

**AUDITORS' CERTIFICATE**

**REF: JP/6691**

We have audited the account of **Himmotthan Society** ("the Society") (FC Reg. No. 347900161) having its registered office at 193, Vasant Vihar, Phase II Dehradun, Uttarakhand, India - 248006, Society Registration Number: 78/2007-2008 in the state of Uttarakhand for the year ending March 31, 2018 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 ₹ 28,883,676;
2. Foreign contributions of ₹ 34,795,348 was received by the Society during the financial year 2017-18;
3. Interest on Foreign Contribution of ₹1,397,999 was received by the Society during the financial year 2017 -18;
4. The balance of unutilized foreign contribution (Bank Balance) with the Society at the end of the financial year was ₹20,409,555;
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, Statement of Receipts and Payments and Notes forming part of financial statements are 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.

This certificate is to be read along with the notes in Appendix 1.

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



Joe Pretto  
Partner  
Membership No.77491

Place: Mumbai  
Date: October 11, 2018

# **Deloitte Haskins & Sells LLP**

## **Appendix 1 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/4668 dated December 19, 2017

### **Management's Responsibility**

2. The Society's Management is responsible for the compilation of the information referred in our certificate – JP/6691 dated October 11, 2018, 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.

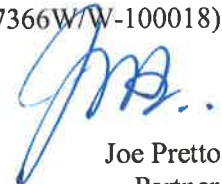
### **Auditor's Responsibility**

4. We have examined the books of account and other relevant records and documents maintained by the 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 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 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, 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

Place: Mumbai  
Date: October 11, 2018

## BALANCE SHEET (FOREIGN CONTRIBUTION) AS AT MARCH 31, 2018

Particulars	Note No.	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
<b>FUNDS AND LIBAILITIES</b>			
<b>Funds</b>			
(a) General Funds	3	61,332	-
(b) Earmarked Funds	4	20,369,895	29,594,146
(c) Other Funds	5	680,788	237,821
		<b>21,112,015</b>	<b>29,831,967</b>
<b>LIABILITIES</b>			
(a) Sundry Creditors	6	120,355	-
<b>TOTAL</b>		<b>21,232,370</b>	<b>29,831,967</b>
<b>ASSETS</b>			
(a) Fixed assets	7	680,788	237,821
(b) Loans and advances	8	142,027	492,773
(c) Programme Inventory	9	-	217,697
(d) Cash and bank balances	10	20,409,555	28,883,676
<b>TOTAL</b>		<b>21,232,370</b>	<b>29,831,967</b>
<b>See accompanying notes forming part of the financial statements</b>		<b>1-17</b>	

In terms of our certificate ref. JP/6691 dated October 11, 2018 attached.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants

Joe Pretto  
Partner



For and on behalf of the Himmotthan Society

Chairman



Secretary / Treasurer

Place : Mumbai  
Date : October 11, 2018

Place : Dehradun  
Date : October 11, 2018

## INCOME AND EXPENDITURE ACCOUNT (FOREIGN CONTRIBUTION) FOR THE YEAR ENDED MARCH 31, 2018

Particulars	Note No.	For the Year Ended March 31, 2018 (₹)	For the Year Ended March 31, 2017 (₹)
<b>Income</b>			
Transfer from Earmarked Funds	4	44,545,882	24,246,077
Transfer from Fixed Assets Fund	5	367,417	161,379
<b>Total Income</b>		<b>44,913,299</b>	<b>24,407,456</b>
<b>Expenses</b>			
Expenditure on objects of the Society			
(a) Grants Paid		18,268,101	3,926,000
(b) Programme Expenses	11	24,598,400	19,120,841
(c) Employee Benefit Expenses	12	759,920	726,972
(d) Establishment Expenses	13	919,461	472,264
(e) Depreciation Expenses	7	367,417	161,379
<b>Total Expenses</b>		<b>44,913,299</b>	<b>24,407,456</b>
<b>Excess of Income over Expenditure</b>		-	-
<b>See accompanying notes forming part of the financial statements</b>	<b>1-17</b>		

In terms of our certificate ref. JP/6691 dated October 11, 2018 attached.

For **Deloitte Haskins & Sells LLP**  
Chartered Accountants

  
**Joe Pletto**  
Partner



For and on behalf of the Himmotthan Society

  
Chairman








  
Secretary / Treasurer

Place : Mumbai  
Date : October 11, 2018

Place : Dehradun  
Date : October 11, 2018

## RECEIPT AND PAYMENT ACCOUNT (FOREIGN CONTRIBUTION) FOR THE YEAR ENDED MARCH 31, 2018

Particulars	For the Year Ended March 31, 2018 (₹)	For the Year Ended March 31, 2017 (₹)
<b>RECEIPTS :</b>		
<b>Opening Balance B/f</b>		
Bank Balance	1,871,210	5,797,000
Short Term Deposit	27,012,466	43,153,607
Grant received	34,795,348	2,050,000
Interest received on Fixed Deposit	1,397,999	2,477,503
TDS Refund received	350,746	-
<b>Total</b>	<b>65,427,769</b>	<b>53,478,110</b>
<b>PAYMENTS :</b>		
Grant paid	18,268,101	3,926,000
Programme Expenses	24,282,495	19,120,841
Employee Benefit expenses	737,773	726,972
Establishment expenses	919,461	472,264
Fixed assets purchased	810,384	282,915
Refund of Earmarked Grant	-	62,642
Statutory Liability Paid	-	2,800
<b>Closing Balance C/f</b>		
Bank Balance	2,340,819	1,871,210
Short Term Deposit	18,068,736	27,012,466
<b>Total</b>	<b>65,427,769</b>	<b>53,478,110</b>
In terms of our certificate ref. JP/6691 dated October 11, 2018 attached.		
For <b>Deloitte Haskins &amp; Sells LLP</b> Chartered Accountants	For and on behalf of the Himmotthan Society	
 Joe Pretto Partner	 Chairman	 Secretary / Treasurer
		
Place : Mumbai Date : October 11, 2018	Place : Dehradun Date : October 11, 2018	

## HIMMOTTHAN SOCIETY

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

#### 1. SOCIETY OVERVIEW:

- i. Himmotthan Society ("the Society") is registered with the Registrar of Societies, Uttarakhand under the Society Registration Act, 1860 vide registration No. 78/2007-2008 dated December 20, 2017 which is valid till December 19, 2022.
- ii. The Society is registered under Foreign Contribution (Regulation) Act, 1976 ("FCRA") vide registration no. 347900161. During the Financial Year 2016-17, FCRA authorities has renewed FCRA certificate for the period starting from November 1, 2016 to October 31, 2021 dated October 28, 2016.
- iii. The Society incurs expenditure by way of grants given towards objects and project expenses which represents initiatives/activities undertaken by the society.
- iv. Main objects of the Society are to promote, develop and undertakes activities in Sanitation, Agriculture, Livelihood, Environment, Education, Drinking water, Health, Pollution, Renewable energy, etc as and when required and also focus on poor and underprivileged, in particular people living below poverty line, scheduled caste and scheduled tribes.

#### 2. SIGNIFICANT ACCOUNTING POLICIES:

- i. **Basis of Preparation of Financial Statements:**  
The financial statements have been prepared on cash basis except for certain items such as provision for gratuity which are accounted for on accrual basis.
- ii. **Fixed Assets:**  
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. Fixed assets value up to 5,000/- is fully depreciated in the year of acquisition. Fixed Assets Fund is created for the fixed assets purchased from specific grant received.
- iii. **Depreciation:**  
Depreciation is provided on the written down value method in accordance with the rates prescribed under Income Tax Act which are given as below.

<u>Nature of Assets</u>	<u>Rate of Depreciation Percentage</u>
Computer & Software	40%
Furniture & Fixture	10%
Office Equipment	15%
- iv. **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.
  - b) Interest Income is recognized in the year of receipt.
  - c) Income from symposia, seminars and workshops are recognized on receipt for symposia, seminars and workshops organized and held.
- v. **Foreign Currency Transactions:**

The Society 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 on the basis of Foreign Inward Remittance Certificate copies issued by the banker. The exchange



**HIMMOTTHAN SOCIETY**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

rate mentioned in the FIRC copy is taken as conversion rate for the purpose of converting foreign contribution in INR.

vi. **Grant :**

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

vii. **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.



**HIMMOTTHAN SOCIETY****Notes forming part of the financial statements****Note 3: General Funds**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
<b>General Fund</b>		
Balance at beginning of the year	-	-
Add: Transferred from Earmarked Funds	61,332	-
<b>Total</b>	<b>61,332</b>	-

**Note 4: Earmarked Funds**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Balance at beginning of the year	29,594,146	49,658,277
Add: Received during the year	34,795,348	2,050,000
Add: Interest Income	1,397,999	2,477,503
Less: Transferred to General Fund	61,332	-
Less: Refunded during the year	-	62,642
Less: Transferred to Fixed Assets Fund	810,384	282,915
Less: Transferred to Income and Expenditure Account	44,545,882	24,246,077
<b>Total</b>	<b>20,369,895</b>	<b>29,594,146</b>

Refer Annexure 4.1 for details

**Note 5: Other Funds**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
<b>Fixed Assets Fund</b>		
Balance at beginning of the year	237,821	116,285
Add: Transferred from Earmarked fund	810,384	282,915
Less: Transferred to Income and Expenditure Account	367,417	161,379
<b>Total</b>	<b>680,788</b>	<b>237,821</b>

**Note 6: Sundry Creditors**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
Statutory Dues	120,355	-
<b>Total</b>	<b>120,355</b>	-





HIMMOTTHAN SOCIETY

Annexure 4.1: Earmarked Fund - Programme-wise details

(In ₹)

Sr. No.	Project Name	Opening Balance as on April 1, 2017	Grant received during the year	Interest received during the year	Transfer to Income and Expenditure Account	Transfer to Fixed Assets Fund (Refer Note 5)	Amount Refunded during the year	Transfer to General Fund (Refer Note 3)	Closing Balance as on March 31, 2018
1	One Prosper International-Canada	16,512	-	-	-	-	-	-	16,512
2	First Solar Malaysia	217,697	-	-	217,697	-	-	-	-
3	International River Flow - USA	59,728	-	-	-	-	-	59,728	-
4	Donation for Relief Rehabilitation and Livelihoods work in Uttarakhand	21,801,783	-	1,131,855	9,101,747	16,520	-	-	13,815,371
5	Vesterguard Lifestraw	-	629,174	-	598,052	-	-	-	31,122
6	<b>Indian Social Club Oman</b>								
	Reclaiming the Water Supply in 2013								
6.1	Disaster hit Villages of Rudraprayag, Uttarakhand	1,604	-	-	-	-	-	1,604	-
7	<b>The Hans Foundation, New Delhi</b>								
7.1	Education Washplus Programme	3,226,348	18,426,158	108,252	16,582,453	1,300	-	-	5,177,005
7.2	MMAP - FCRA	-	15,740,016	92,326	14,759,496	792,564	-	-	280,282
8	<b>HT Parekh Foundation, Mumbai</b>								
	A. Sanitation, Hygiene Water Security and Point use (WaSH Plus) Programme with the Himmotthan Society in the Gangolihaat Cluster of Pithoragarh District in Uttarakhand" BODF	4,270,474	-	65,566	3,286,437	-	-	-	1,049,603
	<b>Total -FC- (1-8)</b>	<b>29,594,146</b>	<b>34,795,348</b>	<b>1,397,999</b>	<b>44,545,882</b>	<b>810,384</b>	<b>-</b>	<b>61,332</b>	<b>20,369,895</b>
	<i>Previous year</i>	<i>49,658,277</i>	<i>2,050,000</i>	<i>2,477,503</i>	<i>24,246,077</i>	<i>282,915</i>	<i>62,642</i>	<i>-</i>	<i>29,594,146</i>

Notes :-

i) The amount unutilised from Earmarked Funds represent amount received from various donors and sponsors for specific projects under taken/ to be undertaken by the society which have remained unutilized as at the Balance Sheet date.

ii) Previous year figures are in italics.

iii) \* Projects closed during the year.



**HIMMOTTHAN SOCIETY**

Notes forming part of the financial statements

Note 7: Fixed Assets (created out of Earmarked Funds)

**Fixed Assets (Foreign Contribution)**

Particulars	Gross Block (at Cost)				Depreciation			Net Block
	Opening Balance as on April 1, 2017	Additions during the Year	Deletions during the Year	Closing Balance as on March 31, 2018	Opening Balance as on April 1, 2017	Depreciation for the Year	Deletions during the Year	As on March 31, 2018
Computers	158,881	516,172	-	675,053	113,733	175,639	-	385,681
	113,206	45,675	-	158,881	45,995	67,738	-	45,148
Office Equipments	163,406	99,578	-	262,984	20,930	36,309	-	205,745
	22,155	141,251	-	163,406	2,410	18,520	-	142,476
Furnitures & Fixtures	192,918	194,634	-	387,552	142,721	155,469	-	89,362
	96,929	95,989	-	192,918	67,600	75,121	-	50,197
<b>Total</b>	<b>515,205</b>	<b>810,384</b>	<b>-</b>	<b>1,325,589</b>	<b>277,384</b>	<b>367,417</b>	<b>-</b>	<b>680,788</b>
Previous Year	<i>232,290</i>	<i>282,915</i>	<i>-</i>	<i>515,205</i>	<i>116,005</i>	<i>161,379</i>	<i>-</i>	<i>277,384</i>



1. Previous year figures are in italics.

**HIMMOTTHAN SOCIETY****Notes forming part of the financial statements****Note 8: Loans and Advances**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
(a) Security Deposits	105,000	105,000
(b) Advance Income Tax (TDS Recoverable)	37,027	387,773
<b>Total</b>	<b>142,027</b>	<b>492,773</b>

**Note 9: Programme Inventory**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
<b>Project Inventory</b>		
Solar Panel - 50 Pcs	-	217,697
<b>Total</b>	<b>-</b>	<b>217,697</b>

**Note 10: Cash and Bank Balances**

Particulars	As at March 31, 2018 (₹)	As at March 31, 2017 (₹)
<b>Cash and Bank Balance</b>		
(a) Cash on hand	-	-
(b) Balances with banks		
(i) In Saving accounts :		
Indian Overseas Bank	2,340,819	1,871,210
(ii) Term Deposit Accounts:		
Deposits with Indian Overseas Bank	18,068,736	27,012,466
<b>Total</b>	<b>20,409,555</b>	<b>28,883,676</b>



**HIMMOTTHAN SOCIETY****Notes forming part of the financial statements****Note 11: Programme Expenses**

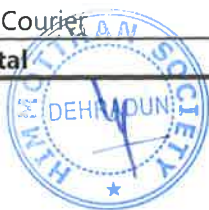
Particulars	For the Year Ended	For the Year Ended
	March 31, 2018	March 31, 2017
	(₹)	(₹)
Salaries and employee benefits	3,464,712	1,454,417
Honorarium and Consultancy Fees	4,222,121	2,758,258
Insurance	32,500	12,544
Rent	276,899	85,900
Communication	176,619	68,756
Training/ Programme expenses	14,097,517	13,792,707
Books and Periodicals	674	4,429
Travel and Conveyance	1,858,981	853,909
Printing and Stationery	347,563	61,485
Software & Consumable Expenses	64,140	-
Repairs and Maintenance	56,674	28,436
<b>Total</b>	<b>24,598,400</b>	<b>19,120,841</b>

**Note 12: Employee Benefit Expenses**

Particulars	For the Year Ended	For the Year Ended
	March 31, 2018	March 31, 2017
	(₹)	(₹)
Salaries	730,053	708,410
Contributions to Gratuity	29,867	18,562
<b>Total</b>	<b>759,920</b>	<b>726,972</b>

**Note 13: Establishment Expenses**

Particulars	For the Year Ended	For the Year Ended
	March 31, 2018	March 31, 2017
	(₹)	(₹)
Professional / Consultant fees - Non Program	59,686	27,387
Water and Electricity Charges	27,761	6,879
Miscellaneous and Office Maintenance Expenses	205,604	143,075
Office Building Rent	502,518	194,870
Bank Charges	14,268	6,817
Insurance	1,215	6,154
Recruitment Expenses	-	14,890
Travel & Conveyance	23,823	20,479
Communication, Postage and Courier	84,586	51,713
<b>Total</b>	<b>919,461</b>	<b>472,264</b>



**HIMMOTTHAN SOCIETY**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018**

14. The Society is registered under section 12AA of the Income Tax Act, 1961, by the Commissioner of Income Tax, Dehradun vide registration No.10768 dated September 25, 2008 w.e.f. March 28, 2008, 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. The Society has also obtained a certificate under section 80G of the Income Tax Act, 1961.
15. The Society received 100 Solar Panels (Grant in kind) from First Solar, Malaysia Sdn Bhd (758827-T) out of which 50 Solar Panels were installed during Financial Year 2013-14. Balance 50 (P.Y. 50) Solar Panels are recognized as Programme Inventory in the previous year balance sheet. During the current year the remaining Solar Panels were issued as replacement against the old ones which were not working.
16. The bifurcation of costs within various cost centers have been done based on Management's Judgement.
17. Previous years' figures have been regrouped/ reclassified wherever necessary.

For and on behalf of the **Himmotthan Society**

  
Chairman

  
 Secretary

Place: Dehradun  
Date: October 11, 2018

