

INDEPENDENT AUDITOR'S REPORT

**THE SECRETARY OF
ACTION AID ASSOCIATION,**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED
ON 31st MARCH, 2023**

1. Opinion

We have audited the accompanying Financial Statements of **ACTION AID ASSOCIATION (AAA)** which comprise the Balance Sheet as of 31st March 2023, the statement of Income and Expenditure and Receipt and Payment Account for the year that ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information which we have signed under reference to this report.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, read with other notes given thereto, give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of Balance Sheet, of the state of affairs of the Society as of 31st March 2023;
- b) In the case of Statement of Income and Expenditure, of the Surplus for the year ended on 31st March 2023;
- c) In the case of the Receipt and Payment account, of cash flows of its transactions for the year ended on 31st March 2023.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Accounting (SAs) issued by the Institute of Chartered Accountant of India. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountant of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Emphasis of Matter

We draw your attention to:

- a) Note No.3 of Schedule 10 forming part of the Financial Statements which describes Grant disbursements for the execution of various projects which are directly charged to the



statement of Income and Expenditure as program expenditure. The Society is in the process of updating a tracker/control sheet for the amount utilized and unspent balances with sub-grantees at the end of the financial year. As confirmed by the management of the Society, the unspent grant balances (amount not ascertainable), lying with the NGOs will be recovered/utilised in the subsequent year(s).

The audited utilization certificates in respect of the disbursed grant of Rs. 289.43 lakhs are still pending to be received.

- b) Note No.6 of Schedule 10 forming part of the Financial Statements regarding general donations received through Donation Management software (DMS) have been accounted for under sponsorship funds in the books of the society Up to the financial year –2021-22. W.e.f from financial year -2022-23, general donations of Rs.3,79,39,059 received through DMS have been taken as income of the society in the year of receipt likewise, utilisation out of sponsorship fund of Rs.47,34,994 have also been charged as expenditure.
- c) Note Nos 10 of Schedule 10 forming part of the financial statements regarding statutory dues payments such as Provident Fund, ESI, TDS & Professional Tax which are being made from one account i.e., IDBI Bank (0011104000435888) for both FC and NFC. As a result of Rs.204.10 Lakhs appearing in advances recoverable in schedule 6 of FC books and Rs.235.76 Lakhs as unpaid in the Local books under the head current liabilities schedule – 7.
- d) Note No.11 Schedule 10 forming part of the Financial Statements regarding non-confirmation of balances of Rs. 386.36 Lakhs from various vendors and service providers. However, in the opinion of the management, these amounts are good for recovery.
- e) Note Nos 13 to 15 of Schedule 10 forming part of the financial statements regarding the strengthening of the existing process of the receipt, distribution, and stock of relief materials due to non-maintenance of stock register of various types of materials at various locations and to further strengthen the documentation process such as beneficiary's acknowledgment, etc., which is still in the process of its full implementation by the Management.

Our opinion is not modified with respect to the above matters.

4. Responsibility of Management for the Financial Statements

The Management is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position and expenditure of the Society in accordance with the accounting principles generally accepted in India, including Accounting Standards, to the extent applicable, prescribed by the Institute of Chartered Accountants of India.

This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Society and for preventing and detecting frauds and



other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that have been operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

In preparing the Financial Statements, management is responsible for assessing the ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so. The Management is responsible for overseeing the Society's financial reporting process.

5. Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.



- evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

6. Report on Other Legal and Regulatory Requirements

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Society so far as it appears from our examination of those books;
- c) The Balance Sheet, Statement of Income and Expenditure and Receipts & Payment Account of FCRA for the year ended 31st March 2023, dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards, to the extent applicable, issued by the Institute of Chartered Accountants of India.

For **Thakur, Vaidyanath Aiyar & Co.**

Chartered Accountants

FRN: 000038N

Anil Kumar Aggarwal

Partner

M. No. 087424

UDIN: 23087424BGZTTA8327

Place: New Delhi

Date: 22nd September, 2023



ActionAid Association

Balance sheet as at 31 March 2023

(All amounts are in Indian Rupees, unless otherwise stated)

| Schedule | As at 31st March 2023 | | As at 31 March 2022 | |
|-------------------------------------------------|-----------------------|---------------------|---------------------|---------------------|
| | FC | NFC | FC | NFC |
| Funds employed | | Total | | Total |
| Unrestricted funds | | | | |
| General fund | 24,74,71,973 | 1,49,30,511 | 22,42,57,263 | 68,81,836 |
| Restricted funds | | | | |
| Sponsorship fund | 1,96,23,092 | 9,67,63,023 | 2,74,55,062 | 10,17,50,532 |
| Capital Assets Fund | - | 6,55,28,465 | - | 6,55,28,465 |
| | 94,22,283 | 87,49,826 | 90,37,602 | 63,13,332 |
| Total | 27,65,17,347 | 18,59,71,825 | 26,07,29,927 | 18,04,74,165 |
| Application of funds | | | | |
| Fixed assets | | | | |
| Gross block | 2,69,97,827 | 19,57,222 | 2,67,61,986 | 18,26,728 |
| Less: Accumulated depreciation | 2,02,55,618 | 13,77,976 | 1,86,07,593 | 11,81,377 |
| Net block | 67,42,209 | 5,79,246 | 81,54,393 | 6,45,351 |
| Donor Funded Fixed Assets | 94,22,283 | 87,49,827 | 90,37,602 | 63,13,332 |
| Current assets, loans and advances | | | | |
| Cash and bank balances | 16,96,01,386 | 17,86,06,277 | 15,96,88,399 | 14,99,99,571 |
| Loans and advances | 10,70,23,879 | 2,73,30,268 | 11,80,63,637 | 4,56,45,666 |
| | 27,66,25,265 | 20,59,36,545 | 27,77,52,036 | 19,56,45,237 |
| Less: Current liabilities and provisions | | | | |
| Current liabilities and provisions | 1,62,72,409 | 2,92,93,792 | 3,42,14,102 | 2,21,29,757 |
| Net current assets | 26,03,52,856 | 17,66,42,753 | 24,35,37,934 | 17,35,15,480 |
| Total | 27,65,17,347 | 18,59,71,825 | 26,07,29,927 | 18,04,74,165 |

Significant accounting policies and notes to the account 10

The accompanying schedules form an integral part of the financial statements.

As per our report of even date attached

For **Thakur, Vaidyanath Aiyar & Co.**

Chartered Accountants

Firm Registration No.: 000038N

(Signature)

Anil Kumar Aggarwal

Partner

Membership No.: 087424

Place: New Delhi

Date : 22nd September 2023

For and on behalf of **ActionAid Association**

(Signature)

Venkateswar Nayak

Director - Finance

(Signature)

Sandeep Chachra

Secretary



ActionAid Association
Statement of Income and Expenditure for the year ending 31 March 2023
(All amounts are in Indian Rupees, unless otherwise stated)

| Schedule | For the year ended 31 March 2023 | | | For the year ended 31 March 2022 | | |
|-------------------------------------------------------------------------------------------------------|----------------------------------|---------------------|---------------------|----------------------------------|---------------------|---------------------|
| | FC | NFC | Total | FC | NFC | Total |
| Income | | | | | | |
| Grants received from ActionAid International and its affiliates | 22,08,16,370 | - | 22,08,16,370 | 36,11,48,375 | - | 36,11,48,375 |
| General Donations | 19,050 | 3,81,69,870 | 3,81,88,920 | 1,54,70,592 | 7,52,11,129 | 9,06,81,721 |
| Amount transferred from restricted and sponsorship funds to the extent of expenditure incurred | | | | | | |
| - restricted funds | 6,53,92,032 | 33,99,14,925 | 40,53,06,957 | 9,35,05,087 | 29,19,52,250 | 38,54,57,337 |
| - sponsorship fund | - | - | - | - | 58,41,244 | 58,41,244 |
| Management cost recovery from restricted funds (Refer Note 7) | 71,93,076 | 96,78,901 | 1,68,71,977 | 48,08,377 | 69,41,595 | 1,17,49,972 |
| Other income: | | | | | | |
| - Interest income | 58,98,358 | 46,88,174 | 1,05,86,532 | 58,88,698 | 54,07,082 | 1,12,95,780 |
| - Miscellaneous income | 7 | - | 7 | 1,217 | 900 | 2,117 |
| Total | 29,93,18,893 | 39,24,51,871 | 69,17,70,763 | 48,08,22,346 | 38,53,54,200 | 86,61,76,546 |
| Expenditure | | | | | | |
| Grants disbursed to NGOs (Refer Note 3) | | | | | | |
| - restricted funds | - | 2,55,00,175 | 2,55,00,175 | - | 3,62,35,665 | 3,62,35,665 |
| - Others | - | 47,34,994 | 47,34,994 | - | 58,41,244 | 58,41,244 |
| Direct programme expenses | | | | | | |
| - restricted funds | 6,53,92,032 | 31,44,14,750 | 37,98,06,782 | 9,35,05,087 | 27,03,54,954 | 36,38,60,041 |
| - others | 14,63,41,717 | 83,84,280 | 15,47,25,997 | 15,64,65,815 | 3,52,86,657 | 19,17,52,472 |
| Depreciation | 16,48,025 | 1,96,600 | 18,44,625 | 21,57,628 | 2,15,353 | 23,72,981 |
| Employee benefits expense | 4,89,83,083 | 98,97,069 | 5,88,80,152 | 6,79,46,413 | 97,76,176 | 7,77,22,589 |
| Administrative and other expenses | 1,37,39,326 | 2,12,75,329 | 3,50,14,654 | 1,55,18,249 | 2,12,09,860 | 3,67,28,109 |
| Total | 27,61,04,183 | 38,44,03,196 | 66,05,07,379 | 33,55,93,192 | 37,89,19,909 | 71,45,13,101 |
| Excess of income over expenditure transferred to general fund | 2,32,14,710 | 80,48,675 | 3,12,63,384 | 14,52,29,154 | 64,34,291 | 15,16,63,445 |

Significant accounting policies and notes to the accounts 10

The accompanying schedules form an integral part of the financial statements.

As per our report of even date attached

For Thakur,Vaidyanath Aiyar & Co.

Chartered Accountants

Firm Registration No.: 000038N

(Signature)

Anil Kumar Aggarwal

Partner

Membership No.: 087424

Place: New Delhi

Date : 22nd September 2023



For and on behalf of ActionAid Association

(Signature)

Veriketswar Nayak

Director - Finance

(Signature)

Sandeep Chachra

Secretary

(All amounts are in Indian Rupees, unless otherwise stated)



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ActionAid Association
Schedule to the financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees, unless otherwise stated)

Schedule 5: Fixed Assets

NON FOREIGN CONTRIBUTION (NFC)

| Particulars | Gross block | | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|---------------------------|------------------------|--------------------------|-----------------------------|------------------------|------------------------|------------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments | As at 31 March 2023 | For the year | On deletion/ adjustments | As at 31 March 2023 | As at 31 March 2023 | As at 31 March 2022 |
| Tangible Asset | | | | | | | | | |
| Computers | 11,75,740 | - | - | 11,75,740 | 1,37,514 | - | 9,69,470 | 2,06,270 | 3,43,784 |
| Office equipment | 4,70,744 | 1,30,494 | - | 6,01,238 | 48,427 | - | 3,07,821 | 2,93,417 | 2,11,349 |
| Vehicle | 82,932 | - | - | 82,932 | 4,916 | - | 55,075 | 27,857 | 32,773 |
| Furniture and fixtures | 97,312 | - | - | 97,312 | 5,743 | - | 45,610 | 51,702 | 57,445 |
| Total | 18,26,728 | 1,30,494 | - | 19,57,222 | 1,96,600 | - | 13,77,976 | 5,79,246 | 6,45,351 |

FOREIGN CONTRIBUTION (FC)

| Particulars | Gross block | | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|---------------------------|------------------------|--------------------------|-----------------------------|------------------------|------------------------|------------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments | As at 31 March 2023 | For the year | On deletion/ adjustments | As at 31 March 2023 | As at 31 March 2023 | As at 31 March 2022 |
| Tangible assets | | | | | | | | | |
| Computers | 1,43,62,895 | - | - | 1,43,62,895 | 6,92,092 | - | 1,33,24,756 | 10,38,139 | 17,30,231 |
| Office equipment | 90,02,881 | 2,35,841 | - | 92,38,722 | 8,01,553 | - | 46,34,193 | 46,04,529 | 51,70,242 |
| Vehicle | 22,80,282 | - | - | 22,80,282 | 86,966 | - | 17,87,463 | 4,92,819 | 5,79,785 |
| Furniture and fixtures | 11,15,928 | - | - | 11,15,928 | 67,414 | - | 5,09,207 | 6,06,721 | 6,74,135 |
| Total | 2,67,61,986 | 2,35,841 | - | 2,69,97,827 | 16,48,025 | - | 2,02,55,618 | 67,42,208 | 81,54,393 |

Total - NFC+FC

| Particulars | Gross block | | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|---------------------------|------------------------|--------------------------|-----------------------------|------------------------|------------------------|------------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments | As at 31 March 2023 | For the year | On deletion/ adjustments | As at 31 March 2023 | As at 31 March 2023 | As at 31 March 2022 |
| Tangible assets | | | | | | | | | |
| Computers | 1,55,38,635 | - | - | 1,55,38,635 | 8,29,606 | - | 1,42,94,226 | 12,44,409 | 20,74,016 |
| Office equipment | 94,73,625 | 3,66,335 | - | 98,39,960 | 8,49,980 | - | 49,42,014 | 48,97,946 | 53,81,591 |
| Vehicle | 23,63,214 | - | - | 23,63,214 | 91,882 | - | 18,42,538 | 5,20,676 | 6,12,558 |
| Furniture and fixtures | 12,13,240 | - | - | 12,13,240 | 73,157 | - | 5,54,817 | 6,58,423 | 7,31,580 |
| Total | 2,85,88,714 | 3,66,335 | - | 2,89,55,049 | 18,44,625 | - | 2,16,33,594 | 73,21,454 | 87,99,744 |
| Previous Year | 2,39,10,414 | 47,36,400 | 58,100 | 2,85,88,714 | 23,72,891 | 45,550 | 1,97,88,970 | 87,99,744 | 64,48,875 |



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Schedule 5a: Fixed Assets out of Donor's Fund

NON FOREIGN CONTRIBUTION (NFC)

| Particulars | Gross block | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|---------------------------|--------------------------|------------------|-----------------------------|----------------------|----------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments | As at 31 Mar 2023 | For the year | On deletion/ adjustments | As at 31 Mar 2023 | As at 31 Mar 2022 |
| Tangible assets | | | | | | | | |
| Computers | 12,02,489 | 22,24,041 | - | 34,26,530 | 9,73,869 | - | 14,66,576 | 7,09,781 |
| Office equipment | 17,69,007 | 19,68,996 | - | 37,38,003 | 4,23,417 | - | 6,78,454 | 15,13,970 |
| Medical Equipment | 50,53,316 | - | - | 50,53,316 | 6,11,124 | - | 15,90,281 | 40,74,159 |
| Vehicle | - | - | - | - | - | - | - | - |
| Furniture and fixtures | 17,136 | 2,70,370 | - | 2,87,506 | 18,503 | - | 20,217 | 15,422 |
| Total | 80,41,948 | 44,63,407 | - | 1,25,05,355 | 20,26,912 | - | 37,55,528 | 63,13,332 |

FOREIGN CONTRIBUTION (FC)

| Particulars | Gross block | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|----------------------------------------------|--------------------------|------------------|-----------------------------|----------------------|----------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments during the year | As at 31 Mar 2023 | For the year | On deletion/ adjustments | As at 31 Mar 2023 | As at 31 Mar 2022 |
| Tangible assets | | | | | | | | |
| Computers | 9,54,580 | 21,33,411 | - | 30,87,991 | 8,60,322.58 | - | 11,86,277 | 6,28,625 |
| Office equipment | 2,46,058 | 3,24,160 | - | 5,70,218 | 68,047 | - | 94,937 | 2,19,168 |
| Medical Equipment | 91,99,744 | - | - | 91,99,744 | 12,14,665 | - | 23,16,640 | 80,97,770 |
| Vehicle | 84,875 | - | - | 84,875 | 11,776 | - | 18,142 | 78,509 |
| Furniture and fixtures | 16,704 | 92,527 | - | 1,09,231 | 10,606 | - | 13,780 | 13,530 |
| Total | 1,05,01,961 | 25,50,098 | - | 1,30,52,059 | 21,65,417 | - | 94,22,283 | 90,37,602 |

Total - NFC+FC

| Particulars | Gross block | | | Accumulated depreciation | | | Net block | |
|------------------------|-----------------------|------------------------------|----------------------------------------------|--------------------------|------------------|-----------------------------|----------------------|----------------------|
| | As at 1 April 2022 | Additions during the year | Deletions/ adjustments during the year | As at 31 Mar 2023 | For the year | On deletion/ adjustments | As at 31 Mar 2023 | As at 31 Mar 2022 |
| Tangible assets | | | | | | | | |
| Computers | 21,57,069 | 43,57,452 | - | 65,14,521 | 18,34,191 | - | 26,52,854 | 13,38,406 |
| Office equipment | 20,15,065 | 22,93,156 | - | 43,08,221 | 4,91,464 | - | 7,73,391 | 17,33,138 |
| Medical Equipment | 1,42,53,060 | - | - | 1,42,53,060 | 18,25,789 | - | 39,06,921 | 1,21,71,928 |
| Vehicle | 84,875 | - | - | 84,875 | 11,776 | - | 18,142 | 78,509 |
| Furniture and fixtures | 33,840 | 3,62,897 | - | 3,96,737 | 29,109 | - | 33,996 | 28,952 |
| Total | 1,85,43,909 | 70,13,505 | - | 2,55,57,414 | 41,92,330 | - | 73,85,304 | 1,53,50,934 |
| Previous Year | 15,49,899 | 1,69,94,010 | - | 1,85,43,909 | 28,73,599 | - | 1,53,50,934 | 12,30,523 |



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ActionAid Association
Schedule to the financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees, unless otherwise stated)

| | As at 31 March 2023 | | | As at 31 March 2022 | | |
|-------------------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | FC | NFC | Total | FC | NFC | Total |
| Schedule 6: Current assets, loans and advances | | | | | | |
| Cash and bank balances | | | | | | |
| Cash in hand | 1,62,858 | 2,18,238 | 3,81,096 | 1,09,969 | 56,908 | 1,66,877 |
| Balances with scheduled banks | | | - | | | - |
| - in saving accounts | 16,93,33,115 | 17,78,91,391 | 34,72,24,506 | 15,94,73,017 | 14,94,46,015 | 30,89,19,032 |
| - in current accounts | 1,05,413 | 2,46,648 | 3,52,061 | 1,05,413 | 2,46,648 | 3,52,061 |
| - in deposit with Bank | - | 2,50,000 | 2,50,000 | - | 2,50,000 | 2,50,000 |
| | 16,96,01,386 | 17,86,06,277 | 34,82,07,663 | 15,96,88,399 | 14,99,99,571 | 30,96,87,970 |

Loans and advances
(Unsecured, considered good)

| | | | | | | |
|---------------------------------------------------------------------|---------------------|--------------------|---------------------|---------------------|--------------------|---------------------|
| Advances recoverable in cash or in kind or for value to be received | 3,07,48,360 | 51,87,229 | 3,59,35,589 | 1,61,17,219 | 53,81,527 | 2,14,98,746 |
| Advances to employees | 27,00,401 | - | 27,00,401 | 2,50,68,803 | 54,99,869 | 3,05,68,672 |
| Grant receivable (Refer Sch. 2 and Note 5) | 7,14,58,454 | 2,11,40,539 | 9,25,98,993 | 7,47,69,889 | 3,44,12,770 | 10,91,82,659 |
| Security deposits | 21,16,663 | 10,02,500 | 31,19,163 | 21,07,726 | 3,51,500 | 24,59,226 |
| | 10,70,23,879 | 2,73,30,268 | 13,43,54,146 | 11,80,63,637 | 4,56,45,666 | 16,37,09,303 |

Schedule 7: Current liabilities and provisions

| | | | | | | |
|----------------------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Sundry creditors | 73,15,837 | 61,49,028 | 1,34,64,865 | 1,42,64,181 | 2,06,42,658 | 3,49,06,839 |
| Employee related payables | 11,48,401 | 2,31,44,764 | 2,42,93,165 | 32,71,085 | 14,87,099 | 47,58,184 |
| Gratuity Provision (Net of Fund balances with LIC) | 48,17,750 | - | 48,17,750 | 1,23,39,587 | - | 1,23,39,587 |
| Provision for earned leaves | 29,90,420 | - | 29,90,420 | 43,39,249 | - | 43,39,249 |
| | 1,62,72,409 | 2,92,93,792 | 4,55,66,201 | 3,42,14,102 | 2,21,29,757 | 5,63,43,859 |



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ActionAid Association
Schedule to the financial statements for the year ended 31 March 2023
(All amounts are in Indian Rupees, unless otherwise stated)

| | For the year ended 31 March 2023 | | For the year ended 31 March 2022 | |
|----------------------------------------------|----------------------------------|--------------------|----------------------------------|--------------------|
| | FC | NFC | FC | NFC |
| Schedule 8: Employee benefits expense | | | | |
| Salaries and wages | 4,22,85,851 | 72,62,079 | 5,62,13,390 | 55,84,691 |
| Contribution to provident fund | 55,21,249 | 24,33,012 | 61,61,577 | 31,19,669 |
| Contribution for gratuity | 15,89,001 | - | 24,21,865 | - |
| Leave Encashment | (12,45,544) | 1,84,112 | (21,90,616) | 11,420 |
| Staff welfare expenses | 8,14,662 | 16,046 | 53,24,644 | 10,50,182 |
| Contribution to ESI | 17,864 | 1,820 | 15,553 | 10,214 |
| | 4,89,83,083 | 98,97,069 | 6,79,46,413 | 97,76,176 |
| | | 5,88,80,152 | | 7,77,22,589 |

Schedule 9: Administrative and other expenses

| | For the year ended 31 March 2023 | | For the year ended 31 March 2022 | |
|--------------------------------|----------------------------------|--------------------|----------------------------------|--------------------|
| | FC | NFC | FC | NFC |
| Consultancy Expenses | 26,88,296 | 59,71,411 | 45,58,458 | 46,05,084 |
| Rent | 13,43,613 | 26,926 | 15,03,266 | 11,73,462 |
| Telephone & Email Charges | 10,77,403 | 50,026 | 15,05,907 | 36,173 |
| Travelling and conveyance | 15,91,508 | 5,21,100 | 12,95,561 | 1,99,459 |
| Office repair & Maintenance | 14,75,325 | 61,066 | 14,30,824 | 42,314 |
| Auditors' remuneration: | 9,20,400 | - | 9,20,400 | - |
| Awareness and dissemination | 1,45,992 | 21,801 | 2,69,253 | 2,816 |
| Bank Charges | 1,41,708 | 5,44,247 | 2,51,224 | 5,22,565 |
| Books and periodicals | 1,54,247 | 11,800 | 1,91,462 | 1,53,546 |
| Computer maintenance expenses | 3,60,062 | 1,64,742 | 4,45,402 | 1,41,465 |
| Electricity and water | 9,37,390 | 4,073 | 9,30,388 | (8,419) |
| Organisation Promotional event | 7,61,804 | 1,37,97,052 | 3,32,500 | 1,41,06,568 |
| Postage and Courier | 7,51,931 | 1,700 | 5,63,048 | 1,39,855 |
| Printing and stationery | 1,90,796 | 75,024 | 2,22,750 | 58,511 |
| Rates & Taxes | 11,381 | 478 | 40,025 | 17,953 |
| Software Expenses-Others | 3,28,918 | 2,360 | 2,40,230 | - |
| Staff Recruitment Expenses | 1,84,449 | 16,589 | 1,29,130 | 17,350 |
| Training and workshops | 3,13,008 | 4,934 | 3,87,199 | - |
| Vehicle Running Expenses | 3,61,094 | - | 3,01,222 | 1,158 |
| | 1,37,39,326 | 2,12,75,329 | 1,55,18,249 | 2,12,09,860 |
| | | 3,50,14,654 | | 3,67,28,109 |



(Signature)

(Initials)

ActionAid Association
Schedules forming parts of the financial statements
(All amounts are in Rupees unless otherwise stated)

Schedule 10: Significant accounting policies and notes to the accounts

I. Background

ActionAid Association ('AAA' or 'the Society') is registered under the Societies Registration Act, 1860 vide registration certificate number S-56828 dated 5 October 2006.

The Society has been granted registration under section 12A read with section 12AA of the Income Tax Act, 1961, vide letter no. DIT(E)/12A/2008-09/A-2513/119 dated 25 April 2008. The Society has also obtained registration under section 80G(5)(vi) of the Income Tax Act, 1961 vide Order No. DIT (E) 2011-12/A-2513/5744 dated 29 March 2012 for the period from 1 April 2012 till it is rescinded. The society has also obtained renewal of registration vide URN AAAAAA9409QE20086 & AAAAAA9409QE20084 dated 23th September 2021 under section 12A and 80G(5)(vi) respectively for a further period of five years up to assessment year 2026-27.

The Society has been registered under the Foreign Contribution (Regulation) Act, 1976 for carrying out activities of social nature with registration no. 231661299, vide letter no. II/21022/83(0070)/2011-FCRA.II- dated 29 December 2011. The registration of the Society has been renewed for a period of five years with effect from 29 December 2016 vide letter no. 0300051042016 - dated 22 August 2016 valid till 29th December 2021. The Society has filed an application for renewal of registration with MHA on 25th June 2021 as per provisions of Section 16(2) of FCRA, 2010, as amended, however approval from MHA is awaited. As informed to the Society by the MHA via Public Notice No. II/21022/23(22)/2020-FCRA-III dated 23rd September, 2022, the validity of the FCRA Registration Certificate of ActionAid Association has been extended automatically up to 30th September, 2023 or till the date of disposal of "renewal application filed" by the society on 25th June 2021, whichever is earlier.

The Society receives funds for charitable purpose in India. The Society aims to deepen understanding of peoples' ability for progressive expressions and solidarities within the context of widespread social and ecological injustices, economic, political and cultural dispossession and feminization of dispossession.

II. Significant accounting policies

(a) Basis of preparation of financial statements

The accompanying financial statements are prepared and presented under the historical cost convention, on the accrual basis of accounting, in accordance with Generally Accepted Accounting Principles ('GAAP') in India, and in all material aspects comply with the Mandatory Accounting Standards issued by the Institute of Chartered Accountants of India as applicable for Level III Non-Corporate entity.

(b) Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of income and expenses during the reporting period. Examples of estimates include useful life of fixed assets etc. Actual results could differ from these estimates. Any changes in estimates are adjusted prospectively.



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(c) Fund accounting and Revenue recognition

- (i) Grants received from Action Aid International and its affiliates is recognized as Income in the Statement of Income and Expenditure on receipt basis.
- (ii) Grants received for which there are stipulations/ restrictions as to its use is recognized in the Statement of Income and Expenditure as income in the year of its utilization and as at the balance sheet date, to the unutilized grant amount which is represented by the restricted funds in the Balance Sheet. At the end of the completion of the agreement, the unutilized restricted fund is returned to the respective donor; in case, the agreement so provides for it. In case the unutilized amount is not required to be refunded to the respective donor, the same is transferred to Statement of Income and Expenditure as income in the relevant year in which the project agreement is completed.
- (iii) Remittances received from donors for specific projects/activities/purposes are shown as restricted funds. Disbursements made to other non-governmental organizations for the implementation of program activities is treated as project expenditure and simultaneously reduced from the restricted funds and included in the Statement of Income and Expenditure as "Amount transferred from restricted funds to the extent of expenditure incurred".
- (iv) Unrestricted funds/grants, general donations and contributions received or funds generated by the Society, the use of which is not restricted by the contributors/donors are recognized as income on receipt basis.
- (v) Interest income on savings bank accounts and fixed deposits is accounted on accrual basis. Interest earned on restricted fund received in advance and kept in a separate bank account, as per donor requirement, is added to the respective donor fund.

(d) Foreign currency transactions

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the respective transactions.

(e) Fixed assets and Depreciation

Fixed assets, both movable and immovable, purchased or created out of both restricted / unrestricted funds and are in the custody/physical possession of the society are capitalized in its books of accounts and purchased or created out of both restricted funds and are in the custody/physical possession of the society are not capitalized in its books of accounts but treated as expenditure in the year of purchase/acquisition. However, Fixed assets purchased by the implementing partner organizations out of grants given by the society as a part of program implementation is capitalized by the respective partner organizations in their books of accounts.

Fixed assets are stated at the cost of acquisition including incidental costs related to acquisition and installation, less accumulated depreciation and impairment losses, if any. Cost is inclusive of freight, duties, taxes and other directly attributable costs incurred to bring the assets to their working condition for intended use.

Depreciation on fixed assets is provided on written down value method in accordance with the rate prescribed under Appendix I in the Income Tax Rule, 1962.



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| Asset | Rate per annum (in %) |
|------------------------|-----------------------|
| Computers | 40 |
| Office equipment | 15 |
| Vehicles | 15 |
| Furniture and fixtures | 10 |

The above rates and methods of depreciation are also in line with the estimated useful lives, as determined / assessed by the management.

The appropriateness of depreciation rate and depreciation method is reviewed by the management in each financial year.

Individual assets received as donations, if any, is recognized in the books of accounts at Rs.1.

Depreciation on the Medical Equipments purchased during the year 2021-22 out of Restricted Grants is provided for on straight line method with the estimated useful life of 4 years, as assessed by the management.

(f) Impairment of assets

The carrying values of assets are reviewed at each reporting date to determine if there is indication of any impairment. If any indication exists, the asset's recoverable amount is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each reporting date. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount and is recognized in the Statement of Income and Expenditure. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortization, if no impairment loss had been recognized.

(g) Provisions, contingent liabilities and contingent assets

A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the year in which the change occurs.

(h) Leases

As a lessee

Lease payment under an operating lease is recognized as expenditure in the Statement of Income and Expenditure on a straight-line basis over the lease term.



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(i) Employee Benefit

Employee's benefits comprise provident fund, gratuity and leave encashment/ compensated absences.

Defined contribution plan – Provident Fund: Contribution towards provident fund for employees is made to the regulatory authorities, where the Society has no further obligations and charged as an expense in the Statement of Income and Expenditure. Such benefits are classified as Defined Contribution Plan, as the Society does not carry any obligation, apart from the contributions made on a monthly basis to the said regulatory authorities.

Defined Benefit plan - Gratuity plan (Funded):

- Contribution towards Society's gratuity liability made to the Life Insurance Corporation of India (LIC) are adjusted against the gratuity liability determined by an independent actuary at the balance sheet date on the basis of "Projected Unit Credit Method" and the short fall, if any, is charged to the Statement of Income and Expenditure.
- Actuarial gains and losses comprise experience adjustments and the effects of change in actuarial assumptions are recognized in the Statement of Income and Expenditure as income or expense in the year in which they arise.

Other Employee Benefit - Compensated Absences benefits:

Accumulated compensated absences, which are expected to be availed or encashed within 12 months from the end of the year end are treated as short term employee benefits. The obligation towards the same is measured at the expected cost of accumulating compensated absences as the additional amount expected to be paid as a result of the unused entitlement as at the year end. Accumulated compensated absences, which are expected to be availed or uncashed beyond 12 months from the end of the year are treated as other long term employee benefits. The Society's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/ gains are recognized in the Statement of Income and Expenditure in the year in which they arise.

Employee State Insurance

AAA is also registered under Employees State Insurance Corporation Act, 1948. The Society has covered all its employees, who in accordance with Employee State Insurance Corporation Act, 1948 are eligible for Employee State Insurance under Society's Group Mediclaim Insurance Policy.

(j) Expenditure through NGOs

The Society implements its programmes for strengthening training, research and policy development in the area of eradication of poverty through projects conducted by itself or by other local non-governmental organizations to which it disburses grants. Accordingly, expenditure incurred by the Society during the year to monitor such non-governmental organizations (NGOs) and implement their internal projects is directly charged to the Statement of Income and Expenditure.



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III. Notes to the Accounts:

1. Employee Benefit Obligations:

Provident fund: An amount of Rs. 79,54,261 (Previous year Rs. 92,81,246) has been recognized as an expense in respect of the AAA's contribution for provident fund deposited with the government authorities and has been shown under Employee benefits expense in the Statement of Income and Expenditure.

Gratuity plan: The Society operates a gratuity plan wherein every regular and contractual employee with fixed term of three years and above, 30 days of Basic Salary is paid as Gratuity for every completed year of service, on completion of 3 years, and employee with fixed term of three years and below, 15 days of Basic Salary paid as Gratuity on completion of 5 years of service for every completed year of service, are eligible for gratuity as per the group gratuity scheme of the Life Insurance Corporation of India. In addition, in case of death in service, the legal heir / heiress or the nominee of the staff as the case may be, is eligible to receive gratuity for the balance potential service up to the normal retirement age.

Principal actuarial assumptions in respect of provision for gratuity at the balance sheet date are as follows:

| Particulars | As at 31 March 2023 | As at 31 March 2022 |
|-----------------------------------------------|--------------------------------------------------------------|--------------------------------------------------------------|
| Discount rate* | 7.31% | 7.12% |
| Expected rate of salary increase* | 3.50% | 3.50% |
| <u>Maximum Limit of the Gratuity Benefits</u> | | |
| -Regular Employees | No Limit | No Limit |
| -Contractual Employees | Rs. 20,00,000 | Rs. 20,00,000 |
| <u>Retirement Benefits</u> | | |
| -Regular Employees | 30 Days Salary | 30 Days Salary |
| (Eligibility after 3 years of Service) | | |
| -Contractual Employees | 15 Days Salary | 15 Days Salary |
| (Eligibility after 5 years of Service) | | |
| Demographic assumptions | | |
| Retirement age | 58 Years | 58 Years |
| Mortality table | Standard Indian Assured Lives (2006-08) Ultimate Table | Standard Indian Assured Lives (2006-08) Ultimate Table |
| Withdrawal rates (%): | | |
| Age | | |
| Up to 30 years | 1.00 | 1.00 |
| 31-44 years | 1.00 | 1.00 |
| Above 44 years | 1.00 | 1.00 |

*The discount rate is generally based upon the market yield available on the Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.



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The following table summarizes the components of net benefit expense recognized in the statement of income and expenditure, the funded status and amounts recognized in the balance sheet for the plan:

| S.no | Particulars | March 31, 2023 | March 31, 2022 |
|------|----------------------------------------------------------|----------------|----------------|
| 1 | Current Service Cost | 21,64,259 | 22,41,442 |
| 2 | Contribution Payment | 91,10,838 | 1,27,00,000 |
| 3 | Benefit Payment | 72,13,776 | 1,13,11,877 |
| 4 | Actual return on Plan Asset | 32,03,925 | 20,29,304 |
| 5 | Present Value of Defined Benefits Obligations | 5,26,04,990 | 5,50,25,840 |
| 6 | Fair Value of The Plan Assets | 4,77,87,239 | 4,26,86,252 |
| 7 | Net Assets/(Liabilities) Recognized in the Balance Sheet | -48,17,750 | -1,23,39,588 |
| 8 | Benefit Cost Recognized in P & L | 15,89,001 | 24,21,864 |

There is a shortfall in the plan asset by Rs. 48.18 Lakhs (Previous year Rs.123.40 Lakhs) in respect of Gratuity respectively as on 31st March 2023 which need to be made good by the Society.

2. Fixed Assets:

Fixed assets procured by the society out of local/foreign funds (restricted/unrestricted) during the financial year 2022 - 23 for community use is charged directly as program expenditure in the Statement of Income and Expenditure.

Up to the financial year 2019-20, fixed assets purchased out of restricted grants have also been capitalized in the books of the society by reducing the program expenditure. W.e.f. the FY 2020-21, Fixed assets procured out of restricted grants have been charged to the statement of income and expenditure as program expenditure. Further, such assets have also been capitalized separately under schedule 5a as fixed assets procured out of, Donor's funds and an equivalent amount of fixed assets have been shown under Capital Assets Fund under Schedule 4 in the balance sheet liability side for exercising physical and quantitative control during their useful life. During the year, expenditure amounting to Rs.70.13 lakhs (Previous Year Rs. 169.94 Lakhs) have been incurred on procurement of Fixed Assets.

3. Disbursements to NGOs

- Grant disbursements aggregating to Rs. 302.35 Lakhs (Previous year Rs. 420.77 Lakhs) have been made during the FY 2022 - 23 to various NGO's out of Non-FC Funds for execution of various projects. The unspent grant balances if any, lying with the NGO's will be recovered in the subsequent year(s) and to that extent expenses were overstated.
- The Society is in process of obtaining the audited utilization certificates for end use of fund's disbursements to NGOs from the independent firm of chartered accountants. The audited utilization certificates in respect of utilized grant of Rs. 289.43 lakhs (Previous year Rs. 277.46 Lakhs) are still pending to be received on the Balance sheet date.



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4. Unspent Restricted Grant Balances

Unutilized /unspent grants of restricted funds aggregating to Rs. 716.49 lakhs (FC – Rs.132.06 lakhs & LC – Rs.584.43 lakhs) are appearing for more than one year without any movement and also the project period for the same have already been completed.

5. Restricted Grant Receivable

Grants receivable aggregating to Rs. 495.22 lakhs (FC – Rs.414.37 lakhs & LC – Rs.80.85 lakhs) are pending for recovery for more than one year without any movement. However, in the opinion of the Management, these receivables are good for recovery and the Management is in the process of recovering these balances and the irrecoverable balances, if any, will be written off in the next financial year 2023-24.

6. Sponsorship Fund

Up to the financial year – 2021-22 general donations received through Donation software (DMS) have been account for under sponsorship funds in the books of the society. W.e, f from financial year -2022-23 general donation through DMS have been taken as income of the society in the year receipt and taken to the statement of income and expenditure.

During the year Rs.3,79,39,059 have been received and taken to the income under the head general donation (NFC) for the year likewise utilization of Rs.47,34,994 have also been charged as expenditure in the statement of income and expenditure under the head – Programme expenditure/Disbursement to NGOs - others

The Management of the Society has to take a call for utilization of opening balance of Rs. 6,55,28,465 in subsequent year(s).

7. Recovery of Management Cost

An aggregate amount of Rs. 168.72 Lakhs (FC- Rs. 71.93 Lakhs and NFC- Rs. 96.79 Lakhs) (Previous Year- Rs. 117.50 Lakhs) have been recovered/charged as “Management Cost Recovery” to the restricted funds as fixed percentage of direct cost as per terms of MOUs, which has been shown as income in the statement of Income and Expenditure.

8. Interest Allocation to the Project Fund

Interest earned on the specific saving bank accounts aggregating to Rs.12.34 Lakhs (Previous Year Rs. 6.14 lakhs) have been allocated to the respective project funds during the FY 2022 – 23 on the basis of Utilization Certificates submitted to the donor agencies and to that extent, interest income on saving bank accounts have been shown as net in the Statement of Income and Expenditure.

9. Salary Allocation to the Projects

Salary shown in Schedule 8 “Employee Benefit Expenses” are net of salary allocation of Rs.495.48 lakhs (Previous Year Rs. 617.98 lakhs) to various projects during the year 2022-23.

10. Payment of Statutory Dues

All statutory dues payments such as Provident Fund, ESI, TDS & Professional Tax are being made from one account i.e., IDBI Bank (0011104000435888) for both FC and NFC. As a result of which Rs.204.10 Lakhs are appearing in advances recoverable in schedule 6 of FC books and Rs.235.76 Lakhs as unpaid in the Local books under the head current liabilities schedule – 7.



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11. Balance Confirmations

The confirmation of balances from various vendors and other service providers have not been obtained by the management. However, in the opinion of the Management of the Society, unsettled advances of employees and vendors aggregating to Rs. 386.36 Lakhs (Previous year Rs.520.67 lakhs) are good for recovery.

12. Internal Control

The Management has initiated steps to strengthen/revamp the existing process of distribution of relief materials including maintenance of beneficiaries list, rationalizing the terms and conditions of advance payments to vendors /consultants etc. Further, the maker checker concept, which is an essential part of Internal Control, need to be strengthened and effectively implemented. Further periodical review and update of its books of accounts at regular intervals is very essential for timely action.

13. Internal Audit

At present the organization is having a formal Internal Audit system. In view of the large quantum of its transactions its nature and size, an adequate internal audit needs to be carried out in a timely & effective manner so as to adhered the desired results.

14. Stock Movement of Assets

Assets are lying at various locations of ActionAid Association at the end of the financial year. The value & quantity of the undistributed assets to the beneficiaries could not be ascertained by the Management in the absence of stock movement register.

15. Income Taxes

The society is registered under section 12A read with sections 12AA of Income Tax Act, 1961 vide letter dated April 25, 2008 and renewed till AY 2026 - 27 and subject to compliance with the conditions specified therein, it is not presently, liable to pay income tax on excess of income over expenditure in a particular financial year.

16. The Society is classified as Small and Medium Sized Enterprise (SME), being Level – III for the purposes of applicability of Accounting Standards as defined by the Council of the Institute of Chartered Accountants of India. Accordingly, the Society has complied with the Accounting Standards and availed certain exemptions as applicable to a Small and Medium Sized Enterprise. Accordingly, the society has not recognized any provision for income tax in its books of accounts.

17. The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information available with the management, there are no outstanding balance to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Further, the Society has not received any claim for interest from any supplier under the said Act.



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18. By the virtue of the amendments made to the FCRA through the Foreign Contribution (Regulation) Amendment Act 2020 (Amendment Act) which has been notified by the Union Government on 29 September 2020 to amend certain provisions of the FCRA.

Through one of the amendments in the FCRA, has put a prohibition on transfer of foreign contribution. Consequent to the aforesaid amendment, AAA has stopped sub-grants of foreign funds to its partner NGO's w.e.f September 29 2020, and has decided to go for self-implementation of the on-going projects. As per the amendment and further notification to it, the designated FCRA bank account is required to be with State Bank of India, New Delhi Main Branch (NDMB), as AAA has the existing FCRA designated Bank account with State Bank of India New Delhi South Extension branch and the association was allowed to use till March 31, 2021. W.e.f April 1, 2021, AAA is receiving foreign contribution grants in the bank account with SBI, NDMB. As per the amendment, the limit of Administration expenses has also been reduced from 50% to 20% of foreign contribution received in a particular year. AAA has taken various measures to reduce the establishment expenses and travel expenses to the extent possible and put a restriction on recruitment of staff and staff training and development activities in order to ensure its compliance in accordance with FCRA rules and regulations.

19. Leases

The Society has taken office premises under operating lease arrangements. The lease rent charged to Statement of Income and Expenditure is Rs.45.15 lakhs (Previous year Rs. 43.42 lakhs/-). Out of which Rs. 31.45 lakhs (Previous year Rs. 16.64 lakhs) have been allocated to the Projects as management cost recovery.

20. Expenditure in foreign currency

| Particulars | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|---------------------------|-------------------------------------|-------------------------------------|
| Travelling and conveyance | NIL | NIL |

21. Related Parties

- (a) Related parties where transactions have taken place during the year:

| Name of the Party | Relationship |
|------------------------------------------|--------------|
| Action Aid International, United Kingdom | Affiliate |
| Mr. Sandeep Chachra | Secretary |

- (b) Related parties where transactions have taken place during the previous year:

| Name of the Party | Relationship |
|--------------------------------------|--------------|
| Action Aid International, Netherland | Affiliate |
| Mr. Sandeep Chachra | Secretary |



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(c) Related party and nature of the relationship with whom transactions have taken place during the year:

| Name of the Party | Nature of transaction | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
|------------------------------|-------------------------|----------------------------------|----------------------------------|
| Action Aid International, UK | Receipt of funds/grants | 22,08,16,370 | 36,11,48,375 |
| Mr. Sandeep Chachra | Salary | 59,54,652 | 56,25,036 |

22. Previous year's figures have been regrouped / reclassified, wherever necessary, to conform to current year's classification

As per our report of even date attached

For **Thakur, Vaidyanath Aiyar & Co.**
Chartered Accountants
Firm Registration No.: 000038N

Anil Kumar Aggarwal
Partner

Membership No.: 087424

For and on behalf of
Action Aid Association

Sandeep Chachra
Executive Director

Venkateswar Nayak
Director - Finance

