



INDEPENDENT AUDITOR'S REPORT

To,

The Members

Creating Resources for Empowerment in Action (CREA)

We have audited the accompanying financial statements (covering local & FCRA funds) of **Creating Resources for Empowerment in Action (CREA)(Society)**, which comprise the Balance Sheet as at 31st March, 2023, Income & Expenditure and Receipt & Payment Statements along with supporting schedules for the year ending on the same date and a summary of the significant accounting policies and other explanatory information.

Opinion

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 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 March 31, 2023, and its Statement of Income & Expenditure and surplus for the year ended on that date and of Receipt & Payment Statement for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of **CREA** 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 relevant laws and 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.



Management's Responsibility for the Financial Statements

Management of **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 **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. The management of **CREA** is responsible for overseeing the financial reporting process.

Auditor's 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.

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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 **CREA** ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention 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 auditor's



report. However, future events or conditions may cause the CREA to cease to continue as a going concern.

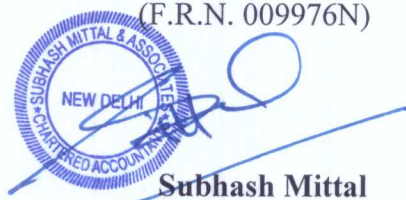
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

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



Subhash Mittal
(Partner)
M. No. 083619

UDIN: 23083619BGYQMR1423

Place: New Delhi
Dated: 23-10-2023

CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

Balance Sheet as at March 31, 2023

Amount in INR

PARTICULARS	Notes	As at 31st March, 2023	As at 31st March, 2022
<u>I. LIABILITIES</u>			
Reserves & Funds			
General Fund	1	102,476,735	98,425,472
Non-Current Liabilities			
Provisions	2	9,748,541	9,819,919
Current Liabilities			
Restricted Grants	3	80,984,165	93,997,917
Deferred Revenue Fund	4	111,489,995	120,131,268
Sundry Creditors and Duties & Taxes	5	2,467,658	2,968,980
Total		307,167,094	325,343,556
<u>II. ASSETS</u>			
Non-Current Assets			
Property, Plant and Equipment(Fixed Assets)	6	138,987,368	149,041,326
Investments			
Fixed Deposits	15	64,274,884	86,964,096
Current Assets			
Cash and cash equivalents	7	101,593,438	87,744,854
Loans, Advances and Other Assets	8	3,109,550	2,546,087
Less: Provision against doubtful debit balances (see Note 16 1(i))		(798,146)	(952,807)
Total		307,167,094	325,343,556

Significant Accounting Policies and Notes on Accounts

16

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: 23083619BGYQMR1423

Place : New Delhi

Date : 23-10-2023



For & on behalf of

Creating Resources for Empowerment in Action

(Anuradha Chatterji)

Director, Resources Impact and Learning

(Geetanjali Misra)

Executive Director

CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

Income and Expenditure Account for the Year Ended March 31, 2023

Amount in INR

PARTICULARS	Notes	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
INCOMES			
Restricted Grants	3	109,229,921	90,457,440
Interest Income	9	4,471,138	2,031,216
Other Income	10	431,749	347,178
Appropriation from the Deferred Revenue Fund	4	9,989,906	5,694,210
Total Income		124,122,714	98,530,044
EXPENDITURES			
Program Expenditures - Personnel	11	37,321,629	26,670,413
Program Expenditures - Others	12	50,699,991	38,712,077
Administrative Expenditures - Personnel	13	15,629,139	19,505,294
Administrative Expenditures - Others	14	5,020,852	5,265,852
Provision for doubtful debit balances (see Note 16 1(i))		-	952,807
Depreciation	6	11,399,841	7,963,968
Total Expenditure		120,071,451	99,070,411
Surplus of Income Over Expenditure/ (Excess of Expenditure over Income)		4,051,263	(540,367)

Accounting Policies and Notes on Accounts 16

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: 23083619BGYQMR1423

Place : New Delhi

Date : 23-10-2023

For & on behalf of

Creating Resources for Empowerment in Action

(Anuradha Chatterji)

Director, Resources Impact and Learning

(Geetanjali Misra)

Executive Director

CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

CONSOLIDATED RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

RECEIPTS	AMOUNT	PAYMENTS	Amount in INR AMOUNT
Opening Balances		Fixed Assets	
Cash in hand	48,164	Computers	365,485
Foreign Currency in Hand	11,327	Office Equipment	405,117
SCB - A/c No. - 52011027505	21,685,516	Leasehold Improvement	359,281
SCB - A/c No. - 52011124241	21,565,991	Office Improvement(7Nizamuddin East)	<u>218,750</u>
SCB - A/c No. - 52011227717	5,295,691		1,348,633
SCB - A/c No. - 52011227814	10,918,964		
SCB - A/c No. - 52011027521	1,827,369		
ICICI - A/c No. - 006501100964	3,128,025	Program Expenditure	
SBI - A/c No. - 400846079732	23,263,808	Telephone, Fax and Internet Charges	553,002
Fixed Deposits	<u>86,964,096</u>	Travelling Expenses	6,562,213
	174,708,950	Salaries and Allowances	38,886,385
		Technical and Professional Services	21,723,793
Grants Received		Workshop/ Seminar/ Meetings	21,020,564
FOS FEMINSTA	5,505,290	Sub-grants to partner NGOs	324,385
CREA New York	69,183,816	Books, News and periodical Expenses	2,350
Medicus Mundi Gipuzkoa	18,194,230	Resource Material	946,993
MurthyNayak Foundation	572,538	Website Development and Maintenance	<u>15,340</u>
International Planned Parenthood Federation	<u>2,501,886</u>		90,035,025
	95,957,761		
		Administrative Expenditure	
Other Receipts		Bank Charges	66,891
Interest on Savings Bank Accounts	1,264,422	Electricity and Water	201,166
Interest on Fixed Deposits	2,763,638	Office Expenses	543,067
Interest allocated to Grants	1,607,043	Office Rent	454,406
Donation	125,060	Local Conveyance	93,601
Misc Income	<u>2,957</u>	Postage and Courier	23,966
	5,763,119	Telephone, Fax and Internet Charges	151,379
		Repairs and Maintenance - Office	272,624
		Repairs and Maintenance - Computer	76,655
		Repairs and Maintenance - Equipment	92,313
		Office Insurance	17,238
		Membership fee	29,322
		Salaries and Allowances	14,402,121
		Audit Fees	218,975
		Interest on TDS	325
		Professional Charges	2,384,978
		Other Expenses	<u>148,822</u>
			19,177,848
		Closing Balances	
		Cash in hand	22,096
		Foreign Currency in Hand	12,323
		SCB - A/c No. - 52011027505	48,354,311
		SCB - A/c No. - 52011124241	34,166,708
		SCB - A/c No. - 52011227717	85,168
		SCB - A/c No. - 52011227814	12,087,900
		SCB - A/c No. - 52011027521	2,012,144
		ICICI - A/c No. - 006501100964	2,464
		SBI - A/c No. - 400846079732	4,850,325
		Fixed Deposits	<u>64,274,885</u>
			165,868,323
Total	276,429,830	Total	276,429,830

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



S. Mittal, FCA
(Partner)
M. No. 083619
UDIN: 23083619BGYQMR1423

Place : New Delhi
Date : 23-10-2023

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

(Anuradha Chatterji)
Director, Resources Impact and Learning

(Geetanjali Misra)
Executive Director

CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

Notes forming part of the Balance Sheet as at March 31, 2023

Amount in INR

NOTES	PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Note - 1	General Fund		
	Opening Balance	98,425,472	98,965,839
	Add: Surplus brought forward from the Income and Expenditure Account	4,051,263	(540,367)
	Total	102,476,735	98,425,472
Note - 2	Provisions		
	Provisions for Gratuity	9,748,541	9,819,919
	Total	9,748,541	9,819,919
Note - 4	Deferred Revenue Fund		
	Deferred Revenue Fund - Property, Plant and Equipment		
	Opening Balance	12,258,748	10,576,487
	Add: Assets acquired out of Project Funds	1,348,633	2,693,065
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	4,732,681	989,505
	Less: Written down value of such assets disposed off	2,750	21,299
	8,871,950	12,258,748	
	Deferred Revenue Fund - Assets Acquired out of Grant Received for Property		
	Opening Balance	107,872,520	112,555,926
	Less: Amount equivalent to depreciation charged on such assets transferred to the Income and Expenditure A/c	5,254,475	4,683,406
	102,618,045	107,872,520	
	Total	111,489,995	120,131,268
Note - 5	Sundry Creditors and Duties Taxes		
	Sundry Creditors for Expenses	2,079,091	2,661,509
	TDS Payable	159,840	156,075
	EPF Payable	119,784	118,514
	Expenses Payable	108,942	32,882
	Total	2,467,658	2,968,980
Note - 7	Cash and cash equivalents		
	Cash in Hand	22,096	48,164
	Foreign Currency in Hand	12,323	11,327
	Balance with ICICI Bank	2,464	3,128,025
	Balance with Standard Chartered Bank - includes FCRA Utilisation A/c	96,706,230	61,293,530
	Balance with State Bank of India - FCRA Designated	4,850,325	23,263,808
	Total	101,593,438	87,744,854
Note - 8	Loans, Advances and Other Assets (recoverable in cash or in kind or for value to be received)		
	Security Deposits	57,591	57,591
	Prepaid Expenses	55,368	51,237
	Income Tax Recoverable	1,504,793	1,157,117
	Advances	1,048,720	1,280,142
	Accrued Interest	443,078	-
	Total	3,109,550	2,546,087
Note - 15	Investments		
	Fixed Deposits	64,274,884	86,964,096
	Total	64,274,884	86,964,096



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CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)
Notes forming part of the Balance Sheet as at March 31, 2023

Note- 3 : Restricted Grants

Amount in INR

PARTICULARS	Opening Balance as at April 1, 2022		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	Total	Closing Balance as at March 31, 2023	
	Unutilised Grants	Grants Receivable							Unutilised Grants	Grants Receivable
FCRA										
Empower - The Emerging Markets Foundation Ltd.	2,652,815	-	-	2,652,815	2,652,815	-	-	2,652,815	-	-
International Women's Health Coalition	685,399	-	-	685,399	685,399	-	-	685,399	-	-
FOS FEMINISTA			5,505,290	5,505,290	4,566,823	221,991	-	4,788,813	716,477	-
CREA New York	26,003,093	-	69,183,816	95,186,909	61,594,309	1,055,725	-	62,650,034	32,536,875	-
Medicus Mundi Gipuzkoa - 2	3,562,516	-	-	3,562,516	3,562,516	-	-	3,562,516	-	-
Medicus Mundi Gipuzkoa - 2 Interest on Grant	760,729	-	18,515	779,244	738,054	-	-	738,054	41,190	-
Medicus Mundi Gipuzkoa - 3	10,810,613	-	18,194,230	29,004,843	17,499,994	70,918	-	17,570,912	11,433,931	-
Medicus Mundi Gipuzkoa - 3 Interest on Grant	77,454	-	263,472	340,926	340,926	-	-	340,926	-	-
Bill & Melinda Gates Foundation (BMGF)	45,554,020	-	1,325,056	45,554,020	14,475,966	-	-	14,475,966	31,078,053	-
Bill & Melinda Gates Foundation (BMGF) - Interest on Grant	1,475,116	-	572,538	2,800,172	2,800,172	-	-	2,800,172	-	-
MurthyNayak Foundation			2,501,886	2,501,886	465,345	-	-	465,345	2,036,541	-
International Planned Parenthood			97,564,803	97,564,803	106,813,759	1,348,633	-	108,162,392	80,984,165	-
Sub-Total(FCRA)	91,581,755	-	-	189,146,558	189,146,558	1,348,633	-	108,162,392	80,984,165	-
Non FCRA										
Azim Premji Philanthropic Initiatives	1,742,765	-	-	1,742,765	1,742,765	-	-	1,742,765	-	-
Azim Premji Philanthropic Initiatives - Interest on Grant	673,397	-	-	673,397	673,397	-	-	673,397	-	-
Sub-Total(Non-FCRA)	2,416,162	-	-	2,416,162	2,416,162	-	-	2,416,162	-	-
TOTAL(FCRA+Non-FCRA)	93,997,917	-	97,564,803	191,562,720	109,229,921	1,348,633	-	110,578,554	80,984,165	-



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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, 2023

Amount in INR

NOTES	PARTICULARS	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
Note- 9	<u>Interest Incomes</u>		
	Interest on Fixed Deposits	3,206,716	867,633
	Interest on Savings Bank Accounts	1,264,422	1,128,068
	Interest on TDS Refund	-	35,515
	Total	4,471,138	2,031,216
Note- 10	<u>Other Incomes</u>		
	Donation	125,060	-
	Foreign Exchange Gain	996	159,008
	Misc. Income	305,693	188,170
	Total	431,749	347,178
Note- 11	<u>Program Expenditures - Personnel</u>		
	Salaries and Allowances	33,846,790	23,637,656
	Gratuity	774,725	1,057,586
	Other Staff Benefits	2,700,114	1,975,171
	Total	37,321,629	26,670,413
Note- 12	<u>Program Expenditures - Others</u>		
	Consultancy and Technical Services	22,853,734	17,792,408
	Books and Periodicals	2,350	5,890
	Workshop/ Seminar/ Meetings	19,319,901	5,862,204
	Travelling Expenses	6,482,722	2,258,228
	Local Conveyance	250,285	31,717
	Sub-grants to partner NGOs	324,385	12,159,368
	Resource Material	789,304	178,862
	Postage & Courier Programme	-	5,348
	Telephone, Fax and Internet Charges	652,470	417,329
	Website Development and Maintenance	24,840	724
	Total	50,699,991	38,712,077
Note- 13	<u>Administrative Expenditures - Personnel</u>		
	Salaries and Allowances	12,368,280	15,782,390
	Gratuity	1,225,134	788,292
	Other Staff Benefits	2,035,725	2,934,612
	Total	15,629,139	19,505,294



Subhash Mittal

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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, 2023

Amount in INR

NOTES	PARTICULARS	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
Note- 14	<u>Administrative Expenditures - Others</u>		
	Audit Fees	218,975	190,657
	Consultancy and Managerial Services	2,384,978	1,479,747
	Electricity and Water	296,079	232,936
	Telephone, Fax and Internet Charges	83,567	217,580
	Postage & Courier	27,084	16,043
	Repairs and Maintenance - Office	283,051	616,681
	Repairs and Maintenance - Computer	76,655	336,784
	Repairs and Maintenance - Equipment	92,313	110,217
	Printing and Stationery Charges	21,612	86,126
	Bank Charges	66,891	75,787
	Membership and Registration Fee	29,322	31,802
	Office Rent	645,000	921,900
	Local Conveyance	93,602	79,883
	Office Expenses	558,838	513,637
	Interest on TDS	325	20,387
	Office Insurance	17,238	4,828
	Prior Period Expenses	15,770	187,645
	Property Tax	108,704	138,408
	Advance/ Recoverable Written-off	849	161
	Loss on Sale of Assets	-	4,644
	Total	5,020,852	5,265,852



G. S. Sharma

G. S. Sharma

CREATING RESOURCES FOR EMPOWERMENT IN ACTION (CREA)

Notes forming part of the Balance Sheet as at March 31, 2023

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

Particulars	Gross Block				Depreciation			Net Block	
	As at 01-Apr-22	Additions during the year	Deductions during the year	As at 31-Mar-23	As at 01-Apr-22	For the year	Depreciation written back	As at 31-Mar-23	As at 31-Mar-22
Assets Acquired out of Project Funds (FCRA)									
Computers and Printers	2,386,158	365,485	55,000	2,696,643	1,601,011	677,484	52,250	470,398	785,147
Office Equipment	2,034,153	405,117	-	2,439,270	1,561,946	334,109	-	543,215	472,207
Furniture & Fixtures	1,609,400	-	-	1,609,400	1,355,923	53,590	-	1,409,513	253,477
Leasehold Improvement	8,301,702	359,281	-	8,660,983	-	3,262,883	-	5,398,100	8,301,702
Office Imporvement (7 Nizamuddin East)	1,474,964	218,750	-	1,693,714	71,838	70,223	-	1,551,653	1,403,126
CAR	1,106,839	-	-	1,106,839	145,863	301,608	-	659,368	960,976
Sub-Total	16,913,216	1,348,633	55,000	18,206,849	4,736,581	4,699,897	52,250	8,822,621	12,176,635
Assets Acquired out of Grant Received for Property (FCRA)									
Property (7 Nizamuddin East)	116,537,117	-	-	116,537,117	8,664,597	5,254,475	-	102,618,045	107,872,520
Sub-Total	116,537,117	-	-	116,537,117	8,664,597	5,254,475	-	102,618,045	107,872,520
Assets Acquired out of General Fund (FCRA)									
Computers and Printers	335,326	-	-	335,326	311,431	5,917	-	17,978	23,895
Office Equipment	602,172	-	-	602,172	571,638	425	-	30,109	30,534
Furniture & Fixtures	14,363	-	-	14,363	10,649	965	-	2,749	3,714
Property (7 Nizamuddin East)	31,169,373	-	-	31,169,373	2,317,459	1,405,378	-	27,446,536	28,851,914
Sub-Total	32,121,234	-	-	32,121,234	3,211,177	1,412,685	-	27,497,372	28,910,057
GRAND TOTAL(FCRA)	165,571,567	1,348,633	55,000	166,865,200	16,612,355	11,367,057	52,250	138,938,039	148,959,213
Assets Acquired out of Project Funds (NON-FCRA)									
Computers and Printers	281,376	-	-	281,376	243,252	18,819	-	19,305	38,124
Furniture & Fixtures	192,175	-	-	192,175	158,526	9,253	-	24,396	33,649
Office Equipments	12,749	-	-	12,749	2,409	4,712	-	5,628	10,340
Sub-Total	486,300	-	-	486,300	404,187	32,784	-	49,329	82,113
GRAND TOTAL(Non FCRA)	486,300	-	-	486,300	404,187	32,784	-	49,329	82,113
GRAND TOTAL(FCRA+Non FCRA)	166,057,867	1,348,633	55,000	167,351,500	17,016,542	11,399,841	52,250	138,987,368	149,041,326
PREVIOUS YEAR	163,965,555	2,712,396	620,084	166,057,867	9,641,654	7,963,968	589,080	149,041,326	



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

Annual Accounts for the Financial Year 2022-23

NOTE-16

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 in the year such depreciation is charged.

c) Gratuity Provision

- The Society has made Gratuity provision for all employees, however, actual payment to the employees will be based on applicability of the Gratuity Payable Act 1972.
- No Funds have been earmarked against the Gratuity provision.

d) Grant Recognition

- Grants form the major source of revenue for the Society. Based on AS12 and Technical Guide on Accounting for NPOs issued by ICAI, the Society recognizes its grant income only when it considers there is reasonable assurance that it has fulfilled all commitments associated with execution of Grant conditions. Accordingly, only grant utilized is recognised as income of the Society and the grant received but not utilized is treated as liability.



Subhash Mittal

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- 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. There are no such recoverable grants identified during the year.
- Donations received from individual donors, generally without any restrictions, are treated as income on receipt basis.

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 31st March 2023.

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.

Asset Description	Useful life
Computers and Printers	3 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Leasehold improvements	6 years
Building - Freehold	60 years
Office improvements - Freehold Building	60 years



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- *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, the Society has recovered Rs. 110,861 from debts for which provision had been created. After adjusting the same, the Closing balance of doubtful debt provision as at year end is Rs. 798,146.

j) Classification of Expenditure

Generally, expenditures under Income & Expenditure Account are disclosed as Program and Administrative expenditures.

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/



Sushash Mittal

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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, 2023 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 2023.

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 2,060,400/- (Previous Year INR. 2,232,300/-).

iv. Auditors' Remunerations

Legal and professional charges include Auditors' Remuneration as follows.

Particulars	For the Year Ended FY 2023	For the Year Ended FY 2022
• Audit Fee	261,000	234,000
• For Tax Related work	27,500	25,000
• Other (Excluding applicable Taxes)	44,000	40,000



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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 in Action


(Anuradha Chatterji)
Director, Resources Impact
and Learning


(Geetanjali Misra)
Executive Director

UDIN: 23083619BGYQMR1423

Place : New Delhi
Date : 23-10-2023