



## **INDEPENDENT AUDITOR'S REPORT**

To,

**The Members**

**Creating Resources for Empowerment in Action (CREA)**

We have audited the accompanying financial statements of Creating Resources for Empowerment in Action (CREA) ("Society"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2022, the Statement of Income & Expenditure, along with supporting schedules for the year ending on the same date and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

Management of Creating Resources for Empowerment in Action (CREA) is responsible for the preparation and presentation of these financial statements giving a true and fair view of the financial position and financial performance in accordance with the generally accepted accounting principles in India. This responsibility also includes maintenance of adequate accounting records and safeguarding the assets of Creating Resources for Empowerment in Action (CREA), 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 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.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the 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 the 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 the internal controls relevant to the Society's preparation and fair presentation of the financial statements 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 the Management, 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.


### **Emphasis of Matter**

Property, Plant & Equipment include Leasehold Improvement to the value of Rs 83.01 lakhs on which no amortisation has been applied.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, noting the issues covered under Emphasis of Matter, the aforesaid financial statements give the information required by the law 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 Society as at 31<sup>st</sup> March 2022 and of the deficit for the year then ended on that date.

*for Subhash Mittal & Associates*  
*Chartered Accountants*  
F.R No. - 009976N



**S. Mittal, FCA**  
(Partner)

Place : New Delhi  
Date : 29 September 2022

M.No. 083619  
UDIN: 22083619AWYAPM3737

## CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

Balance Sheet as at March 31, 2022

Amount in INR

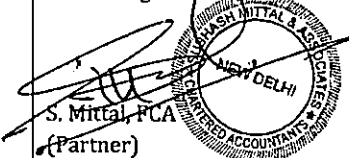
PARTICULARS	Notes	As at 31st March, 2022	As at 31st March, 2021
<b>I. LIABILITIES</b>			
<b>Reserves &amp; Funds</b>			
General Fund	1	98,425,472	98,965,839
<b>Non-Current Liabilities</b>			
Provisions	2	9,819,919	8,773,573
<b>Current Liabilities</b>			
Restricted Grants	3	93,997,917	25,450,502
Deferred Revenue Fund	4	120,131,268	123,132,413
Sundry Creditors and Duties & Taxes	5	2,968,980	5,010,454
<b>Total</b>		<b>325,343,556</b>	<b>261,332,781</b>
<b>II. ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment(Fixed Assets)	6	149,041,326	154,323,901
<b>Current Assets</b>			
Cash and cash equivalents	7	174,708,950	81,398,176
Loans, Advances and Other Assets	8	2,546,087	23,448,909
Grants Receivable	3	-	2,161,794
Less: Provision against doubtful debit balances (see Note 15 1(i))		(952,807.21)	
<b>Total</b>		<b>325,343,556</b>	<b>261,332,781</b>

Significant Accounting Policies and Notes on Accounts

15

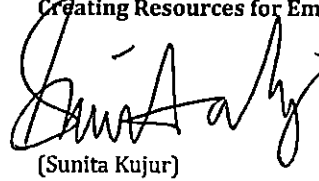
The notes referred to above form an integral part of the accounts  
As per our audit report of even date attached

**For Subhash Mittal & Associates**  
(Chartered Accountants)  
Firm's Registration No. 009976N

  
S. Mittal, FCA  
(Partner)  
M. No. 083619  
UDIN: 22083619AWYAPM3737

Place : New Delhi  
Date : 29/09/2022

For & on behalf of  
Creating Resources for Empowerment in Action

  
(Sunita Kujur)  
Senior Director

  
(Geetanjali Misra)  
Executive Director

**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**  
Income and Expenditure Account for the Year Ended March 31, 2022

*Amount in INR*

PARTICULARS	Notes	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
<b>INCOMES</b>			
Restricted Grants	3	90,457,440	78,446,192
Interest Income	9	2,031,216	3,582,026
Other Income	10	347,178	40,057
Appropriation from the Deferred Revenue Fund	4	5,694,210	4,589,469
<b>Total Income</b>		<b>98,530,044</b>	<b>86,657,744</b>
<b>EXPENDITURES</b>			
Program Expenditures - Personnel	11	26,670,413	25,457,822
Program Expenditures - Others	12	38,712,077	29,649,075
Administrative Expenditures - Personnel	13	19,505,294	16,107,190
Administrative Expenditures - Others	14	5,265,852	7,755,473
Provision for doubtful debit balances (see Note 15 1(i))		952,807	-
Depreciation	6	7,963,968	4,637,519
<b>Total Expenditure</b>		<b>99,070,411</b>	<b>83,607,079</b>
<b>(Excess of Expenditure over Income)/ Surplus of Income Over Expenditure</b>		<b>(540,367)</b>	<b>3,050,665</b>

Accounting Policies and Notes on Accounts 15

The notes referred to above form an integral part of the accounts

As per our audit report of even date attached

**For Subhash Mittal & Associates**

*(Chartered Accountants)*

Firm's Registration No. 009976N

S. Mittal, FCA  
(Partner)

M. No. 083619

UDIN: 22083619AWYAPM3737

Place : New Delhi

Date : 29/09/2022

For & on behalf of

**Creating Resources for Empowerment in Action**

(Sunita Kujur)  
Senior Director

(Geetanjali Misra)  
Executive Director

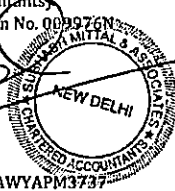
**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

**CONSOLIDATED RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022**

		<i>Amount in INR</i>	
RECEIPTS	AMOUNT	PAYMENTS	AMOUNT
<b>Opening Balances</b>		<b>Fixed Assets</b>	
Cash in hand	72,381	Computers	932,703
Foreign Currency in Hand	10,986	Office Equipment	209,291
SCB - A/c No. - 52011027505	32,116,574	Leasehold Improvement	616,920
SCB - A/c No. - 52011124241	13	Car	1,106,839
SCB - A/c No. - 52011227717	16,952,589	Furniture & Fixtures	80,070
SCB - A/c No. - 52011027521	768,019		2,945,823
ICICI - A/c No. - 006501100964	6,032,607	<b>Program Expenditure</b>	
Fixed Deposits	25,445,007	Telephone, Fax and Internet Charges	449,258
	81,398,176	Travelling Expenses	2,603,552
<b>Grants Received</b>		Salaries and Allowances	26,670,413
Azim Premji Philanthropic Initiatives	16,815,900	Technical and Professional Services	17,483,239
Bill & Melinda Gates Foundation	53,051,691	Workshop/ Seminar/ Meetings	6,005,048
CREA New York	89,564,492	Sub-grants to partner NGOs	12,086,577
Empower Foundation	6,459,630	Books, News and periodical Expenses	5,890
International Women's Health Coalition	5,105,800	Resource Material	178,862
Medicus Mundi Gipuzkoa	10,909,007	Website Development and Maintenance	724
	181,906,520		65,483,561
<b>Other Receipts</b>		<b>Administrative Expenditure</b>	
Interest on Savings Bank Accounts	2,928,964	Bank Charges	75,787
Interest on Fixed Deposits	700,796	Electricity and Water	226,325
Foreign Exchange Gain	155,215	Office Expenses	513,637
Misc Income	631,904	Office Rent	921,900
Interest on Income Tax Refund	35,515	Local Conveyance	87,527
	4,452,394	Postage and Courier	22,244
		Telephone, Fax and Internet Charges	211,475
		Repairs and Maintenance - Office	503,100
		Repairs and Maintenance - Computer	336,784
		Repairs and Maintenance - Equipment	132,399
		Office Insurance	4,828
		Membership fee	31,802
		Salaries and Allowances	19,505,294
		Audit Fees	190,657
		Interest on TDS	20,387
		Professional Charges	1,423,673
		Other Expenses	410,938
			24,618,757
		<b>Closing Balances</b>	
		Cash in hand	48,164
		Foreign Currency in Hand	11,327
		SCB - A/c No. - 52011027505	21,685,516
		SCB - A/c No. - 52011124241	21,565,991
		SCB - A/c No. - 52011227717	5,295,691
		SCB - A/c No. - 52011227814	10,918,964
		SCB - A/c No. - 52011027521	1,827,369
		ICICI - A/c No. - 006501100964	3,128,025
		SBI - A/c No. - 400846079732	23,263,808
		Fixed Deposits	86,964,096
			174,708,950
<b>Total</b>	<b>267,757,091</b>	<b>Total</b>	<b>267,757,091</b>

For Subhash Mittal & Associates  
(Chartered Accountants)  
Firm's Registration No. 009976N

S. Mittal, MCA  
(Partner)  
M. No. 083619  
UDIN: 22083619AWYAPM3737



For & on behalf of:  
Creating Resources for Empowerment in Action

(Sumita Kujur)  
Senior Director

(Geetanjali Misra)  
Executive Director

Place : New Delhi  
Date : 29/09/2022

**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

Notes forming part of the Balance Sheet as at March 31, 2022

NOTES	PARTICULARS	Amount in INR	
		As at 31st March, 2022	As at 31st March, 2021
Note - 1	<b>General Fund</b>		
	Opening Balance	98,965,839	95,915,173
	Add: Surplus/(deficit) brought forward from the Income and Expenditure Account	(540,367)	3,050,665
	<b>Total</b>	<b>98,425,472</b>	<b>98,965,839</b>
Note - 2	<b>Provisions</b>		
	Provisions for Gratuity	9,819,919	8,773,573
	<b>Total</b>	<b>9,819,919</b>	<b>8,773,573</b>
Note - 4	<b>Deferred Revenue Fund</b>		
	Deferred Revenue Fund - Property, Plant and Equipment		
	Opening Balance	10,576,487	1,918,332
	Add: Assets acquired out of Project Funds	2,693,065	9,254,651
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	989,505	596,496
	Less: Written down value of such assets disposed off	21,299	-
		<b>12,258,748</b>	<b>10,576,487</b>
	Deferred Revenue Fund - Assets Acquired out of Grant Received for Property		
	Opening Balance	112,555,926	-
	Add: Assets acquired out of General Funds	-	116,537,117
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	4,683,406	3,981,191
		<b>107,872,520</b>	<b>112,555,926</b>
	Deferred Revenue Fund - Prepaid Expenditure		
Opening Balance	-	11,782	
Add: Prepaid expenditure incurred during the year	-	-	
Less: Amount transferred to Income & Expenditure Account	-	11,782	
	<b>-</b>	<b>-</b>	
	<b>Total</b>	<b>120,131,268</b>	<b>123,132,413</b>
Note - 5	<b>Sundry Creditors and Duties Taxes</b>		
	Sundry Creditors for Expenses	2,661,509	3,524,450
	TDS Payable	156,075	1,383,490
	EPF Payable	118,514	102,514
	Expenses Payable	32,882	-
	<b>Total</b>	<b>2,968,980</b>	<b>5,010,454</b>
Note - 7	<b>Cash and cash equivalents</b>		
	Cash in Hand	48,164	72,381
	Foreign Currency in Hand	11,327	10,986
	Balance with ICICI Bank	3,128,025	6,032,607
	Balance with Standard Chartered Bank - FCRA	61,293,530	49,837,195
	Balance with State Bank of India - FCRA Designated	23,263,808	-
	Fixed Deposits (Including Accrued Interest)	86,964,096	25,445,007
	<b>Total</b>	<b>174,708,950</b>	<b>81,398,176</b>
Note - 8	<b>Loans, Advances and Other Assets</b>		
	(recoverable in cash or in kind or for value to be received)		
	Security Deposits	57,591	72,591
	Prepaid Expenses	51,237	86,694
	Income Tax Recoverable	1,157,117	1,432,402
	Advances	1,280,142	21,523,471
	Advances to Partners	-	333,751
	<b>Total</b>	<b>2,546,087</b>	<b>23,448,909</b>

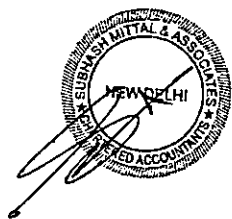


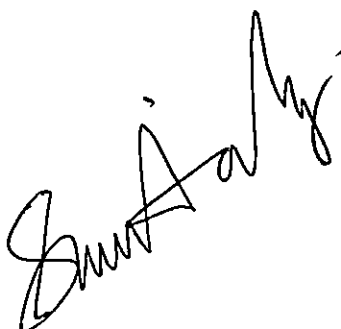

**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

Notes forming part of the Balance Sheet as at March 31, 2022

Amount in INR

NOTES	PARTICULARS	As at 31st March, 2022	As at 31st March, 2021
Note - 1	<b>General Fund</b>		
	Opening Balance	98,965,839	95,915,173
	Add: Surplus/(deficit) brought forward from the Income and Expenditure Account	(540,367)	3,050,665
	<b>Total</b>	<b>98,425,472</b>	<b>98,965,839</b>
Note - 2	<b>Provisions</b>		
	Provisions for Gratuity	9,819,919	8,773,573
	<b>Total</b>	<b>9,819,919</b>	<b>8,773,573</b>
Note - 4	<b>Deferred Revenue Fund</b>		
	Deferred Revenue Fund - Property, Plant and Equipment		
	Opening Balance	10,576,487	1,918,332
	Add: Assets acquired out of Project Funds	2,693,065	9,254,651
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	989,505	596,496
	Less: Written down value of such assets disposed off	21,299	-
		<b>12,258,748</b>	<b>10,576,487</b>
	Deferred Revenue Fund - Assets Acquired out of Grant Received for Property		
	Opening Balance	112,555,926	-
	Add: Assets acquired out of General Funds	-	116,537,117
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	4,683,406	3,981,191
		<b>107,872,520</b>	<b>112,555,926</b>
Deferred Revenue Fund - Prepaid Expenditure			
Opening Balance	-	11,782	
Add: Prepaid expenditure incurred during the year	-	-	
Less: Amount transferred to Income & Expenditure Account	-	11,782	
	<b>-</b>	<b>-</b>	
	<b>Total</b>	<b>120,131,268</b>	<b>123,132,413</b>
Note - 5	<b>Sundry Creditors and Duties Taxes</b>		
	Sundry Creditors for Expenses	2,661,509	3,524,450
	TDS Payable	156,075	1,383,490
	EPF Payable	118,514	102,514
	Expenses Payable	32,882	-
	<b>Total</b>	<b>2,968,980</b>	<b>5,010,454</b>
Note - 7	<b>Cash and cash equivalents</b>		
	Cash in Hand	48,164	72,381
	Foreign Currency in Hand	11,327	10,986
	Balance with ICICI Bank	3,128,025	6,032,607
	Balance with Standard Chartered Bank - FCRA	61,293,530	49,837,195
	Balance with State Bank of India - FCRA Designated	23,263,808	-
	Fixed Deposits (Including Accrued Interest)	86,964,096	25,445,007
	<b>Total</b>	<b>174,708,950</b>	<b>81,398,176</b>
Note - 8	<b>Loans, Advances and Other Assets</b>		
	(recoverable in cash or in kind or for value to be received)		
	Security Deposits	57,591	72,591
	Prepaid Expenses	51,237	86,694
	Income Tax Recoverable	1,157,117	1,432,402
	Advances	1,280,142	21,523,471
	Advances to Partners	-	333,751
	<b>Total</b>	<b>2,546,087</b>	<b>23,448,909</b>



**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**  
Notes forming part of the Balance Sheet as at March 31, 2022

**Note- 3 : Restricted Grants**

PARTICULARS	Opening Balance as at April 1, 2021		Received during the year	Total	Availed/ Utilised and Credited to the Income and Expenditure Account	Utilised for Assets and Credited to the Deferred Revenue Fund	Utilised for Prepaid Expenses and Credited to the Deferred Revenue Fund	Total	Closing Balance as at March 31, 2022	
	Unutilised Grants	Grants Receivable							Unutilised Grants	Grants Receivable
<b>FCRA</b>										
EMpower - The Emerging Markets Foundation Ltd.	-	2,161,794	6,459,630	4,297,836	1,645,022	-	-	1,645,022	2,652,815	-
Comic Relief - 2	1,915,792	-	-	1,915,792	1,915,792	-	-	1,915,792	0	-
Oak Foundation	1,605,174	-	-	1,605,174	1,605,173	-	-	1,605,173	0	-
International Women's Health Coalition	452,420	-	5,105,800	5,558,220	4,872,821	-	-	4,872,821	685,399	-
CREA New York	0	-	68,888,322	68,888,322	40,412,619	2,472,610	-	42,885,229	26,003,093	-
Medicus Mundi Gipuzkoa - 2	15,904,580	-	-	15,904,580	12,342,064	-	-	12,342,064	3,562,516	-
Medicus Mundi Gipuzkoa - 2 Interest on Grant	365,554	-	395,175	760,729	-	-	-	-	760,729	-
Medicus Mundi Gipuzkoa - 3	-	-	10,917,228	10,917,228	106,616	-	-	106,616	10,810,613	-
Medicus Mundi Gipuzkoa - 3 Interest on Grant	-	-	77,454	77,454	-	-	-	-	77,454	-
Bill & Melinda Gates Foundation (BMGF)	-	-	53,051,691	53,051,691	7,289,965	207,706	-	7,497,671	45,554,020	-
Bill & Melinda Gates Foundation (BMGF) - Interest on Grant	-	-	1,475,116	1,475,116	-	-	-	-	1,475,116	-
<b>Sub-Total(FCRA)</b>	<b>20,243,520</b>	<b>2,161,794</b>	<b>146,370,417</b>	<b>164,452,143</b>	<b>70,190,073</b>	<b>2,680,316</b>	<b>-</b>	<b>72,870,389</b>	<b>91,581,755</b>	<b>-</b>
<b>Non FCRA</b>										
Azlm Premji Philanthropic Initiatives	5,206,982	-	16,815,900	22,022,882	20,267,368	12,749	-	20,280,117	1,742,765	-
Azlm Premji Philanthropic Initiatives - Interest on Grant	-	-	673,397	673,397	-	-	-	-	673,397	-
<b>Sub-Total(Non-FCRA)</b>	<b>5,206,982</b>	<b>-</b>	<b>17,489,297</b>	<b>22,696,279</b>	<b>20,267,368</b>	<b>12,749</b>	<b>-</b>	<b>20,280,117</b>	<b>2,416,162</b>	<b>-</b>
<b>TOTAL(FCRA+Non-FCRA)</b>	<b>25,450,502</b>	<b>2,161,794</b>	<b>163,859,714</b>	<b>187,148,423</b>	<b>90,457,440</b>	<b>2,693,065</b>	<b>-</b>	<b>93,150,505</b>	<b>93,997,917</b>	<b>-</b>



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**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

Notes forming part of the Income and Expenditure Account  
for the year ended March 31, 2022

*Amount in INR*

NOTES	PARTICULARS	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
Note- 9	<b><u>Interest Incomes</u></b>		
	Interest on Fixed Deposits	867,633	2,535,747
	Interest on Savings Bank Accounts	1,128,068	1,033,013
	Interest on TDS Refund	35,515	13,267
	<b>Total</b>	<b>2,031,216</b>	<b>3,582,026</b>
Note- 10	<b><u>Other Incomes</u></b>		
	Donation	-	26,000
	Foreign Exchange Gain	159,008	14,057
	Misc. Income	188,170	-
	<b>Total</b>	<b>347,178</b>	<b>40,057</b>
Note- 11	<b><u>Program Expenditures - Personnel</u></b>		
	Salaries and Allowances	23,637,656	21,541,529
	Gratuity	1,057,586	697,733
	Other Staff Benefits	1,975,171	3,218,560
	<b>Total</b>	<b>26,670,413</b>	<b>25,457,822</b>
Note- 12	<b><u>Program Expenditures - Others</u></b>		
	Consultancy and Technical Services	17,792,408	11,530,974
	Books and Periodicals	5,890	4,480
	Workshop/ Seminar/ Meetings	5,862,204	4,935,026
	Travelling Expenses	2,258,228	793,247
	Local Conveyance	31,717	71,517
	Sub-grants to partner NGOs	12,159,368	11,251,013
	Resource Material	178,862	393,417
	Postage & Courier Programme	5,348	160,163
	Telephone, Fax and Internet Charges	417,329	509,239
Website Development and Maintenance	724	-	
	<b>Total</b>	<b>38,712,077</b>	<b>29,649,075</b>
Note- 13	<b><u>Administrative Expenditures - Personnel</u></b>		
	Salaries and Allowances	15,782,390	13,699,990
	Gratuity	788,292	680,159
	Other Staff Benefits	2,934,612	1,727,041
	<b>Total</b>	<b>19,505,294</b>	<b>16,107,190</b>



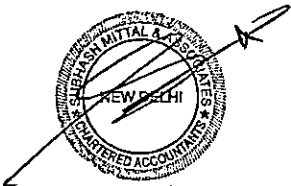
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**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

Notes forming part of the Income and Expenditure Account  
for the year ended March 31, 2022

*Amount in INR*

NOTES	PARTICULARS	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
Note- 14	<b>Administrative Expenditures - Others</b>		
	Audit Fees	190,657	190,897
	Consultancy and Managerial Services	1,479,747	3,922,320
	Electricity and Water	232,936	157,677
	Telephone, Fax and Internet Charges	217,580	175,932
	Postage & Courier	16,043	52,388
	Repairs and Maintenance - Office	616,681	511,769
	Repairs and Maintenance - Computer	336,784	292,953
	Repairs and Maintenance - Equipment	110,217	88,756
	Printing and Stationery Charges	86,126	108,652
	Bank Charges	75,787	89,902
	Membership and Registration Fee	31,802	28,084
	Office Rent	921,900	886,656
	Local Conveyance	79,883	73,282
	Office Expenses	513,637	257,013
	Interest on TDS	20,387	9,509
	Office Insurance	4,828	24,416
	Professional Charges	-	442,561
	Prior Period Expenses	187,645	-
	Property Tax	138,408	-
	Advance/ Recoverable Written-off	161	4,588
	Excess Unrecoverable Balance Written off	-	438,117
	Loss on Sale of Assets	4,644	-
	<b>Total</b>	<b>5,265,852</b>	<b>7,755,473</b>



*[Handwritten Signature]*

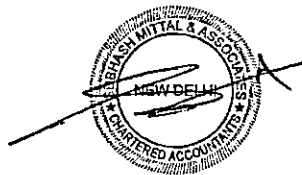
**CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)**

Notes forming part of the Balance Sheet as at March 31, 2022

**Notes - 6 :  
Property, Plant and Equipment(Fixed Assets)**

*Amount in INR*

Particulars	Gross Block			Depreciation			Net Block			
	As at	Additions	Deductions	As at	As at	For	Depreciation	As at	As at	As at
	01-Apr-21	during the	during the	31-Mar-22	01-Apr-21	the year	written	31-Mar-22	31-Mar-22	31-Mar-21
		year	year				back			
<b>Assets Acquired out of Project Funds (FCRA)</b>										
Computers and Printers	1,893,720	825,545	333,107	2,386,158	1,563,559	353,905	316,452	1,601,011	785,147	330,162
Office Equipment	1,837,611	196,542	-	2,034,153	1,304,082	257,864	-	1,561,946	472,207	533,529
Furniture & Fixtures	1,529,330	80,070	-	1,609,400	1,304,282	51,641	-	1,355,923	253,477	225,048
Leasehold Improvement	7,830,382	471,320	-	8,301,702	-	-	-	-	8,301,702	7,830,382
Office Improvement (7 Nizamuddin East)	1,474,964	-	-	1,474,964	-	71,838	-	71,838	1,403,126	1,474,964
CAR	-	1,106,839	-	1,106,839	-	145,863	-	145,863	960,976	-
	<b>14,566,007</b>	<b>2,680,316</b>	<b>333,107</b>	<b>16,913,216</b>	<b>4,171,922</b>	<b>881,111</b>	<b>316,452</b>	<b>4,736,581</b>	<b>12,176,635</b>	<b>10,394,085</b>
<b>Assets Acquired out of Grant Received for Property (FCRA)</b>										
Property (7 Nizamuddin East)	116,537,117	-	-	116,537,117	3,141,071	5,523,526	-	8,664,597	107,872,520	113,396,046
	<b>116,537,117</b>	<b>-</b>	<b>-</b>	<b>116,537,117</b>	<b>3,141,071</b>	<b>5,523,526</b>	<b>-</b>	<b>8,664,597</b>	<b>107,872,520</b>	<b>113,396,046</b>
<b>Assets Acquired out of General Fund (FCRA)</b>										
Computers and Printers	510,095	19,331	194,100	335,326	485,657	10,169	184,395	311,431	23,895	24,438
Office Equipment	602,172	-	-	602,172	568,657	2,981	-	571,638	30,534	33,515
Furniture & Fixtures	14,363	-	-	14,363	9,346	1,303	-	10,649	3,714	5,017
Property (7 Nizamuddin East)	31,169,373	-	-	31,169,373	840,120	1,477,339	-	2,317,459	28,851,914	30,329,253
	<b>32,296,003</b>	<b>19,331</b>	<b>194,100</b>	<b>32,121,234</b>	<b>1,903,780</b>	<b>1,491,792</b>	<b>184,395</b>	<b>3,211,177</b>	<b>28,910,057</b>	<b>30,392,223</b>
<b>GRAND TOTAL</b>	<b>163,399,127</b>	<b>2,699,647</b>	<b>527,207</b>	<b>165,571,567</b>	<b>9,216,773</b>	<b>7,896,429</b>	<b>500,847</b>	<b>16,612,355</b>	<b>148,959,213</b>	<b>154,182,354</b>
<b>Assets Acquired out of Project Funds (NON-FCRA)</b>										
Computers and Printers	374,253	-	92,877	281,376	279,115	52,370	88,233	243,252	38,124	95,138
Furniture & Fixtures	192,175	-	-	192,175	145,766	12,760	-	158,526	33,649	46,409
Office Equipments	-	12,749	-	12,749	-	2,409	-	2,409	10,340	-
	<b>566,428</b>	<b>12,749</b>	<b>92,877</b>	<b>486,300</b>	<b>424,881</b>	<b>67,539</b>	<b>88,233</b>	<b>404,187</b>	<b>82,113</b>	<b>141,547</b>
<b>GRAND TOTAL(Non FCRA)</b>	<b>566,428</b>	<b>12,749</b>	<b>92,877</b>	<b>486,300</b>	<b>424,881</b>	<b>67,539</b>	<b>88,233</b>	<b>404,187</b>	<b>82,113</b>	<b>141,547</b>
<b>GRAND TOTAL(FCRA+Non FCRA)</b>	<b>163,965,555</b>	<b>2,712,396</b>	<b>620,084</b>	<b>166,057,867</b>	<b>9,641,654</b>	<b>7,963,968</b>	<b>589,080</b>	<b>17,016,542</b>	<b>149,041,326</b>	<b>154,323,901</b>
PREVIOUS YEAR	7,004,414	156,961,141	-	163,965,555	5,004,135	4,637,519	-	9,641,654	154,323,901	2,000,279



**CREATING RESOURCES FOR EMPOWERMENT IN ACTION  
(CREA)**

**Annual Accounts for the Financial Year 2021-22**

**NOTE-15**

**NOTES FORMING PART OF ACCOUNTS**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**a) Accounting Convention**

The Financial Statements are prepared under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles followed in India, except Audit fee which is accounted for on cash basis.

**b) Deferred Revenue Fund**

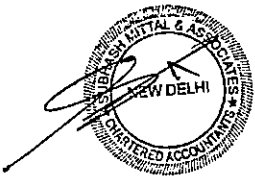
Capital assets procured out of grants fund are capitalized and grants to that extent are treated as deferred revenue. Amount equivalent to depreciation charged on such assets is transferred to the Income and Expenditure account from the Deferred Revenue Fund.

**c) Gratuity Provision**

- Provision is made for Gratuity in compliance with Accounting Standard, Employee Benefits (AS-15). Accordingly, it has taken an actual estimate of gratuity payable to all employees who have been with society at least for one Year. However, actual payment to the employees will be based on applicability of the Gratuity Payable Act 1972.
- Society remains liable for paying gratuity to its employees at the time of their separation from the entity. Accordingly, the Society maintains gratuity liability in its books for eligible employees.

**d) Grant Recognition**

- Grants form the major source of revenue for the Society. Since there is no specific accounting standard for 'Other than Government grants', we have followed Accounting Standard on Government Grants (AS-12), as principles



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followed in this Accounting Standard are very much applicable to grants other than Government grants.

- Grant agreements entered into are subject to specific terms & conditions, which if not complied with could result in cancellation or even refund of grants received. In view of the same and following the matching principles, only grant utilized is recognised as income of the Trust and the grant received but not utilized is treated as liability.
- Where expenditures have been properly incurred but grants have not been received, following accrual basis of accounting, the amount so incurred is accounted as recoverable from the donor, unless recoverability of the same is not certain.

**e) Interest Income**

- Interest on savings account is recognized on actual receipt basis.
- Interest on Fixed Deposits has been recognized on accrual basis to the extent TDS has been deducted and deposited by the bank, and if appearing in the 26AS as of 31<sup>st</sup> March 2022.

**f) Property, Plant & Equipments (Fixed Assets)**

- Property, plant and equipments (PPE) procured out of a grant are charged off against the said grant as per the terms and conditions set out under the Grant agreement. Following Accounting Standard on Government Grants (AS-12), PPE procured out of donor grant are treated as deferred income by transferring equivalent amount of grant to deferred revenue fund.

**g) Depreciation**

- Assets reflected in Balance sheet, including that procured out of capital grant have been brought down by the Depreciation amount so calculated to reflect reduction in the value of assets due to wear & tear.
- Depreciation has been provided in the books of accounts using Written down value Method based on management's estimate of useful life of the assets after considering the residual value of five percent. The estimated useful life of assets is disclosed below.

<b>Asset description</b>	<b>Useful life</b>
Computers and Printers	3 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Building - Freehold	60 years



A large, handwritten signature in black ink, appearing to be "Smita Singh".

- Leasehold Improvements have not been amortized as lease is renewable every three years and has been renewed since 2006. The Society management considers that lease is likely to be continued for an indeterminable period, by renewing the lease period; hence these assets cannot be amortized over present lease period, since useful life of these improvements will be longer.
- *Impairment of Assets:* Management periodically assesses whether there is an indication that an asset may be impaired. In case of such an indication, the management estimates the recoverable amount of the asset. If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the difference is recognized as impairment loss.

#### **h) Lease**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognized as an expense in the Income and Expenditure Account.

#### **i) Provision for doubtful debts**

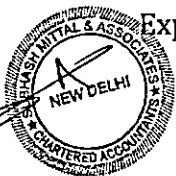
While the Society makes all efforts to recover all its debts, however wherever it is not possible to recover the same, it makes provision for any debts considered doubtful of recovery. During the year, a provision of Rs 9,52,807/- has been made towards the same.

#### **j) Classification of Expenditure**

Generally, expenditures under Income & Expenditure Account are disclosed as program and Administrative expenditures incurred against specific donor program Expenditure; if any, not charged against any of these grants has been disclosed separately.

#### **k) Foreign Currency Transaction**

Foreign currency transactions are recorded as per the Accounting Standard the Effects of Changes in Foreign Exchange Rates AS-11 at the exchange rate prevailing on the date of the transaction. Differences arising out of foreign currency transactions settled during the year are recognised in the Income and Expenditure Account.



Monetary items outstanding at the balance sheet date and denominated in foreign currencies are recorded at the exchange rate prevailing at the end of the year. Differences arising therefrom are recognised in the Income and Expenditure Account.

l) The Society is registered with the Income-Tax Department under Section 12A of the Income-Tax Act, 1961 vide a certificate No. DIT (E)/ 2001-02/ C-625/ 2001/447 dated October 05, 2001. The registration under section 12A has been revalidated vide unique registration number AAATC2961QE20013 dated 23 September 2021 for five years from AY 2022-23 to AY 2026-27. Accordingly, all activities undertaken by the Society during the year are within the purview of the said section. Hence, no provision for the current income-tax and deferred tax has been made in these financial statements..

m) In the opinion of the Management of the Society, current assets, loans and advances have a value on realisation in the ordinary course of the business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made in the financial statement.

## 2. NOTES TO ACCOUNTS & NECESSARY DISCLOSURES

### i. Bank Funds

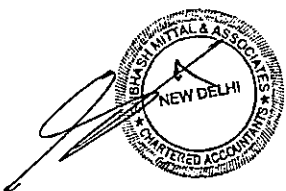
- The society has maintained proper accounts of all bank funds for which balance confirmation from bank have been received.
- Surplus funds are kept in fixed deposits and savings bank accounts with the scheduled banks and accordingly are shown at cost. All the fixed deposits as at March 31, 2022 are for more than one year period but less than two years period.

### ii. Contingent Liabilities

As certified by the management, there are no contingent liabilities of the society at the end of the financial year, i.e. as at 31 March 2022.

### iii. Operating Leases

The Society leases certain office premises under cancellable operating lease arrangements. The rent expense under these agreements for the year is INR 22,32,300/- (Previous Year INR. 20,92,200/-).



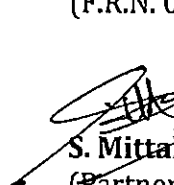

iv. **Auditors' Remunerations**

Legal and professional charges include Auditors' Remuneration as follows.

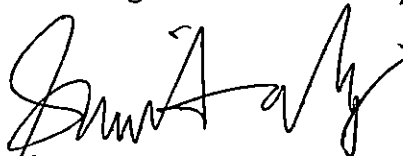
Particulars	For the Year Ended FY 2022	For the Year Ended FY 2021
• Audit Fee	2,34,000	2,10,000
• For Tax Related work	25,000	25000
• Other (Excluding applicable Taxes)	40,000	25000

v. Previous year figures have been regrouped or recast as considered necessary.

For **Subhash Mittal & Associates**  
Chartered Accountants  
(F.R.N. 009976N)

  
  
**S. Mittal, FCA**  
(Partner)  
M. No. 083619

For & on behalf of:  
**Creating Resources for Empowerment and Action**

  
(Sunita Kujur)

Senior Director

  
(Geetanjali  
Misra)  
Executive  
Director

UDIN: 22083619AWYAPM3737

Place : New Delhi

Date : 29 September 2022