



**A. K. Nair & CO.**  
**CHARTERED ACCOUNTANTS**

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**AUDIT REPORT**  
**FORMNO.10B**

We have examined the Balance Sheet of **AZAD FOUNDATION, 32 Nehru Apartments, NEW DELHI** as at 31<sup>st</sup> March, 2018 and the Income & Expenditure Account for the year ended on that date which are in agreement with the books of accounts maintained by the said Trust.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. In our opinion, proper books of accounts Have been kept by the Trusts of are as appears from our examination of the books.

In our opinion and to the best of our information and according to the information given to us, the said accounts give a true and fair view:

- i) In the case of the Balance Sheet, of the state of affairs of the above named Trust as at 31<sup>st</sup> March, 2018 and
- ii) In the case of the Income & Expenditure Account, of the excess of Income over Expenditure of its accounting year ended on 31st March, 2018.

The prescribed Particulars are annexed here to.



**For A.K. Nair & Co.**  
**Chartered Accountants**  
**REG. NO-: 011075N**

**PLACE: New Delhi**  
**DATE: September 8, 2018**

**A. K. NAIR**  
**PARTNER**  
**M. No 84690**

**ANNEXURE**  
**STATEMENT OF PARTICULARS**

I Application of income for charitable or religious purposes

1.	Amount of income of the previous year applied to charitable or religious purpose in India during that year.	:	Revenue Expenditure. : Rs. 7,35,59,776/- Capital Expenditure Rs. 72,18,703/-
2.	Whether the trust/institution* has exercised the option under the clause (2) of the explanation to section 11 (I)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year.	:	No
3.	Amount of Income accumulated or set apart* /finally set apart for application to charitable or religious purpose, to the extent it does not exceed 15 percent of the income derived from property held under trust wholly */in part only for such purposes.	:	Rs. 6,22,613/-
4.	Amount of income eligible for exemption under section 11 (I) (c) (Give details).N.A	:	N.A
5.	Amount of income in addition to the amount referred to in item 3 above, accumulated or set apart for specific purposes under section 11(2).	:	Yes, Rs.24,93,485/-
6.	Whether the amount of income mentioned in tem 5 above has been invested or deposited In the manner laid down in section 11(2)(b)? If so, the details there of.	:	Yes, the balance is lying in the Scheduled Bank
7.	Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11 (1) in any earlier year is deemed to be income of the previous year under section 11 (1B)? If so, the details there of.	:	N.A
8	Whether during the previous year, any part of the income accumulated or set apart for specified purposes under section 11(2) in any earlier year-	:	
	(a) Has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for applications there to, or	:	No
	(b) Has ceased to remaining invested in any security referred to in section 11(2)(b) (i) or deposited in any account referred to in section 11 (2) (b) (ii) or section 11(2) (b) (iii), or	:	NA
	(c) Has not been utilized for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, in the year immediately following the expiry thereof? If so the details thereof	:	NA



**AUDIT REPORT U/S 124(b)****II Application for use of income or property for the benefit of persons referred in section 13(3)**

1	Whether any part of the income or property of the *trust / institution was lent, or continues to be lent, in the previous year to the person referred to in section 13(3) (hereinafter referred to in this Annexure as such persons)? If so give details of the amount, rate of interest charged and the nature of the security, if any	:	NIL
2	Whether any land, building or other property of the *trust/institution was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of the rent or compensation charged, if any	:	NIL
3	Whether any payment was made to any such Person during the previous year by way of salary, allowance or otherwise? If so give details		Salary of Rs.16,58,400/- to ms Meenu Vadera
4	Whether the services of the *trust/institution were made available to any such person during the previous year? If so, give details thereof with remuneration or compensation received, if any	:	NIL
5	Whether any share, security, or other property was purchased by or on behalf of the * trust / institution during the previous year? If so, give details thereof together with the consideration paid.	:	NIL
6	Whether any share, security or other property was sold or on behalf of the *trust / institution during the previous year to any such person? If so, give details thereof together with the consideration received.	:	NIL
7	Whether any income or property of the *trust/Institution was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted	:	NIL
8	Whether the income or property of the *trust /institution was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details	:	NIL
	* Strike out whichever is not applicable.	:	



**III. Investments held at any time during the previous year (s) in concerns in which persons referred to is Section 13 (3) have a substantial interest**

S.No.	Name and Address of the concern	Where the concern is a Company, number and class of share held	Nominal Value of the investment	Income from the Investment	Whether the amount in Col. 4 exceeded 5 percent of the capital of the concern during the previous year say, Yes/No.
1	2	3	4	5	6
-----NIL-----					
<b>Total</b>					

**For A.K. Nair & Co.  
Chartered Accountants  
REG. NO-: 011075N**



**A. K. NAIR  
PARTNER  
M. No 84690**

**PLACE: New Delhi  
DATE: September 8, 2018**



**AZAD FOUNDATION  
BALANCE SHEET AS AT MARCH 31, 2018**

	SCHEDULE	AS AT 31.3.2018	AS AT 31.3.2017
<b><u>SOURCES OF FUNDS</u></b>			
TRUST FUND	1	11,034,445	11,234,445
EARMARKED FUNDS	2	37,935,231	38,566,614
DESIGNATED FUNDS		267,000	-
INCOME AND EXPENDITURE ACCOUNT	3	5,074,250	3,499,146
<b>TOTAL</b>		<b><u>54,310,926</u></b>	<b><u>53,300,205</u></b>
<b><u>APPLICATION OF FUNDS</u></b>			
<b><u>FIXED ASSETS</u></b>			
GROSS BLOCK		3,493,845	5,034,839
LESS: DEPRECIATION		-	-
NET BLOCK		<u>3,493,845</u>	<u>5,034,839</u>
EARMARKED FUNDS	2	682,805	595,500
<b><u>NET CURRENT ASSETS</u></b>			
CASH AND BANK BALANCES	5	49,268,249	46,979,755
LOAN AND ADVANCES	5	396,512	1,329,055
OTHER CURRENT ASSETS	5	<u>1,705,544</u>	<u>1,168,969</u>
		51,370,305	49,477,779
LESS: CURRENT LIABILITIES	6	<u>1,236,029</u>	<u>1,807,913</u>
NET CURRENT ASSETS		50,134,276	47,669,866
<b>TOTAL</b>		<b><u>54,310,926</u></b>	<b><u>53,300,205</u></b>

For A.K NAIR & CO.  
Chartered Accountants  
FRN No.011075N

A.K NAIR  
(Partner)  
M.No.84690

Place : New Delhi

Date : *September 8, 2018*



For Azad Foundation

*Meenu Vadera*

Meenu Vadera  
Secretary

*Rohit Bhasin*

Rohit Bhasin  
Treasurer

**AZAD FOUNDATION  
INCOME & EXPENDITURE ACCOUNT  
FOR THE PERIOD ENDED MARCH 31, 2018**

SCHEDULE	AS AT 31.3.2018	AS AT 31.3.2017
<b>A. INCOME</b>		
<b>Income towards Earmarked Funds</b>		
Grants income- FCRA	46,993,481	51,596,471
Grants income Local	32,750,345	7,476,550
<b>Income towards General Fund</b>		
<b>FCRA</b>		
Saving Bank Interest-FC	286,040	389,575
FDR interest FCRA	503,019	209,700
Coordination Fee	-	37,812
Other Income	332,828	178,619
<b>Local</b>		
Donations	836,753	3,786,895
Commitment Fund Contribution	617,850	474,050
Saving Bank Interest	262,729	271,416
FDR Interest	1,218,780	143,041
Other Income	92,752	1,459,656
<b>TOTAL</b>	<b>83,894,577</b>	<b>66,023,785</b>
<b>Less :- Transfer to reserve to the extent permitted</b>	-	-
	<b>83,894,577</b>	<b>66,023,785</b>
<b>B. EXPENDITURE</b>		
Expenses from FCRA Funds - Earmarked Funds	46,993,481	51,596,471
Expenses from Local Funds - Earmarked	32,750,345	7,476,550
Expenses from FCRA Funds	666,937	1,751,448
Expenses from Local Funds	367,716	3,875,460
Asset Written off	1,540,994	-
<b>TOTAL</b>	<b>82,319,473</b>	<b>64,699,929</b>
Excess/(deficit) of income over expenditure for the year	1,575,104	1,323,856
Less: Transferred to Earmarked Funds	-	-
Balance Transferred to Income and expenditure account	1,575,104	1,323,856
Add :- Depreciation on fixed assets written back from last year	-	-
<b>Balance carried forward</b>	<b>1,575,104</b>	<b>1,323,856</b>

**ACCOUNTING POLICIES  
AND NOTE ON ACCOUNTS**

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AS PER OUR REPORT OF EVEN DATE

For A.K NAIR & CO.  
Chartered Accountants  
FRN No.0111075N

A.K NAIR  
(Partner)  
M.No.84690

For Azad Foundation

*Meenu Vadera*

Meenu Vadera  
Secretary

*Rohit Bhasin*

Rohit Bhasin  
Treasurer

Place : New Delhi

Date : September 8, 2018



**AZAD FOUNDATION**  
**SCHEDULES FORMING PART OF THE BALANCE SHEET**  
**AS AT MARCH 31, 2018**

<b><u>SCHEDULE 1 - TRUST FUND</u></b>	<b>AS AT 31.3.2018</b>	<b>AS AT 31.3.2017</b>
Opening balance	11,234,445	11,234,445
Less: Reserve for Loan to Alumni	200,000	-
	<u>11,034,445</u>	<u>11,234,445</u>
Add Transfer to the extent permitted	-	-
	<u>11,034,445</u>	<u>11,234,445</u>

<b><u>SCHEDULE 2 - EARMARKED FUND</u></b>		
Opening balance FCRA	18,760,975	5,551,459
Less: Recoverable from Earmarked Donor for last year	334,614	-
Add: received during the year	<u>50,257,636</u>	<u>64,471,373</u>
	68,683,997	70,022,832
Less : Utilized during the year	<u>46,993,481</u>	<u>51,596,471</u>
	21,690,516	18,426,361
Add: Recoverable from Earmarked Donor	8,697	334,614
Closing balance (A)	<b><u>21,699,213</u></b>	<b><u>18,760,975</u></b>
Opening balance Local	19,805,639	3,118,771
Less: Recoverable from Earmarked Donor for last year	260,886	-
Add: Grant received during the year	<u>28,767,502</u>	<u>23,902,532</u>
	48,312,255	27,021,303
Less: Utilized during the year	<u>32,750,345</u>	<u>7,476,550</u>
	15,561,910	19,544,753
Add: Recoverable from Earmarked Donor	674,108	260,886
Closing balance (B)	<b><u>16,236,018</u></b>	<b><u>19,805,639</u></b>
<b>Total (A+B)</b>	<b><u>37,935,231</u></b>	<b><u>38,566,614</u></b>

<b><u>SCHEDULE 3 :- INCOME AND EXPENDITURE ACCOUNT</u></b>	<b>AS AT 31.3.2018</b>	<b>AS AT 31.3.2017</b>
Opening Balance Carried Forward	3,499,146	2,175,290
Add: Balance transferred from Income & Expenditure A/c	1,575,104	1,323,856
<b>Balance carried forward to income and expenditure account</b>	<b><u>5,074,250</u></b>	<b><u>3,499,146</u></b>

<b><u>SCHEDULE 5 - CURRENT ASSETS, LOANS AND ADVANCES</u></b>	<b>AS AT 31.3.2018</b>	<b>AS AT 31.3.2017</b>
Bank Balance	18,828,372	24,121,602
Fixed Deposits	30,248,804	22,546,986
Cash In Hand	191,073	311,167
Interest accrued	373,861	41,960
Prepaid Expenses	99,930	78,716
Security deposit	1,008,500	736,500
TDS	223,253	311,793
Advance recoverable	396,512	1,329,055
	<b><u>51,370,305</u></b>	<b><u>49,477,779</u></b>



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## AZAD FOUNDATION

### SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2018

<b>SCHEDULE 6 - CURRENT LIABILITIES</b>	<b>AS AT 31.3.2018</b>	<b>AS AT 31.3.2017</b>
Statutory liabilities	544,214	352,273
Salary payable	-	17,113
Other payables	584,206	1,168,171
Expenses payables	107,609	270,356
	<b>1,236,029</b>	<b>1,807,913</b>

### SCHEDULE 7 - ACCOUNTING POLICIES AND NOTES TO THE ACCOUNTS

#### A. ACCOUNTING POLICIES

##### 1. ACCOUNTING METHODOLOGY

The Accounts are drawn up on the historical cost convention and on accrual basis.

##### 2. FIXED ASSETS AND DEPRECIATION

###### OWN FUNDS

Fixed Assets are carried at cost. The cost of a fixed asset comprise its purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

###### EARMARKED FUNDS

Assets purchased out of earmarked funds are charged to revenue in the year of purchase. 100% depreciation is provided on such assets to match with the earmarked fund utilisation.

##### 3. REVENUE RECOGNITION

Revenue is recognised only when measurability and realisability is certain.

Donations and grants are recognised only at the stage when there is a reasonable assurance that the Trust will comply with the conditions attached and donations/ grants will be received.

#### B. NOTES TO THE ACCOUNTS

1. Previous year's figures have been regrouped/recast wherever considered necessary.
2. The Trust has received specific purpose grant from donor agencies. The utilised portion of these grants are shown under Schedule 2-"EARMARKED FUNDS".
3. The Earmarked FCRA project expenses included Rs. 23,65,783/- towards fixed assets purchased for the project and are treated as revenue expenses.
4. The Earmarked Local project expenses included Rs. 48,52,920/- towards fixed assets purchased for the project and are treated as revenue expenses.
5. The Gratuity Fund balance as on March 31, 2018 is Rs. 11,40,172/-

AS PER OUR REPORT OF EVEN DATE

For A.K NAIR & CO.  
Chartered Accountants  
FRN No.011075N

A.K NAIR  
(Partner)  
M.No.84690

For Azad Foundation

*Meenu Vadera*  
Meenu Vadera  
Secretary

*Rohit Bhasin*  
Rohit Bhasin  
Treasurer

Place : New Delhi

Date : September 8, 2018