

Deloitte Haskins & Sells

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF CII FOUNDATION

Report on the Financial Statements

We have audited accompanying financial statements of **CII FOUNDATION** ("the Trust"), which comprise the Balance Sheet as at 31 March, 2015 and the Income and Expenditure Account for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Trust's Management is responsible for the preparation of these financial statements in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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 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 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 internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. An audit also includes evaluating the appropriateness of the 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements of the Trust dealt with by this report comply with the applicable accounting standards issued by the Institute of Chartered

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Accountants of India and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Trust as at 31 March, 2015; and
- (b) in the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended on that date.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No. 015125N)

Jitendra Agarwal

JITENDRA AGARWAL
Partner
(Membership No. 87104)



Gurgaon, 24 September, 2015

CII Foundation
Balance Sheet as at 31 March, 2015

	<u>Schedule Ref.</u>	<u>As At 31 March, 2015 (Rupees)</u>	<u>As At 31 March, 2014 (Rupees)</u>
Sources of funds			
1. Corpus fund	1	30,021,000	20,021,000
2. Surplus/(deficit) in Income and Expenditure account	2	10,919,027	(1,483,346)
3. Earmarked funds	3	72,103,298	61,720,903
Total		<u>113,043,325</u>	<u>80,258,557</u>
Application of funds			
4. Fixed assets	4		
a. Gross block		148,890	-
b. Less: Accumulated depreciation		<u>44,667</u>	<u>-</u>
c. Net block		104,223	-
5. Current assets, loans and advances			
a. Cash and bank balances	5	109,539,471	80,629,598
b. Loans and advances	6	<u>3,998,073</u>	<u>3,523,376</u>
		113,537,544	84,152,974
6. Less: Current liabilities and provisions			
Current liabilities	7	<u>598,442</u>	<u>3,894,417</u>
7. Net current assets (5-6)		<u>112,939,102</u>	<u>80,258,557</u>
Total		<u>113,043,325</u>	<u>80,258,557</u>

Notes forming part of the financial statements 11

The above Schedules form an integral part of the financial statements

In terms of our report attached

For DELOITTE HASKINS & SELLS
Chartered Accountants

Jitendra Agarwal
JITENDRA AGARWAL
Partner

Place: Gurgaon
Date: 24 September, 2015



For and on behalf of CII Foundation

Chandrajit Banerjee
CHANDRAJIT BANERJEE
Managing Trustee

Place: New Delhi
Date: 24 September, 2015

CII Foundation
Income and Expenditure Account for the year ended 31 March, 2015

	<u>Schedule Ref.</u>	<u>Year ended 31 March, 2015 (Rupees)</u>	<u>Year ended 31 March, 2014 (Rupees)</u>
1. Income			
a. Donations received			
(i) On account of earmarked funds		30,445,953	72,789,247
Less:- transferred to earmarked funds		<u>30,445,953</u>	<u>72,789,247</u>
		-	-
(ii) Other donations		<u>17,182,467</u>	<u>4,702,800</u>
		17,182,467	4,702,800
b. Interest income		5,313,893	1,885,509
		<u>22,496,360</u>	<u>6,588,309</u>
2. Expenditure			
a. Project expenses	8		
(i) Expenses incurred for earmarked funds		20,063,558	11,582,309
Less:- transferred to earmarked funds		<u>20,063,558</u>	<u>11,582,309</u>
		-	-
(ii) Other project expenses		<u>-</u>	<u>155,877</u>
		-	155,877
b. Administration and other expenses	9	3,249,880	931,432
c. Personnel expenses	10	6,799,440	2,884,300
d. Depreciation	4	44,667	-
		<u>10,093,987</u>	<u>3,971,609</u>
3. Surplus/(deficit) carried to schedule	2	12,402,373	2,616,700

Notes forming part of the financial statements 11

The above Schedules form an integral part of the financial statements

In terms of our report attached

For **DELOITTE HASKINS & SELLS**
Chartered Accountants

Jitendra Agarwal
JITENDRA AGARWAL
Partner



Place: Gurgaon
Date: 24 September, 2015

For and on behalf of CII Foundation

Chandrajit Banerjee
CHANDRAJIT BANERJEE
Managing Trustee

Place: New Delhi
Date: 24 September, 2015

CII Foundation
Schedules forming part of the Balance Sheet

	As At 31 March, 2015 (Rupees)	As At 31 March, 2014 (Rupees)
Schedule 1		
Corpus Fund		
Opening Balance	20,021,000	10,021,000
Add: Addition during the year	10,000,000	10,000,000
Closing Balance	<u>30,021,000</u>	<u>20,021,000</u>
Schedule 2		
Surplus/(deficit) in Income and Expenditure account		
Opening Balance	(1,483,346)	(4,100,046)
Add: Balance transferred from Income and Expenditure account	12,402,373	2,616,700
Closing Balance	<u>10,919,027</u>	<u>(1,483,346)</u>
Schedule 3		
Earmarked funds (see note 3)		
Opening Balance	61,720,903	513,965
Add: Donation received during the year	30,445,953	72,789,247
Less: Amount utilised during the year	20,063,558	11,582,309
Closing balance	<u>72,103,298</u>	<u>61,720,903</u>



CII Foundation
Schedules forming part of the Balance Sheet

Schedule 4
Fixed assets

Particulars	Gross block		Depreciation		Net block As at 31.03.2015
	As at 01.04.2014	As at 31.03.2015	As at 01.04.2014	As at 31.03.2015	
Tangible assets					
Computers	-	136,190	-	40,857	95,333
Intangible assets					
Computer software	-	12,700	-	3,810	8,890
Total	-	148,890	-	44,667	104,223



CII Foundation
Schedules forming part of the Balance Sheet

	As At 31 March, 2015 (Rupees)	As At 31 March, 2014 (Rupees)
Schedule 5		
Cash and bank balances		
Balances with scheduled bank		
- in savings account	51,224,111	25,459,485
- in deposit accounts	58,315,360	55,170,113
	<u>109,539,471</u>	<u>80,629,598</u>
Schedule 6		
Loans and advances (Unsecured, considered good)		
Advances recoverable in cash or in kind or for value to be received	1,317,330	-
Donation receivable	1,874,056	3,150,000
Income tax deducted at source	480,930	73,573
Interest accrued but not due	325,758	299,803
	<u>3,998,073</u>	<u>3,523,376</u>
Schedule 7		
Current liabilities and provisions		
Current Liabilities		
Sundry creditors	587,411	3,602,445
Other liabilities	11,031	291,972
	<u>598,442</u>	<u>3,894,417</u>



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CII Foundation
Schedules forming part of the Income and Expenditure Account

	Year ended 31 March, 2015 (Rupees)	Year ended 31 March, 2014 (Rupees)
Schedule 8		
Project expenses		
Expenses incurred for earmarked funds		
a. Anganwadi project		
i. Material distribution	92,807	88,418
ii. Repair and maintenance	46,924	-
iii. Professional expenses	-	75,250
iv. Printing and stationery	6,534	7,348
v. Miscellaneous expenses	2,806	64,289
	149,071	235,305
b. Maharashtra draught relief		
i. Excavator hire charges	129,998	2,366,553
c. Odisha cyclone phailin relief		
i. Material distribution	-	140,000
ii. Food and beverages	-	119,834
	-	259,834
d. Uttarakhand relief operation		
i. Material distribution	-	3,191,732
ii. Travelling	489,480	344,269
iii. Rehabilitation of educational institutions and others	11,347,721	3,162,087
iv. Professional expenses	1,314,740	-
v. Miscellaneous expenses	103,300	208,469
	13,255,241	6,906,557
e. Women exemplar awards		
i. Award function expenses	621,868	1,000,705
ii. Cash awards	-	672,855
iii. Miscellaneous expenses	-	140,500
	621,868	1,814,060
f. Mission to sanitation in schools		
i. Construction of toilets	568,000	-
	568,000	-
g. Jammu and Kashmir relief initiative		
i. Material distribution	3,003,257	-
ii. Travelling	260,646	-
iii. Miscellaneous expenses	40,316	-
	3,304,219	-
h. Employment-equal opportunity Programme		
i. Event charges	138,404	-
ii. Miscellaneous expenses	18,490	-
	156,894	-
i. Relief operation in Assam disaster		
i. Relief material	167,143	-
ii. Professional charges	16,714	-
	183,857	-



CII Foundation
Schedules forming part of the Income and Expenditure Account

	Year ended 31 March, 2015 (Rupees)	Year ended 31 March, 2014 (Rupees)
j. Finishing school programme		
i. Professional expenses	189,000	-
ii. Miscellaneous expenses	1,260	-
	<u>190,260</u>	<u>-</u>
k. Fabrication skill training centre of excellence programme		
i. Project expenses	1,504,150	-
	<u>1,504,150</u>	<u>-</u>
Total	<u><u>20,063,558</u></u>	<u><u>11,582,309</u></u>

Other project expenses

l. Skills development project- Udaan programme		
i. Travelling and accommodation Expenses	-	38,353
ii. Workshop and seminar	-	899
	<u>-</u>	<u>39,252</u>
m. Symbiosis Finishing School Programme		
i. Travelling	-	13,301
ii. Professional Expenses	-	77,500
iii. Miscellaneous Expenses	-	25,824
	<u>-</u>	<u>116,625</u>
Total	<u><u>-</u></u>	<u><u>155,877</u></u>

Schedule 9

Administration and other expenses

a. Legal and professional expenses	3,003,743	577,528
b. Statutory audit fee (including service tax)	112,360	112,360
c. Meeting expenses	-	110,736
d. Travelling	3,906	83,246
e. Printing and stationery expenses	118,986	42,375
f. Bank charges	3,130	5,187
g. Miscellaneous expense	7,755	-
	<u>3,249,880</u>	<u>931,432</u>

Schedule 10

Personnel expenses

a. Salaries and allowances	6,799,440	2,884,300
	<u>6,799,440</u>	<u>2,884,300</u>



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CII Foundation
Schedule forming part of the Financial Statements

Schedule 11 - Significant accounting policies and notes to accounts

1. Background

CII Foundation ("the Trust") was set up in New Delhi on 7 April, 2011 as an independent Public Charitable Trust. The trust was set up for the purpose of carrying out public welfare activities including provision of assistance and educational facilities to the deprived members, for providing medical relief and rehabilitation to people in stress and all other permitted charitable activities.

2. Significant accounting policies

2.1 Basis of accounting

The financial statements have been prepared under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards prescribed by the Institute of Chartered Accountants of India (ICAI) to the extent applicable. The Trust follows the mercantile basis of accounting and recognises all income, expenses, assets and liabilities on the accrual basis.

2.2 Use of estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires the Management to make estimates and assumptions that affect the reporting balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reporting amounts of income and expenses during the year. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from such estimates.

2.3 Recognition of grants and donations

Donations

Amount received as donations towards general objects of the Trust are considered as income for the year / period and is credited to the Income and Expenditure account.

Corpus fund

Corpus fund relates to funds contributed by the trustees at incorporation and donation received with the direction to be included as a part of the Corpus.

Earmarked funds

Amounts collected against specific projects with a stipulation that expenses are to be incurred only against these projects are considered as earmarked funds. Expenses incurred against the specific projects are adjusted from the funds.

2.4 Interest Income

Interest income is recognised on time proportionate basis.



2.5 Provisions & contingencies

A provision is recognised when the Trust has a present obligation as a result of a past event, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. A contingent liability is recognised where there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

2.5 Fixed Assets

Fixed assets (including research and development assets) are recognised at cost of acquisition including any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use, net of cenvat or value added tax less accumulated depreciation, amortization and impairment loss.

2.6 Depreciation on fixed assets (Tangibles and Intangibles)

Depreciation on fixed assets including leasehold improvements is provided on the written down value of the fixed assets as per the rates mentioned in the Income Tax Act, 1961 on pro-rata basis.

2.7 Income Tax

The Trust is registered under Section 12A of the Income tax Act, 1961 ('the Act'). Under the provisions of the Act, the income of the Trust is exempt from tax, subject to the compliance of terms and conditions specified in the Act.

3. The fund movement of the earmarked funds is given below:

Projects	(In Rupees)			
	Opening Balance As at 1 April 2014	Received during the year	Disbursed during the year	Balance as at 31 March 2015
Anganwadi Project	631,485 (-)	456,061 (866,790)	149,071 (235,305)	938,475 (631,485)
Maharashtra Draught Relief	133,447 (-)	- (2,500,000)	129,998 (2,366,553)	3,449 (133,447)
Odisha Cyclone Phailin Relief	250,166 (-)	- (510,000)	- (259,834)	250,166 (250,166)
Uttarakhand Relief Operation	58,360,900 (-)	3,873,818 (65,267,457)	13,255,241 (6,906,557)	48,979,477 (58,360,900)
Women Exemplar Awards	1,185,940 (-)	500,000 (3,000,000)	621,868 (1,814,060)	1,064,072 (1,185,040)
Mission to Sanitation in Schools	- (-)	1,046,767 (-)	568,000 (-)	478,767 (-)
Jammu and Kashmir Relief Initiative	- (-)	22,165,157 (-)	3,304,219 (-)	18,860,938 (-)
Employment-Equal Opportunity Programme	645,000 (-)	- (645,000)	156,894 (-)	488,106 (645,000)
Eureka Model Villages Programme	7,500 (7,500)	- (-)	- (-)	7,500 (7,500)

Projects	Opening Balance As at 1 April 2014	Received during the year	Disbursed during the year	Balance as at 31 March 2015
Relief Operation in Assam Disaster	506,465 (506,465)	- (-)	183,857 (-)	322,608 (506,465)
Finishing School Programme	- (-)	900,000 (-)	190,260 (-)	709,740 (-)
Fabrication Skill Training Centre of Excellence Programme	- (-)	1,504,150 (-)	1,504,150 (-)	- (-)
Total	61,720,903 (513,946)	30,445,953 (72,789,247)	20,063,558 (11,582,309)	72,103,298 (61,720,903)

Figures in brackets indicate amounts pertaining to the previous year.

4. Previous period figures have been regrouped and reclassified, wherever necessary, to conform to the current year's classification.



For and on behalf of CII Foundation

[Signature]
CHANDRAJIT BANERJEE
 Managing Trustee
 Place: New Delhi

Date: 24 September, 2015