

INDEPENDENT AUDITOR'S REPORT

The Trustee
CREDAI CSR Foundation
New Delhi

We have audited the attached Balance Sheet of CREDAI CSR foundation as at 31st March, 2017 and the Income and Expenditure Account for the year ended on that date annexed thereto. These financial statements are the responsibility of CREDAI CSR Foundation and our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion. We report that;

- (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion, proper books of accounts have been kept by the trust so far appears from our examination of the books;
- (c) The Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of accounts;
- (d) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Accounting Policies and Notes as mentioned in Note 11 thereon give a true and fair view;
 - (i) in the case of the Balance Sheet, of the State of affairs of the Trust as at 31st March 2017; and
 - (ii) in the case of the Income and Expenditure Account, of the excess of expenditure over income for the year ended on that date.

For SARC & Associates
Chartered Accountants


Dinesh Verma, FCA
Membership Number: 089583
FRN: 006085N
Place: New Delhi
Date: 7th June 2017

CREDAI CSR FOUNDATION
Balance Sheet as on 31st March 2017

	Notes	Year ended 31st March 2017	Year ended 31st March 2016
<u>Corpus & Liabilities</u>			
Corpus Fund	2	15,700,000	15,700,000
Reserve & Surplus			
Earmarked Funds	3	5,191,100	-
General Reserve	4	(12,126,421)	(2,495,771)
<u>Current Liabilities</u>			
Trade Payables	5	57,500	30000
Other Current Liabilities	6	-	11,037
		<u>8,822,179</u>	<u>13,245,266</u>
<u>Assets</u>			
<u>Non Current Assets</u>			
Non Current Investments	7	-	12,500,000
<u>Current Assets</u>			
Cash & Cash Equivalents	8	8,257,573	509,970
Short Term Loans and Advances	9	564,606	23,531
Other Current Assets	10	-	211,765
		<u>8,822,179</u>	<u>13,245,266</u>

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017


This is the Balance Sheet referred to in our report of even date

For **SARC & Associates**
Chartered Accountants
FRN 006085N


per **Dinesh Verma**
Partner

M.No. 089583
Place : New Delhi
Date : **7th June 2017**

For **CREDAI CSR Foundation**



Getamber Anand
Trustee

Place : **NOIDA**
Date : **JUNE 6, 2017**


Atul Kumar Rai
Trustee

Place : **NEW DELHI**
Date : **MAY 31, 2017**

CREDAI CSR FOUNDATION

Income and Expenditure Account for the period 1st April, 2016 to March 31, 2017

	Notes	For the period ending on 31st March 2017	For the period ending on 31st March 2016
Income			
Project Income	11	17,787,000	-
Interest Income	12	515,699	235,296
Donations	13	3,780,000	-
Other Income	14	1,655,500	-
Total Income		23,738,199	235,296
Expenditure			
Project Expenses	15	12,595,900	-
Employee Benefit Expenses	16	724,948	306,733
Operational Expenses	17	14,542,302	2,394,334
Other Expense	18	314,599	30,000
Total Expenditure		28,177,749	2,731,067
Surplus before Appropriation		(4,439,550)	(2,495,771)
Transferred to			
Ear-marked Fund(11-15)		5,191,100	-
General Reserve		(9,630,650)	(2,495,771)

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

1

This is the Income and Expenditure Account referred to in our report of even date

For **SARC & Associates**
Chartered Accountants
FRN 006035N



per **Dinesh Verma**
Partner

M.No. 089583

Place : New Delhi

Date : **7th June 2017**

For **CREDAI CSR Foundation**



Getamber Anand
Trustee



Atul Kumar Rai
Trustee

Place : **NOIDA**

Date : **JUNE 6, 2017**

Place : **NEW DELHI**

Date : **MAY 31, 2017**

CREDAI CSR FOUNDATION

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

	As at 31 March 2017 (₹)	As at 31 March 2016 (₹)
2 Corpus Fund		
Opening Balance b/f	15,700,000	-
Add: Corpus donation received	-	15,700,000
	<u>15,700,000</u>	<u>15,700,000</u>
3 Ear-marked Funds		
As per last the Balance sheet	-	-
Addition during the year	17,787,000	-
Less: Utilized during the year	(12,595,900)	-
	<u>5,191,100</u>	<u>-</u>
4 General Reserve		
Opening Balance b/f	(2,495,771)	-
Add: Transferred from Income and Expenditure Account	(9,630,650)	(2,495,771)
	<u>(12,126,421)</u>	<u>(2,495,771)</u>
5 Current Liabilities		
Trade Payables	57,500	30,000
	<u>57,500</u>	<u>30,000</u>
6 Other Current Liabilities		
Statutory Dues	-	11,037
	<u>-</u>	<u>11,037</u>
7 Non- Current Investments		
Fixed deposit for more than 1 year	-	12,500,000
	<u>-</u>	<u>12,500,000</u>
8 Cash & Cash Equivalents		
Balance with Bank	8,257,573	509,970
Cash in Hand	-	-
	<u>8,257,573</u>	<u>509,970</u>
9 Short Term Loans and Advances		
Advance given for World Skill Competition	500,000	-
Tax deducted at source receivable	64,606	23,531
	<u>564,606</u>	<u>23,531</u>
10 Other Current Assets		
Interest accrued but not due	-	211,765
	<u>-</u>	<u>211,765</u>
11 Project Income		
Project 1600-PNBHFL	13,552,000	-
Project 1000-PNBHFL	4,235,000	-
	<u>17,787,000</u>	<u>-</u>
12 Interest Income		
Interest form Fixed Deposits	461,350	235,296
Interest from Savings Bank Account	54,349	-
	<u>515,699</u>	<u>235,296</u>
13 Donations		
Donations received	3,780,000	-
	<u>3,780,000</u>	<u>-</u>
14 Other Income		



Project handling income-
Project 1600-PNBHFL
Project 1000-PNBHFL

423,500	-
1,232,000	-
1,655,500	-

15 Project Expenses

Project 1600-PNBHFL

Assessment Fee	3,178,800	-
Student Stipend	336,000	-
Training Fee	6,774,000	-
Administration Charges	1,232,000	-
	11,520,800	-

Project 1000-PNBHFL

Assessment Fee	550,800	-
Student Stipend	-	-
Training Fee	100,800	-
Administration Charges	423,500	-
	1,075,100	-
	12,595,900	-

16 Employee Benefit Expenses

Honorarium	120,000	30,000
Salary and wages	604,948	276,733
	724,948	306,733

17 Operational Expenses

Scholarship	8,995,520	942,500
Advertisement for Scholarship	551,928	551,834
Contribution for Excellence in Sports	900,000	900,000
World Skill Competition	4,094,854	-
	14,542,302	2,394,334

18 Other Expenses

Auditor's remuneration	57,500	30,000
Bank Charges	1,725	-
General Expenses	8,044	-
Professional Charges	178,500	-
Travel Expenses	68,830	-
	314,599	30,000



Note-1

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

(Annexed to and forming part of the Balance Sheet as at 31st March, 2017)

A. Accounting Policies:

- 1 The preparation of financial statements in conformity with generally accepted accounting policies requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported accounts of revenues and expenses for the years presented. Actual results could differ from these estimates.
- 2 Interest on investments of corpus funds is recognised as income.
- 3 Accounting Standard-9 Revenue recognition states that "Revenue should be recognized at the time of rendering of services. However, if at the time of rendering services there is significant uncertainty in ultimate collection of the revenue, then the revenue recognition is postponed and in such cases revenue should be recognized only when it becomes reasonably certain that ultimate collection will be made". CREDAI CSR Foundation has followed the above principle for recognition of revenue.
- 4 Expenditures are accounted for on accrual basis.
- 5 Unutilised amount received for Earmarked Fund has been shown/carried forward to Balance sheet.



B. Notes to Accounts:

- 1 The trust named CREDAI CSR Foundation was constituted as Charitable trust on 19th May, 2015 by Confederation of Real Estate Developers association of India (CREDAI) a company registered under the provision of section 25 of the companies' act 1956 & the trustee of CREDAI CSR Foundation.
- 2 The trust named CREDAI CSR Foundation is registered u/s 80G and 12AA of the Income tax Act 1961, vide registration no. DEL-CR25307-08082016 on 19th May, 2015.
- 3 The object of the trust would be as below:
- (a) To engage in preparation, development and execution of, render, arrange and provide the necessary assistance & also expertise, encourage & cooperate in the social & charitable works & projects included under the rubric of Social Corporate Responsibility.
- (b) To initiate, participate in or motivate any social welfare/development sector programme for for promoting the social & economic welfare of and the uplift of the people include in CSR program; and
- (c) To engage, encourage, cooperate, provide necessary assistance and expertise in the social welfare/development sector under CSR programme or such other programme /programmes as are directed towards and likely to promote the social and economic welfare of and for the uplift of the people at large including sports.
- "CSR" for these purpose means any activity included in the schedule VII of the companies act 2013 or as may be decided by the Government body of the trust time to time.
- 4 The outstanding balances of creditors, debtors and other advances given to the parties are subject to confirmation and therefore; these balances are stated as per books of accounts. The Management has however, scrutinized these accounts and believes that no material adjustment will be necessary upon the receipt of confirmations.

5 Related Party Disclosures

Disclosures as required by the Accounting Standard (AS) 18 – "Related Party Disclosures" are as below:

A. Name of the related parties and nature of relationship :

Nature of Relationship	Name of Entity
Trustees	Mr. Getamber Anand Mr. Atul Kumar Rai

B. Details of balances and transactions during the year with related parties

Particulars	Trustees	Amount in Rupees	
			Total
Transactions during the year	- (-)		- (-)
Balance outstanding at the end of the year	- (-)		- (-)

Note: Figures in brackets represents previous year's comparatives

6 Auditor's remunerations and other services excluding service tax are as follows:-

	Current year (Rupees)	Previous Year (Rupees)
Fees for Statutory Audit, Certifications, Income Tax Returns	57,500 57,500	30,000 30,000



7 Disclosure of Specified Bank Notes (SBN)

Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the Table below:

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
Add: Permitted receipts	-	-	-
Less: Permitted payments	-	-	-
Less: Amount deposited in Banks	-	-	-
Closing cash in hand as on 30.12.2016	-	-	-

8 Corpus

Particulars	Opening	Addition	Utilised	Balance
Corpus	13,204,229	-	9,630,650	3,573,579
Total	13,204,229	-	9,630,650	3,573,579

9 Project Details

Projects	Opening	Addition	Utilised	Balance
Project 1600-PNBHFL	-	13,552,000	11,520,800	2,031,200
Project 1000-PNBHFL	-	4,235,000	1,075,100	3,159,900
Total	-	17,787,000	12,595,900	5,191,100

10 Previous year figure have been regrouped/rearranged wherever considered necessary.

For SARC & Associates
Chartered Accountants
FRN 006085N



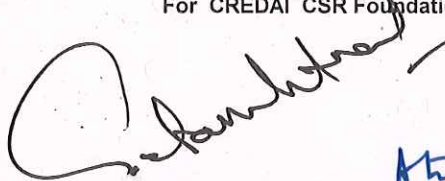
per Dinesh Verma
Partner

M.No. 089583

Place : New Delhi

Date : 7th June 2017

For CREDAI CSR Foundation



Getamber Anand
Trustee



Atul Kumar Rai
Trustee

Place : NOIDA

Date : June 6, 2017

Place : NEW DELHI

Date : MAY 31, 2017



CREDAI CSR FOUNDATION

TRUSTEES

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Atul Kumar Rai
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To
Mr. Dinesh Verma,
SARC & Associates,
Chartered Accountants,
N-226, LGF, Greater Kailash-I,
New Delhi-110048

Dear Sir,

Subject: Management representation in connection with the Statutory Audit of the financial statements for the year ended 31st March 2017.

This representation letter is provided in connection with your audit of the Balance Sheet as at 31st March 2017, the Income and Expenditure Account for the year and a Summary of Significant Accounting Policies and other Explanatory Notes/Information (collectively referred to as "financial statements") of **CREDAI CSR foundation** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view in accordance with the accounting principles generally accepted in India.

In connection with your audit, we confirm that:

1. We have fulfilled our responsibilities with respect to preparation and presentation of the financial statements and other responsibilities as set out in the terms of the engagement letter.
2. The financial statements are prepared on accrual basis and are free from material errors and omissions and present fairly the financial position, the results of its operations, in accordance with the accounting principles generally accepted in India.
3. The financial statements have been prepared on a going concern basis.
4. With respect to accounting estimates recognized or disclosed in financial statements:
 - a. Significant assumptions used by us in making the accounting estimates are reasonable.
 - b. The measurement process, including related assumptions and models, used by the management in determining the accounting estimates in context of the Indian GAAP is appropriate and consistent.

- c. The assumptions used by management in determining the accounting estimates reflect management's ability and intent to carry out specific courses of action on behalf of the entity, where relevant to the accounting estimates and disclosures.
 - d. The disclosures related to accounting estimates are complete and appropriate under the Indian GAAP.
 - e. No subsequent event requires adjustment to the accounting estimates and disclosures included in the financial statements.
 - f. The accounting estimates which are not recognized or disclosed in the financial statements do not meet the recognition or disclosure criteria as per Indian GAAP and basis for such determination is appropriate.
5. We are aware of the fact that your examination includes such tests and procedures as you considered necessary for the purpose of expressing an opinion on the financial statements. We also understand that such tests and procedures would not necessarily detect fraud, irregularities or error, if any exist. The responsibility of prevention and detection of fraud remained with us.
6. We have designed and implemented internal financial controls 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.
7. We have established & maintained the internal control over financial reporting criteria established by the Trust considering the essentials components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Trust's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.
8. We have evaluated the effectiveness of the design and operation of the Trust's internal financial controls and are not aware of any significant deficiencies or material weaknesses.
9. The financial statements are in agreement with the books of account. All transactions have been recorded in the accounting records and are reflected in the financial statements.
10. The accounting policies which are material or critical in determining the financial position, results of operations and other explanatory information are set out in the financial statements and are consistent with those adopted in the previous year.
11. We have provided you with:
- a. complete and accurate information, statutory records and documents as applicable, and other matters that are relevant to the preparation and presentation of the financial statements;
 - b. complete and accurate additional information that you have requested from us; and

- c. Unrestricted access to those persons within the Trust from whom you determined it necessary to obtain audit evidences.
12. The result of our risk assessment process did not indicate risk of financial statements being material misstated as a result of fraud or error.
13. We are not aware of any fraud or suspected fraud involving:
- a. management;
 - b. employees; or
 - c. others.
14. There are no allegations of fraud or suspected fraud, communicated by the employees, former employees, analysts, regulators or others.
15. There were no instances of non-compliance or suspected non-compliance with laws and regulations whose effects are required to be considered when preparing the financial statements.
16. We have disclosed to you the identity of the Trust's related parties and all the related party relationships and transactions of which we are aware. We further confirm that such relationships and transactions have been appropriately disclosed in the financial statements in accordance with the requirements of applicable accounting standards in India.
17. No events/transactions have taken place subsequent to the date of the financial statements, which will require adjustment or disclosure in the financial statements as per applicable accounting standards in India.
18. We will inform you about all of the following:
- Facts which become known to the management after the date of the Auditor's Report but before the date the financial statements are issued; and
 - Facts which become known to the management after the financial statements have been issued.
19. All the identified misstatements have been appropriately dealt with in the financial statements and there are no unrecorded misstatements and/or omitted disclosures.

Borrowings:

20. There are no borrowings during the financial year which are not disclosed to you.

Liabilities:

21. We have recorded all known liabilities, including those liabilities/contingencies which are likely to result in loss and require adjustment of assets or liabilities in the financial statements.
22. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Trust, in accordance with relevant provisions of the Act

Fixed assets

23. No events or changes in circumstances have occurred that indicate the carrying amounts of fixed assets may not be recoverable.
24. All the assets which were discarded or otherwise disposed-off have been appropriately dealt with in the financial statements.

Legal matters

25. The Trust does not have any pending litigations which would impact its financial position.

Commitments

26. There are no commitments as on balance sheet date.

Contingent liabilities

27. There are no contingent liabilities as at Balance Sheet date and we confirm that such situation continues as of the date of this letter.

Loans and advances:

28. All loans and advances have a value on realization in the ordinary course of business which is at least equal to the amounts at which they are stated in the Balance Sheet.
29. No loans were granted and no securities or guarantees were provided to any other person in contravention of the provisions of Section 185 of the Act.

Trade receivables

30. The Trust has no amount receivable as at the balance sheet date.

Other current/non-current assets

31. Provision, where material, has been made for any diminution in the value of any other current/non-current asset.

Pledged or assigned assets

32. There are no lien or encumbrance on the Trust's assets nor have assets been pledged, mortgaged or assigned as security for liabilities, performance of contracts, etc. except as disclosed in the financial statements.

General

33. No personal expenses have been debited to Statement of Profit and Loss.

34. The Trust has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance.
35. The Trust has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.
36. Trust has not entered into any transactions during the financial year for which provisions of Companies Act in relation to the issue of shares, debentures and conversion of debentures into shares applies.
37. The Trust has not entered into any transaction of non-cash nature, as referred to under Section 192 of the Act.
38. The Board of Directors of the Trust has not acted in violation of restriction imposed under Section 180 of the Act.
39. No contributions to political parties, charitable funds and national defense funds were made in contravention to the provisions of the Act.

For and on behalf of **CREDAI CSR foundation**



Atul Kumar Rai

Trustee

Place: New Delhi

Date: **MAY 31, 2017**