

INDEPENDENT AUDITORS' REPORT

To the governing council - MAKE A DIFFERENCE COCHIN
Report on the Audit of Standalone Financial Statements

Opinion

We have audited the standalone financial statements of MAKE A DIFFERENCE COCHIN ('the Society'), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Income and Expenditure for the year then ended, and the notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the society as at 31st March, 2019, and its loss for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 ethical requirements that are relevant to our audit of the financial statements in India, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibility for the standalone financial statements

The society's is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the society in accordance with the accounting principles generally accepted in India, including the Accounting Standards. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the society and for preventing and detecting the 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 internal financial control, that were 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.



G. JOSEPH & ASSOCIATES

Chartered Accountants

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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. 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 financial control relevant to the society's preparation of the financial statements that give true and fair view 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 the society, 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 on the financial statements.

UDIN: 19233286AAAACR8059

Place: Kochi

Date: October 30, 2019

For G Joseph & Associates
Chartered Accountants
Firm Reg. No. 006310S




Raphael Sharon
Partner
233286

Make A Difference Cochin

(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)

Nedumala House, Harmony Enclave, Chilavannoor Road Ernakulam Cochin - 682020

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

1 Background

Make A Difference - Cochin ("The Society" or "MAD") is a society registered under the The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955. The object of the the society is to ensure that the children living in orphanages and street shelters receive additional care and support.

2 Significant Accounting Policies

a) General

The Financial Statements have been prepared on the historical cost convention. These statements have been prepared in accordance with the generally accepted accounting principles and the applicable mandatory accounting standards. The preparation required adoption of estimates and assumptions that can affect the reported amounts of revenue and expenditure and the assets and liabilities as well as the disclosure of contingent liabilities. Differences between the actual results and estimates are recognised in the year in which they become known or materialises.

b) Use of Estimates

The preparation of financial statements in conformity with Indian Generally Accepted Accounting Policies(GAAP) in India requires management to make make judgements , estimates and assumptios that affect the application of accounting policies and reported amount of assets, liabilities, income and expenses and the disclosures of contingent liabilities on the date of financial stements Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in current and future periods.

c)Fixed Assets

The Fixed Assets are stated at their original cost of acquisiton including taxes, duties, freight and other incidental expenses relating to the acquisition and installation of the concerned assets. The sponsorship /grant received against specific assets have been adjusted against the cost incurred for generating the respective asset.

d)Depreciation

Depreciation has been provided on Fixed Assets under Written Down Value method at the rates and in the manner prescribed under the Income Tax Act,1961.

e) Cash and Cash Equivalents

Cash and cash equivalents comprise cash balances on hand, cash and deposits with bank and highly liquid investments with original maturities, at the date of purchase/investment, of three months or less.

f) Revenue Recognition

Grant/Donations

Only those Grant/Donations are accounted for as income which have been accrued and became due as per agreements with donor agencies/donors.

Interest income

Interest income is recognized on accrual basis when there is reasonable certainty of its ultimate collection/realization.

g) Employee Benefits

All employee benefits payable wholly within twelve months of rendering the services such as salaries wages performance incentives are recognised in the Income and Expenditure Account in the period in which the employee renders the related service accordingly.

h) Income Tax

Income Tax and Deferred Tax Asset /Liability has not been recognised, due to the exemptions available under under sections 11 and 12 of the Income Tax Act.



i) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term, are classified as operating leases. Operating lease payments are recognised as an expense in the Income and Expenditure account on a straight line basis.

j) Impairment of Assets

The Society assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Society estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the income and expenditure account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

k) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Society has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A Contingent Asset is neither recognised nor disclosed in the financial statements.



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CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2019

(All amounts are in Indian rupees unless otherwise stated)

Particulars	Sch. No.	As at March 31, 2019	As at March 31, 2018
LIABILITIES AND TRUST FUNDS			
Trust Funds			
Corpus Fund	3	161,000	161,000
Non - Corpus Fund including excess of income over expenditure	4	43,212,636	76,747,803
A. Total Trust Funds		43,373,636	76,908,803
Current Liabilities			
Sundry Creditors	5	1,287,838	2,113,999
Other Current Liabilities	6	782,856	1,223,179
B. Total Current Liabilities		2,070,694	3,337,178
Total Liabilities	(A+B)	45,444,330	80,245,981
ASSETS			
Non-current Assets			
Fixed Assets	7	2,476,306	1,517,567
A. Total Non-Current Assets		2,476,306	1,517,567
Current Assets			
Short Term Loans and Advances	8	1,949,211	1,249,896
Cash and Cash Equivalents	9	39,948,113	76,757,764
Other current assets	10	1,070,700	720,753
B. Total Current Assets		42,968,024	78,728,414
Total Assets	(A+B)	45,444,330	80,245,981
Summary of Significant accounting policies	2		
The accompanying notes form an integral part of financial statements			

As Per Our Report of Even Date Attached

For **G. Joseph & Associates**

Chartered Accountants

(Firm Reg. No.006310S)


Raphael Sharon

Partner

M.No: 233286

Place: Ernakulam

Date : 31.10.2019

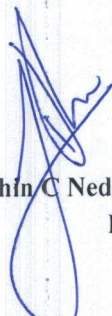


For and on behalf of the governing council

Make A Difference- Cochin


Shilpa Manari
Director


M. D. Arathi
Director


Jithin C Nedumala
Director

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INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2019

(All amounts are in Indian rupees unless otherwise stated)

Particulars	Sch. No.	As at	
		March 31, 2019	March 31, 2018
INCOME			
Donations received	11	55,414,932	107,369,296
Other income	12	2,887,268	595,019
		58,302,200	107,964,315
EXPENDITURE			
Project expenses	13	81,866,598	48,069,902
Other expenses	14	9,526,846	8,217,697
Depreciation	7	443,923	236,269
		91,837,367	56,523,868
Excess/(Deficit) of income over expenditure		(33,535,167)	51,440,447
Summary of Significant accounting policies	2		
The accompanying notes form an integral part of financial statements			

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Make A Difference - Cochin*(A Society Registered Under The Travancore-Cochin Literary, Scientific and Charitable Societies Registration Act, 1955)*

Nedumala House, Harmony Enclave, Chilavannoor Road Ernakulam Cochin - 682020

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2019*(All amounts are in indian rupees unless otherwise stated)*

Particulars	As at March 31, 2019	As at March 31, 2018
Opening Balance		
Balance with Banks	76,750,064	22,835,872
Cash in Hand	7,700	29,300
A	76,757,764	22,865,172
Receipts		
Donation Income	55,414,932	107,369,296
Net Cash received from cities	-	62,051
Other Income	2,887,268	584,702
Bank Receipts not Acknowledged as Donation	-	478,561
B	58,302,200	108,494,610
Payments		
Human Resource Cost	27,823,608	24,488,844
External Campaigns	19,189,218	-
Research and Impact analysis expense	3,353,749	-
Other Expenses- Project	408,583	400,706
Professional and Consultancy Charges	19,031,411	10,394,223
Rent	995,703	1,313,454
Repairs and maintenance - Office	251,670	296,723
Travelling Expenses	2,577,772	2,310,657
Fundraising Activity Expenses	-	100,636
Payment for Fixed Assets	1,402,662	78,572
Leadership Conference Expenses	6,177,210	2,376,144
Skill Development Expenses - Children	3,638,359	4,564,746
Training and Recruitment Expenses	1,145,819	403,624
Student Education Expenses	8,399,405	7,221,872
Other Expenses	716,684	651,817
C	95,111,851	54,602,018
Closing Balance (A)+(B) - (C)	39,948,113	76,757,764
Represented By:		
- Balance with Banks	39,948,113	76,750,064
- Cash in Hand	-	7,700
	39,948,113	76,757,764

As Per Our Report of Even Date Attached

For G. Joseph & Associates

Chartered Accountants

*(Firm Reg. No.006310S)***Raphael Sharon**

Partner


M.No:233286


Place: Ernakulam

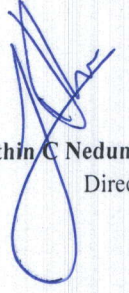
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SCHEDULES ATTACHED TO AND FORMING PART OF THE ACCOUNTS

(All amounts are in Indian rupees unless otherwise stated)

3 Corpus Fund

Particulars	As at	As at
	March 31, 2019	March 31, 2018
At the beginning of the year		
Add: Received during the year	161,000	161,000
At the end of the year	-	-
	<u>161,000</u>	<u>161,000</u>

4 Non - Corpus Fund including excess/(deficit) of income over expenditure

Particulars	As at	As at
	March 31, 2019	March 31, 2018
At the beginning of the year		
Add : Net Surplus/(Deficit) for the Year	76,747,803	25,307,356
At the end of the year	(33,535,167)	51,440,447
	<u>43,212,636</u>	<u>76,747,803</u>

5 Sundry Creditors

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Creditors For Expenses		
Expenses Payable	1,132,077	322,934
	155,761	1,791,065
	<u>1,287,838</u>	<u>2,113,999</u>

6 Other Current Liabilities

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Bank Receipts not Acknowledged as Donation	478,561	478,561
Reimbursement to Employees	-	13,768
Stipend Payable	-	10,000
Other dues payable	304,295	720,850
	<u>782,856</u>	<u>1,223,179</u>

8 Short Term Loans and Advances

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Security deposits	983,468	958,468
Advances to employees	352,000	40,000
Balance with statutory authorities	326,505	146,930
Prepaid Card -Advance	241,232	77,408
Other loans and advances	46,006	27,090
	<u>1,949,211</u>	<u>1,249,896</u>



9 Cash and bank balances

Particulars	As at	
	March 31, 2019	March 31, 2018
Balance with Banks		
- in Savings accounts	24,062,551	68,609,273
- in Savings accounts - FCRA	15,766,342	7,596,522
- in Current accounts	-	425,049
- in Deposit accounts [#]	119,220	119,220
Cash in Hand	-	7,700
	39,948,113	76,757,764

[#] The management is under the process of obtaining the balance confirmation of the fixed deposit with Federal bank.

Note :

Savings bank balance include restricted fund received from :

Particulars	As at	
	March 31, 2019	March 31, 2018
Azim Premji Philanthropic Initiatives (APPI)	54,945	4,318,055
DXC Technology India Private Limited	18,703,951	61,027,295
	18,758,896	65,345,350

10 Other Current Assets

Particulars	As at	
	March 31, 2019	March 31, 2018
Advance to creditors	23,800	79,300
Interest receivable	19,367	9,285
Other advances recoverable	1,027,533	632,168
	1,070,700	720,753



7 Fixed Assets and Depreciation

Items	WDV as on 01.04.2018	Additions during		Deletions	Total	Rate		Depreciation for the year		WDV as on 31.03.2019	
		1 st Half	2 nd Half			1 st Half	2 nd Half	1 st Half	2 nd Half		Total
Plant and Machinery											
Computer & Accessories	68,300	-	-	-	68,300	40.00%	30.00%	27,320	-	27,320	40,980
Plant and Machinery	452,181	-	250,012	-	702,193	15.00%	7.50%	67,827	18,751	86,578	615,615
Office Equipments	433,983	-	219,861	-	653,844	10.00%	5.00%	43,398	10,993	54,391	599,453
Furniture and Fittings	562,422	-	69,880	-	632,302	10.00%	5.00%	56,242	3,494	59,736	572,566
Intangible Assets											
Computer Software	681	862,909	-	-	863,590	25.00%	12.50%	215,897	-	215,897	647,692
TOTAL	1,517,567	862,909	539,753	-	2,970,229			410,685	33,238	443,923	2,476,306
<i>Previous year</i>	<i>1,675,264</i>	<i>78,572</i>	<i>-</i>	<i>-</i>	<i>1,753,836</i>			<i>236,269</i>	<i>-</i>	<i>236,269</i>	<i>1,517,567</i>



11 Donations Received

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Corporate Donation	14,881,895	67,482,920
Non Corporate Donations	18,058,072	23,396,821
Foreign Contributions	22,474,965	16,489,554
	55,414,932	107,369,296

12 Other Income

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Interest Received	2,473,406	375,525
Interest Received - Foreign Contribution Account	413,862	211,851
Miscellaneous Income	-	7,644
	2,887,268	595,019

13 Project Expenses - Summary

Particulars	As at	As at
	March 31, 2019	March 31, 2018
Human Resource Costs		
- Employee Benefits Expense	19,374,626	20,471,437
- Internship Stipend	1,383,392	168,040
- Fellowship Reimbursement	254,945	337,496
Execution and Planning Expenses	67,688	68,990
Internet and Communication	183,985	226,716
Leadership Conference Expenses	6,177,210	2,376,144
Professional and Consultancy Charges	16,940,159	10,168,536
Skill Development Expenses - Children	3,638,359	4,479,065
Training and Recruitment Expenses	1,145,819	403,624
Student Education and allied Expenses		
- Student - Accomodation and other support charges	4,099,578	3,217,216
- Student - Books	353,893	240,135
- Student - College Fees	2,745,086	3,428,912
- Student - Training	1,200,848	373,469
Travelling Expenses	2,160,323	2,005,121
External Campaigns	18,793,854	-
Research and Impact analysis expense	3,189,925	-
Other Expenses	156,910	105,000
	81,866,598	48,069,902



14 Other Expenses - administrative expenses

Particulars	As at	
	March 31, 2019	March 31, 2018
Human Resource Costs		
- Employee Benefits Expense	5,405,733	3,603,139
- employee welfare expenses	180,495	-
- Fellowship Reimbursement	6,850	102,773
- Internship Stipend	241,753	-
Bank Charges	8,851	43,319
Commission	288,426	330,814
Internet and Communication	219,595	173,355
Office Expenses	72,804	42,670
Other Expenses	172,426	36,688
Printing and Stationery	-	72,043
Professional and Consultancy Charges	1,265,091	1,793,696
Rent	995,703	1,364,984
Repairs and maintenance - Office	251,670	267,238
Technology and Subscription Charges	-	13,789
Travelling Expenses	417,450	272,554
Fundraising Activity Expenses	-	100,636
	9,526,846	8,217,697

15 Previous year figures have been regrouped / reclassified wherever necessary to suit current year layout.


As Per Our Report of Even Date Attached
For G. Joseph & Associates
Chartered Accountants
(Firm Reg. No.006310S)


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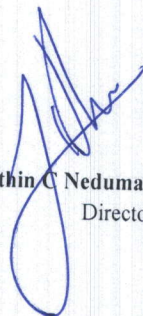

Raphael Sharon
Partner
M.No: 233286

Place: Ernakulam
Date : 31.10.2019




Shilpa Manari
Director


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