)</i>		
Accrued Interest Receivable	957,320	-
	<u>957,320</u>	<u>-</u>



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Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

	For the Year ended 31 March 2021	For the Year ended 31 March 2020
16 Grants and donations received		
Grants and donations received	2,325,103,187	1,980,857,713
	<u>2,325,103,187</u>	<u>1,980,857,713</u>
17 Other income		
Interest on fixed deposit	17,589,824	28,996,679
Interest on saving bank account	15,841,035	10,883,105
Interest on others	438,189	295,502
Balances written back	10,607,034	-
Miscellaneous income	89,115	742,518
	<u>44,565,197</u>	<u>40,917,804</u>
18 Project expenses*		
Salary, wages and bonus	1,042,816,167	854,369,300
Contribution to provident fund	73,962,824	48,660,243
Gratuity	902,599	638,454
Contract staff wages	28,790,972	29,599,941
Training and material expenses	311,095,982	217,102,681
Subgrants to partners	93,135,046	83,925,998
Rent	27,946,611	25,729,363
Repairs and maintenance:		
- Office equipments	2,853,982	2,989,738
- Building	1,374,122	2,120,860
- Computers	4,586,018	3,778,805
Communication expenses	10,306,201	9,805,775
Legal and professional fees (Refer Note 23)	300,385,110	192,430,130
Travelling expenses	110,843,675	175,563,656
Insurance	20,775,495	21,246,935
Office supplies	18,961,908	15,000,486
Printing and stationery	12,522,240	19,245,556
Fixed assets purchased	31,494,458	32,269,161
Other expenses	6,637,388	1,882,570
	<u>2,099,390,798</u>	<u>1,736,359,652</u>

* Incurred directly for the project activities



Care India Solutions For Sustainable Development
Notes to financial statements for the year ended 31 March 2021
(All amounts are in Indian Rupees unless otherwise stated)

19 Fund raising expenses*

	For the Year ended 31 March 2021	For the Year ended 31 March 2020
Salary, wages and bonus	22,125,794	19,591,215
Contribution to provident fund	1,272,574	1,135,107
Rent	1,019,316	1,521,619
Communication expenses	295,147	1,053,844
Legal and professional fees	15,889,719	23,376,193
Travelling expenses	166,954	1,309,455
Insurance	154,287	134,910
Repairs and maintenance:		
- Office equipments	22,302	50,376
- Building	14,000	288,932
- Computers	442,024	1,034,087
Training and material expenses	212,450	1,224,940
Office supplies	302,812	1,069,946
Other expenses	467,627	717,651
Printing and stationery	302,569	562,539
	42,687,575	53,070,814

* Incurred directly for the fundraising activities

20 Other administrative expenses*

	For the Year ended 31 March 2021	For the Year ended 31 March 2020
Salary, wages and bonus	58,180,956	76,784,826
Contribution to provident fund	4,022,818	3,943,411
Gratuity	17,987,726	6,297,183
Rent	12,185,903	13,836,215
Membership Fees	8,407,430	8,437,668
Communication expenses	1,599,146	1,760,776
Legal and professional fees	32,687,902	30,211,665
Travelling expenses	1,522,716	6,423,310
Insurance	975,574	633,749
Repairs and maintenance:		
- Office equipments	406,388	458,730
- Building	3,331,421	4,607,300
- Computers	12,152,295	9,294,930
Training and material expenses	3,785,436	955,900
Office supplies	638,130	1,201,775
Other expenses	1,432,725	2,570,019
Rates and Taxes	7,358,406	-
Printing and stationery	117,789	441,929
	166,792,761	167,859,386

* Incurred to support the project activities



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Care India Solutions For Sustainable Development

Notes to the financial statements for the year ending 31 March 2021

All amounts are in Indian Rupees unless otherwise stated

21. Earnings in foreign currency (On receipt basis)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Income from grant and donation	1,993,657,938	2,044,953,678

22. Expenditure in foreign currency :

Nature of Expenses	For the year ended 31 March 2021	For the year ended 31 March 2020
Legal and professional fees	801,694	6,138,970
Membership Fees	7,794,257	8,437,668
Other expenses	-	1,043,803
Travelling expenses	-	940,254
ERP implementation expense	-	-
Software maintenance	7,239,023	7,091,524
Total	15,834,974	23,652,219

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

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Statutory audit	2,300,000	2,300,000
Other certifications	200,000	200,000
Total	2,500,000	2,500,000

*exclusive of GST and out of pocket expenses

24. Related party transactions

The Company enters into transactions with key management personnel, in the normal course of business. 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	Manoj Gopalakrishna - CEO

- b) Summary of significant transaction with related parties

Managerial remuneration	For the year ended 31 March 2021	For the year ended 31 March 2020
Manoj Gopalakrishna	9,334,874	8,169,440
Madhuvanti Deshmukh	-	775,833



Care India Solutions For Sustainable Development

Notes to the financial statements for the year ending 31 March 2021

All amounts are in Indian Rupees unless otherwise stated

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.

25. Dues to micro and small enterprises-

Particulars	As at 31 March 2021	As at 31 March 2020
The amount remaining unpaid to micro and small suppliers as at the end of the year		
- Principal	29,075,919	7,737,591
- Interest	-	-
The amount of interest paid by the buyer as per the Micro Small and Medium Enterprises Development Act, 2006(MSMED Act, 2006)	-	-
The amount of payments made to micro and small suppliers beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under MSMED Act, 2006	-	-

26. 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. 41,151,830.2 (previous year Rs. 41,087,197) and included in note , 18, 19 and 20 to the financial statement. 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 2021	For the year ended 31 March 2020
Not later than one year	9,186,792	13,678,560
Later than one year and not later than five years	17,608,018	15,958,320
After more than five year	-	-



Care India Solutions For Sustainable Development
Notes to the financial statements for the year ending 31 March 2021
All amounts are in Indian Rupees unless otherwise stated

27. Earnings per share

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

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Excess of income over expenditure attributable to equity shareholders (Rs.)	55,884,487	61,750,436
Weighted average number of equity shares outstanding during the year	20	20
Nominal value per share (Rs.)	10	10
Basic/Diluted (earnings) per share (Rs.)	2,794,224	3,087,522

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

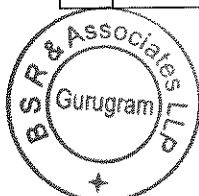
- I. Defined contribution plans:** Amount of Rs. 79,258,217/- (previous year Rs. 53,738,761/-) pertaining to employers' contribution to provident fund is recognised as an expense and included in note 18, 19 and 20 to the financial statement.
- II. The disclosures for gratuity costs are given below:**

(i) Movement in present values of defined benefit obligation

Particulars	As at 31 March 2021	As at 31 March 2020
1 Present value of obligation as at the beginning of the year	44,652,443	44,564,641
2 Interest cost	3,036,366	3,413,652
3 Past service cost	-	-
4 Current service cost	12,376,927	11,316,433
5 Benefits paid	(3,218,277)	(6,847,835)
6 Actuarial loss on obligation	3,696,821	(7,794,448)
7 Present value of obligation as at the end of the year	60,544,280	44,652,443

(ii) Movement in fair value of plan assets

Particulars	As at 31 March 2021	As at 31 March 2020
1 Fair value of plan assets at the beginning of the year	3,073,958	2,871,516
2 Expected return on plan assets	219,788	202,442
3 Employer Contributions	-	-
4 Benefits paid	-	-
5 Actuarial gain / (loss) on plan assets	3,074	(21,536)
6 Fair value of plan assets at the end of the year	3,293,746	3,073,958



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Care India Solutions For Sustainable Development

Notes to the financial statements for the year ending 31 March 2021

All amounts are in Indian Rupees unless otherwise stated

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

Particulars		For the year ended 31 March 2021	For the year ended 31 March 2020
1	Actuarial gain / (loss) for the year - obligation	(3,696,821)	7,794,448
2	Actuarial (gain) / loss for the year - plan assets	(3,074)	21,536
3	Total actuarial (gain)/ loss for the year recognised in the statement of income and expenditure.	3,693,747	(7,772,912)

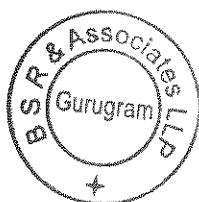
(iv) Assets and liabilities recognized in the Balance Sheet

Particulars		For the year ended 31 March 2021	For the year ended 31 March 2020
1	Present value of obligation as at the end of the year	60,544,280	44,652,443
2	Fair value of plan assets as at the end of the year.	3,293,746	3,073,958
3	Funded / (unfunded) status	(57,250,534)	(41,578,485)
4	Excess of actual over estimated	3,074	(21,536)
5	Unrecognised actuarial (gains) losses	-	-
6	Net assets / (liability) recognized in balance sheet	(57,250,534)	(41,578,485)

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

Particulars		For the year ended 31 March 2021	For the year ended 31 March 2020
1	Current service cost	12,376,927	11,316,433
2	Past service cost	--	-
3	Interest on obligation	3,036,366	3,413,652
4	Expected return on plan assets	(216,714)	(223,978)
5	Net actuarial loss recognized in the period.	3,693,747	(7,772,912)
6	Expense recognised in the Statement of Income and Expenditure*	18,890,326	67,33,195

*Included in Note 18, 19 and 20 to the financial statement



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(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 2021	As at 31 March 2020
1	Discounting rate (p.a)	6.80%	6.80%
2	Expected rate of return on plan assets (p.a)	6.80%	7.05%
3	Salary growth rate (p.a)	8.00%	8.00%

B Demographic assumptions

Particulars		As at 31 March 2021	As at 31 March 2020
1	Retirement age	60 Years*	60 Years*
2	Mortality table	IALM (2012-14)	IALM (2012-14)
3	Ages	Withdrawal rate (%) (p.a)	Withdrawal rate (%) (p.a)
	Upto 30 Years	16.00/3.00	16.00/3.00
	From 31 to 44 Years	25.00/3.00	25.00/3.00
	Above 44 Years	49.00/1.00	49.00/1.00

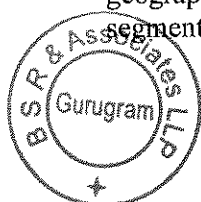
*We have assumed that 50% of project employee may continue after closure of projects

(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 2021	As at 31 March 2020
Defined benefit obligation	60,544,280	44,652,443
Plan assets	3,293,746	3,073,958
Net asset/(liability)	(57,250,534)	(41,578,485)
Experience adjustment in plan liabilities loss	(3,696,821)	2,503,876
Experience adjustment in plan assets (loss)/ gain	3,074	(21,536)

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.



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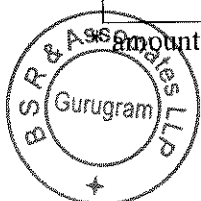
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30. During the year 2012-13, the Company had received foreign contribution from two parties, situated outside India, aggregating Rs. 283,255,616 (including Rs. 267,629,262 received in the year 2011-12) without obtaining prior permission from Ministry 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. However, on the basis of abundant caution, during the year ended 31 March 2018, the Company had provided a penalty of Rs. 56,651,123 on the basis of applicable provisions related to such non-compliance. The same has been disclosed under the head Other current liability in Note no. 8 of the financial statements.
31. Pursuant to a recent judgement dated 28 February 2019 by the Hon'ble Supreme Court pertaining to treatment of certain allowances as part of wages, the Company, in the current year, has recognised an amount of Rs 19,466,456 on account of employer contribution and employee contribution to provident fund for the period starting from March 2019 to March 2021 (Rs. 864,176 for March 2019, Rs. 10,288,622 for financial year 2019-20 and Rs. 8,313,658 for Financial year 2020-21), under the head 'Contribution to provident fund' in note 18. The Company has also recognized an amount of Rs. 7,358,406 as interest and damages on the above amount outstanding as on 31 March 2021, under the head 'Other expenses' in note 20. The corresponding liability of Rs. 26,824,862 is recognized under the head 'Provident fund payable' in note 8 of the financial statements.
32. 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.
33. **Contingent Liability**

The following matters which have been excluded from contingent liabilities as the matter have been decided in favour of the Company, although the concerned regulatory authority has preferred an appeal at a higher level:

(Rupees in lacs)					
Name of the Statute	Nature of Dues	Amount Involved (Rs. in lacs)*	Amount paid/(received) under protest (Rs. in lacs)	Assessment year to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	214.0	Nil	2011-12	High Court
Income Tax Act, 1961	Income Tax	444.0	Nil	2012-13	High Court
Income Tax Act, 1961	Income Tax	1159.00	Nil	2018-19	Appeal under Process With ITAT

* Amounts as per demand orders including interest and penalty wherever indicated in the demand.



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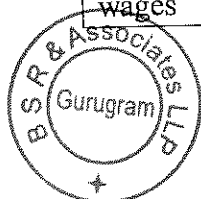
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34. Impact of Covid-19

In the month of March 2020, the World Health Organization declared COVID-19 to be a pandemic. The Company has evaluated the effect of the pandemic on its operations and on the carrying amounts of receivables, tangible and intangible assets and other assets/ liabilities and based on such evaluation the Company believes that there is no material impact to be incorporated in these financial statements. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of the pandemic, the Company has considered internal and external information available till the date of approval of these financial statements. In the above context and based on the current estimates, the Company does not foresee any material adverse impact in the medium to long term on the operations, its liquidity and other obligations. The overall economic situation being uncertain due to the evolving scenario of the pandemic, the Company would continue to closely monitor any developments in future economic conditions as they emerge and consider their impact on the financial statements of the relevant periods.

35. Certain amount reported in the financial statement for the year ended 31 March 2020, require regrouping/reclassification to conform the current year's classification. The following table shows the reclassification of material amounts which were reported in the financial statement for the year ended 31 March 2020 and how these amounts now appear in the financial statements for the year ended 31 March 2021 if the current year grouping/ classifications are applied.

Released from (account name)	Released from (note number)	Amount	Released to \ (account name)	Released to (note number)	Amount
Provision for Gratuity (Short- term provisions)	9	15,687,958	Provision for Gratuity (Long-term provisions)	5	15,687,958
Gratuity plan assets (Other current assets)	15	3,073,958	Provision for Gratuity (Long-term provisions)	5	3,073,958
Staff welfare	18	273,536	Other expenses	18	1,341,214
Advertisement	18	742,314			
Bank charges	18	325,364			
Advertisement	19	152,939	Other expenses	19	625,952
Bank charges	19	464,013			
Contract staff wages	19	9,000			



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Released from (account name)	Released from (note number)	Amount	Released to \ (account name)	Released to (note number)	Amount
Advertisement	20	26,150	Other expenses	20	1,256,549
Bank charges	20	159,388			
Contract staff wages	20	697,465			
Amount written off	20	373,546			

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

For and on behalf
Care India Solutions for Sustainable Development



Raman Tulsiani
Partner
Membership No: 510590

Place: New Delhi
Date:27 Sept 2021



Namrata Kaul
Director
DIN: 00994532

Place: New Delhi
Date:27 Sept 2021



Mathew Cherian
Director
DIN: 02467609

Place: New Delhi
Date:27 Sept 2021



Manoj Gopalakrishna
Chief Executive Officer

Place: New Delhi
Date:27 Sept 2021