



INDEPENDENT AUDITOR'S REPORT

To

**The Members of Governing Body of
Vrutti
Bangalore**

Report on the Financial Statements

We have audited the accompanying financial statements of **Vrutti - Livelihood Resource Centre ("Association of Persons")**, No. 25, 2nd floor, AECS Layout, Ashwath Nagar, Bangalore - 560 094 which comprise the Balance Sheet as at 31st March 2017, the Income and Expenditure account for the year then ended and Receipts and Payments account for the year ended and a summary of notes to account and significant accounting policies.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position of Association in accordance with the accounting principles generally accepted in India. This responsibility also includes the maintenance of adequate accounting records for safeguarding of the assets and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the accounting and auditing standards and matters which are required to be included in the audit report.





We conducted our audit in accordance with the Standards on Auditing issued by Institutes of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Association's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 on the financial statements.

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the Association as at March 31st, 2017;
- (ii) in the case of the Income and Expenditure Account, the Excess of income over expenditure for the year ended on that date;
- (iii) Receipts and payments accounts for the year ended on that date;

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

In our opinion, proper books of account have been maintained by the said organization as required by law so far as it appears from our examination of those books.



RVKS And Associates

Chartered Accountants



The Balance Sheet, Statement of Income & Expenditure Account and Receipts and Payments Account dealt with by this report are in agreement with the books of accounts;

In our opinion, the Balance Sheet, Statement of Income & Expenditure Account and Receipts and Payments Account comply with the applicable Accounting Standards issued by the Institute of Chartered accountants of India.

For R V K S and Associates
Chartered Accountants
Firm's Registration No. 008572S

R. Mohan

R. Mohan

Partner

M No. :203911



Date: 20-09-2017

Place: Bangalore


VRUTTI

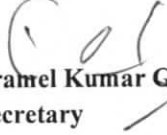
No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094

BALANCE SHEET -Consolidated

		(Amt in Rs.)	
	Sch	31-03-2017	31-03-2016
SOURCES OF FUNDS			
General Reserve- Opening Balance		1,29,08,947	65,24,244
Current year surplus		1,56,68,104	63,84,704
Total		2,85,77,051	1,29,08,947
APPLICATION OF FUNDS			
Fixed Assets	1	10,77,148	31,53,177
Current Assets			
Cash and Bank balance	2	3,58,22,359	4,94,94,430
Accounts receivable	3	2,72,40,272	3,10,15,026
Advances and Deposits	4	61,71,677	89,63,626
Tax deducted at source	5	56,81,205	45,18,899
Total Current Assets(1)		7,49,15,513	9,39,91,981
Current liabilities & Provisions			
Advance received for programmes	6	2,13,30,739	5,45,07,840
Sundry Creditors & Expenses Payable	7	2,60,84,871	2,97,28,372
Total Current Liabilities(2)		4,74,15,610	8,42,36,211
Net working capital(1-2)		2,74,99,903	97,55,770
Total		2,85,77,051	1,29,08,947

For Vrutti


Dr.C Vijayalakshmi
Chairperson


Pramel Kumar Gupta
Secretary

Date:20-09-2017
Place:Bangalore




Balakrishnan.S
Treasurer

As per our report of even date annexed
For R V K S And Associates
Chartered Accountants
Firm No.008572S


R.Mohan
Partner
M No.203911



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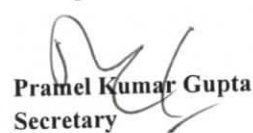
No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
INCOME AND EXPENDITURE ACCOUNT - Consolidated

INCOME	Sch	31-03-2017	31-03-2016
			(Amt in Rs.)
Network Engagement & Support		56,61,455	93,47,064
Enterprise Development & Employment Generation		1,63,30,879	32,94,224
Financial Inclusion & Social Protection	8	1,27,17,879	1,13,78,616
Agriculture Extention Activities		7,42,49,072	7,09,12,169
Studies, Reserach and Training		1,76,07,792	2,05,12,751
Water Resource Development		-	1,51,97,267
Interest Income		12,00,121	24,40,724
Other Income		23,60,284	4,45,325
Consulting Income		-	5,31,000
Total Income		13,01,27,481	13,40,59,139
 EXPENDITURE			
Network Engagement & Support		56,60,344	91,98,463
Enterprise Development & Employment Generation		1,48,27,334	17,75,255
Financial Inclusion & Social Protection	9	1,15,25,627	1,03,43,339
Agriculture Extention Activities		6,04,24,949	4,29,51,692
Studies, Reserach and Training		1,13,86,289	1,21,21,753
Water Resource Development		-	95,10,023
Administrative expenses	10	35,55,378	29,64,467
Expenses on Employment	11	68,04,677	27,84,619
Depreciation	1	2,74,779	4,16,904
Total Expenditure		11,44,59,377	9,20,66,515
Excess of Income Over Expenditure		1,56,68,104	4,19,92,625

For Vrutti



Dr. C Vijayalakshmi
Chairperson




Pramel Kumar Gupta
Secretary

Date:20-09-2017
Place:Bangalore




Balakrishnan.S
Treasurer

As per our report of even date annexed
For R V K S And Associates
Chartered Accountants
Firm No.008572S



R. Mohan
Partner
M No.203911



VRUTTI

No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094

Receipts & Payments Account for the year ended 31st March,2017-Consolidated

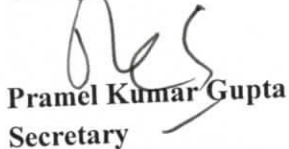
(Amt in Rs.)

Particulars	2016-17	2015-16
Opening Balance:		
Cash on Hand	75,173	74,675
Cash at Bank	2,95,19,256	1,23,62,465
Fixed Deposits	1,99,00,000	1,99,00,000
	A <u>4,94,94,430</u>	<u>3,23,37,140</u>
Add: Receipts		
Donations & Grants	9,71,64,730	14,38,21,641
Other Receipts	23,60,284	9,76,325
Movement of Assets	1801250	-
Interest	12,00,121	24,40,724
	B <u>10,25,26,385</u>	<u>14,72,38,690</u>
Less: Payments		
Change in Current Assets, Loan and Advances	-16,29,643	60,91,891
Change in Current Liabilities and Provisions	36,43,501	(32,68,023)
Purchase of fixed assets	11,41,84,598	12,72,57,532
Expenses for the year and other utilities	C <u>11,61,98,456</u>	<u>13,00,81,400</u>
	<u>3,58,22,359</u>	<u>4,94,94,430</u>
Closing Balance		
Cash on Hand	71,328	75,173
Cash at Bank	2,07,46,302	2,95,19,256
Fixed Deposits	1,50,04,728	1,99,00,000
	<u>3,58,22,359</u>	<u>4,94,94,430</u>

For Vrutti



Dr.C Vijayalakshmi
Chairperson



Pramel Kumar Gupta
Secretary

Date:20-09-2017
Place:Bangalore




Balakrishnan.S
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For R V K S And Associates
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R.Mohan
Partner
M No.203911



VRUTTI

No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Balance Sheet

	31-03-2017	31-03-2016
(Amt in Rs.)		
Sch No 2		
CURRENT ASSETS, LOANS AND ADVANCES		
Cash & Bank balances: - FCRA		
Bank Of India- A/c No.849320110000165	29,17,548	80,38,672
Canara Bank-A/c No.3439201000006	12,98,859	8,14,001
State Bank Of India-A/c.No.32461898319	26,549	27,879
Bank of India - A/c No. 900210210000033	2,68,724	2,26,041
Cash- Foreign Currency	71,328	71,328
Fixed Deposit Bank of India	50,00,000	1,99,00,000
	95,83,009	2,90,77,921
Cash & Bank Balances - Local Account		
Vrutti Bank - Current Accounts:BOI-849321100010502- CDI-SS-KAR	99,417	99,417
Vrutti Bank -Current Accounts:BOI-849321100010457	52,18,567	51,197
Vrutti Bank - Current Accounts:CNB-3439201000007	2,169	4,170
Vrutti Bank - C A:BOI-555020110000174-BBSR	9,770	9,770
Savings:BOI-849320110000265-Vrutti-DM	2,32,502	2,32,502
	70,75,461	10,085
Vrutti Bank - Current Accounts:KMBL - 6511697227		
Savings:BOI-900210210000027-BPL	17,04,205	19,34,425
Savings:Nabard-Mgt-A/C-900210210000028	3,459	8,291
Savings:Nabard-Proj-A/C-2000831030003064	5,01,628	4,90,524
Vrutti Bank - Current Accounts:BOI-849320110000357- APPI	12,53,149	1,74,48,284
Cash in drawer:Cash Foreign Currency	-	3,345
Sweep FD - 253	1,34,295	1,23,999
Cash in hand	-	500
Fixed Deposits		
Fixed Deposits:Vrutti-KMBL-FD-8611884309	2,26,415	-
Fixed Deposits:Vrutti-KMBL-FD-8611884316	24,00,000	-
Fixed Deposits:Vrutti-KMBL-FD-8611884323	10,00,000	-
Fixed Deposits:Vrutti-KMBL-FD-8611884330	9,00,000	-
Fixed Deposits:Vrutti-KMBL-FD-8611884347	10,01,258	-
Fixed Deposits:Vrutti-KMBL-FD-8611884354	26,00,000	-
Fixed Deposits:Vrutti-KMBL-FD-8611884361	12,00,000	-
Fixed Deposits:Vrutti-KMBL-FD-8611884378	6,72,327	-
Interest Receivable	4,728	-
	2,62,39,350	2,04,16,569
Total of Cash & Bank balances -(Sch 2)	3,58,22,359	4,94,94,430



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No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Balance Sheet

	31-03-2017	31-03-2016
(Amt in Rs.)		
<hr/>		
Sch 3		
Accounts Receivable		
Accounts receivable - FCRA	22,55,025	98,59,833
Accounts receivable - Local Account	2,49,85,247	2,11,55,193
	<u>2,72,40,272</u>	<u>3,10,15,026</u>
Sch 4		
Loans & Advances		
Advance staff and Others -FCRA	12,51,928	33,11,473
Vrutti Main Advance others -Local	40,02,988	47,36,029
Interest Receivable -FCRA	9,16,761	9,16,124
	<u>61,71,677</u>	<u>89,63,626</u>
Sch 5		
Tax Deducted at Source - FCRA	9,69,791	8,42,223
Tax Deducted at Source - Local Account	47,11,414	36,76,676
	<u>56,81,205</u>	<u>45,18,899</u>
CURRENT LIABILITIES AND PROVISIONS		
Sch 6		
Advance received for programmes -FCRA		
Ford Foundation-HMS	32,44,894	53,23,896
KNH-CF-2014-17		
Walmart	1,70,135	1,15,06,473
SNAL-FSP-III-Grant	-	3,61,779
European Union - EU-IWRM		
IDRC-COE-SA	-	1,16,840
SNAL-FSP-PFC-Grant	-	
IOCE-Eval-Partner-Grant-1	-	2,94,180
IOCE-Need Asst-Grant-2	-	7,596
IOCE-Regional Grant-3	-	
Cotton Connect-3IE	-	
Hivos RRA Network	-	9,56,060
Hivos RR EE	-	21,61,631
BMG Agri Nutrition	-	42,52,553
CCCYC-CF	-	5,73,583
Sub total	<u>34,15,029</u>	<u>2,55,54,592</u>
Advance received for programmes - Local Account		
Azim Premji Philonthropic Initiatives (APPI)	8,27,509	1,70,96,880
Creamline Dairy Products Limited (CDPL)	34,39,887	-
Dagab Purchasing and Logistics.	-	-
Edelgive Foundations (EDL)	11,84,877	3,50,011
Exilant Technologies P Ltd	6,00,000	-



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No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Balance Sheet

	31-03-2017	31-03-2016
		(Amt in Rs.)
Godrej Agrovet Limited (GAVL)	-	-
GAVL - 3F Project - Chikkaballapur	6,55,094	-
GAVL - 3F Project - Rehti	54,66,000	-
GAVL Samarth	-	-
National Bank for Agri. & Rural Dvpt (NABARD)	1,14,750	-
NABARD - AP - FPO	1,47,302	2,38,445
NABARD - KA - Bpalli	1,64,538	-
NABARD - KA - Kpura	1,98,287	-
NABARD - TS	3,23,921	-
SVP Philanthropic Foundations (SVP)	47,93,545	-
Aga-Khan- Rural Support Programme	-	6,34,048
Azim Premji Foundation-APPI	-	8,000
CIKS	-	12,578
Food & Agri Org of UN	-	7,94,215
Fullerton-Veg-CG Bhopal	-	1,97,297
Gulbarga-FPO-Support	-	7,742
Nabard-FPO-MP	-	1,65,799
Nabard-SGF	-	1,42,000
NABARD-RSA BHOPAL	-	1,54,314
NABARD-RSA-Other	-	12,55,285
TRRS-Sell-Credit	-	2,34,948
SFAC-KAR-HORT-FPO-Phase I	-	50,36,857
SFAC-Other	-	27,256
Solidaridad-HUF	-	9,85,722
Solidaridad-HUF-Water	-	8,45,500
Xavier Institute of Management	-	23,851
Bhopal NABARD-FPO-Grant	-	7,42,500
Sub total	<u>1,79,15,710</u>	<u>2,89,53,248</u>
Total of Advance received for programmes	<u>2,13,30,739</u>	<u>5,45,07,840</u>

Sch 7

Sundry Creditors - FCRA

Catalyst Management Services Pvt Ltd	2,89,088	2,21,391
Yamanashree Travels	20,300	593
Ruchi Travels & Services	3,531	
Citibank CC N.55463702 25510327	19,973	
HDFC CC - 5099	(1,506)	
ICICI CC No.4629 8645 3430 7014	38,752	
Amex Credit Card-31005	7,640	
Old World Hospitality Pvt Ltd	(23,625)	
AEBC Card No.3769 468789 33001	(41,712)	
Pink Lemonade		31,461
Sagar Tours & Travels		22,090
Swasti		6,75,158
Kwality Travels		62,217
Cenemage Studios Pvt Ltd		1,48,500
Manasa Printech		172
Palm Beach Hotel		48,741
Advance Manuel		40,658
Advance others		45,900



VRUTTI

No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Balance Sheet

		(Amt in Rs.)	
		31-03-2017	31-03-2016
		788	788
RVKS And Associates		41,300	75,000
Audit fees payable		9,04,273	30,37,740
Expenses Payable		8,06,473	11,02,007
Salary Payable		47,080	-
Society filing fees payable		6,00,402	2,47,101
Advance Staff		13,224	44,81,578
Advance suppliers & Others		<u>27,25,982</u>	<u>1,02,41,095</u>
	Sub total		8,832
TDS Payable -FCRA		-	-
	Sub total	<u>61,41,011</u>	<u>3,58,04,518</u>
 Sundry Creditors & Other Payables - Local Account			
Expenses Payable -Staff		90,928	8,79,120
Expenses Payable			5,794
Sundry Creditors		93,57,569	71,08,953
 Vrutti-Main other Payables			
Expenses Payable		13,97,370	35,33,239
BOI-Vehicle Loan-Bolero-Kar		4,05,648	5,35,691
Provision for Gratuity		13,19,839	83,502
Salary Payable		37,31,468	32,63,284
Salary Payable-North		8,65,959	9,71,926
Service tax payable		4,80,057	5,18,949
Society filing fees payable		80,088	-
PT payable		7,800	4,950
PT Payable - Bhopal		19,000	-
PF Payable		2,61,954	2,40,224
TDS Payable		3,57,130	3,20,299
TDS Payable:TDS @ 10% - 194I - Rent		(4,293)	-
TDS Payable:TDS @ 1%		4,323	-
TDS Payable:Tds @ 10% (Professional)		3,46,024	-
TDS Payable:Tds @ 2%		43	-
TDS Payable:TDS Payable - Salaries		83,538	-
Payables to FPOs		(30,000)	-
Other current liabilities		32,69,995	11,86,543
Advance Others- Field Staff		8,78,049	6,81,083
Advance Others- Staff		3,41,810	1,44,888
Travel Advance		94,590	-
		<u>2,33,58,889</u>	<u>1,94,78,445</u>
 Total of Sundry Creditors & Expenses Payables		<u>2,60,84,871</u>	<u>2,97,28,372</u>



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No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Income & Expenditure Account

	31-03-2017	31-03-2016
(Amt in Rs.)		
Income		
Sch 8		
Grant Income - FCRA		
Network Engagement & Support	56,61,455	93,47,064
Enterprise Development & Employment Generation	1,62,28,129	32,94,224
Financial Inclusion & Social Protection	1,27,14,279	1,13,78,616
Agriculture Extension Activities	50,94,616	2,98,53,637
Studies, Reserach and Training	87,15,101	1,47,30,349
Water Resource Development	-	1,51,97,267
Interest Income	10,96,258	22,49,990
Other Income	5,29,134	60,231
Grant Income - Local Account		
Studies, Reserach and Training	88,92,691	57,82,402
Agriculture Extension Activities	6,91,54,456	4,10,58,532
Enterprise Development & Employment Generation	1,02,750	-
Financial Inclusion & Social Protection	3,600	-
Interest Income	1,03,863	1,90,734
Other Income	18,31,150	3,85,094
Consulting Income	-	5,31,000
	13,01,27,481	13,40,59,139
Expenses		
Sch 9		
Grant Expenses - FCRA		
Network - Engagement and Support	56,60,344	91,98,463
Enterprise Development and Employment Generation	1,48,27,334	17,75,255
Financial Inclusion and Social Protection	1,15,25,627	1,03,43,339
Agriculture Extension Activities	38,66,149	39,69,901
Studies, Reserach and Training	82,64,868	78,96,415
Water Resource Development	-	95,10,023
Grant Expenses -Local Account		
Studies, Reserach and Training	31,21,421	42,25,338
Agriculture Extension Activities	5,65,58,800	3,89,81,791
	10,38,24,543	8,59,00,525



VRUTTI

No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Income & Expenditure Account

Administrative Expenses - FCRA	31-03-2017	31-03-2016
Sch 10		
Office Rent	1,41,700	-
Rates & Taxes	57,876	2,910
Audit Fees	1,59,564	71,250
Office Maintenance	2,49,015	97,410
Printing & stationary	66,886	44,038
Board meeting cost	12,327	
Local Travel expenses	53,139	1,19,768
Bank & Finance charges	12,187	10,929
Communication charges	68,513	1,92,201
Business Development expenses	4,322	
Reparis & Maintenance	13,447	5,836
Professional fees	4,63,967	
Other Expenses	5,50,579	6,12,520
Exchange loss	-	7,69,439
Computer Maintenance	2,68,468	
Society filing fees	47,080	1,22,885
	21,69,070	20,49,186
	31-03-2017	31-03-2016
Administrative Expenses - Local Account		
Sch 10	1,74,750	75,000
Audit fees	8,342	3,523
Bank Service Charges	92,875	1,49,519
Knowledge Management expenses	33,487	34,508
Communication expenses	1,47,012	79,719
Admin Support Expenses	32,000	-
Membership Fees	508	7,602
Miscellaneous	50,101	-
Interest on Vehicle Loan	7,097	36,318
Printing and Stationery	4,90,888	3,27,468
Professional Fees	22,672	5,116
Rates & Taxes	-	2,250
Recruitment Costs	2,17,218	-
Society Registration Renewal Fees	6,999	16,488
Software Expenses	43,707	1,76,005
Travel & Conveyance	58,652	1,765
Meeting Expenses	13,86,308	9,15,281
	35,55,378	29,64,467

Total of Administrative Expenses



VRUTTI

No.25,2nd floor,AECS Layout,Ashwathnagar,Bangalore - 560094
Schedules forming part of Consolidated Income & Expenditure Account

	31-03-2017	31-03-2016
Expenses on employment - FCRA		
Sch 11		
Salaries	30,51,081	8,38,589
Staff Welfare	10,453	4,774
Insurance	31,599	19,866
	30,93,133	8,63,229
Expenses on employment - Local Account	31-03-2017	31-03-2016
Sch 11		
Salary	34,72,463	18,19,069
Employer Contribution to PF	2,05,654	-
Employer Contribution to ESI	3,266	-
Staff Welfare Expenses	24,853	
Insurance Cost	5,308	1,02,321
	37,11,544	19,21,390
	68,04,677	27,84,619
Total of Expenses on Employment		



VRUTTI
No.25,2nd floor,AECs Layout,Ashwathnagar,Bangalore - 560094
FIXED ASSETS SCHEDULE 1 FOR THE YEAR ENDING 31ST MARCH 2017 - Consolidated

Particulars	Rate of depreciation	Gross Block			Depreciation			Net Block			
		As on 01-04-16	Additions before 30.09.16	Additions after 01.10.16	Total	As on 01-04-16	For the year	For Sold assets	As on 31-03-17	As on 31-03-16	
Computers	60%	7,36,330	-	-	7,36,330	6,75,376	36,572	-	7,11,948	24,382	60,954
Office Equipments	10%	3,28,024	-	-	3,28,024	1,21,058	20,697	-	1,41,755	1,86,269	2,06,966
Furniture and fixture	10%	9,93,553	-	-	9,93,553	3,75,824	61,773	-	4,37,597	5,55,956	6,17,729
Vehicle	33%	8,40,477	-	-	8,40,477	3,74,199	1,55,737	-	5,29,936	3,10,541	4,66,278
Capital W/P		28,98,384	-	-	28,98,384	15,46,457	2,74,779	-	18,21,236	10,77,148	18,01,250
Total											

For Vrutti
Dr. G. Vijayalakshmi
Chairperson
Pradeep Kumar Gupta
Secretary



As per our report of even date annexed
For R V K S And Associates
Chartered Accountants
Firm No.008572S
R.Mohan
Partner
M.No.203911



Date:20-09-2017
Place:Bangalore

VRUTTI

No.25, 2nd Floor, AECS Layout, Ashwathnagar, Bangalore 560094

Notes to accounts and Significant Accounting Policies

1. The Society has commenced with effect from 13th March, 2002. It has been registered with Registrar of Societies, Bangalore District under Karnataka Societies Registration Act 1960 vide registration no. 1143:2001-02 dated 13.03.2002.
2. The society has been registered under Foreign Contribution (Regulation) Act,1976 vide registration No 094421378 dated 02/07/2010 vide letter no. II/21022/69 (0112)/2009-FCRA II for receiving foreign contributions
3. The Organization is registered under Section 12AA(1)(b)(i) of Income Tax Act 1961 vide letter No.CIT(E)BLR/12A/K-113 dt.30/12/2014 of Director Income Tax (Exemptions) and 80G approval number CIT(E)BLR/80G/K-114 DT: 30/12/2014 as such is exempt from taxation of its income and gains.The income is Exempt subject to conditions specified under Section 11 and 13 of the Income tax Act.
4. Accounts are prepared on Historical basis and on the accounting principles of a Going concern.
5. Accounting policies not specifically reported to otherwise are consistent and in consonance with generally accepted accounting principles.
6. The society follows mercantile system of accounting.
7. Depreciation is provided on the basis of rates provided under the Income Tax Act and is charged on written down value.
8. Transactions denominated in foreign currency are converted to Indian rupees and recorded as per the exchange rates prevalent on the date of transaction
9. The society has followed the complete contract method for revenue recognition for consultancy.



10. An amount of Rs.18,01,250/- which was treated as CWIP up to 31st Mar 2016 has been considered as application of funds for the objects of the society during the current year as the entire benefit of the expenditure has been used for the objects of the society.

11. RELATED PARTY DISCLOSURE

As required under "Accounting Standard - 18", issued by Institute of Chartered Accountants of India, the Organization has disclosed the transaction with related parties effected during the FY-2016-17.

Sl	Name	Designation	Description	Amount(Rs.)
1	Catalyst Management Services	A private limited co., in which 2 out of 9 Governing body members are directors	Technical services	3,60,032(Dr) 61,56,253 (Cr)
2	Swasti	Association of persons in which 2 out of 9 Governing body members are common	Sub-Grant	36,89,587 (Dr) 49,80,883 (Cr)
3	Fuzhio Health and Business Private Limited	A private limited co., in which 2 out of 9 Governing body members are directors	Technical and Consultancy services	18,440 (Dr) 1,38,440 (Cr)
4	N.Raghunathan	Governing body member	Consultancy services	23,53,504 (Dr) 31,32,789 (Cr)


12. Previous year figures have been regrouped wherever necessary.

13. The Financial Statements are prepared for the period 01.04.2016 to 31.03.2017


Dr. C Vijaylakshmi
Chairperson


Pramel Kumar Gupta
Secretary

Date: 20-09-2017
Place: Bangalore


Balakrishnan S
Treasurer



As per our report of even date annexed
for R V K S and Associates
Chartered Accountants
FRN: 008572S


R Mohan
Partner
M No. 203911

