



WDK & ASSOCIATES

Chartered Accountants

Independent Auditor's Report

To,

The Governing Body Members

Drishtee Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of **Drishtee Foundation** which comprise the Balance Sheet as at 31st March 2017, the Income and Expenditure Account and Cash flow Statement accounts for the period then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

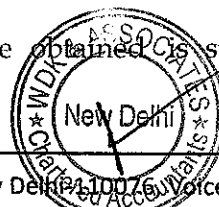
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Society in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements, subject to the Management letter and observations, give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) In the case of the Balance Sheet, of the state of affairs of the Society as at 31st March 2017, and
- (ii) In the case of the Income and Expenditure Account, of the excess of expenditure over income of the Society for the period ended on that date.
- (iii) In the case of the cash Flow statement, of the cash flows of the Society for the period ended on that date.

Report on Other Legal and Regulatory Requirements

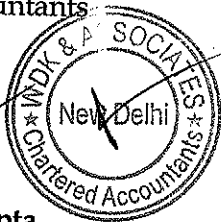
1. We further report that:

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (ii) In our opinion, proper books of account as required by law have been kept by the Society so far as appears from our examination of those books; and
- (iii) The Balance Sheet, the Income and Expenditure Account and the Cash flow Statement dealt with by this Report are in agreement with the books of account.

For WDK & Associates

Chartered Accountants

FRN 016389N



Ajay Kumar Gupta

Partner

M. No. -096359

Place: New Delhi

Date: 04.09.2017

Name: DRISHTEE FOUNDATION
PAN: AAAAD2313G
Date of Regn: 20-02-2003
F/Y 2016-17
A/Y 2017-18
Status: Association of person trust

STATEMENT OF TAXABLE INCOME

Income From other sources (as per Income & Expenditure A/c)	(5,495,768)
Less: Exempt us 12	<u>(5,495,768)</u>
Taxable Income	<u>-</u>
Tax Payable Thereon	-
Less: TDS	<u>99,284</u>
Refund due	<u><u>(99,284)</u></u>

Eligibility U/S 80G & 12AA

Total Receipts	57,975,837	
85% of total receipts to be utilized		49,279,462
Less : Actual Utilized		63,471,605
Deficit / Excess Utilised		(14,192,143)
Say	NIL	
Tax Due	NIL	

For DRISHTEE FOUNDATION

Mandeep Singh

Authorized Signatory

DRISHTEE FOUNDATION
BALANCE SHEET AS ON MARCH 31, 2017

	Schedule	Rupees Amount As On 31.03.2017	Rupees Amount As On 31.03.2016
SOURCES OF FUND :			
GENERAL FUND	1	12,394,700	17,890,468
SECURED LOANS	2	544,107	651,533
UNSECURED LOANS	3	62,210,491	67,614,888
Total		75,149,298	86,156,889
APPLICATION OF FUNDS:			
<u>FIXED ASSETS:</u>			
Gross Block	4	7,647,671	6,906,238
Less : Depreciation		5,030,967	4,450,845
Net Block		2,616,704	2,455,393
<u>INVESTMENT</u>			
	5	35,568,630	35,568,630
<u>CURRENT ASSETS, LOAN & ADVANCES:</u>			
Sundry Debtors	6	28,184,411	43,733,140
Cash & Bank Balances	7	8,562,215	5,933,578
Loans & Advances	8	48,180,592	36,435,290
Sub Total		84,927,217	86,102,008
<u>LESS: CURRENT LIABILITIES & PROVISIONS:</u>			
Sundry Creditors	9	35,374,256	24,819,604
Expenses Payable	10	9,108,249	11,184,164
Advance against Projects	11	3,480,748	1,965,373
Sub Total		47,963,254	37,969,142
Net Current Assets		36,963,964	48,132,866
Total		75,149,298	86,156,889

Significant accounting policies and notes forming part of accounts - **Schedule 18**

As per our separate report of even date attached

For WDK & Associates

Chartered Accountant

FRN 016389N

Ajay Gupta
(Partner)
M.No.096359



Mamta Mishra

Mamta Mishra
(President)

Swapna Mishra

Swapna Mishra
(General Secretary)

Shailesh Kr. Thakur

Shailesh Kr. Thakur
(Treasurer)

Place: New Delhi
Date : 04.09.2017

DRISHTEE FOUNDATION

STATEMENT OF INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2017

	Schedule	Rupees Amount Year Ended 31.03.2017	Rupees Amount Year Ended 31.03.2016
INCOME			
Revenue from Projects	12	54,939,285	56,174,539
Revenue from Micro Finance	13	-	1,370,531
Other Revenues	14	3,036,552	3,323,840
Total		57,975,837	60,868,910
EXPENDITURE			
Project Expenses	15	25,694,233	17,172,399
Finance charges & Interest	16	2,484,405	6,075,896
Commission & Handling Expenses		29,224	954,684
Manpower Expenses		24,560,659	21,835,785
Administrative Expenses	17	10,122,962	12,962,835
Depreciation		580,122	512,336
Total		63,471,605	59,513,935
NET SURPLUS / (DEFICIT)		(5,495,768)	1,354,975

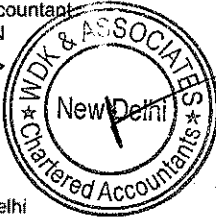
Significant accounting policies and notes forming part of accounts -Schedule 18

As per our separate report of even date attached

For WDK & Associates

Chartered Accountant
FRN 016289N

Ajay Gupta
(Partner)
M.No.096359



Place: New Delhi
Date : 04.09.2017

Mamta Mishra

Mamta Mishra
(President)

Swapna Mishra

Swapna Mishra
(General Secretary)

Shalesh Kr. Thakur

Shalesh Kr. Thakur
(Treasurer)

DRISHTEE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2017

	(Amount in Rupees)		(Amount in Rupees)	
	2016-2017		2015-2016	
A. Cash flow from operating activities				
Net Surplus		(5,495,768)		1,354,975
Adjustment for :				
Depreciation and Amortisation	580,122		512,336	
Loss(Profit) on sale of Assets	-		-	
		580,122		512,336
Increase in Rural Development Fund		(4,915,646)		1,867,311
Operating Surplus(deficit) before working Capital Changes		(4,915,646)		1,627,548
Increase(decrease) in sundry debtors	(15,548,729)		21,516,407	
Increase(decrease) in Loans & Advances	11,745,302		(15,021,125)	
Increase(decrease) in Current Liabilities	(9,994,111)		3,899,522	
		13,797,539		(10,394,805)
Net cash from operating activities		8,881,893		(6,899,946)
B. Cash flow from Financing activities				
Increase/(Decrease) in working capital and term Loans	(5,511,823)		3,582,361	
		(5,511,823)		3,582,361
Net cash from Financing activities		(5,511,823)		3,582,361
C. Cash flow from Investing activities				
Sale(Acquisition) of Fixed Assets (net)	(741,433)		(1,433,553)	
Investment in Equity Shares	-		-	
Net cash from Investing activities		(741,433)		(1,433,553)
Net Increase/(Decrease) in cash and cash equivalents(A+B+C)		2,628,637		(11,915,860)
Cash and Cash equivalent at the beginning of year		5,933,578		17,849,438
Cash and Bank equivalent at the end of the year Schedule No. 7		8,562,215		5,933,578

Significant accounting policies and notes forming part of accounts -Schedule 18

As per our separate report of even date attached

For WDK & Associates

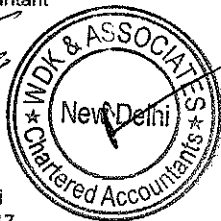
Chartered Accountant

FRN 016389N

Ajay Gupta

(Partner)

M.No.096359



Mamta Mishra

Mamta Mishra
(President)

Swapna Mishra

Swapna Mishra
(General Secretary)

Shailish Kr. Thakur

Shailish Kr. Thakur
(Treasurer)

Place: New Delhi

Date : 04.09.2017

DRISHTEE FOUNDATION
SCHEDULE TO THE ACCOUNTS

AS ON 31.03.2017

AS ON 31.03.2016

Rs.

SCHEDULE - 1

GENERAL FUND

CORPUS FUND

RURAL DEVELOPMENT FUND

Opening Balance

4,602,271

2,974,723

addition during the year

4,602,271

1,627,548

4,602,271

INCOME & EXPENDITURE ACCOUNT

Opening Balance

13,288,197

11,933,222

Add: Surplus/(deficit) for the year

(5,495,768)

7,792,429

1,354,975

13,288,197

12,394,700

17,890,468

SCHEDULE - 2

SECURED LOAN

Term Loan:-

HDFC Bank Ltd.

544,107

651,533

(Against Hypothecation of Vehicle)

544,107

651,533

SCHEDULE - 3

UNSECURED LOAN

- Term Loan Acumen Fund

38,664,540

39,550,602

- Term Loan from Banks

628,403

912,768

- Loan From Members

5,011,969

6,916,969

- NABARD

866,526

1,383,854

- Loan from others

17,039,053

18,850,695

62,210,491

67,614,888

SCHEDULE - 5

INVESTMENT

Trade Investments :

1713363 (P.Y. 1713363) Equity Shares of Rs. 10/- each fully paid in Drishtee Skill Development Center Private Limited

17,133,630

17,133,630

61450 (P.Y. 61450) Equity Shares of Rs. 10/- each fully paid in Drishtee Development & Communication Ltd.

18,435,000

18,435,000

35,568,630

35,568,630

SCHEDULE - 6

SUNDRY DEBTORS

SGSY UP & Rajasthan

5,755,355

5,755,355

SGSY Bihar

14,973,485

14,973,485

Cyber Infodev Pvt Ltd

6,568,444

3,139,908

Aditi Automobiles

28,959

15,339

GS Motors

39,518

15,882

Drishtee Skill Development Center Pvt. Ltd

-

19,615,129

Others

798,304

163,576

Agarwal Motors

20,346

54,666

28,184,411

43,733,140



SCHEDULE - 7**CASH & BANK BALANCES**

Cash in Hand	45,933	76,766
Cash at Bank with scheduled Bank	4,127,770	1,702,017
Fixed Deposits with Schedule Bank (includes FDRs are under lien with banks Rs. 3400000(PY 3400000))	4,388,512	4,154,795
	<u>8,562,215</u>	<u>5,933,578</u>

SCHEDULE - 8**LOANS & ADVANCES****Loans**

Micro Credit Loan	18,608,392	19,614,592
Kiosk Loan	5,953,337	5,328,201
Other Loan	266,803	236,303
Advances		
Security Deposit	282,938	262,938
TDS Receivable	2,670,419	2,571,135
Income Tax demand paid	3,467,875	2,873,150
Drishtee Business Correspondent Private Ltd	599,826	544,795
Drishtee Skill Development Center Pvt. Ltd.	2,700,000	2,700,000
Drishtee Rural Apparel Producer	6,118,557	122,918
Madhu Krishi Pvt. Ltd.	4,070,866	
Qulver Infoservices Ltd	700,000	700,000
Service Tax Receivable	10,847	-
Advance to Employees	109,117	34,429
Work in progress(ITC)	1,651,975	477,189
Agri Plantation Work in Progress(Khus)	969,640	969,640
	<u>48,180,592</u>	<u>36,435,290</u>

SCHEDULE - 9**SUNDRY CREDITORS**

Three C Facility Management Pvt. Ltd.	97,861	97,861
Drishtee Skill Development Center Pvt. Ltd.	1,370,205	-
Drishtee Development & Communication Ltd.	32,665,484	24,099,253
Bipin Bihari Jha	-	28,030
Emirates Technologies Pvt. Ltd	56,954	167,888
Masp Prints	4,125	4,125
Patliputra Tour & Travel India Pvt. Ltd	23,466	6,977
WDK and Associates	86,950	-
Maniranjn Prasad	-	6,560
Mahmood Alam	70,179	12,850
Garg Sales Corporation	-	21,408
Other	999,033	374,653
	<u>35,374,256</u>	<u>24,819,604</u>



SCHEDULE - 10**EXPENSES PAYABLE**

Salary Payable	7,139,872	7,347,558
Security Deposits	71,340	71,340
TDS Payable	348,336	1,531,281
Krishi Kalyan and Swachh Bharat Cess	13,356	-
Service tax payable	-	40,150
Commission Payable	24,058	45,189
Interest Accrued but not due	-	113,350
PF Payable	327,344	773,772
Audit Fee Payable	50,000	50,000
Expenses Payable	944,402	830,068
Bank book overdraft(SBI)	10,705	-
Consultancy payable	178,836	381,457
	<u>9,108,249</u>	<u>11,184,164</u>

SCHEDULE -11**ADVANCE AGAINST PROJECT**

3,480,748	1,965,373
<u>3,480,748</u>	<u>1,965,373</u>

YEAR ENDED 31.03.2017

YEAR ENDED 31.03.2016

SCHEDULE -12**REVENUE FROM PROJECTS**

Godrej Agrovet Ltd	1,500,000	-
Research & Survey Income	3,141,080	3,902,383
Give 2 Asia		2,631,555
Rural Entrepreneurs, Empowerment & Development (Ricoh Company Ltd.)	8,375,978	9,222,775
ITC Ltd	10,818,430	3,315,000
UNDP	650,958	-
Bharat Aluminium Co Ltd	1,852,651	-
Bihar Rural Livelihoods Promotion Society Corporation(RSLDC)	-	6,112,776
Rajasthan Skill Livelihoods Development Corporation	-	5,922,128
Hub Tokyo Co. Ltd		3,223,218
Sumotomo Mitsui Bank Corporation	7,498,373	6,089,340
BASF East Asia Regional Headquarters Ltd	1,488,475	-
Nabard	366,250	859,085
Greater Impact Foundation (Skill Development Training)	17,871,461	8,462,648
British Council (Skill Development Training)	517,556	-
WIA Lab Inc	456,839	6,220,444
Rural Entrepreneurs, Empowerment & Development (From Individuals)	401,234	-
Global Giving		213,186
	<u>54,939,285</u>	<u>56,174,539</u>

SCHEDULE -13**REVENUE FROM MICRO FINANCE**

Interest on Micro Finance		1,370,531
	<u>-</u>	<u>1,370,531</u>



DRISHTEE FOUNDATION
FIXED ASSETS AS ON 31.03.2017
 Schedule-4

S. No.	Particulars	Rate	GROSS BLOCK				DEPRECIATION			NET BLOCK	
			AS ON 31.03.2016	ADDITION	SALE	AS ON 31.03.2017	AS ON 31.3.2016	DURING THE YEAR	ADJUSTMENT	AS ON 31.3.2017	AS ON 31.3.2016
1	Office Equipment	10%	692,897.00	149,138.00	29,500.00	812,535.00	125,652.08	68,688.00	194,340.08	618,194.92	567,244.92
	Total		692,897.00	149,138.00	29,500.00	812,535.00	125,652.08	68,688.00	194,340.08	618,194.92	567,244.92
1	Digital Camera	15%	87,381.00	-	-	87,381.00	41,864.65	6,827.00	48,691.65	38,689.35	45,516.35
2	Battery	15%	433,870.00	75,000.00	59,500.00	449,370.00	108,912.00	51,069.00	159,981.00	289,389.01	324,988.01
3	Television	15%	9,000.00	-	-	9,000.00	5,305.75	554.00	5,859.75	3,140.25	3,694.25
4	Generator	15%	59,270.00	-	-	59,270.00	26,761.50	4,876.00	31,637.50	27,632.50	32,508.50
5	Plant & Machinery	15%	136,007.00	144,632.00	34,000.00	246,639.00	29,582.53	32,558.00	62,140.53	184,498.47	106,424.47
6	Sewing Machine	15%	325,100.00	-	-	325,100.00	48,765.00	41,450.00	90,215.00	234,884.99	276,334.99
7	Vehicle	15%	1,503,856.00	397,943.00	-	1,901,799.00	620,235.40	192,235.00	812,470.40	1,089,328.60	883,620.60
8	Mobile	15%	16,995.00	-	-	16,995.00	4,057.00	1,941.00	5,998.00	10,997.00	12,938.00
	Total		2,571,479.00	617,575.00	93,500.00	3,095,554.00	885,483.83	331,510.00	1,216,993.83	1,878,560.17	1,685,995.17
1	Computer & Networking	60%	3,074,173.17	87,920.00	-	3,162,093.17	2,884,846.04	166,348.00	3,051,194.04	110,899.13	189,327.13
2	Printer	60%	482,188.00	9,800.00	-	491,988.00	470,239.50	13,050.00	483,289.50	8,699.50	11,949.50
3	Projector	60%	85,500.00	-	-	85,500.00	84,624.00	526.00	85,150.00	350.00	876.00
	Total		3,641,862.17	97,720.00	-	3,739,582.17	3,439,709.54	179,924.00	3,619,633.54	119,948.63	202,152.63
4	Building	10%	-	-	-	-	-	-	-	-	-
	Total		6,906,238.17	864,433.00	123,000.00	7,647,671.17	4,450,845.45	580,122.00	5,030,967.45	2,616,703.72	2,455,392.72

Significant accounting policies and notes forming part of accounts - Schedule 18

As per our separate report of even date attached

For WDK & Associates
 Chartered Accountants
 FRN 016389N
 New Delhi

(Signature)
 Jay Gupta
 (Partner)
 M.No.096359

(Signature)
 Mamta Mishra
 (President)

(Signature)
 Swapna Mishra
 (General Secretary)

(Signature)
 Shailesh Kr. Thakur
 (Treasurer)

Place: New Delhi
 Date : 04.09.2017

DRISHTEE FOUNDATION
(F.Y. 2016-2017)

SCHEDULE 18

STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A. STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES.

1. ACCOUNTING CONVENTION

These accounts are drawn up on historical cost basis and have been prepared in accordance with the applicable Accounting Standards and are on accrual basis unless otherwise stated.

2. REVENUE RECOGNITION

Revenue /expenditure are recognized on mercantile basis of accounting.

3. FIXED ASSETS/DEPRECIATION

a. Fixed Assets are stated at historical cost less depreciation.

b. Depreciation is provided on the written down value method at the rate prescribed by Income tax act, 1961.

4. INVESTMENTS

a. Long term Investments are carried at cost and decline, other than temporary in value is provided for.

b. Current investments are carried at lower of cost or fair value unless otherwise stated.

5. FOREIGN CURRENCY TRANSACTIONS

a. Foreign currencies transactions are recorded on initial recognition in the reporting currency by applying to the foreign currency amount the exchange rate prevailing at the date of transaction.

b. All incomes and expenses are translated at rate prevailing on the date of transaction. All monetary assets/Liabilities are translated at the year end rates where as non-monetary assets/liabilities are translated at the rate on the date of transaction.

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

6. TERMINAL/RETIREMENT BENEFITS

a. All retirement benefits/leave encashment has been accounted for on payment basis.

b. Contributions during the year to Employee Provident Fund are recognized as expense.

7. PROVISIONS

Provision is recognized when an enterprise has a present obligation as a result of past events; 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 are not discounted to its present value and are determined based on best estimates required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect.

8. IMPAIRMENT OF ASSETS

a. The carrying amount of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal I external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is higher of asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted cost of capital.

b. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.



B. NOTES FORMING PART OF THE ACCOUNTS

1. The Society is registered under section 12A of the Income Tax Act, 1961 and eligible for exemption of income under section 11 of the Act.
2. Some of the balances with sundry creditors, Debtors Loan & Advances & Personal accounts are subject to confirmation & reconciliation.
3. In the opinion of the management and to the best of their knowledge and belief the value of current assets, loans & advances is not less than the value as which they are stated in the balance sheet.
4. Contingent liability as on 31.03.2017 is Rs. NIL (Previous year Rs. NIL).
5. Interest income on overdue loan being not recognised due to uncertainty of recovery.
6. Interest on loan taken from Acumen Fund has not been provided for the FY 2015-16 and 2016-2017 as negotiation is in the process for waiver of interest.

7. The assessing Officer CIT (Appeal) denied exemption partly u/s 11 of the Act and has raised the demand for the following Assessment year :-

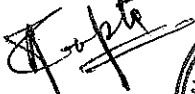
Assessment Year (AY)	Amount of Demand (In Rs.)	Demand paid (In Rs.)
2010-2011	22,09,317/-	17,73,150/-
2011-2012	33,64,970/-	11,00,000/-
2012-2013	25,56,340/-	3,43,605/-
2013-2014	22,90,700/-	2,51,120/-
2014-2015	41,75,470/-	NIL

The society had filed appeal against the said Orders of CIT (Appeal) before income tax tribunal for denial of exemption of Income u/s 11 of the Income Tax Act for the AY 2010-11. The society is in the process of filing appeal before income tax tribunal for remaining assessment year.

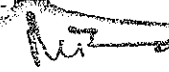
8. Previous year figures have been re-grouped and re-classified wherever considered necessary to make it comparable with those of current year.

As per our separate report of even date attached

For **WDK & Associates**
Chartered Accountant
FRN 016389N



Ajay Gupta
(Partner)
M. No. 09635




Mamta Mishra
(President)

For **Drishtee Foundation**


Swapna Mishra
(General Secretary)


Shailesh Kr. Thakur
(Treasurer)

Place : New Delhi
Date : 04.09.2017