

AUDITORS' CERTIFICATE

We have audited the account of **Himnotthan 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, 2020 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 ₹ 4,198,600;
2. Foreign contributions of ₹ 29,282,475 was received by the Society during the financial year 2019-20;
3. Interest on Foreign Contribution of ₹ 258,028 was received by the Society during the financial year 2019- 20;
4. The balance of unutilized foreign contribution (Bank Balance) with the Society at the end of the financial year was ₹ 12,544,504;
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.

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

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Joe Pretto
Partner

Membership No.77491
(UDIN-20077491AAAABW1472)

Place: Mumbai

Date: September 28, 2020

Appendix 1 - Notes 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/8194 dated February 18, 2020

Management's Responsibility

2. The Society's Management is responsible for the compilation of the information referred in our certificate dated September 28, 2020, 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 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 to the 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


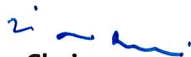


Partner

Membership No.77491
(UDIN-20077491AAAABW1472)






Place: Mumbai

Date: September 28, 2020






BALANCE SHEET (FOREIGN CONTRIBUTION) AS AT MARCH 31, 2020

Particulars	Note No.	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
FUNDS AND LIABILITIES			
Funds			
(a) General Fund	3	61,332	61,332
(b) Earmarked Funds	4	12,461,288	4,157,007
(c) Other Funds	5	10,963,110	11,314,516
(d) Income and Expenditure Account	6	484	-
		23,486,214	15,532,855
LIABILITIES			
(a) Payables	7	126,400	85,261
TOTAL		23,612,614	15,618,116
ASSETS			
(a) Fixed assets	8	10,963,110	11,314,516
(b) Loans and advances	9	105,000	105,000
(c) Cash and bank balances	10	12,544,504	4,198,600
TOTAL		23,612,614	15,618,116
See accompanying notes forming part of the financial statements	1-18		
In terms of our certificate dated September 28, 2020 attached.			
For Deloitte Haskins & Sells LLP Chartered Accountants  Joe Pretto Partner	For and on behalf of the Himmotthan Society  Chairman		
Place : Mumbai Date : September 28, 2020	Place : Dehradun Date :  Secretary / Treasurer 		

INCOME AND EXPENDITURE ACCOUNT (FOREIGN CONTRIBUTION) FOR THE YEAR ENDED MARCH 31, 2020

Particulars	Note No.	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
Income			
Transfer from Earmarked Funds	4	22,103,205	43,233,266
Transferred from Fixed Assets Fund	5		
- For Depreciation		919,675	1,482,174
- For Assets written off		34,560	-
Other income	11	484	-
Total Income		23,057,924	44,715,440
Expenses			
Expenditure on objects of the Society			
(a) Grants Paid		6,242,193	14,127,269
(b) Programme Expenses	12	15,043,436	27,916,776
(c) Employee Benefit Expenses	13	458,695	618,352
(d) Establishment Expenses	14	393,441	570,869
(e) Depreciation Expenses	8	919,675	1,482,174
Total Expenses		23,057,440	44,715,440
Excess of Income over Expenditure		484	0
See accompanying notes forming part of the financial statements	1-18		
In terms of our certificate dated September 28, 2020 attached.			
For Deloitte Haskins & Sells LLP Chartered Accountants		For and on behalf of the Himmotthan Society	
  Joe Pretto Partner		 Chairman	
Place : Mumbai Date : September 28, 2020		  Secretary / Treasurer Place : Dehradun Date :	

RECEIPTS & PAYMENTS ACCOUNT (FOREIGN CONTRIBUTION) FOR THE YEAR ENDED MARCH 31, 2020

S. No.	Particulars	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
A.	RECEIPTS :		
	Opening Balance B/f		
	Bank Balance	3,187,090	2,340,819
	Short Term Deposit	1,011,510	18,068,736
	Cash	-	-
	Grant received	29,282,475	37,819,455
	Grant refund by PO's	900,259	802,358
	Interest earned on Grants	258,028	514,467
	Interest earned on own Fund	484	-
	TDS Refund received	-	37,027
	TOTAL	34,639,846	59,582,862
B.	PAYMENTS :		
	Grant paid	6,242,193	14,127,269
	Programme Expenses	14,897,911	27,861,476
	Employee Benefit Expenses	443,260	588,391
	Establishment expenses	393,441	570,869
	Statutory Liability Paid	85,261	120,355
	Fixed assets purchased	33,276	12,115,902
	Closing Balance C/f		
	Bank Balance	4,518,033	3,187,090
	Short Term Deposit	8,026,471	1,011,510
	Cash	-	-
	TOTAL	34,639,846	59,582,862
In terms of our certificate dated September 28, 2020 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 : September 28, 2020		Place : Dehradun Date : 2020	

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, 2010 ("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 provision for gratuity which is accounted for on accrual basis.

ii. Fixed Assets:

- a) 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.
- b) Fixed assets value up to 5,000/- is fully depreciated in the year of acquisition.
- c) 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%
Land & Building	10%
Plant and Machinery	15%
Plant and Machinery (Solar)	40%
Vehicle	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.



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

v. **Grant :**

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

vi. **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 Fund**

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
General Fund		
Balance at beginning of the year	61,332	61,332
Add: Transferred from Earmarked Funds	-	-
Total	61,332	61,332

Note 4: Earmarked Funds

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Balance at beginning of the year	4,157,007	20,369,895
Add: Received during the year	29,282,475	37,819,455
Add: Interest Income	258,028	514,467
Add: Refund by Onward Partners	900,259	802,358
Less: Transferred to Fixed Assets Fund	33,276	12,115,902
Less: Transferred to Income and Expenditure Account	22,103,205	43,233,266
Total	12,461,288	4,157,007

Refer Annexure 4.1 for details

Note 5: Other Funds

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Fixed Assets Fund		
Balance at beginning of the year	11,314,516	680,788
Less: Asset sold/ Written off	34,560	-
Add: Transferred from Earmarked Funds	33,276	12,115,902
Less: Transferred to Income and Expenditure Account	919,675	1,482,174
Add: Adjustment	569,553	-
Total	10,963,110	11,314,516

Refer Note 8 for Land & Building Note

Note 6 : Income & Expenditure Account

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Balance at beginning of the year	-	-
Add: Excess of Income over expenditure	484	-
	484	-

Note 7: Payables

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Statutory Dues	39,228	29,822
Provision for Gratuity	87,172	55,439
Total	126,400	85,261



HIMMOTTHAN SOCIETY

Note 4.1: Earmarked Fund - Programme-wise details

Sr. No.	Project Name	Opening Balance as on April 1, 2019	Grant received during the year	Interest received during the year	Transfer to Income and Expenditure Account	Transfer to Fixed Assets Fund (Refer Note 5)	Transfer to General Fund (Refer Note 3)	Refunded by Onward Partners	Adjustments	Closing Balance as on March 31, 2020 (Refer Note below)
1	Foreign Contribution (Foreign Source)									
1.1	One Prosper International-Canada	16,512	-	-	-	-	-	-	-	16,512
1.2	Vesterguard Lifestraw	9,345	-	-	7,700	-	-	-	-	1,645
	Subtotal (Foreign Source)	25,857			7,700					18,157
2	Foreign Contribution (Local Source)									
2.1	Donation for Relief Rehabilitation and Livelihoods work in Uttarakhand	593	-	-	-	-	-	-	-	593
2.2	The Hans Foundation, New Delhi (Local Source)									
2.2.1	Education Washplus Programme	2,292,597	-	-	-	-	-	900,259	(3,192,856)	-
2.2.2	Maximizing Mountain Agriculture Project	221,663	10,509,475	77,021	12,825,205	-	-	-	3,192,856	1,175,810
2.2.3	Toilet Construction in School Under Hans School Modernization Program	1,615,845	5,500,000	54,710	6,838,548	-	-	-	-	332,007
2.3	HT Parekh Foundation, Mumbai									
	A Sanitation, Hygiene Water Security and Point use (WaSH Plus) Programme with the Himmotthan Society in the Gangollihaat Cluster of Pithoragarh District in Uttarakhand" BODF	452	-	12,333	12,107	-	-	-	-	678
2.4	Collectives for Integrated Livelihood Initiatives (CINI), Jamshedpur (Local Source)									
2.4.1	Promoting Decentralized Renewable Energy Solution-LEH	-	3,273,000	56,131	1,400,634	33,276	-	-	-	1,895,221
2.4.2	Clean Energy Initiative for Rural Uttarakhand	-	10,000,000	57,833	1,019,011	-	-	-	-	9,038,822
	Subtotal (Local Source)	4,131,150	29,282,475	258,028	22,095,505	33,276		900,259		12,443,131
	GRAND TOTAL (FC)	4,157,007	29,282,475	258,028	22,103,205	33,276		900,259		12,461,288
	<i>Previous year</i>	<i>20,369,895</i>	<i>37,819,455</i>	<i>514,467</i>	<i>43,233,266</i>	<i>12,115,902</i>		<i>802,358</i>		<i>4,157,007</i>

Note :-

1) Closing balance represent amounts received from various donors for specific projects under taken/ to be undertaken by the society as per its objects, which have remained unutilized as at the Balance Sheet date.

2) Previous year figures are in italics.

3) * Projects closed during the year.

4) **Projects closed during the previous year



Note 8 : Fixed Assets (created out of Earmarked Funds)

Note:-

During the previous year the entity had purchased Land & Building for Rs 5 lakhs. The bifurcation of land and building cost has been done during the year based on the valuation report received from J.K.Gupta, Chartered Engineer. The depreciation pertaining to the cost of the land that had been charged off during the previous year has been reversed and the corresponding depreciation effect is shown in the adjustment



HIMMOTTHAN SOCIETY**Notes forming part of the financial statements****Note 9: Loans and Advances**

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Security Deposits	105,000	105,000
Total	105,000	105,000

Note 10: Cash and Bank Balances

Particulars	As at March 31, 2020 (₹)	As at March 31, 2019 (₹)
Cash and Bank Balance		
(a) Cash on hand	-	-
(b) Balances with banks		
(i) In Saving accounts :		
Indian Overseas Bank	4,518,033	3,187,090
	4,518,033	3,187,090
(ii) Term Deposit Accounts:		
Deposits with Indian Overseas Bank	8,026,471	1,011,510
	8,026,471	1,011,510
Total	12,544,504	4,198,600



HIMMOTTHAN SOCIETY**Notes forming part of the financial statements****Note : 11 Other income**

Particulars	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
(a) Interest received from banks on: Saving Accounts	484	-
Total	484	-

Note 12: Programme Expenses

Particulars	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
Salaries	2,807,057	2,568,675
Staff Welfare Expenses	9,965	10,993
Contributions to Gratuity, Provident & ESI	282,860	225,401
Honorarium and Consultancy Fees	1,834,281	3,838,890
Insurance	23,752	-
Field Office Building Rent	357,415	175,677
Water and Electricity Charges	7,811	-
Communication	90,652	113,407
Training/ Programme expenses	8,315,309	18,456,926
Books and Periodicals	-	129
Travel and Conveyance	1,185,657	2,017,465
Printing and Stationery	63,955	468,422
Software and Computer Consumables	-	36,004
Repairs and Maintenance	30,162	4,787
Fixed Assets written off	34,560	-
Total	15,043,436	27,916,776

Note 13: Employee Benefit Expenses

Particulars	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
Salaries to Admin staff	409,349	556,542
Staff Welfare Expenses	531	2,916
Contribution to Provident Fund, Gratuity and ESI	48,815	58,894
Total	458,695	618,352

Note 14: Establishment Expenses

Particulars	For the Year Ended March 31, 2020 (₹)	For the Year Ended March 31, 2019 (₹)
Audit Fees	-	-
Professional / Consultant fees - Non Program	7,670	75,025
Water and Electricity Charges	5,651	5,288
Miscellaneous and Office Maintenance Expenses	131,363	92,190
Office Building Rent	228,561	329,564
Bank Charges	8,300	11,217
Travel & Conveyance	1,855	32,859
Communication, Postage and Courier	10,041	24,726
Total	393,441	570,869



HIMMOTTHAN SOCIETY

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

15. 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.
16. A nationwide lockdown was imposed during March, 2020 due to COVID 19 pandemic, Himmotthan being an Associate Organization of Tata Trust is following all protocols set out by the Board of Himmothan. Himmotthan is involved in various virtual capacity building programmes, coordinating the Covid prevention measures of Tata Trusts with local Government authorities and enabling farmers for cultivation of Kharif crop by seed distribution and related guidance, however, the financial impact for 2019-20 from these activities are not material.
17. The bifurcation of costs within various cost centers have been done based on Management's Judgement.
18. Previous years' figures have been regrouped/ reclassified wherever necessary.



For and on behalf of the Himmotthan Society


Chairman





Secretary/Treasurer

Place: Dehradun

Date: