

**CENTRE FOR CATALYZING CHANGE (formerly CEDPA INDIA)**  
**FOREIGN CONTRIBUTION ACCOUNT**  
**C-1, HAUZ KHAS, NEW DELHI - 110 016**  
**BALANCE SHEET AS AT MARCH 31, 2018**

PARTICULARS	Sch. No.	As At March 31, 2018		As At March 31, 2017	
		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
<b>SOURCES OF FUNDS</b>					
<b>General Reserve Fund</b>	1		16,32,906		13,90,332
<b>Designated Fund</b>	2		5,80,53,090		5,57,69,698
<b>Restricted Funds</b>					
Corpus/ Endowment Funds	3	6,66,64,639		6,42,01,639	
Grants & Contributions	4	28,92,21,291	35,58,85,930	9,22,16,246	15,64,17,885
<b>Current Liabilities and Provisions</b>					
Sundry Creditors	5	3,48,062		17,93,649	
Statutory Liability		12,06,385		5,67,969	
Expenses Payable		13,56,091		1,33,115	
Provisions for Employee Benefits		90,14,000	1,19,24,538	68,88,246	93,82,979
<b>TOTAL</b>			<b>42,74,96,464</b>		<b>22,29,60,894</b>
<b>APPLICATION OF FUNDS</b>					
<b>Fixed Assets</b>					
Gross Block	7	94,30,948		73,66,898	
Less: Accumulated Depreciation		66,37,282		49,26,517	
Net Block			27,93,666		24,40,381
<b>Current Assets, Loans &amp; Advances</b>					
Grants & Contributions	4	1,19,48,949		20,84,104	
Other Current Assets	6	84,55,829	2,04,04,778	52,99,595	73,83,699
<b>Cash and Bank Balances</b>					
Cash in hand		32,694		340	
Bank Balances	8	40,06,33,752	40,06,66,446	20,93,61,746	20,93,62,086
<b>Advances recoverable in cash or in kind or for value to be received</b>	9		36,31,574		37,74,728
<b>TOTAL</b>			<b>42,74,96,464</b>		<b>22,29,60,894</b>
<b>Accounting Policies and Notes to Accounts</b>	12				

As per our report of even date attached

**For T R Chadha & Co LLP**

Chartered Accountants

Firm Registration Number: 006711/N/1566028

*Aashish*

Aashish Gupta  
(Partner)

Membership No. 097343



Place : Gurgaon

Date : This 26th day of September 2018

**For Centre for Catalyzing Change**

*Aparajita Gogoi*  
Dr. Aparajita Gogoi  
Executive Director

*Arun Kumar*  
Mr. Arun Kumar  
Director - Operations

*Sallu Kumar*  
Mr. Sallu Kumar  
Member and Treasurer Governing Board

**CENTRE FOR CATALYZING CHANGE (formerly CEDPA INDIA)**  
**FOREIGN CONTRIBUTION ACCOUNT**  
**C-1, HAUZ KHAS, NEW DELHI - 110 016**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED MARCH 31, 2018**

PARTICULARS	Sch No.	Year ended March 31, 2018 Amount (Rs.)	Year ended March 31, 2017 Amount (Rs.)
<b><u>INCOME</u></b>			
Income from Programs	4	12,86,98,673	8,88,63,598
Interest income	10	1,18,77,573	1,30,72,906
Donation/ Miscellaneous Income		10,462	30,80,765
Exchange Gain		-	3,40,780
Appropriation from Designated Fund	2	39,53,431	5,60,848
<b>TOTAL</b>		<b>14,45,40,139</b>	<b>10,59,18,897</b>
<b><u>EXPENDITURE</u></b>			
Communication Expenses	11	12,10,177	11,78,702
Consultancy Expenses		1,93,34,317	1,54,20,211
Establishment Expenses		1,10,44,272	83,60,978
Information Dissemination Expenses		43,02,402	16,52,165
Salaries and Benefits			
-Program		3,79,45,273	2,90,08,719
-General and Administrative		1,53,69,047	54,69,497
Subgrant expenses		2,83,21,917	1,12,75,742
Travel Expenses		79,17,219	65,87,402
Workshop & Seminar Expenses		1,17,82,941	62,40,801
<b>TOTAL</b>		<b>13,72,27,565</b>	<b>8,51,94,217</b>
Excess of Income over Expenditure		73,12,575	2,07,24,680
<b><u>APPROPRIATIONS</u></b>			
Transfer to Building Fund		29,10,000	92,08,000
Transfer to Program Innovation and		14,55,000	46,04,000
Transfer to Asset Replacement Fund		2,42,000	7,67,000
Transfer to C3-Unniti Small Grants Endowment Fund		24,63,000	22,98,000
Transfer to Program Support and Infrastructure Fund		-	30,80,765
Transfer to General Reserve Fund		2,42,575	7,66,916
<b>TOTAL</b>		<b>73,12,575</b>	<b>2,07,24,680</b>

As per our report of even date attached

For T R Chadha & Co LLP

Chartered Accountants

Firm Registration Number: 006711/N/500028

*Aashish*  
Aashish Gupta

(Partner)

Membership No. 097343



Place: Gurugram

Date: This 26<sup>th</sup> day of September 2018

For Centre for Catalyzing Change

*Aparajita Gogoi*  
Dr. Aparajita Gogoi  
Executive Director

*Arun Kumar*  
Mr. Arun Kumar  
Director - Operations

*Sailil Kumar*  
Mr. Sailil Kumar  
Member and Treasurer Governing Board

**CENTRE FOR CATALYZING CHANGE (formerly CEDPA INDIA)**  
**FOREIGN CONTRIBUTION ACCOUNT**  
**C-1, HAUZ KHAS, NEW DELHI - 110 016**  
**RECEIPT AND PAYMENT ACCOUNT**  
**FOR THE YEAR ENDED MARCH 31, 2018**

RECEIPTS	Amount (Rs.)	PAYMENTS	Amount (Rs.)
<b>OPENING BALANCE</b>		<b>PAYMENTS</b>	
Cash in Hand	340.00	Communication Expenses	11,69,151.00
Balance with HDFC Bank Ltd.		Consultancy Expenses	1,79,70,224.00
---in Fixed Deposit Account	19,43,74,768.00	Establishment Expenses	91,69,542.54
---in Designated Savings Bank Account	1,49,86,977.73	Information Dissemination Expenses	42,36,533.17
<b>GRANTS RECEIVED FROM</b>		Salaries and Benefits	4,78,43,595.00
Population Council	6,05,400.00	Subgrant expenses	2,79,73,855.00
Bill and Melinda Gates Foundation	20,76,16,838.48	Travel Expenses	77,95,814.61
David and Lucile Packard Foundation	4,82,09,018.53	Workshop & Seminar Expenses	1,17,77,819.47
Plan India	61,798.00	Computers and other office equipments	20,64,050.00
The John D. and Catherine T. MacArthur Foundation	95,69,043.00	Advances to project partners, staff etc.	54,77,492.13
JHPIEGO	2,03,98,457.00	Previous years liability paid	50,54,806.00
White Ribbon Alliance	33,63,486.70		
Population Action International	41,76,294.64		
BARR Foundation	96,47,131.82		
Chairities Aid Foundation India	51,15,323.00		
Impact Foundation India	20,00,000.00		
<b>OTHER RECEIPTS</b>		<b>CLOSING BALANCE</b>	
Miscellaneous Receipts	10,462.00	Cash in Hand	32,694.00
Last years advances recovered	42,73,150.90	Balance with Kotak Mahindra Bank Ltd.	
Interest from the Bank	1,66,89,427.00	---in Fixed Deposit Account	39,43,70,954.00
Interest on TDS refund	1,01,412.10	---in Designated Savings Bank Account	62,62,797.98
<b>TOTAL</b>	<b>54,11,99,328.90</b>		<b>54,11,99,328.90</b>

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Registration Number: 006711N/N500028

  
Aashish Gupta  
(Partner)  
Membership No. 097343



Place : Gurgaon  
Date : This... 26<sup>th</sup> day of September 2018

For Centre for Catalyzing Change

  
Dr. Aparajita Gogoi  
Executive Director

  
Mr. Arun Kumar  
Director - Operations

  
Mr. Salil Kumar  
Member and Treasurer Governing Board

**ENTRE FOR CATALYZING CHANGE (formerly CEDPA INDIA)  
FOREIGN CONTRIBUTION ACCOUNT  
SCHEDULES FORMING PART OF THE BALANCE SHEET**

**SCHEDULE 1 - GENERAL RESERVE FUNDS**

Particular	As At 31/03/2018		As At 31/03/2017	
	Amount (Rs.)		Amount (Rs.)	
Opening Balance	13,90,332	16,32,906	6,23,416	13,90,332
Add: Excess of Income over Expenditure	2,42,575		7,66,916	
<b>TOTAL</b>		<b>16,32,906</b>		<b>13,90,332</b>

**SCHEDULE 2 - DESIGNATED FUNDS**

Particular	As At 31/03/2018		As At 31/03/2017	
	Amount (Rs.)		Amount (Rs.)	
Deferred Revenue Fund - Assets under projects				
Opening Balance	12,34,933	16,45,247	12,44,952	12,34,933
Add: Additions during the year	16,29,823		5,50,829	
Less: Utilized during the year	(12,19,509)		(5,60,848)	
Building Fund				
Opening Balance	3,97,61,000	4,26,71,000	3,05,53,000	3,97,61,000
Appropriation from I&E Account	29,10,000		92,08,000	
Program Innovation and Staff Development Fund				
Opening Balance	1,02,80,000	90,01,078	56,76,000	1,02,80,000
Less : Utilized during the year	(27,33,922)		46,04,000	
Appropriation from I&E Account	14,55,000			
Asset Replacement Fund				
Opening Balance	14,13,000	16,55,000	6,46,000	14,13,000
Appropriation from I&E Account	2,42,000		7,67,000	
Board Reserve Fund				
	30,80,765	30,80,765	30,80,765	30,80,765
<b>TOTAL</b>		<b>5,80,53,090</b>		<b>5,57,69,698</b>

**SCHEDULE 3 - CORPUS / ENDOWMENT FUNDS**

Particular	As At 31/03/2018		As At 31/03/2017	
	Amount (Rs.)		Amount (Rs.)	
Opening Balance	6,42,01,639	6,66,64,639	6,36,30,483	6,42,01,639
Less: Utilized during the year	-		(17,26,844)	
Add: Appropriation from I&E Account	24,63,000		22,98,000	
<b>TOTAL</b>		<b>6,66,64,639</b>		<b>6,42,01,639</b>

For T R Chadha & Co LLP

Chartered Accountants

Firm Registration Number: 006711N/N500028



Aashish Gupta  
(Partner)

Membership No. 097343

Place : Gurugram

Date : This 26<sup>th</sup> day of September 2018

For Centre for Catalyzing Change

Dr. Aparajita Gogoi  
Executive Director

Mr. Arun Kumar  
Director - Operations

Mr. Saiil Kumar  
Member and Treasurer Governing Board



**SCHEDULE 4 - GRANTS AND CONTRIBUTIONS**

Programs	Opening Balance	Received		Availed/Utilized during the year		Closing Balance
		Grants	Interest	against Income	against Assets	
Gender Equity and Governance	2,97,22,213	20,82,21,273	45,17,766	3,49,86,425	3,59,113	20,71,15,714
Reproductive Health	3,42,43,041	6,97,64,079	14,34,856	6,24,96,333	5,40,045	4,24,05,598
Girls Education and Youth Development	2,57,65,751	3,27,77,439	7,53,283	3,08,14,778	7,30,665	2,77,51,030
Small Grants Programs	4,01,137	-	-	4,01,137	-	(0.00)
<b>TOTAL</b>	<b>9,01,32,142</b>	<b>31,07,62,791</b>	<b>67,05,905</b>	<b>12,86,98,673</b>	<b>16,29,823</b>	<b>27,72,72,342</b>

Restricted Funds - Grants and Contributions	9,22,16,246					28,92,21,291
Current Assets - Grants and Contributions	(20,84,104)					(1,19,48,949)

**SCHEDULE 5 - CURRENT LIABILITIES AND PROVISIONS**

Particular	As At 31/03/2018	As At 31/03/2017
undry Creditors	3,48,062	17,93,649
Statutory Liability	12,06,385	5,67,969
Expenses Payable	13,56,091	1,33,115
Provisions for Employees Benefits		
-Provision for Gratuity	54,72,261	40,52,856
-Provision for Compensated Absences	35,41,739	28,35,390
<b>TOTAL</b>	<b>1,19,24,538</b>	<b>93,82,979</b>

**SCHEDULE 6 - OTHER CURRENT ASSETS**

Particular	As At 31/03/2018	As At 31/03/2017
Security Deposits	4,04,185	1,13,570
Accrued Interest	36,80,414	18,87,775
Tax Receivables	43,71,230	32,98,250
<b>TOTAL</b>	<b>84,55,829</b>	<b>52,99,595</b>

For T R Chadha &amp; Co LLP

Chartered Accountants

Firm Registration Number: 006711N/N500028


 Ashish Gupta  
(Partner)

Membership No. 097343

Place : Gurgaon

 Date : This 26<sup>th</sup> day of September 2018

For Centre for Catalyzing Change

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**CENTRE FOR CATALYZING CHANGE (formerly CEDPA INDIA)  
FOREIGN CONTRIBUTION ACCOUNT  
SCHEDULES FORMING PART OF THE BALANCE SHEET  
SCHEDULE 7 - SCHEDULE OF FIXED ASSETS**

PARTICULARS	GROSS BLOCK		ACCUMULATED DEPRECIATION			NET BLOCK	
	As at	Additions/ (Deletion) during the year	As at	As at	Depreciation for the year	As at	As at
	01.04.2017		31.03.2018	01.04.2017	31.03.2018	31.03.2018	31.03.2017
Information Technology (IT) Equipment	11,88,163	2,78,912	14,67,075	11,54,703	2,67,630	14,22,333	33,460
Office Equipment	17,24,004	1,55,315	18,79,319	9,29,199	1,66,927	10,96,126	7,94,805
Furniture & Fixtures	2,96,041	-	2,96,041	2,16,206	12,140	2,28,346	79,835
Vehicle	9,31,400	-	9,31,400	6,34,335	44,559	6,78,894	2,97,065
Donated Assets	283	-	283	-	-	-	283
<b>TOTAL</b>	<b>41,39,891</b>	<b>4,34,227</b>	<b>45,74,118</b>	<b>29,34,443</b>	<b>4,91,256</b>	<b>34,25,699</b>	<b>12,05,448</b>

PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK	
	As at	Additions during the year	As at	As at	Depreciation for the year	As at	As at
	01.04.2017		31.03.2018	01.04.2017	31.03.2018	31.03.2018	31.03.2017
Information Technology (IT) Equipment	21,69,547	13,73,626	35,43,173	17,31,699	10,63,694	27,95,393	4,37,848
Furniture & Fixtures	-	43,472	43,472	-	4,350	4,350	39,122
Office Equipment	1,72,625	2,12,725	3,85,350	71,241	47,110	1,18,351	1,01,384
Vehicle	8,84,835	-	8,84,835	1,89,134	1,04,355	2,93,489	6,95,701
<b>TOTAL</b>	<b>32,27,007</b>	<b>16,29,823</b>	<b>48,56,830</b>	<b>19,92,074</b>	<b>12,19,509</b>	<b>32,11,583</b>	<b>12,34,933</b>
<b>GRAND TOTAL</b>	<b>73,66,898</b>	<b>20,64,050</b>	<b>94,30,948</b>	<b>49,26,517</b>	<b>17,10,765</b>	<b>66,37,282</b>	<b>24,40,381</b>

B - Assets acquired under Programs/ Deferred Revenue Fund

For Centre for Catalyzing Change

For T R Chadha & Co LLP  
Chartered Accountants  
Firm Registration Number: 006711N/N500028



Aashish Gupta  
(Partner)  
Membership No. 097343

Place : Gurgaon  
Date : This 26th day of September, 2018

Dr. Aparajit Govoi  
Executive Director

Mr. Sanku Kumar  
Member and Treasurer Governing Board

Mr. Arun Kumar  
Director - Operations

**SCHEDULE 8- BANK BALANCES**

Particular	As At 31/03/2018	As At 31/03/2017
Balance with Bank	62,62,798	1,49,86,978
Fixed Deposit	39,43,70,954	19,43,74,768
<b>TOTAL</b>	<b>40,06,33,752</b>	<b>20,93,61,746</b>

**SCHEDULE 9 - ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED**

Particular	As At 31/03/2018	As At 31/03/2017
Program Partners	27,08,985	26,84,787
Unrepaid Expenses	5,52,669	1,10,328
Advance to Vendors	1,65,382	8,70,077
Advance to Staff	2,04,538	1,09,536
<b>TOTAL</b>	<b>36,31,574</b>	<b>37,74,728</b>

**SCHEDULE 10 - INTEREST INCOME**

Particular	For the year ended	
	31/03/2018	31/03/2017
Interest on Savings Account	17,86,856	9,55,490
Interest on Deposit	1,66,95,210	1,46,28,431
Interest on Income Tax Refund	1,01,412	73,491
Less: Interest provided to Donor	(67,05,905)	(25,84,506)
<b>TOTAL</b>	<b>1,18,77,573</b>	<b>1,30,72,906</b>

**SCHEDULE 11 - BREAKUP OF EXPENDITURE UNDER PROGRAMS**

For the year ended 31-03- 2018

Natural Heads of Accounts	Gender and Governance	Reproductive Health	Girls Education and Youth Development	Small Grants Program	Program Support	TOTAL
Communication Expenses	1,89,631	3,71,841	2,03,976	25,157	4,19,572	12,10,177
Consultancy Expenses	55,71,850	69,70,355	54,43,885	48,835	12,99,392	1,93,34,317
Establishment Expenses	9,28,505	10,58,517	4,46,423	15,541	85,95,286	1,10,44,272
Information Dissemination Expenses	1,16,889	3,13,527	36,38,716	3,620	2,29,650	43,02,402
Salaries and Benefits	85,50,291	1,59,21,769	1,22,13,891	12,59,322	1,53,69,047	5,33,14,320
Subgrant expenses	1,07,37,094	1,47,21,658	-	28,63,165	-	2,83,21,917
Travel Expenses	13,09,737	39,99,588	18,15,523	70,674	7,21,697	79,17,219
Workshop & Seminar Expenses	13,88,333	73,55,952	27,48,732	835	2,89,089	1,17,82,941
<b>TOTAL</b>	<b>2,87,92,330</b>	<b>5,07,13,207</b>	<b>2,65,11,146</b>	<b>42,87,149</b>	<b>2,69,23,733</b>	<b>13,72,27,565</b>

For T R Chadha &amp; Co LLP

Chartered Accountants

Firm Registration Number: 006711N/N500028

Ashish Gupta  
(Partner)

Membership No. 097343



Place : Gurgaon

Date : This 26th day of September 2018

For Centre for Catalyzing Change

Dr. Aparajita Gogoi  
Executive DirectorMr. Arun Kumar  
Director - Operations

Mr. Salil Kumar

Member and Treasurer Governing Board

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FOR THE YEAR  
ENDING 31.03.2018**

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**SCHEDULE – 12**

**A. SIGNIFICANT ACCOUNTING POLICIES**

**1 Organization**

Centre for Catalyzing Change (C3) (formerly Centre for Development and Population Activities-CEDPA India) is registered as a society under the Societies Registration Act 1860 vide registration number S - 42102 of 2002. It is also registered as under: -

- i) Under section 12A of the Income Tax Act, 1961 vide registration number DIT (E)/2002-03/T-830/03/1415 dated January 23, 2004 w.e.f. November 01, 2003;
- ii) Under section 80G of the Income Tax Act, 1961 vide number – F.No.DIT(E)/ 80G/2012-13/T-830/5702 dated 27/03/2012 w.e.f. A.Y.2012-13;
- iii) Under the Foreign Contribution Regulations Act, 1976 vide registration number 231661003 valid upto October 31, 2021; and having PAN - AAATT6660R and TAN - DELT04972C;
- iv) Under Department of Labour. Government of National Capital Territory of Delhi vide registration no – 2018003807 dated January 23, 2018.
- v) Under the Bihar Tax on Professions, Trade, Calling and Employments Act, 2011 vide registration number – 10AAATT6660R

C3 works hand-in-hand with women leaders, local partners and national and international organizations to give women the tools they need to improve their lives, families and communities. C3's approach to ensure lasting change within communities involves three interrelated strategies: Reproductive Health, Gender and Governance, and Youth Development. The organization builds women leaders to take on progressive roles in development. C3's training programs help women identify and hone their skills, and build core competencies.

Further, C3 supports community based organizations and provides them with the technical assistance to initiate and sustain change. The goal is to help build sustainable organizations and networks that can respond most effectively and responsibly to community needs over time. C3 also helps women leaders by bringing together women and diverse stakeholders on a common platform and working with them in sustained advocacy efforts for social and policy change.

**2 Basis of Preparation of Financial Statements**

The financial statements have been prepared in accordance with the generally accepted accounting principles in India and in compliance with the Accounting Standards issued by The Institute of Chartered Accountants of India and the relevant presentational requirements and are based on the historical cost convention. In preparing these financial statements, accrual basis of accounting has been followed, unless otherwise stated.





### **3 Going Concern**

The accounts of the Society have been prepared on going concern basis.

### **4 Restricted Funds (Corpus/ Endowment Funds)**

Corpus/ Endowment funds are those funds which are received from the donor with specific direction that they shall form part of the corpus/ endowment fund of the organization. The corpus/ endowment funds as reported in the Balance Sheet represents the net fund balance considering receipts, utilization and accretions thereto as at balance sheet date.

### **5 Restricted Funds (Grants & Contributions)**

Restricted funds are funds whose use, has been limited by donors for a specific time and / or for a specific purpose. Funds received are initially treated as a liability and on satisfaction of the conditions governing each grant, in the case of revenues or expenses, are transferred to the Income and Expenditure Account on the basis of utilization during the year, and in the case of assets acquired, are transferred to the Deferred Revenue Fund during the year. Grants and contribution shown under the "Current Assets" represent funds receivable due to utilization of funds in excess of the funds received against the particular project/program.

### **6 Designated Funds**

Designated funds are those funds, which are specifically mandated by applicable law and/or established by C3, for specific purposes. The Funds reported in the Balance Sheet are:

- i. Deferred Revenue Fund, which represents net value of assets, acquired using Restricted Funds.
- ii. Building Funds, which represent the amount allocated for acquiring premises for the purposes of the organization.
- iii. Program Innovation Funds, which represent funds allocated to be used for any initiative to fulfill the objectives, mission and vision of the organization
- iv. Asset Replacement Funds, which represent funds allocated to be used for acquiring/ replacing assets for the purposes of the organization.
- v. Program Support and Infrastructure Funds, which represents funds allocated to be used for program development and implementation and any infrastructure requirements of the organization as may be expressly approved by the Governing Body.

### **7 Foreign Currency Transactions**

Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

Monetary items denominated in foreign currencies at the year-end are translated at the exchange rates prevailing on the date of the Balance Sheet. Non-monetary items denominated in foreign currencies are carried at cost.

Any income or expense on account of exchange differences, either on settlement or on translation of transactions, is recognized in the Income and Expenditure Account.



## **8 Fixed Assets and Depreciation**

### **8.1 Fixed Assets acquired by applying Restricted Funds:**

Fixed Assets acquired from Restricted Funds are reported at historical cost and correspondingly reports a Deferred Revenue Fund at net book value. For a better understanding of the operational costs, the use of these assets has been valued at a cost equivalent to depreciation for the year and the same has been reported as expenditure, and the corresponding appropriation from the Deferred Revenue Fund is reported as income in the Income and Expenditure Account.

Assets purchased by applying restricted funds remain in this fund till such time the relevant project, out of which the assets were purchased remains live. Once the relevant project(s) is completed the assets are transferred to the fixed assets and the relevant appropriation are passed to the Deferred Revenue Fund and is reported as income in the Income and Expenditure Account.

### **8.2 Fixed Assets acquired from own sources of funds:**

Fixed Assets acquired out of own sources of funds are reported at historical costs. Depreciation is charged at the rates prescribed under the Income Tax Rules, 1962 on the written down value method as reported in the Balance Sheet. The expenditure which materially increases the useful life of the asset is capitalized. Assets which have fulfilled their useful life are written off at their respective historical costs and the corresponding accumulated depreciation is accordingly adjusted. Gain and/or loss from sale of such assets are taken to the Income and Expenditure Account.

### **8.3 Fixed Assets received through Donation**

Fixed Assets received through donation are recognized at nominal value. These assets are reported as "Donated Asset" in the schedule of fixed assets and as an addition to the General Reserve Fund. All donations are considered to be available for unrestricted use, unless otherwise specifically provided by the donor.

### **8.4 Depreciation**

- Depreciation on fixed assets is provided on the written down value method at the rates specified in the Income Tax Rules, 1962 as applicable for the financial year.
- In respect of additions to the fixed assets, full depreciation is provided on additions over 6 months and at 50% of the rate on additions less than 6 months as on the Balance Sheet date.
- No depreciation is provided in the year of disposal of asset
- Assets acquired during the year costing Rs. 5,000/- or less, as well as existing assets as at April 01 whose written down value is less than Rs. 5,000/-, are depreciated fully during the year.
- No depreciation is provided on donated assets and the same are written off upon discarding, disposal of the same.



- Depreciation on Assets through Restricted Funds is charged by appropriation from the Deferred Revenue Fund and a corresponding credit is made to the Income and Expenditure Account.

## **9 Accounting of Income and Expenditure**

Incomes and expenditures are recognized in accordance with the terms and conditions embodied in respective agreements with donors, vendors and project partners as well as on the basis of reasonably accurate quantification of the amounts that C3 is legally entitled to receive and/or pay, as the case may be.

## **10 Investments**

During the year investment in fixed deposit with the bank are stated at net realizable value and reported in the Balance Sheet under Cash and Bank Balance.

## **11 Retirement Benefits**

Gratuity has been provided for in accordance with the payment of Gratuity Act. Leave encashment is provided for on accrual basis on the basis of actual calculations.

## **12 Provisions**

Provision is recognized when an organization 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 and in respect of which a reliable estimate can be made. Provisions are determined based on management estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate.

## **13 Income and accumulation/set apart of Income as per Income Tax Act 1961**

An organization is required to utilize minimum 85% of its current year's income towards its aims and objectives and is permitted to accumulate/ set apart up to maximum of 15% of its current year's income to be utilized later on.

In the event, the organization, for whatever reasons does not meet the requirement of utilizing 85% of its current year's income, then it is permitted to accumulate/set apart the resultant shortfall for a maximum period of five subsequent financial years. If the organization does not utilize the amount so accumulated/set-apart in the subsequent five financial years, then the amount remaining unutilized will be subject to applicable Income Tax.

Accordingly, the organization follows the due process for accumulation, as prescribed under the Income Tax Act 1961; in case of utilization is less than 85% of the current year's income towards its aims and objectives.



## B. NOTES TO ACCOUNTS

### 1 Contingent Liabilities

The Income Tax Department has issued a notice under section 143(1) dated March 17, 2018 in which it has denied the benefit of accumulation under section 11(2) & 11(5) of the Income Tax Act for the financial year 2015-16 and consequently raised an income tax demand of Rs.1,75,32,108/- against an accumulation of Rs. 4,40,00,000/-. This demand is primarily on the grounds that C3 did not submit the required FORM 10 through the online filing process in accordance with the amended provisions of the Income Tax Act in force with effect from April 01, 2016. C3 has instead initially filed the FORM 10 through the conventional process directly with the office of the concerned Officer on September 23, 2016 which was within the due date for filing and has properly completed all processes related to Accumulation as required by the provisions of section 11(2) of the Income Tax Act. Furthermore, C3 has also separately filed the FORM 10 through the online process on March 27, 2018 as a late filing. On June 19, 2018, C3 has filed an appeal with the Commissioner of Income Tax (Appeal) against the order received u/s 154 of the Income Tax Act and also filed an application, on August 28, 2018, before the Commissioner of Income Tax (E) for condoning the delay of online filing of Form-10. The liability to pay tax demand is contingent on the outcome of our applications filed with the Income Tax Department, as stated above.

2 Previous year's figures have been regrouped and rearranged wherever necessary.

### 3 a) Foreign Contribution Received

Particulars	Current Year Amount in Rs.	Previous Year Amount in Rs.
Foreign Contribution		
- in Cash	32,75,64,092	11,36,91,653
- in Kind	-	-
<b>Total</b>	<b>32,75,64,092</b>	<b>11,36,91,653</b>

### b) Expenditure in Foreign Currency

Particulars	Current Year Amount in Rs.	Previous Year Amount in Rs.
Expenditure in Foreign Exchange	Nil	Nil
<b>Total</b>	<b>Nil</b>	<b>Nil</b>

4 As per the Internal Assessment of the Society there is no asset requiring provision for impairment as on 31-03-2018 as per AS 28 issued by the Institute of Chartered Accountants of India.

### 5 Income and accumulation/set apart of Income as per Income Tax Act 1961

During the current year C3 has a shortfall in utilization to the tune of 57.40% i.e. Rs. 19,00,00,000/- of its current year's income, consequently the Governing Body has resolved, through circular resolution on September 25, 2018 to accumulate/ set apart the shortfall of Rs. 19,00,00,000/- i.e.57.40% of its current year's income, for utilization within the next five years, for the following purposes:





Purposes	Amount (Rs.)
To be utilized on the aims and objectives of the organization including but not limited to programs and activities on Gender and Governance, Reproductive Health and Rights and Girls Education and Youth Development	19,00,00,000
<b>Amount to be accumulated</b>	<b>19,00,00,000</b>

Accordingly, the cumulative position within the meaning of section 11(2) of the Income Tax Act – 1961 is give below:

Sl No	Year of accumulation	Amount accumulated in the year of accumulation	Purpose of accumulation	Amount applied for charitable/ religious purposes upto the beginning of previous year	Amount invested or deposited in the modes specified in Section -11	Amount applied for charitable/ religious purposes during the previous year	Balance amount available for application	Amount deemed to be income within meaning of sub-section (3) of section 11
1	2015-16	1,00,00,000	To transition the school based adolescent life skill education program in Jharkhand and to test an integrated resilience and adolescent health curriculum in Bihar	35,14,999	-	64,85,001	-	NIL
2	2015-16	3,00,00,000	Public and Political Prioritization of RMNCH+A+N in Bihar (India National MNCH Advocacy - Quality of Care	1,61,88,226	7,25,396	1,30,86,378	7,25,396	NIL



3	2016-17	2,40,00,000	Improved quality of care in maternal health : Addressing gaps in human resources, infrastructure and better allocation and utilization of funds	-	90,33,373	1,49,66,627	90,33,373	NIL
4	2016-17	1,50,00,000	To consolidate and scale up PAHAL a program that builds the leadership skills of elected representatives to improve the quality of reproductive health and maternal health services.		80,86,470	69,13,530	80,86,470	NIL
5	2016-17	40,00,000	Each - Equal Access for change - Harnessing opportunities			40,00,000	-	NIL
6	2017-18	19,00,00,000	To be utilized on the aims and objectives of the organization including but not limited to programs and activities on Gender and Governance, Reproductive Health and Rights and Girls Education and Youth Development	-	19,00,00,000	-	19,00,00,000	NIL
	TOTAL	27,30,00,000		1,97,03,225	20,78,45,239	4,54,51,536	20,78,45,239	

- 6 Debit / Credit balances included in Loans and Advances, Current Liabilities are pending confirmation and consequential reconciliation. Adjustments in this respect, in the opinion of the management are not likely to be material and would be carried out as and when ascertained.



- 7 In the opinion of the management, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated.

**For T R Chadha & Co LLP**

Chartered Accountants

Firm Registration Number: 006711N/N500028



Aashish Gupta  
(Partner)

Membership No. 097343



Place: Gurgaon

Date: This 26<sup>th</sup> day of September 2018

**For Centre for Catalyzing Change**



Dr. Aparajita Gogoi  
Executive Director



Mr. Arun Kumar  
Director - Operations



Mr. Salil Kumar

Member and Treasurer Governing Board