

AUDITORS' CERTIFICATE

We have audited the account of **Transforming Rural India Foundation** (“the Company”) (FC Reg No. 231661849) having its registered office: 3, Community Shopping Centre, Neeti Bagh, New Delhi, Delhi, Delhi, 110049; Corporate Identification Number: U74900DL2016NPL289589 for the year ended 31 March 2020 and examined all relevant books and vouchers and certify that according to the audited account:

1. The brought forward foreign contribution (Bank Balance) at the beginning of the financial year was Rs. Nil;
2. Foreign contributions of Rs. 205,370,339 was received by the Company during the financial year 2019-20;
3. Interest on Foreign Contribution of Rs. 1,995,847 (including TDS of Rs. 122,852) was received by the Company during the financial year 2019-20;
4. The balance of unutilized foreign contribution (Bank Balances) with the Company at the end of the financial year was Rs. 143,672,572.
5. Certified that 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 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011;
6. The information in this certificate and in the enclosed financial statements comprising of the Balance Sheet, Income and Expenditure Account, Statement of Receipts and Payments and Notes forming part of financial statements are correct as checked by us.
7. The Company has utilized the foreign contribution received for the purpose it is registered under Foreign Contribution (Regulation) Act, 2010.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Joe Pretto
Partner

Membership No. 77491
(UDIN: 21077491AAAAV7984)

Mumbai, 01 June 2021



Notes to Auditor's Certificate on Foreign Contribution Regulation Act, 2010

1. This Certificate is issued in accordance with the terms of our engagement letter reference no.: dated 22 June 2020.

Management's Responsibility

2. The Company's Management is responsible for the compilation of the information referred in our certificate –dated 01 June, 2021, maintenance of separate books of account and records, exclusively, for the foreign contributions received and utilized in terms of Foreign Contributions Regulation Act, 2010 (the "Act") and Rule 17 of the Foreign Contribution (Regulation) Amendment Rules, 2015 (the "Rules") as applicable, and preparation of these financial statements, based on the said set of accounts and records, are in accordance with the accounting principles generally accepted in India.
3. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial Statements and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

Auditor's Responsibility

4. We have examined the books of account and other relevant records and documents maintained by the Company in the normal course of its business for the purpose of providing reasonable assurance on the particulars mentioned in the certificate.
5. This certificate is based on our examination of the financial statements attached to this certificate and other relevant records and information considered necessary for the purposes of issuing this certificate and the information and explanations given to us by the Company.
6. We conducted our examination of the Statement in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes and the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Restriction on Use

This certificate has been issued at the request of the Company for submission to Secretary to the Government of India, Ministry of Home Affairs and is not to be used for any other purpose or to be distributed to any other parties. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Joe Pretto
Partner

Membership No. 77491
(UDIN: 21077491AAAAAV7984)

Mumbai, 01 June 2021



Transforming Rural India Foundation
Company Limited by Guarantee and not having Share Capital
Balance Sheet as on March 31, 2020
FCRA Registration No.: 231661849

Particulars		Note No.	March 31, 2020 (Rs.)
I	EQUITY AND LIABILITIES		
1	Non Current Liabilities		
	Other Non Current Liabilities	3	819,994
2	Current Liabilities		
	(a) Trade Payables (Includes total outstanding dues of Micro and Small Enterprises Rs. Nil)	4	6,562,347
	(b) Other Current Liabilities	5	137,233,817
			143,796,164
	TOTAL		144,616,158
II	ASSETS		
1	Non Current Assets		
	(a) Fixed Assets Tangible Assets	6	501,096
	(b) Long Term Loans and Advances	7	122,852
			623,948
2	Current Assets		
	(a) Short Term Loans and Advances	8	319,638
	(b) Cash and Cash Equivalents	9	143,672,572
			143,992,210
	TOTAL		144,616,158

See accompanying notes forming part of the financial statements

1-18

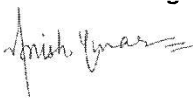

As per our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants


Joe Pretto
Partner

Mumbai
June 01, 2021



For and on behalf of the Board of
Transforming Rural India Foundation

 
Anish Kumar **Anirban Ghose**
Director Director
DIN 02599705 DIN 07324123



Transforming Rural India Foundation
Company Limited by Guarantee and not having Share Capital
Statement of Income and Expenditure for the year ended March 31 , 2020
FCRA Registration No.: 231661849

Particulars	Note No.	For the Year ended March 31, 2020 (Rs.)
I INCOME		
(a) Grant Income and Donations	10	70,728,539
Total income		70,728,539
II EXPENSES		
(a) Grant Expenses and Programme Expenses	11	65,440,208
(b) Employee Benefit Expenses	12	3,360,771
(c) Other Expenses	13	1,848,248
(d) Depreciation	6	79,312
Total expenses		70,728,539
III Excess of Income over Expenditure before tax		-
IV Tax expense		-
V Excess of Income over Expenditure for the year		-

See accompanying notes forming part of the financial statements

1-18

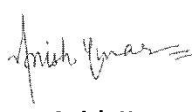
As per our report of even date attached
For Deloitte Haskins & Sells LLP
Chartered Accountants


Joe Pretto
Partner

Mumbai
June 01, 2021







**For and on behalf of the Board of
Transforming Rural India Foundation**


Anish Kumar
Director
DIN 02599705


Anirban Ghose
Director
DIN 07324123



Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements Statement of Receipt and Payment for the year ended March 31, 2020 FCRA Registration No.: 231661849			
Receipts	For the Year ended 31st March, 2020 (in Rs.)	Payments	For the Year ended 31st March, 2020 (in Rs.)
Opening Balance B/F Cash and Bank Balances Savings Account Current Account	- -	Fixed Assets purchased (Less) / Add : TDS payable (net) 580,408 -	580,408 580,408
Earmarked Funds received	205,370,339	Advance to Suppliers and Other Recivables Less:- Accrued Interest net of TDS 319,638 64,106	255,532 29,127,410
		Grants paid 29,127,410	29,127,410
		Project Expenses (Less) / Add : Gratuity Provision (181,186) (Less) / Add : Creditors Unpaid (6,562,347) (Less) / Add : TDS payable (net) (1,097,266)	28,471,999
Interest earned on Earmarked Funds 1,995,847 Less: Interest Accrued (71,229) Less: TDS recoverable (122,852) Less: TDS On Interest Accrued 7,123	1,808,889	Employee Benefit Expenses (Less) / Add : TDS payable (net) 3,360,771 - (Less) / Add : Gratuity Provision (137,712) (Less) / Add : Other Provision -	3,223,059
		Establishment Expenses 1,848,248	1,848,248
		Closing Balance C/F Cash and Bank Balances Savings Account Fixed Deposit 73,672,572 70,000,000	143,672,572
Total	207,179,228	Total	207,179,228
As per our report of even date attached For Deloitte Haskins & Sells LLP Chartered Accountants  Joe Pretto Partner			
For and on behalf of the Board of Transforming Rural India Foundation  Anish Kumar Director DIN 02599705			
  Anirban Ghose Director DIN 07324123			
Mumbai June 01, 2021			

TRANSFORMING RURAL INDIA FOUNDATION

(Company Limited by Guarantee and not having Share Capital)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2020

1. Corporate Information:

The Company is engaged and supports comprehensive development of villages in India. It supports NGOs around agreed development results in areas of rural development, healthcare, education, farming etc. and partners with state and national government in supporting work in villages. The Company has been incorporated on January 13, 2016 limited by guarantee and not having a share capital and has been granted a license under Section 8(1) of the Companies Act, 2013 by Government of India, vide its Section 8 licensed number: 106251 dated January 4, 2016. It is governed by a Memorandum and Article of Association. In the event of Company is being wound up, the liability in respect of the guarantee is limited to Rs.1,00,000 per member of the Company. The Company is registered under Section 12AA of the Income Tax Act, 1961 vide Letter No. CIT (E) I 2016-17/DEL-TR25416-26092016/6413 dated September 26, 2016 as well as under Section 80 G of the Income Tax Act, 1961 vide letter no. CIT (E) I 2016-17/DEL-TE27072-26092016/7515 dated September 26, 2016.

The Company is established to conduct various projects and programs in connection with or relating to relief to poor, watershed development, primary education, livelihood, health and nutrition, and agriculture farming. The Company incurs expenditure by way of grants given towards objects and Program expenses which represents initiatives/activities undertaken by the Company.

During the year 2018-2019, Company applied for registration under Foreign Contribution (Regulation) Act, 2010. As per communication received from Foreigners Division, Ministry of Home Affairs, Government of India dated May 16, 2019, the Company is registered under section 11(1) of the Foreign Contribution (Regulation) Act, 2010 with a registration number 231661849.

2. Significant Accounting Policies:

A. Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis. These Financial Statements have been prepared to comply in all material aspects with the Accounting Standards specified under Section 133 of the Companies Act, 2013 as applicable.

B. Use of Estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialise.



TRANSFORMING RURAL INDIA FOUNDATION

(Company Limited by Guarantee and not having Share Capital)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2020

C. Revenue Recognition:

- a) Earmarked grants are initially credited to a liability account in the Balance Sheet and are transferred to Income and Expenditure Account in the year in which and to the extent to which the Company complies with the conditions attached to them.
- b) Donations are recognized as income in Statement of Income and Expenditure in the period in which the collections are actually received.
- c) Interest Income is recognized in time proportion basis taking into account the amount outstanding.

D. Foreign Currency Transactions:

The Company has received foreign contributions under Foreign Contribution Regulatory Act, 2010 read with FCRA Rules, 2011. The foreign contribution received has been accounted for in the books the basis of FIRC copies issued by the banker. The exchange rate mentioned in the FIRC copy is taken as conversion rate for the purpose of converting foreign contribution in INR.

E. Fixed Assets:

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and any attributable cost of bringing the assets to its working condition for its intended use.

Components of Grants utilized for meeting costs of capital assets are disclosed as 'Capital Grant' as a part of 'Other Non-Current Liabilities'. Costs of such assets are capitalised. Amount equivalent to depreciation provided on such asset is released from Capital Grant to Income and Expenditure Account.

F. Depreciation:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. The depreciation is calculated on written down value method. Depreciation has been provided as per the useful / estimated life prescribed in Schedule II to the Companies Act, 2013.

Following are the categories of assets and useful life considered based on Schedule II to the Companies Act 2013:

Assets	Estimated Useful Life
Office Equipment	5 years
Computers and data processing units (including software)	3 years
Furniture and Fixtures	10 years

Assets acquired during the year where the cost of each item is Rs. 5,000/- or less are depreciated fully during the year.

TRANSFORMING RURAL INDIA FOUNDATION

(Company Limited by Guarantee and not having Share Capital)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2020

G. Expenses towards objects:

Grant expenses represent expenses towards particular programmes which are executed in collaboration with other charitable organisations. Programme expenses represent expenses towards programmes which are executed by the Company.

H. Employee Benefits:

a) Short Term Benefits:

Short term Employee Benefits are accounted as an expense in the Statement of Income and Expenditure in the year in which services are rendered.

b) Post-employment Benefit Plans

Contribution to Provident Fund are recognized as an expense in the income and expenditure account when the employees have rendered services entitling them to contributions.

Charge and provision for gratuity is recorded based on actuarial valuation done by the independent valuer.

I. Provisions and Contingencies:

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) 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 are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities (if any) are disclosed in the Notes. Contingent assets are not recognized in the financial statements.

J. Operating cycle:

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements	
Note 3 Other Non Current Liabilities	
Particulars	As at March 31, 2020 (Rs.)
(a) Provision for Gratuity	318,898
	318,898
(b) Capital Grant	
Opening Balance	-
Add: Transferred from Earmarked Funds	580,408
Less: Transferred to Statement of Income and Expenditure	(79,312)
Closing Balance	501,096
Total	819,994
Note 4 Trade Payables	
Particulars	As at March 31, 2020 (Rs.)
Sundry Creditors and other payables	6,450,762
Capital Creditors	111,585
Other Payables	-
Total	6,562,347

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Note 5 Other Current Liabilities

Particulars	As at March 31, 2020 (Rs.)
(a) Earmarked Funds (Refer Note 14)	
Opening Balance	-
Add: Received during the year	205,370,339
Add: Refund received from onward grantee	-
Add: Interest Income earned during the year	1,995,847
Less: Transfer to Capital Grant	(580,408)
Less: Transferred to Statement of Income and Expenditure	(70,649,227)
Closing Balance	136,136,551
(b) Statutory Remittances	1,097,266
Total	137,233,817

Note: The amount unutilised from Earmarked Funds represents amount received from various donors and sponsors for specific projects undertaken/ to be undertaken by the Company which have remained unutilised as at the Balance Sheet date. The debit balance in a project under earmarked funds represents expenditure over-run by use of funds of another project, which is as per the approvals received from the donors.



Transforming Rural India Foundation

Company Limited by Guarantee and not having Share Capital

Notes forming part of the financial statements

Note 6 FIXED ASSETS : FC

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Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements	
Note 7 Long Term Loans and Advances	
Particulars	As at March 31, 2020 (Rs.)
Advance Income Tax (TDS receivables)	122,852
Total	122,852
Note 8 Short Term Loans and Advances	
Particulars	As at March 31, 2020 (Rs.)
Unsecured, Considered Good	
(a) Prepaid Expenses	46,307
(b) Advances to Suppliers	209,225
(c) Other Receivables	64,106
Total	319,638
Note 9 Cash and Cash Equivalents	
Particulars	As at March 31, 2020 (Rs.)
(a) Balances with Banks	
(i) In Saving Accounts	73,672,572
(ii) In Fixed Deposits	70,000,000
Total	143,672,572

Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements	
Note 10 Grant Income and Donations	
Particulars	For the Year ended March 31, 2020 (Rs.)
Grant Income	
Transferred from Earmarked Funds	70,649,227
Transferred from Capital Grant Funds	79,312
Total	70,728,539

Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements	
Note 11 Grant Expenses and Programme Expenses	
Particulars	For the Year ended March 31, 2020 (Rs.)
Grant Expenses	29,127,410
Technical Implementation and Support Expenses	36,312,798
Total	65,440,208
Note 12 Employee Benefit Expenses	
Particulars	For the Year ended March 31, 2020 (Rs.)
Salaries and Wages*	3,360,771
Total	3,360,771
* Salary & Wages includes Contribution to Provident Fund	
Note 13 Other Expenses	
Particulars	For the Year ended March 31, 2020 (Rs.)
Professional Fees and Contractual Services	886,633
Auditors Remuneration	118,000
Insurance Charges	52,951
Rent Expenses	418,388
Training Expenses	26,763
Postage, Internet and Telephone	72,576
Electricity and Water	67,740
Repair and Maintenance	19,039
Travel and Conveyance	36,438
Bank Charges	2,465
Fees	26,171
Office Expenses	116,962
Miscellaneous Expenses	4,122
Total	1,848,248

Transforming Rural India Foundation Company Limited by Guarantee and not having Share Capital Notes forming part of the financial statements Note 14 Earmarked Funds Statement as at March 31 , 2020 FC Projects										(Amount in Rs.)
Funding Agency	Project Description	Opening Balance as at April 1 , 2019	Grants received during the year	Amount refunded by onward grantee	Interest income earned during the year	Transferred to Capital Grant	Transferred to Income and Expenditure	Closing Balance as at March 31 , 2020		
Aspen Institute (Aspen Forum for Community Solutions)	Setting up Global Opportunity Youth Network (GOYN) in Ramgarh, Jharkhand	-	6,657,645	-	-	-	67,513	6,590,132		
		-	-	-	-	-	-	-	-	
Bill & Melinda Gates Foundation	Technical Assistance to National Rural Livelihoods Mission (Support on Integrating Health & Nutrition and Farm Livelihoods)	-	112,163,956	-	1,848,459	320,129	44,121,429	69,570,857		
		-	-	-	-	-	-	-	-	
PRADAN [IKEA Foundation]	Community Based Market Solutions in Agriculture	-	30,000,000	-	101,853	100,200	15,447,296	14,554,357		
		-	-	-	-	-	-	-	-	
PRADAN [Bill & Melinda Gates Foundation]	Prototype Development and Demonstration for Model CLF with National Rural Livelihoods Mission	-	14,703,440	-	-	38,114	1,700,678	12,964,648		
		-	-	-	-	-	-	-	-	
PRADAN [Bill & Melinda Gates Foundation]	Gender Responsive Organisations for Women (GROW)	-	1,438,979	-	-	-	721,433	717,546		
		-	-	-	-	-	-	-	-	
PRADAN [IKEA Foundation]	Partnerships for Integrated Development and Empowerment (PRIDE)	-	900,000	-	-	-	3,809,053	(2,909,053)		
		-	-	-	-	-	-	-	-	
Syngeta Foundation India	Support for Agriculture Development Entrepreneur	-	2,000,000	-	45,535	-	696,011	1,349,524		
		-	-	-	-	-	-	-	-	
Project Concen International [Bill & Melinda Gates Foundation]	Technical Assistance to UP State Rural Livelihoods Mission	-	37,506,319	-	-	121,965	4,085,814	33,298,540		
		-	-	-	-	-	-	-	-	
Total : FC Grants FY 19-20		-	205,370,339	-	1,995,847	580,408	70,649,227	136,136,551		

The debit balance in a project under earmarked funds represents expenditure over-run by use of funds of another project, which is as per the approval received from the donors.

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Transforming Rural India Foundation
Company Limited by Guarantee and not having Share Capital
Notes forming part of the financial statements

Note 15 Segment Reporting

The Company is registered as Section 8 Company with a purpose of providing comprehensive support and development of villages in India. It supports NGOs around agreed development results in areas of rural development, healthcare, education, farming etc. and partners with state and national government in supporting work in villages which is a single geographical and business segment, and hence primary and secondary segment reporting as per the Accounting Standard 17 is not required to be disclosed.

Note 16

A nationwide lockdown was imposed during March, 2020 due to COVID 19 pandemic, Foundation is following all safety protocols set out by it's Board of Directors across all its branches and has adapted control procedures to smoothly support Foundation's activities in villages. Foundation has mounted a massive relief and rehabilitation programme in villages to support vulnerable communities. The financial impact from lockdown for 2019 -20 is not material on the Foundation.

Note 17

The bifurcation of costs within various cost centres and budgets have been done based on Management's Judgement.

Note 18

The Company registered under Foreign Contribution (Regulation) Act, 2010 in current year hence previous year figures are not applicable.

