

INDEPENDENT AUDITORS' CERTIFICATE

REF: JP/2135

We have audited the account of **Collectives for Integrated Livelihood Initiatives** ("the Society") (FC Reg No.231661407) having its registered office: 13 82 LGF Vikram Vihar Lajpat Nagar IV, New Delhi - 110024; Society Registration Number: S/586486/2007 in the state of Delhi for the year ending March 31, 2016 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 April 1, 2015 was Rs. 23,539,437;
2. Foreign contributions of Rs. 32,520,000 was received by the Society during the financial year 2015-16;
3. Interest on Foreign Contribution of Rs. 1,325,826 was received by the Society during the financial year 2015-16;
4. The balance of unutilized foreign contribution (Bank Balance) with the Society at the end of the year 31st March 2016 was Rs. 37,138,905;
5. Certified that the Society 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, Receipts and Payments Account and Notes to the financial statements is correct as checked by us.
7. The Society 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
ICAI Regn.No.117366W/W-100018



Joe Pretto
Partner
Membership No. 077491

Place: Mumbai
Dated: December 13, 2016

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.: JP/125 dated January 19, 2016.

Management's Responsibility

2. The Society's Management is responsible for the compilation of the information referred in our certificate – JP/ 2135 dated December 13, 2016 , maintenance of separate set of accounts 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"), 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 Society 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 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 Society.
6. We conducted our examination of the Statement in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (ICAI) and the Standards on Auditing specified under Section 143(10) of the Companies Act 2013. 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

8. This certificate has been issued at the request of the Society 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
ICAI Regn.No.117366W/W-100018



Joe Pretto
Partner
Membership No. 077491

Place: Mumbai
Date: December 13, 2016

COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

BALANCE SHEET (FOREIGN CONTRIBUTION) AS AT MARCH 31, 2016

Particulars	Note No.	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Funds & Liabilities			
(a) Earmarked Fund	3	37,523,375	27,480,962
(b) Other Funds	4	187,519	173,251
		37,710,894	27,654,213
Current liabilities			
(a) Payables	5	530	1,968,026
		530	1,968,026
TOTAL		37,711,424	29,622,239
ASSETS			
Fixed assets			
Fixed assets	6	187,519	173,251
		187,519	173,251
Current Assets			
(a) Loans and advances	7	385,000	5,909,551
(b) Cash and bank balances	8	37,138,905	23,539,437
TOTAL		37,711,424	29,622,239
See accompanying notes forming part of the financial statements	1-10		

In terms of our Certificate ref JP/2135 dated December 13, 2016 attached.

For Deloitte Haskins & Sells LLP

For and on behalf of the Collectives for Integrated livelihood Initiatives

Chartered Accountants

Joe Pretto
Partner



V. Kulkarni
Executive Director

B. S. Tarapurwala
President

Bhaskar G. G. G. G.
Treasurer

Place : Mumbai

Date : 13/12/2016

Place : MUMBAI

Date : 12/12/2016



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

**RECEIPTS & PAYMENTS ACCOUNT (FOREIGN CONTRIBUTION)
FOR THE YEAR ENDED MARCH 31, 2016**

2014-2015 (In Rupees)	Receipts	2015-2016 (In Rupees)	2014-2015 (In Rupees)	Payments	2015-2016 (In Rupees)
1,236,558	Opening Balance B/F	1,005,416	10,447,397	Grant paid	15,917,759
21,531,237	Bank Balance	22,534,021	5,267,637	Project Expenditures	4,192,816
	Short Term Deposit		130,365	Fixed assets purchased	135,783
	Cash				
15,002,500	Grant received	32,520,000		Closing Balance C/F	
1,614,541	Interest on Grants	1,325,826	1,005,416	Bank Balance	39,624
			22,534,021	Short Term Deposit	37,099,281
				Cash	
39,384,836	Total	57,385,263	39,384,836	Total	57,385,263

In terms of our Certificate ref JP/213 dated December 13, 2016 attached.

For Deloitte Haskins & Sells LLP

Chartered Accountants

Joe Pretto
Partner



For and on behalf of the Collectives for Integrated livelihood Initiatives

V. V. V.
Executive Director

B. S. Vasapour
President

Amal K. Saha
Treasurer

Significant Accounting policies and Notes to accounts for the year ending 31 March, 2016.

1. **Background of CINI (The Society):** CINI is a resource agency promoted by the Tata Trusts for the Central Indian Tribal belt. Registered under Societies Act 1860, vide registration number (S/586486/2007). The Society is working in the areas of enhancement of livelihoods and expanding quality of life choices for tribal communities in the Central Indian Tribal belt.

The Society incurs expenditure by way of grants given towards objects and project expenses which represents initiatives/activities undertaken by the society.

The Society is registered under Section 12AA of the Income Tax Act, 1961, vide letter dated March 4, 2009 The Society has also obtained a certificate under section 80G of the Income Tax Act, 1961.

The Society is also registered under the Foreign Contribution (Regulation) Act, 2010 vide Registration Number 231661407 dated 22nd February, 2013. The Certificate of Registration is valid for a period of five years from the date of registration under the Act.

2. **Significant Accounting Policies**

- 2.1 **Basis of accounting:**

The financial statements have been prepared on a cash basis except for certain items such as provision for gratuity which are accounted for on accrual basis.

The Society has accounted for Restricted Grants in its financial statements to the extent these have been applied for the objectives during the year.

The Society utilizes the funds either through its own resources or through its Associated Partner organizations. All these Associated Partner organizations are registered under section 12A of Income Tax Act. FCRA funds are utilized only through Organizations registered under FCRA Act.

- 2.2 **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 Society complies with the conditions attached to them. Interest from Fixed deposit created from such fund is transferred to respective grants.
 - b) Interest Income is recognized in the year of receipt.
 - c) Funds received from foreign donors are kept in designated bank accounts and separate books of accounts are also maintained as per FCRA rules.



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES (CINI)

Notes forming part of the financial statements

2.3 Foreign Currency Transactions:

The Society has received foreign contribution under Foreign Contribution Regulation Act, 2010 read with FCRA Rules, 2011. The foreign contribution received has been accounted for in books on 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 into INR.

2.4 Employee benefits:

a) Short Term Benefits:

Short term Employee Benefits are accounted as an expense in the Income and Expenditure account in the year in which the payments are made.

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 an independent actuary.

2.5 Fixed Assets and depreciation :

a) Fixed assets are stated at written down values i.e. cost of acquisition less accumulated depreciation. Cost of acquisition of fixed assets includes all direct expenses relating to acquisition of the asset.

b) Fixed Assets Fund is created for the fixed assets purchased from specific grant received.

c) Depreciation is provided on the written down value method in accordance with the rates prescribed under Income Tax Act which are given below:

Nature of Assets	Rate of depreciation percentage
Computers	60%
Furniture & Fixtures	10%
Plant & Machinery	15%
Office Equipment	15%
Books & Periodicals	100%

2.6 Deposit with Banks:

The unutilized funds/surplus funds are invested in fixed deposits with Banks and are carried at principle amount of deposit.



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES (CINI)

Notes forming part of the financial statements

2.7 Grants:

Grants paid to implementing partners are accounted as an expense in the year of payment.

2.8 Taxation:

The Society is registered under Section 12AA of the Income Tax Act, 1961, vide letter dated March 4, 2009 which entitles it to claim an exemption from Income tax provided certain conditions laid down in the Income Tax Act 1961 are complied with. Provision for tax will be made only in the year in which the Society is unable to establish reasonable certainty of its ability to fulfil these conditions.



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

Notes forming part of the financial statements

Note 3 Earmarked Fund

Particulars	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Balance at beginning of the year	27,480,962	26,804,655
Add: Received/(adjusted) during the year	32,520,000	15,002,500
Add: Interest income	1,486,865	1,739,144
Less: Transferred to Income and Expenditure Account	23,828,669	15,934,972
Less: Transferred to Fixed Assets Fund	135,783	130,365
Less: Grant Returned	-	-
Total	37,523,375	27,480,962

Refer Annexure 3.1a and 3.1b for details

Note 4 Other Funds

Particulars	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Fixed Assets Fund		
Balance at beginning of the year	173,251	139,971
Add: Received during the year	135,783	130,365
Less: Transferred to Income and Expenditure Account	77,282	97,085
Less: Deletion during the year	44,233	-
Total	187,519	173,251

Note 5 Payables

Particulars	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Payables		
for goods	-	-
for expenses	-	1,967,080
Statutory Dues		
TDS Liability	530	946
Total	530	1,968,026



Handwritten signature



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

Notes forming part of the financial statements

Note 3.1a Earmarked fund Donorwise

Name of the donor	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Bill & Melinda Gates Foundation	37,523,375	27,480,962
	37,523,375	27,480,962

Note: The amount unutilized Earmarked Fund represents amount received from Bill & Melinda Gates Foundation for the Integrated Drinking Water and Development Project undertaken by the Society which have remained unutilized as at the Balance Sheet date.



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

Notes forming part of the financial statements

Annexure 3.1b Earmarked Fund projectwise details

S.No.	Project Name	Opening Balance as on April 1, 2015	Grant Received/ (adjusted) during the year	Interest earned during the year	Transferred to Income and Expenditure Account	Adjustment (Transfer to Income)	Transferred to Fixed Assets Fund	Grant returned to Donor	Closing balance as on March 31, 2016
1	Integrated Water and Sanitation model for Rural India	27,480,962	32,520,000	1,486,865	23,828,669	-	135,783	-	37,523,375
		26,804,655	15,002,500	1,739,144	15,934,972	-	130,365	-	27,480,962
	Current Year Total	27,480,962	32,520,000	1,486,865	23,828,669	-	135,783	-	37,523,375
	Previous year Total	26,804,655	15,002,500	1,739,144	15,934,972	-	130,365	-	27,480,962

* Previous year figures are in Italics



Handwritten signature in blue ink.



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES
Notes forming part of the financial statements

Note 6
Fixed Assets

Particulars	Gross Block (at Cost)				Depreciation			Net Block		
	Opening Balance as on April 1, 2015	Additions during the year	Deletion during the year	Closing balance as on March 31, 2016	Rate of Depreciation	Opening Balance as on April 1, 2015	Depreciation for the year	Closing balance as on March 31, 2016	As at March 31, 2016	As at March 31, 2015
Computers & Software	235,105	35,400	23,983	246,522	60%	135,949	55,722	191,671	54,851	99,156
	155,755	79,350		235,105		46,727	89,222	135,949	99,156	109,028
Office Equipment	26,840	77,903	20,250	84,493	15%	2,013	12,372	14,385	70,108	24,827
		26,840		26,840			2,013	2,013	24,827	-
Furnitures and Fixtures	24,175	8,530		32,705	10%	1,209	3,150	4,359	28,346	22,966
		24,175		24,175			1,209	1,209	22,966	-
Plant & Machinery	33,452	13,950		47,402	15%	7,150	6,038	13,188	34,214	26,302
	33,452			33,452		2,509	4,641	7,150	26,302	30,943
Total Movable Assets	319,572	135,783	44,233	411,122		146,321	77,282	223,603	187,519	173,251
Previous Year	189,207	130,365		319,572		49,236	97,085	146,321	173,251	139,971



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

Notes forming part of the financial statements

Note 7 Loans and advances (Unsecured, considered good)

Particulars	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
(a) Advance Income Tax (TDS Recoverable)	385,000	223,961
(b) Loans and Advances to Others	-	5,685,590
Total	385,000	5,909,551

Note 8 Cash and Bank Balances

Particulars	As at 31 March, 2016 (In Rupees)	As at 31 March, 2015 (In Rupees)
Cash and Bank Balance		
(a) Balances with banks		
(i) In Saving accounts	39,624	1,005,416
(ii) Term Deposit Accounts	37,099,281	22,534,021
	37,138,905	23,539,437
Total	37,138,905	23,539,437



COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES

Notes forming part of the financial statements

Note 9 Project Expenses

Particulars	2015-2016 (In Rupees)	2014-2015 (In Rupees)
Employee Benefit Expenses	2,464,927	2,122,152
Honorarium and Consultancy Fees	9,000	374,188
Travel and Conveyance	645,097	302,711
Miscellaneous expenses	165,869	113,475
Training & Capacity Building	208,116	1,859,115
Programme Expenses	700,337	715,934
		-
Total	4,193,346	5,487,575




COLLECTIVES FOR INTEGRATED LIVELIHOOD INITIATIVES (CINI)
Notes forming part of the financial statements


10. OTHER MATTERS:

- a) The bifurcation of costs within various projects, budgets have been done based on Management's Judgement.
- b) In the current year, grant expenditure is recorded as an expense when paid, whereas, in the previous year the expenses was recorded on receipt of utilization certificate, hence the previous year figures are strictly not comparable. Previous year figures have been regrouped/reclassified wherever necessary.

For Collectives for Integrated Livelihood Initiatives


Executive Director


President


Treasurer

Place: MUMBAI
Date: 12/12/16

