

# F-7 Laxmi Mills  
Shakti Mills Lane (Off Dr E Moses Rd)  
Mahalaxmi Mumbai 400 011 India  
Tel : 91 22 2493 2502 / 6655 1770  
Fax : 91 22 6655 1774  
Grams : VERIFY  
www.KSAiyar.com  
Mail@KSAiyar.com

**The Board of Directors**

**Impact Foundation (India)**

F1, 1<sup>st</sup> Floor, Laxmi Woollen Mills,  
Opposite G5A, Shakti Mills Lane,  
Off Dr. E. Moses Road, Mahalaxmi (West),  
Mumbai, 400 011

We have examined the attached FCRA Balance Sheet as at March 31, 2018, FCRA Receipts and Payments Account, FCRA Income and Expenditure Account for the year ended on that date and summary of significant accounting policies and other explanatory information annexed thereto (collectively referred as FCRA Statements) of **Impact Foundation (India) ('the Company')**, in so far as those pertain to its Foreign Contribution Regulation Account ('FCRA') Accounts, prepared by the Company having FCRA Registration no. 083781025. Preparation of these FCRA Statements in accordance with Foreign Contribution (Regulation) Act, 2010 (the 'Act') is the responsibility of the Company. Our responsibility is to verify these FCRA Statements in accordance with the said Act.

Our examination was carried out in accordance with the auditing standards generally accepted in India and the Guidance Note on Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (ICAI).

In respect of opening balances as on April 01, 2017, including the amount of brought forward foreign contribution as at that date, as per item (i) of this certificate, we have relied upon the certificate for the year ended on March 31, 2017, issued by another Chartered Accountant.

*Subject to the aforesaid* and based on our examination and as per the information and explanations given to us, we certify that,

- (i) the brought forward foreign contribution with the Company as at the beginning of the financial year was ₹ 218,08,713/-;
- (ii) foreign contribution of / worth ₹ 242,006,730 /- was received by the Company during the period April 01, 2017 to March 31, 2018;
- (iii) interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of amounting to ₹ 10,923,109/- was received by the Company during the financial year 2017-18;



Offices also at  
Chennai Kolkata  
Bangaluru Coimbatore Hyderabad

- (iv) the balance of unutilized foreign contribution with the Company at the end of the financial year 2017-18 was ₹ 1,922,944/-;
- (v) The Company has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 read with Rule 17 of the Foreign Contribution (Regulation) Rules, 2011;
- (vi) the information in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct to the best of our knowledge and belief;
- (vii) the Company has utilized the foreign contribution received for the purposes it is registered / granted prior permission under Foreign Contribution (Regulation) Act, 2010.

This certificate has been issued at the request of the Trust to whom it is addressed solely in the context of its obligation to submit Form FC 4 for the year ended March 31, 2018 and should not be used by any other person or for any other purpose, without obtaining our prior written consent.

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W

*Sachin A. Negandhi*

**Sachin A. Negandhi**  
**Partner**  
Membership No: 112888

**Place:** Mumbai  
**Date:** December 17, 2018



IMPACT FOUNDATION (INDIA)

BALANCE SHEET AS AT 31 MARCH, 2018 OF FOREIGN CONTRIBUTION RECEIVED (FCRA Balance Sheet)

Particulars	Note No.	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Corpus Fund and Liabilities</b>			
<b>Corpus funds</b>			
Corpus	3	107,551,401	107,551,401
Reserves and surplus	3	(36,361,439)	30,590,587
		<b>71,189,962</b>	<b>138,141,988</b>
<b>Non-current liabilities</b>			
Earmarked Funds	4	695,000	695,000
Other Long-term Liabilities	5	1,502,117	4,713,784
Long-term provisions	6	2,142,900	4,470,229
		<b>4,340,017</b>	<b>9,879,013</b>
<b>Current liabilities</b>			
Payables	7	4,558,591	3,353,365
Short-Term Provisions	8	1,915,522	-
Other current liabilities	11	124,984,572	153,743,049
		<b>131,458,685</b>	<b>157,096,414</b>
		<b>206,988,664</b>	<b>305,117,415</b>
<b>TOTAL</b>			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets - Property, Plant & Equipment	9	3,342,126	9,240,660
Intangible assets	10	4,215,515	172,474
Capital work in progress	12	24,847,590	
		8,178,700	7,152,696
Long-term loans and advances	13	84,934,573	78,688,363
Other non-current assets	14	<b>125,518,504</b>	<b>95,254,194</b>
<b>Current assets</b>			
Cash and Bank Balances	15	61,922,945	53,274,836
Current investments	16	-	130,102,604
Short-term loans and advances	17	9,491,303	4,982,030
Other Current Assets	18	10,055,912	21,503,751
		<b>81,470,160</b>	<b>209,863,221</b>
		<b>206,988,664</b>	<b>305,117,415</b>
<b>TOTAL</b>			
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements  
As per our report of event date.

For K. S. AIYAR & Co.  
Chartered Accountants  
Firm Registration No. : 100186W

*Sachin A. Negandhi*  
Sachin A. Negandhi

Partner  
Membership No. : 112888

For and on behalf of Board of Directors of  
Impact Foundation (India)

*Ms. Neera Nundy*  
Ms. Neera Nundy  
Director

*Mr. Deval Sanghavi*  
Mr. Deval Sanghavi  
Director

Place : Mumbai  
Date : 17/12/2018

Place : Mumbai  
Date : 17/12/2018



14



**IMPACT FOUNDATION (INDIA)****STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 MARCH, 2018 OF FOREIGN CONTRIBUTION RECEIVED (FCRA Income and Expenditure Statement)**

Particulars	Note No.	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Income</b>			
Revenue from operations	19	222,175,542	188,035,517
Other income	20	21,130,268	13,527,270
<b>Total Income</b>		<b>243,305,810</b>	<b>201,562,787</b>
<b>Expenses</b>			
Program Expenses			
-Knowledge creation for donors and funders	21	47,298,099	23,659,802
-Capacity building of social organisations	22	63,869,416	55,233,488
-Collaboration among stakeholders for large scale impact	23	145,048,282	104,599,993
		256,215,796	183,493,283
Other expenses	24	48,967,953	19,143,975
Depreciation and amortization expense	25	5,074,087	2,655,986
<b>Total expenses</b>		<b>310,257,836</b>	<b>205,293,244</b>
Surplus before tax		(66,952,026)	(3,730,457)
Tax Expenses		-	-
<b>Net Surplus / (Deficit) the year</b>		<b>(66,952,026)</b>	<b>(3,730,457)</b>

Summary of significant Accounting policies

2.1

The accompanying notes are an integral part of the financial statements  
As per our report of event date.

For K. S. AIYAR & Co.  
Chartered Accountants  
Firm Registration No. : 100186W

*Sachin A. Negandhi*  
Sachin A. Negandhi

Partner  
Membership No. : 112888

Place : Mumbai  
Date : 17/12/2018



For and on behalf of Board of Directors of  
Impact Foundation (India)

*Ms. Neera Nundy*  
Ms. Neera Nundy  
Director

*Mr. Deval Sanghvi*  
Mr. Deval Sanghvi  
Director

Place : Mumbai  
Date : 17/12/2018

## IMPACT FOUNDATION (INDIA)

### Notes to Foreign Contribution Regulation Act ('FCRA') Statements for the year ended 31 March 2018

#### 1 A) NATURE OF OPERATIONS

Impact Foundation (India) ('the Company') is a Non-Governmental Organization, which was incorporated under section 25 of the Companies Act, 1956 (now section 8 of the Companies Act, 2013) on January 25, 2001. It is a public company limited by guarantee and not having share capital. It is also registered under section 12A of the Income Tax Act, 1961 vide registration no. INS/35552.

It works:

- To create awareness on various social, moral and economic issues affecting the country and to direct this awareness to developing innovative means of generating resources - financial, material and professional - and channelize these resources to people and projects in field including Non-profit organizations and social businesses in order to accelerate poverty alleviation and transform lives.
- To encourage and support research and grass root initiative for the development and upliftment of disadvantaged group.
- To support the initiative of individual, group or organization in promoting - both formal and informal education for children and adults.

#### B) BASIS OF PREPARATION

The FCRA Balance Sheet, FCRA Income and Expenditure Account and FCRA Receipts and Payments Account – hereinafter referred collectively as FCRA Statements, have been extracted and compiled by Impact Foundation (India) ('the Company') from its books of account and other relevant records pertaining to FCRA.

## 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 2.1 USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

### 2.2 PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment, assets under development are stated at cost less accumulated depreciation and accumulated impairment losses, if any. The Cost comprises the purchase price and 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. Such cost includes the cost of replacing part of the plant and equipment if it meets the recognition criteria, i.e., the cost can be measured reliably and future economic benefits pertaining to the expenditure are expected to flow to the organization. All other repair and maintenance costs are recognised in income and expenditure as incurred.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the FCRA Income and Expenditure Account when the asset is derecognized.





## Notes to financial statements for the year ended 31 March 2018

### 2.3 DEPRECIATION ON PROPERTY, PLANT AND EQUIPMENT (PPE)

Depreciation on PPE is calculated on a Written down value basis on PPE using the rates arrived at based on the useful lives as provided in the Schedule II of the Companies Act, 2013. Assets individually costing less than Rs.5,000 in value are depreciated at 100% in the year of acquisition. The Company has used the following rates to provide depreciation on its property, plant and equipment.

Asset Class	Written Down Value	Useful Life
	Rates (%)	(Years)
Office Equipment	45.07%	5
Computer - End User Devices	63.16%	3
Computer - Server & Networks	39.30%	6
Furniture & Fixtures	25.89%	10

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

### 2.4 INTANGIBLE ASSETS

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a written down value basis over the estimated useful economic life which is estimated as 3 years by the management. Intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with Accounting Standard 5 Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the FCRA Income and Expenditure Account when the asset is derecognized.

### 2.5 RECOGNITION OF INCOME

Donations/grants and Sponsorship Fees are recognized on accrual basis upon compliance with the significant conditions, if any, and where it is reasonable to expect ultimate collection.

- Amounts received with a specific direction from donors that such amounts shall form a part of Corpus of the Foundation are credited as Corpus Fund in Balance Sheet. Grant received towards a particular project for more than a financial year is recognized as income only to the extent of cost incurred in that financial year and balance is recorded as liability.
- Dividend income is recognized when the right to receive the dividend is established.
- Interest income is recognized on a time proportion basis taking into account, the amount outstanding and the rate applicable.



## 2.6 INVESTMENTS

### a. Recognition & Measurement:

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Current Investments are carried in the financial statements at Lower of Cost & Fair Value determined on individual investment basis. Long term investments are carried at cost. However, a provision for diminution in value is made, to recognise a decline other than temporary in the value of investments. On realisation of investment, the difference between its carrying amount & net disposal proceeds is charged or credited to the FCRA Income and Expenditure Account.

### b. Presentation & Disclosure:

Investments, which are readily realisable and intended to be held for not more than one year from balance sheet date, are classified as current investments. All other investments are classified as non-current investments.

## 2.7 FOREIGN CURRENCY TRANSLATION

### a. Initial Recognition

Foreign currency transactions are recorded in Rupees by applying to the foreign currency amount the exchange rate between the Indian Rupee and foreign currency at the date of transaction.

### b. Conversion

Foreign currency monetary items are retranslated using foreign exchange rate prevailing at the reporting date. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of transaction.

### c. Exchange Differences

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements are recognised as income or as expenses in the year in which they arise.

## 2.8 RETIREMENT & OTHER EMPLOYEE BENEFITS

### a. Defined Contribution Plan

Retirement benefit in the form of provident fund is a defined contribution scheme and the contributions are charged to the FCRA Income and Expenditure Account for the year when the contributions in the respective funds are due. The Company recognized contribution payable to provident fund scheme as expenditure when an employee renders service. There are no other obligations other than the contribution payable by the Foundation. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

### b. Defined Benefit Plan

- i. Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation based on projected unit credit method made at the end of each financial year.
- ii. Actuarial gains and losses for defined benefit plan is recognized in full in the period in which it occurs in the FCRA Income and Expenditure Account.



**Notes to financial statements for the year ended 31 March 2018**

**2.9 PROVISIONS**

A provision is recognized when the Company has a present obligation as a result of past event and; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**2.10 INCOME TAXES**

Provision for taxation has not been accounted for in the FCRA books of accounts in view of the exemption of income tax availed by the Foundation u/s 11 read with section 2 (15) of the Income Tax Act, 1961.

**2.11 LEASES**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the FCRA Income and Expenditure Account on a straight-line basis over the lease term.

**2.12 CONTINGENT LIABILITY**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the FCRA statements.

14





IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

Note 3: Reserves and surplus-

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>(a) Corpus</b>		
Balance as per last Financial statements	107,551,401	107,551,401
Add: Received during the year	-	-
<b>Closing balance</b>	<b>107,551,401</b>	<b>107,551,401</b>
<b>(b) Surplus / (Deficit) of Income over Expenditure</b>		
Balance as per last financial statements	30,590,587	34,321,044
Add : Surplus / (Deficit) for the year	(66,952,026)	(3,730,457)
<b>Surplus / (Deficit) of income and expenditure</b>	<b>(36,361,439)</b>	<b>30,590,587</b>
<b>Total Reserves and Surplus</b>	<b>71,189,962</b>	<b>138,141,988</b>

Note 4: Earmarked Funds

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Earmarked Funds</b>		
Balance as per last Financial statements	695,000	17,837,594
Less: Transfer to Statement of Income and Expenditure for utilization during the year	-	(17,837,594)
Add: Unutilised Grants transferred from Grants Received during the year	-	695,000
<b>Total Earmarked Funds</b>	<b>695,000</b>	<b>695,000</b>

Note 5: Other Long-term Liabilities

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Deferred income -for grant received towards intangible assets (Note No. 28)	1,502,117	4,713,784
<b>Total Long-term Liabilities</b>	<b>1,502,117</b>	<b>4,713,784</b>

Note 6: Long-term provisions-

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Provision for Gratuity (Refer Note 27)	2,142,899	4,470,228
<b>Total Long-term provisions</b>	<b>2,142,899</b>	<b>4,470,228</b>

Note 7: Payables -

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Payables		
• Total outstanding dues of creditors	4,558,591	3,353,365
<b>Total Payables</b>	<b>4,558,591</b>	<b>3,353,365</b>

Note 8: Short-term provisions-

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Provision for Gratuity (Refer Note 27)	1,915,517	-
<b>Total Short-term provisions</b>	<b>1,915,517</b>	<b>-</b>



IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

Note 9: Property, Plant & Equipment

(Amount in Rs.)

Particulars	Office Equipments	Computers	Furniture & Fixtures	Total
<b>Cost or valuation</b>				
<b>At 1 April 2016</b>	<b>697,199</b>	<b>1,913,208</b>	<b>1,571,326</b>	<b>4,181,733</b>
Additions	629,160	2,018,579	222,293	2,870,032
Disposals	(54,069)	(89,502)	-	(143,571)
<b>At 31 March 2017</b>	<b>1,272,290</b>	<b>3,842,285</b>	<b>1,793,619</b>	<b>6,908,194</b>
Additions	14,178	1,338,530	43,036	1,395,744
Disposals	-	-	-	-
<b>At 31 March 2018</b>	<b>1,286,468</b>	<b>5,180,815</b>	<b>1,836,655</b>	<b>8,303,938</b>
<b>Depreciation</b>				
<b>At 1 April 2016</b>				-
Charge for the year	452,893	1,472,450	455,976	2,381,319
Disposals	-	-	-	-
<b>At 31 March 2017</b>	<b>452,893</b>	<b>1,472,450</b>	<b>455,976</b>	<b>2,381,319</b>
Charge for the year	377,644	1,853,120	349,729	2,580,493
Disposals	-	-	-	-
<b>At 31 March 2018</b>	<b>830,537</b>	<b>3,325,570</b>	<b>805,705</b>	<b>4,961,812</b>
<b>Net Block</b>				
<b>At 31 March 2017</b>	<b>819,397</b>	<b>2,369,835</b>	<b>1,337,643</b>	<b>4,526,875</b>
<b>At 31 March 2018</b>	<b>455,931</b>	<b>1,855,245</b>	<b>1,030,950</b>	<b>3,342,126</b>

Note 10: Intangible Assets

(Amount in Rs.)

Particulars	Softwares
<b>Gross Block</b>	
<b>At 1 April 2016</b>	<b>309,636</b>
Purchase	4,785,837
Disposals	-
<b>At 31 March 2017</b>	<b>5,095,473</b>
Purchase	3,584,008
Disposals	-
<b>At 31 March 2018</b>	<b>8,679,481</b>
<b>Amortisation</b>	
<b>At 1 April 2016</b>	
Charge for the year	209,214
Disposals	-
<b>At 31 March 2017</b>	<b>209,214</b>
Charge for the year	4,254,752
Disposals	-
<b>At 31 March 2018</b>	<b>4,463,966</b>
<b>Net Block</b>	
<b>At 31 March 2017</b>	<b>4,886,259</b>
<b>At 31 March 2018</b>	<b>4,215,515</b>



IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

**Note 11: Other current liabilities-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Statutory remittances</b>		
TDS Payable	1,617,850	4,816,730
Provident Fund Payable	90,398	274,564
Professional Tax Payable	6,000	18,600
Employee Provident Fund Payable	95,001	296,451
Unutilized Grants	120,600,033	141,850,361
Salaries Payable	-	5,900,880
Audit Fees Payable	-	585,463
Deferred income - Grant received towards intangible assets (Note No. 28)	2,575,290	-
<b>Total other current liabilities</b>	<b>124,984,572</b>	<b>153,743,049</b>

**Note 12 Capital work in progress**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Capital Work in Progress	24,847,590	-
<b>Total Capital work in progress</b>	<b>24,847,590</b>	<b>-</b>

**Note 13: Long-term loans and advances-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Balances with Government Authorities</b>		
TDS Receivable	5,554,200	4,528,196
Tax paid under protest	2,624,500	2,624,500
<b>Total Long-Term loans and advances</b>	<b>8,178,700</b>	<b>7,152,696</b>

**Note 14: Other non-current assets-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Non-Current Bank Balances (Refer Note 15)	67,843,121	67,843,121
<b>Others</b>		
Interest Accrued on term deposits - Non-Current	17,091,451	10,845,242
<b>Total other non current assets</b>	<b>84,934,573</b>	<b>78,688,363</b>

**Note 15: Cash and Bank Balances-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>(a) Cash and Cash Equivalents</b>		
<i>Balances with banks:</i>		
- In Saving accounts	1,911,426	21,728,800
Cash on hand	11,518	79,913
<b>Total Cash and Cash Equivalents</b>	<b>1,922,944</b>	<b>21,808,713</b>
<b>(b) Other Bank balances</b>		
- Deposits with remaining maturity of less than 12 months	60,000,000	31,466,122
- Deposits with remaining maturity of more than 12 months	67,843,121	67,843,121
	<b>127,843,121</b>	<b>99,309,244</b>
Amount Disclosed under other non-current assets (Refer Note 14)	67,843,121	67,843,121
	<b>60,000,000</b>	<b>31,466,122</b>
<b>Total Cash and Bank Balances</b>	<b>61,922,945</b>	<b>53,274,836</b>





IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

Note 16: Current Investments \*

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Valued at lower of cost and fair value, unless stated otherwise		
Unquoted mutual funds		
DSP BlackRock Liquidity Fund Direct Growth Mutual Fund	-	7,026,517
Kotak Liquid Mutual Fund	-	13,076,087
HDFC Liquid Mutual Fund		
ICICI Prudential Income Opportunities Mutual Fund	-	55,000,000
HDFC High Interest Short-Term Plan Mutual Fund	-	55,000,000
<b>Total Current Investments</b>	<b>-</b>	<b>130,102,604</b>

\*The Company had during earlier years made investments in Debt Oriented Mutual Funds. During the current year the Company had further invested Rs. 17,000,000 in similar Mutual Funds. All these investments were redeemed / liquidated to ensure compliance with provisions / rules made under FCRA Act, 2010

Note 17: Short-term loans and advances-

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Security Deposits	7,502,126	1,657,881
Prepaid Expenses	1,513,837	3,324,149
Advance to Vendor	475,340	-
<b>Total of short term loans and advances</b>	<b>9,491,303</b>	<b>4,982,030</b>

IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

Note 18: Other Current Assets-

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Interest Accrued on term deposits	370,367	2,322,313
Receivables (Reimbursement from US AID)	9,685,545	19,181,438
<b>Total other current assets</b>	<b>10,055,912</b>	<b>21,503,751</b>



IMPACT FOUNDATION (INDIA)

Notes to the FCRA Statements for the year ended March 31, 2018

**Note 19: Revenue from operations-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
<b>Revenue from operations</b>		
Donations Received	168,089,376	4,930,500
Grants Received	54,086,166	183,105,017
<b>Total Revenue from operations</b>	<b>222,175,542</b>	<b>188,035,517</b>

**Note 20: Other Income-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Interest Income on		
- On Term Deposits with Bank	10,207,159	9,036,848
- On Savings Bank Account	1,740,844	600,291
Dividend Income on		
- Current Investments		484,345
Net Gain on sale of Current Investments	9,182,265	3,361,998
Profit/Loss on sale of asset	-	43788
<b>Total other income</b>	<b>21,130,268</b>	<b>13,527,270</b>

**Note 21: Program Expenditure towards knowledge creation for donors and funders**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Research for Relief of the Poor	47,298,099	23659802
<b>Total Knowledge creation for donors and funders</b>	<b>47,298,099</b>	<b>23,659,802</b>

**Note 22: Program Expenditure towards capacity building of social organisations**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
NGO Training & Capacity Building	59,986,083	42,445,188
Programme for Educating Rural Girls	-	2,550,000
Programmes to prevent domestic Violence against women	3,883,333	1,700,000
Training programmes for children from vulnerable communities	-	8,538,300
<b>Total Capacity building of social organisations</b>	<b>63,869,416</b>	<b>55,233,488</b>



Notes to the FCRA Statements for the year ended March 31, 2018

**Note 23: Program Expenditure towards collaboration among stakeholders for large scale impact**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Donor Training	41,743,720	22,440,420
Nutrition for women from vulnerable communities	36,780,098	7,583,334
Nutrition and Health for child from vulnerable communities	11,800,000	7,646,100
Housing for the Urban poor, Health Hygiene and sanitation, Education, training and livelihood.	54,724,464	66,930,139
<b>Total Capacity building of social organisations</b>	<b>145,048,282</b>	<b>104,599,993</b>

**Note 24: Other expenses**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Rent	20,138,619	8,583,075
Gratuity	1,594,474	1,379,876
Employer Provident Fund	3,942,565	3,135,969
Staff Welfare	1,183,113	2,594,726
Payment to Auditors	500,000	550,000
Others	21,609,182	2,900,329
<b>Total Other expenses</b>	<b>48,967,953</b>	<b>19,143,975</b>

**Note 25: Depreciation and amortization expense-**

PARTICULARS	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Depreciation of tangible assets	2,580,493	2,446,771
Amortization of intangible assets	4,254,752	209,215
<b>Total Depreciation and amortization expense</b>	<b>6,835,245</b>	<b>2,655,986</b>





**Impact Foundation (India)**

**Notes to the FCRA Statements for the year ended March 31, 2018**

**26 US AID Reimbursement of Expenses:**

Impact Foundation (India) has an agreement with USAID on reimbursement of expenses for an agreed program. During the year, the Company has incurred expenses of Rs. 31,530,531 (Previous Year Rs.62,372,630 ) on reimbursement basis, for USAID supported program against which the company has received Rs. 2,18,44,986 (Previous Year Rs. 4,31,91,888) and amount receivable from USAID on 31 March 2018 is Rs.9,685,545 (Previous Year Rs.19,180,743) which is shown as receivable in the FCRA Balance Sheet. These expenses are netted off in the respective expense accounts. The Company has adopted an accounting policy of disclosing transactions with USAID on a net basis.

**27 Gratuity :**

The Company operates a defined benefit plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days of last drawn salary for each completed year of service. Liability for benefits is provided on the basis of valuation, as at reporting date, carried out by an independent actuary. The plan is funded with LIC of India by the Company. The actuarial valuation method used by the Independent Actuary for measuring the liability is the Projected Unit Credit Method.

**The principal assumptions used in determining gratuity obligation for the Company's plan are as shown below:**

PARTICULARS	Gratuity	
	31 March 2018 (Amount in Rs.)	31 March 2017 (Amount in Rs.)
Discount Rate	7.60%	7.10%
Salary growth rate	9.00%	9.00%
Employee turnover	10% at all ages	10% at all ages

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

**28 Grant Received Towards Intangible Asset**

Grants received by the Company related to an amortizable intangible asset is treated as deferred income and recognised in the statement of income and expenditure by allocating it over the useful life of the intangible asset in the proportion in which amortization on that intangible asset is charged. The balance deferred income is shown separately in the balance sheet under other long-term / current liabilities (refer note 5 and 9).

**29** Figures for the previous year have been regrouped /reclassified where necessary to conform to current year's classification.

As per our report of even date.

For K. S. AIYAR & Co.  
Chartered Accountants  
Firm Registration No. : 100186W



Sachin A. Negandhi  
Partner  
Membership No. : 112888  
Place : Mumbai  
Date : 17/12/2018

For and on behalf of Board of Directors of  
Impact Foundation (India)



Ms. Neera Nundy  
Director

Place : Mumbai  
Date : 17/12/2018



Mr. Deval Sanghavi  
Director



**IMPACT FOUNDATION (INDIA)**

**FCRA RECEIPTS AND PAYMENTS ACCOUNT**

Receipts	As at 31 March, 2018	Payments	As at 31 March, 2018
<b>Opening Balance</b>			
Cash in Hand	79,913	Expenses for Object of Company	198,025,572
Cash at Bank	21,728,800	Fixed Assets Purchased	4,979,752
		Capital Work in Progress	24,847,590
Donations Received	147,582,642	Investment in to Mutual Funds	17,000,000
Grants Received	53,397,664	Payment on account of current liability (net)	151,519,615
Grants For Capital Expenditure	-	Investment in to FD	225,200,000
Reimbursement from USAID	41,026,424		
Bank Interest	1,740,844		
Gains on redemption of debt mutual fund	9,182,265		
Fixed Deposit Matured	201,553,011	<b>Closing Balance</b>	
Redemption of Mutual Funds	147,102,604	Cash in Hand	11,518
Receipts on account of current assets	101,306	Cash at Bank	1,911,426
	<b>623,495,473</b>		<b>623,495,473</b>

For K. S. AIYAR & Co.  
Chartered Accountants  
Firm Registration No. : 100186W

*Sachin A. Negandhi*

Sachin A. Negandhi  
Partner  
Membership No. : 112888  
Place : MUMBAI  
Date : 17/12/2018

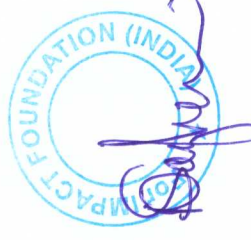


For and on behalf of Board of Directors of  
Impact Foundation (India)



Ms. Neera Nundy  
Director

Place : MUMBAI  
Date : 17/12/2018



Mr. Deval Sanghvi  
Director