



AVA & ASSOCIATES

CHARTERED ACCOUNTANTS

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AUDIT REPORT

(In compliance to Form FC-4 made under rule 17 of Foreign Contribution (Regulation) Rules, 2011)

We have audited the accounts of **BHARAT RURAL LIVELIHOODS FOUNDATION (BRLF)** for the financial year ending the 31st March 2017 and examined all relevant books and vouchers and certify that according to the audited accounts:

1. The brought forward foreign contribution at the beginning of the financial year was Rs. Nil;
2. Foreign contribution of worth Rs.9,95,76,172 (US \$ 1,500,000) was received by the association during the financial year 2016-17;
3. Interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of/worth Rs. 7,35,875 was received (net of provision for accrual & TDS) by the Association during the financial year 2016-17;
4. The balance of unutilized foreign contribution with the Association at the end of the financial year 2016-17 was Rs. 10,03,12,047;
5. Certified that the Association 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 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011.
6. The information in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct as checked by us.
7. The association has not utilized any of the foreign contribution so received and interest received thereon during the financial year 2016-17 against the prior permission received dated on 05/02/2015.

For AVA & ASSOCIATES

Chartered Accountants

FRN: 004017N



(CA Avineesh Matta)

M. No. 083054

Place: 26/07/2017

Date: New Delhi

BHARAT RURAL LIVELIHOODS FOUNDATION (BRLF)
 Regd. Office: Room No. 38-A, Krishi Bhawan, New Delhi-110001
 FCRA BALANCE SHEET AS AT 31st MARCH 2017

CORPUS / CAPITAL FUND AND LIABILITIES		Amount in Rs.	
	Schedule	2016-17	
Endowment Fund	A	9,96,49,759	
Reserve & Surplus	B	6,62,287	
Total (Rs.)		10,03,12,047	
ASSETS			
Investment of Endowment Fund	C	9,95,76,172	
Cash & Bank Balance	D	7,35,875	
		-	
TOTAL (Rs.)		10,03,12,047	

Significant Accounting Policies
 Contingent Liabilities & Notes to Accounts

As per our report of even dated attached

FC. A & Associates
 Chartered Accountants
 FRN : 004017N



For Bharat Rural Livelihoods Foundation
 Sharad Bhargava
 Chief Finance Officer

Pramathesh Ambasta
 Chief Executive Officer



CA Avineesh Matta
 Partner
 M. No. 083054
 Place: New Delhi
 Date: 26.07.2017

BHARAT RURAL LIVELIHOODS FOUNDATION

Regd. Office: Room No. 38-A, Krishi Bhawan, New Delhi-110001

 FCRA INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2017

<u>INCOME</u>		Amount in Rs.	
		<u>2016-17</u>	
Interest received on Saving Account		6,45,097	4,39,084
Interest received on Fixed Deposit		64,510	
Less: Accrued Interest not received		2,83,797	2,96,790
Less: TDS			
TOTAL			7,35,874
EXPENDITURE			
Expenditure			
Excess of Income over Expenditure			
TOTAL			7,35,874
Significant Accounting Policies			
Contingent Liabilities & Notes to Accounts	E F		

As per our report of even date attached

For AVA & Associates
Chartered Accountants

FRN:004017N

For Bharat Rural Livelihoods Foundation

Sharad Bhargava
Chief Finance OfficerPrathmesh Ambasta
Chief Executive Officer

Date: 26.07.2017

BHARAT RURAL LIVELIHOODS FOUNDATION (BRLF) - FCRA

Regd. Office: Room No. 38-A, Krishi Bhawan, New Delhi-110001

FCRA RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR ENDED 31st MARCH 2017

Receipts	2016-17	Payments	2016-17
Opening Balance			
Cash		Investments in Bank Fixed Deposits	
Bank	-	- from Ford Foundation Fund	9,95,76,172
Ford Foundation Trusts Endowment fund	9,95,76,172		
Interest received on Saving Bank Account	4,39,084		
Interest (Net of TDS) received on Fixed Deposit with Banks	2,96,791	Closing Balance	
		a) Cash	
		b) Bank	
TOTAL	10,03,12,047	TOTAL	10,03,12,047

s per our report of even date attached

For AVA & Associates
Chartered Accountants

FRN : 004017N



CA Avineesh Matta
(Partner)

M. No. : 083054

Place: New Delhi

Date: 26.07.2017

For Bharat Rural Livelihoods Foundation

Sharad Bhargava
Chief Finance Officer



Pramathesh Ambasta
Chief Executive Officer

BHARAT RURAL LIVELIHOODS FOUNDATION (BRLF)
 Regd. Office: Room No. 38-A, Krishi Bhawan, New Delhi-110001

SCHEDULES FORMING PART OF FCRA BALANCE SHEET AS AT 31ST MARCH 2017

SCHEDULE A - Endowment Fund		2016-17
(i) Ford Foundation Endowment fund (FCRA Funds)		
Grant recived during the year	9,95,76,172	
Add: Accumulation as per grant conditions (10% of Net Interest received)	73,587	9,96,49,759
Closing balance of Ford Foundation Endowment Fund		9,96,49,759
Grand Total		9,96,49,759

SCHEDULE B - Reserve & Surplus (Amount available for utilization)		2016-17
Surplus of Income over Expenditure for the year	735874	-
Less: 10% on Net Income accumulated to Endowment Fund	73,587	6,62,287
Total		6,62,287

SCHEDULE C - Investments of Endowment Fund		2016-17
<u>Investments in FDR with Yes Bank (FCRA Funds)</u>		
Ford Foundation Endowment fund for Institutional Development and Partnerships		9,95,76,172
Total		9,95,76,172

SCHEDULE D - Cash & Bank Balances		2016-17
Bank Balances in Savings Accounts with YES Bank Chanakyapuri, New Delhi Branch Account No. 000393900000039 (FCRA Designated Account)		7,35,875
Total		7,35,875



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SCHEDULE-E TO THE FINANCIAL STATEMENT UNDER FCRA

Bharat Rural Livelihoods Foundation (BRLF)

1. Legal Status and Operation:

Bharat Rural Livelihoods Foundation (BRLF) has been promoted by Ministry of Rural Development, Government of India as an autonomous charitable society registered under the Society Registration Act, 1860 having registration no. S/ND/351/2013 dated 10th December, 2013.

Envisaged as supporting CSO projects focused on tribals, especially women's empowerment and livelihoods, BRLF's mission is to facilitate and upscale civil society action in partnership with Government for transforming livelihoods and lives of rural households, with an emphasis on women all over India. Concentrating in the Central Indian Tribal Region in the initial years of its functioning covering ten states of Odisha, Jharkhand, West Bengal, Chattisgarh, Madhya Pradesh, Andhra Pradesh, Maharashtra, Rajasthan, Telangana and Gujarat, its long term goals *inter alia* are providing grants to civil society organisations (CSOs) to meet their human resource and institutional costs for up-scaling proven interventions, invest in institutional strengthening of smaller CSOs and capacity building and development of professional human resources working at the grassroots.

2. Summary of Significant Accounting policies:

2.1 Accounting Convention

These statements of accounts have been prepared under the historical cost convention, without any adjustment to the effect of inflation.

2.2 Basis of preparation

The financial statement has been prepared following cash basis of accounting only for the purpose of compliance under FCRA.

2.3 Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made, that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known or materialized.

2.4 Grant in Aid

Treatment of Grant in Aid has been made in the accounts as per AS-12 – Accounting for Government Grants issued by Institute of Chartered Accountants of India.

- i. Grants are recognized only when there is reasonable assurance that BRLF will comply with the conditions attached to them and grants will be received.
 - ii. Grants in the nature of Corpus are treated as Corpus Fund and only the income arising out of Corpus shall be utilized to fulfil the objectives of BRLF.
 - iii. Grants received for specific purposes are utilized for the purpose of its release.
 - iv. Grants utilized to the extent of and in accordance with the grant conditions and project objectives are treated as Income in the Income & Expenditure Account.
- Unutilized grants are treated as Liabilities in the Balance sheet.



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- vi. Grant related to specific depreciable Fixed Assets treated as deferred income which is recognized in the profit and loss statement on a systematic and rational basis over the useful life of the assets. Such allocation may be in the proportion in which depreciation on related assets is charged.

2.5 Income Recognition

Interest on Fixed deposit with banks is recognized on cash basis after making appropriate adjustments from accrued interest. And thus drawing the financial statement for compliance with FCRA.

2.6 Investment

- a. Investment: Fixed deposits with banks which are intended to be held against corpus funds considered as long term and disclosed under investment.
- b. Investment of Endowment Fund: Fixed deposits with banks intended to be held against endowment funds also considered as long term and classified under Investment of Endowment Fund.
- c. Other investments: Other fixed deposit with banks shall be classified as cash and cash equivalent because of readily convertible to a known amount of cash and are subject to an insignificant risk of changes in values.


2.7 Taxes on Income

No Provision for Income Tax is considered necessary as the Society is registered as a Charitable Institution under section 12A (a) of the Income Tax Act, 1961 and the society shall fulfill the conditions attached to claim exemption under section 11 and 12 of the Income Tax Act.



For Bharat Rural Livelihoods Foundation


Pramathesh Ambasta
Chief Executive Officer


Sharad Bhargava
Chief Finance Officer



SCHEDULE-G

CONTINGENT LIABILITIES & NOTES TO ACCOUNTS (FORMING PART OF THE FCRA FINANCIAL STATEMENTS)

- I. In the opinion of the management, Current Assets are approximately of the value stated if realized in the ordinary course of operations except otherwise stated.
- BRLF had received Rs. 9,95,76,172/- (\$ 1,500,000) from Ford Foundation as Endowment Fund. Prior Permission from FCRA Division was obtained letter dated 05.02.2015 These accounts represent transactions pertaining to Foreign Contribution received and are presented in accordance with Foreign Contribution Regulation Act, 2010 and rules framed thereunder.
 - As per grant condition, BRLF would be permitted to utilize a maximum of 90 percent of revenue earned from the Endowment Fund for the purpose to meet the operational cost and the remaining 10% of the Fund's income shall be re-invested in the Fund in annual fixed deposit.
 - During the year society has earned interest of Rs. 10,84,182/- on accrual basis against the Endowment grant received from Ford Foundation. After making adjustment of Rs. 2,83,797/- on account of accrued interest and Rs. 64,510/- on account of TDS net interest of Rs. 735875/- has been received. Out of total interest so received, an amount of Rs. 73,587/- is to be re-invested in the Endowment fund in annual fixed deposit, the balance Rs. 662,287 is available for utilization.

For Bharat Rural Livelihoods Foundation


Pramathesh Ambasta
Chief Executive Officer


Sharad Bhargava
Chief Finance Officer

