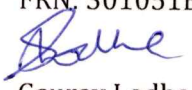


TO WHOMSOEVER IT MAY CONCERN

We Lodha & Co, Chartered Accountants, Statutory Auditors of **BHARAT RURAL LIVELIHOODS FOUNDATION (BRLF)**, having its registered office at **38A, Krishi Bhawan, New Delhi-110001**, FCRA Registration No. **231661787**, have audited the accounts of BRLF for the financial year ending the 31st March'2018 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. 10,03,12,047/- in FCRA bank account {comprising of Rs. 9,95,76,172/- as term deposits and Rs. 7,35,875/- (being interest amount)} in Saving Bank account};
2. No Foreign contribution has been received during the financial year 2017-18;
3. Interest on foreign contribution and other income derived from foreign contribution of Rs. 71,42,979/- was received (net of TDS) by the BRLF during the financial year 2017-18;
4. The balance of unutilized foreign contribution with the BRLF at the end of the financial year 2017-18 was Rs. 10,34,48,671/- {comprising of Rs. 9,96,51,172 as term deposits and Rs. 37,97,499/- in Saving Bank account (including current liabilities of Rs. 39,600)}; Certified that BRLF 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.
5. The information in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct as checked by us.

For Lodha & Co.,
Chartered Accountants
FRN: 301051E


Gaurav Lodha
(Partner)
M. No.: 507462



Date: 29/11/2018
Place: 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 2018

CORPUS / CAPITAL FUND AND LIABILITIES		Schedule	2017-18	2016-17
			Amount in Rs.	
Endowment Fund	A		100,364,760	99,649,760
Reserve & Surplus	B		3,044,311	662,287
Current Liabilities	C		39,600	-
Total (Rs.)			103,448,671	100,312,047
ASSETS				
Investment of Endowment Fund	D		99,651,172	99,576,172
Cash & Bank Balance	E		3,797,499	735,875
TOTAL (Rs.)			103,448,671	100,312,047
Significant Accounting Policies	F			
Contingent Liabilities & Notes to Accounts	G			

As per our report of even dated attached

For Bharat Rural Livelihoods Foundation

For Lodha & Co

Chartered Accountants

FRN : 301051E

Pramathesh Ambasta
Chief Executive Officer

Sharad Bhargava
Chief Finance Officer



Gaurav Lodha
Partner
M. No. 507462
Place: New Delhi
Date: 29.11.2018

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 2018

		Amount in Rs.	
<u>INCOME</u>		<u>2017-18</u>	<u>2016-17</u>
Interest received on Saving Account	124,015	645,097	439,084
Interest received on Fixed Deposit	7,367,962	283,797	296,790
Less: Accrued Interest not received	319,629	64,510	
Less: TDS	29,369		
TOTAL	7,142,979		735,874

<u>EXPENDITURE</u>					
Program Expenses					
Preparation of Human Development Report	1,430,124			-	
Course Execution Expenses	1,250,501			-	
Consultancy Fees	294,330	2,974,955		-	
Other Administration expenses					
Maintenance Expense	50,000	1,071,000		-	
Rent	1,021,000	4,045,955		-	
TOTAL		3,097,024		735,874	
Excess of Income over Expenditure		3,097,024		735,874	
TOTAL		3,097,024		735,874	
Significant Accounting Policies	F				
Contingent Liabilities & Notes to Accounts	G				

As per our report of even dated attached

For Lodha & Co

Chartered Accountants

FRN : 301051E

[Signature]

Gaurav Lodha
Partner

M. No. 507462

Place: New Delhi

Date: 29.11.2018



For Bharat Rural Livelihoods Foundation
[Signature]
 Prathamesh Ambasta
 Chief Executive Officer

[Signature]
 Sharad Bhargava
 Chief Finance Officer

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 2018

Receipts	2017-18	2016-17	Payments	2017-18	2016-17
Opening Balance					
a) Cash	-	-	Investments in Bank Fixed Deposits		99,576,172
b) Bank	735,875	-	- from Ford Foundation Fund	75,000	
			- from Interest on FD		
Ford Foundation Trusts Endowment fund		99,576,172	Expenditure		
Interest received on Saving Bank Account	124,015	439,084	Preparation of Human Development Report	1,430,125	
Interest (Net of TDS) received on Fixed Deposit with Banks	6,735,167	296,791	Course Execution Expenses	1,250,501	
			Consultancy Fees	266,830	
Interest Accrued of last year received now	283,797		Maintenance Expense	50,000	
			Rent	1,008,900	
TOTAL	7,878,855	100,312,047	Closing Balance		
			a) Cash	-	
			b) Bank	3,797,499	735,875
			TOTAL	7,878,855	100,312,047

As per our report of even dated attached

For Lodha & Co

Chartered Accountants

FRN : 301051E



Gaurav Lodha

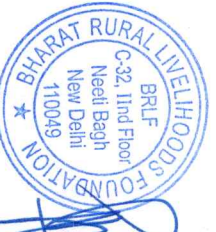
Partner

M. No. 507462

Place: New Delhi

Date: 29.11.2018

For Bharat Rural Livelihoods Foundation



Pramathesh Ambasta

Chief Executive Officer

Sharad Bhargava

Chief Finance 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 2018

SCHEDULE A - Endowment Fund		2017-18		2016-17
(i) Ford Foundation Endowment fund (FCRA Funds)				
Opening Balance		99,649,760		-
Grant received during the year	-			99,576,172
Add: Interest (Gross) Earned during the year	7,208,180		1,084,182	
Add: Accrued Interest Received during the year	283,797		-	
Less: TDS	29,369		64,510	
Less:-Interest accrued but but not due and received	319,629		283,797	
Net Interest received	7,142,979		735,875	
Less: Available for Utilization as income for the year (90% of net interest received)	6,427,979		662,287	
Add: Accumulation as per grant conditions (10% of Net Interest received Rounded Off)		715,000		73,587
Closing balance of Ford Foundation Endowment Fund		100,364,760		99,649,760
Grand Total		100,364,760		99,649,760
SCHEDULE B - Reserve & Surplus (Amount available for utilization)		2017-18		2016-17
Opening		662,287		-
Surplus of Income over Expenditure for the year	3,097,024		735,874	
Less: 10% on Net Income accumulated to Endowment Fund	715,000	2,382,024	73,587	662,287
Total		3,044,311		662,287
SCHEDULE C - Current Liabilities		2017-18		2016-17
Consultancy Expenses Payable	24,750			
TDS Payable	14,850	39,600		-
Total		39,600		-
SCHEDULE D - Investments of Endowment Fund		2017-18		2016-17
Investments in FDR with Yes Bank (FCRA Funds)				
Ford Foundation Endowment fund for Institutional Development and		99,651,172		99,576,172
Total		99,651,172		99,576,172
SCHEDULE E - Cash & Bank Balances		2017-18		2016-17
Bank Balances in Savings Accounts with YES Bank Chanakyapuri, New Delhi Account No. 000393900000039 (FCRA Designated Account)		3,797,499		735,875
Total		3,797,499		735,875



Bharat Rural Livelihoods Foundation (BRLF)

SCHEDULE-F TO THE FINANCIAL STATEMENT UNDER FCRA

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, Chhattisgarh, 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 w.r.t. to receipts only for the purpose of compliance under FCRA. Further, expenses have been reported on the basis of method of accounting followed by the society.

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.



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- 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.
- v. Unutilized grants are treated as Liabilities in the Balance sheet.
- 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 of Current year as well as previous year. 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

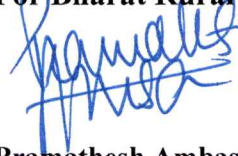
SCHEDULE-G

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

- I. In the opinion of the management:
- a. Current Assets have a value on realization in the ordinary course of business at least equal to the value at which they are stated.
 - b. BRLF had received Rs. 9,95,76,172/- (\$ 1,500,000) from Ford Foundation as Endowment Fund during the financial year 2016-17. Prior Permission from FCRA Division was obtained vide 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.
 - c. 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.
 - d. During the year society has received interest of Rs. 71,42,979/- against the Endowment grant received from Ford Foundation after making adjustment of Rs. 3,19,629/- on account of accrued interest, Rs. 29,369/- on account of TDS /- and Rs. 2,83,797/- being interest accrued for the financial year 2016-17 received in current year. Out of total interest so received, an amount of Rs. 7,15,000/- (being 10% of Income received) has been re-invested in the Endowment fund in annual fixed deposit on 4th July, 2018, thereafter from the balance of Rs. 64,27,979/- (being 90% of Income received) available for utilization, Society has utilised Rs. 40,45,955/- towards fulfilment of objectives of the society.
- II. These FCRA financial statements have been prepared in terms of the provisions of Foreign Contribution Regulation Act, 2010 and rules framed thereunder and has maintained the accounts of foreign contribution and records relating thereto in the manner specified therein.



For Bharat Rural Livelihoods Foundation


Pramathesh Ambasta
Chief Executive Officer


Sharad Bhargava
Chief Finance Officer