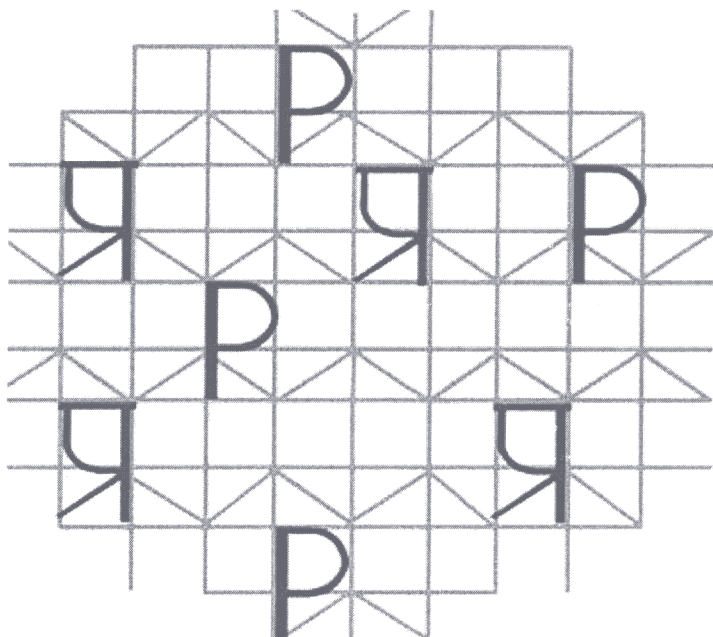


**PROFESSIONAL ASSISTANCE
FOR DEVELOPMENT ACTION (PRADAN)**

E 1/A Kailash Colony, New Delhi - 110048
Tel / Fax (91) 011 – 2924 8831-32, 40407700
Email : headoffice@pradan.net web: www.pradan.net



**FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2014**

Auditors

V. SANKAR AIYAR & CO.,

Chartered Accountants

Flat No. 202-301, Satyam Cinema Complex
Ranjit Nagar Community Centre, New Delhi – 110 008
Tel: (91) 011 - 2570 2074, 2570 2691, 2570 4639



V. SANKAR AIYAR & CO.

CHARTERED ACCOUNTANTS

Flat No.202 & 301, Satyam Cinema Complex
Ranjit Nagar Community Centre, New Delhi – 110008

Tel. (011) 25702074, 25702691, 25704639; Fax: 91-11-25705010; e-mail: newdelhi@vsa.co.in

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

Report on Financial Statements

We have audited the accompanying financial statements of **PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)** ("the Society"), which comprise the Balance Sheet as at 31st March 2014 and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements, read with other notes given in Schedule-25, give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Society as at 31st March 2014; and
- b) in the case of the Income and Expenditure Account, of the Surplus/ (Deficit) for the year ended on that date.

Emphasis of matter

We draw attention to note no.2.2 of Schedule-25 of the financial statements regarding the change in presentation of the accounts relating to restricted grants. This has no impact on the results of the year. Our report is not qualified in respect of this matter.

For V. Sankar Aiyar & Co.
Chartered Accountants
(Firm Regn. No.: 109208W)

M.S. BALACHANDRAN
Partner (M. No: 024282)

Place: New Delhi
Dated: July 05, 2014



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

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BALANCE SHEET AS AT MARCH 31, 2014 2013

Sch.

SOURCES OF FUNDS

Corpus Fund	1	301,481,477	96,908,633
Other Funds	2		
Capital Assets Fund		50,157,731	48,436,678
Community Projects Fund		24,974,387	58,400,848
Un-restricted Fund		68,642,669	57,301,645
Revolving Fund	3	6,145,652	11,967,448

LIABILITIES

Restricted Project Fund	24	588,606,460	259,395,130
Secured Loan	4	1,562,544	8,433,101

CURRENT LIABILITIES AND PROVISIONS

Current Liabilities	10	10,223,369	10,085,856
Provisions	11	16,085,239	26,308,608
Total		1,067,879,528	565,606,922

APPLICATION OF FUNDS

FIXED ASSETS	5		
Owned Assets		38,133,493	38,912,417
Community Assets		12,024,238	9,524,261
CORPUS FUND INVESTMENTS	6	301,992,208	85,202,476

CURRENT ASSETS, LOANS AND ADVANCES

Stock of Material in hand (at Cost)		4,530,308	10,504,939
Cash & Bank Balances	7	643,404,667	318,149,095
Loans and Advances	8	42,820,227	44,912,886
Work-in-Progress on Community Projects to be transferred to Beneficiaries	9	24,974,387	715,729,589
Total		1,067,879,528	565,606,922

Natural Head based Income and Expenditure 22
Accounting Policies and Notes on Accounts 25

As per our Report of even date
for V. SANKAR AIYAR & Co.,
Chartered Accountants

(M. S. BALACHANDRAN)
Partner

M. No. 24282 : Firm Regn.No. 109208W

Chairperson

Executive Director

Members of Governing Board

New Delhi,
Date: July 05, 2014



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

₹

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31,

2014

2013

INCOME

Donations	12	500,000	-
Income from Investments/ Deposits	13	21,408,289	15,838,537
Other Receipts	14	5,313,091	6,526,465
Total		27,221,380	22,365,002

EXPENDITURE

Rural Livelihood Promotion Programme	15	434,406,500	394,667,394
Livelihood Programme Support	16	86,093,111	78,229,372
Human Resource Development	17	23,352,088	27,643,825
Research & Documentation	18	22,624,016	21,389,003
Administration	19	30,178,628	31,032,739
Total		596,654,344	552,962,333

Non-Cash Charges

Depreciation for the year (See note no.2.5 & 3.1 of Sch-23)		8,574,937	7,086,257
Less: Met out of Capital Assets Fund		(8,574,937)	(7,086,257)
Provision for contingencies		3,000,000	3,000,000
Unserviceable Assets & Unrecoverable Advances/ Assets Returned	20	764,343	971,253
Total		600,418,687	556,933,586
Less: Met out of and deducted from Restricted Grants	23	(583,029,579)	(543,569,971)
Excess of Income over Expenditure for the year		9,832,272	9,001,387
		27,221,380	22,365,002

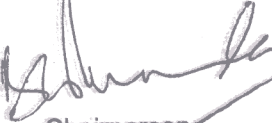
Surplus/(Deficit) brought forward		9,832,272	9,001,387
Appropriated to/ (from)			
Corpus Fund		1,144,396	475,188
Revolving Fund (Women Tasar Yarn Promotion Fund)		-	3,277,177
Capital Assets Fund (Net)		(1,533,457)	2,400,874
Transferred from Restricted Fund		(1,119,692)	(3,570,955)
Unrestricted Fund		11,341,025	6,419,103

Natural Head -Wise-Income and Expenditure Account
Accounting Policies and Notes on Accounts

22

25

As per our Report of even date
for V. SANKAR AIYAR & Co.,
Chartered Accountants


Chairperson


Executive Director

New Delhi,

Date: July 05, 2014



(M. S. BALACHANDRAN)
Partner

No. 24282 : Firm Regn.No. 109208W


Members of Governing Board

Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

₹

SCHEDULES TO BALANCE SHEET AS AT MARCH 31,

2014

2013

Schedule 1: Corpus Funds

Grants/ Contribution from :

Society Members		1,100		1,100
The Ford Foundation		34,248,991		34,248,991
Sir Dorabji Tata Trust - PRADAN CF				
Opening Balance	37,500,000		37,500,000	
Income Appropriated				
Opening Balance	3,996,933		3,521,745	
For the year	556,800	42,053,733	475,188	41,496,933
Sir Ratan Tata Trust		9,200,000		9,200,000
Jamsetji Tata Trust - PRADAN CF				
Received during the year	200,000,000		-	
Income Appropriated				
For the year	587,596	200,587,596	-	-
IDBI Bank Limited		3,000,000		3,000,000
IFCI Limited		1,000,000		1,000,000
ICICI Bank Limited		1,000,000		1,000,000
Interchurch Organisation for Development Co-operation		2,752,509		2,752,509
RBS Foundation		1,000,000		-
PRADAN@30 Endowment Fund				
Opening Balance	4,209,100		3,100	
Received during the year	2,428,448	6,837,548	4,206,000	4,209,100
Total		301,481,477		96,908,633

Schedule 2: Other Funds

Capital Assets Fund:

	Balance as on April 1, 2013	Additions	Transfer/ Deletion/ Utilization	Balance as on Mar 31, 2014
Owned Assets	38,112,367	8,693,014	9,471,938	37,333,443
Owned Assets (received in kind)	800,050	-	-	800,050
Community Assets	9,524,261	2,888,112	388,135	12,024,238
Community Project Fund	48,436,678	11,581,126	9,860,073	50,157,731
Unrestricted Fund	58,400,848	45,108,769	78,535,230	24,974,367
	57,301,645	27,221,380	15,880,356	68,642,669
Total	164,139,171	83,911,275	104,275,659	143,774,787
Previous Year	169,305,050	134,280,539	139,446,417	164,139,171

Schedule 3: Revolving Funds

	Balance as on April 1, 2013	Receipts/ Transfer	Loan Refunded	Loan Given/ Utilised	Balance as on Mar 31, 2014
Staff Vehicle Assistance Fund	1,875,157	-	986,087	1,150,040	1,711,204
Community Poultry Development Fund	890,523	-	42,200	932,723	-
Women Tasar Yarn Promotion Fund	6,303,857	-	-	2,517,534	3,786,323
SHG Micro-enterprise Development Fund	2,897,911	-	2,402,214	4,652,000	648,125
Total	11,967,448	-	3,430,501	9,252,297	6,145,652
Previous Year	8,813,706	3,277,177	9,083,247	9,206,682	11,967,448

Schedule 4: Secured Loan-Overdraft

Indian Overseas Bank	240,544		8,110,332	
State Bank of India	1,322,000	1,562,544	322,769	8,433,101
(Secured by pledge of FDRs-IOB ₹ 41,725,451 and SBI ₹ 4,269,035)				



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 5: FIXED ASSETS

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Assets	GROSS BLOCK			DEPRECIATION				Written down value as at	
	As at 01-Apr-13	Additions	Deletion/ Transfer	As at 31-Mar-14	Up to 01-Apr-13	For the year	Written Back	Up to 31-Mar-14	31-Mar-14 31-Mar-13
Owned Assets									
Land and Land Development	376,833	-	-	376,833	-	-	-	-	376,833
Buildings	30,316,832	-	-	30,316,832	13,599,057	1,671,778	-	15,270,835	15,045,997
Furniture and Fixtures	8,393,772	1,141,700	440,914	9,094,558	3,670,871	508,254	245,354	3,933,771	5,160,787
Office Equipment	1,875,216	851,909	203,734	2,523,391	1,000,879	183,704	183,637	1,000,946	1,522,445
Professional Equipment	23,903,939	4,015,716	2,085,224	25,834,431	15,142,498	5,605,274	1,691,179	19,056,593	6,777,838
Electrical Fittings	8,438,468	1,302,285	634,743	9,106,010	3,312,826	563,268	348,257	3,527,837	5,125,642
Vehicles	1,549,138	-	4,739	1,544,399	1,304,809	36,619	4,543	1,336,885	207,514
Plant & Machinery / Loose Tools	358,315	-	11,475	346,840	324,085	5,043	10,858	318,270	28,570
Copy Rights	100,000	-	-	100,000	96,011	997	-	97,008	2,992
Total	75,312,513	7,311,610	3,380,829	79,243,294	38,451,036	8,574,937	2,483,828	44,542,145	34,701,149
Software (In Progress)	2,050,940	1,381,404	-	3,432,344	-	-	-	-	3,432,344
Total Own Assets	77,363,453	8,693,014	3,380,829	82,675,638	38,451,036	8,574,937	2,483,828	44,542,145	38,133,493

Community Assets held in PRADAN Books

In possession with Community	9,524,261	2,888,112	388,135	12,024,238	-	-	-	-	12,024,238
Total	9,524,261	2,888,112	388,135	12,024,238	-	-	-	-	12,024,238
Grand Total	86,887,714	11,581,126	3,768,964	94,699,876	38,451,036	8,574,937	2,483,828	44,542,145	50,157,731
Previous year March 31, 2013	172,868	9,706,555	2,991,710	86,887,714	33,641,754	7,086,257	2,276,975	38,451,036	48,436,678

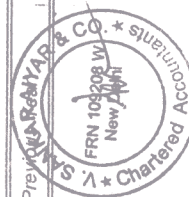


Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 6: SCHEDULES TO BALANCE SHEET

Corpus Fund Investment		Op. Balance as on 01-Apr-2013		Purchased/ Dividend/ Reinvested		Sale/ Conversion		Redemptions		Holding as on 31-March-2014		Rate per Unit		Market Value as on 31-03-2014		Appreciation/ (Depreciation) as on 31-03-2014	
		Nos.	Amount	Nos.	Amount	Nos.	Amount	Amount	Profit/ (Loss)	Nos.	Amount						
Sir Dorabji Tata Trust - PRADAN CF																	
In Approved Mutual Funds																	
DSP Black Rock Top 100 Equity Fund-Regular Plan - G		84,697	8,234,476							84,697	8,234,476	118	10,001,276		1,766,800		
Fixed Deposits																	
PNB Housing Finance Limited			13,200,000								13,200,000		13,200,000				
HDFC Platinum Deposits			5,640,000								5,640,000		5,640,000				
Scheduled Banks			14,212,000		1,333,637				432,242		15,113,395		15,113,395				
Sub Total			41,286,476		1,333,637				432,242		42,187,871		43,954,671		1,766,800		
Jamsetji Tata Trust - PRADAN CF																	
Fixed Deposits																	
Scheduled Banks					200,000,000				-		200,000,000		200,000,000				
Sub Total			-		200,000,000				-		200,000,000		200,000,000				
Others																	
In Approved Mutual Funds																	
Templeton India Corporate Bond Opportunities Fund - G		274,350	2,850,000							274,350	2,850,000	13	3,456,587		606,587		
Fixed Deposits																	
LIC Housing Finance Limited - Public Deposit Receipt			5,000,000								5,000,000		5,000,000				
HDFC Platinum Deposits			5,000,000								5,000,000		5,000,000				
PNB Housing Finance Limited			2,850,000								2,850,000		2,850,000				
Housing Development Finance Corporation Limited			8,500,000								8,500,000		8,500,000				
Scheduled Banks			19,716,000		15,888,337						35,604,337		35,604,337				
Sub Total			43,916,000		15,888,337				-		59,804,337		60,410,924		606,587		
Grant Total			85,202,476		217,221,974				432,242		301,992,208		304,365,595		2,373,387		
			92,380,745		33,928,000				45,327,508		85,202,476		85,940,607		593,831		



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

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SCHEDULES TO BALANCE SHEET AS AT MARCH 31,

2014

2013

Schedule 7: Cash and Bank Balances

Cash in Hand

839

Bank Balances

In Current Accounts	2,794,831		580,560	
In Savings Accounts	163,951,305	166,746,136	111,402,834	111,983,394
Cheques - in - Hand		606,819		10,627,323
In Fixed Deposits in Scheduled Bank		461,905,777		188,579,774
Interest accrued but not realised		14,145,935		6,957,765
		<u>643,404,667</u>		<u>318,149,095</u>

Schedule 8: Loans and Advances

(Unsecured - Considered Good, unless otherwise stated)

Advances to Employees

Travel	404,723		300,630	
Work	389,878		527,009	
Salary	4,543,147	5,337,748	4,400,198	5,227,837
		<u>5,588,100</u>		<u>3,952,808</u>

Onward Grant Awaiting Settlement

Advances for Project Execution

Peoples' Groups for Project Execution	4,063,128		8,784,143	
Beneficiary Organisations	315,880		10,107	
Others for Work Execution	4,455,987	8,834,995	5,193,547	13,987,797

Expenditure against Grants awaiting reimbursement (Refer Schedule-24)

Income Tax Refund Due		8,293,600		8,435,097
Deposits		2,121,582		1,980,735
Pre-Paid Expenses		313,104		267,689
		<u>42,820,227</u>		<u>44,912,886</u>

Schedule 9: Work-in-Progress on Community Projects

Work-in-Progress:

Opening Balance	58,400,848		71,891,389	
Addition during the year	45,108,769		102,208,081	
	<u>103,509,617</u>		<u>174,100,370</u>	
Less: Completed and transferred to Beneficiaries	78,535,230		115,699,522	
	<u>24,974,387</u>		<u>58,400,848</u>	

Schedule 10: Current Liabilities

Employee Contributory Welfare Fund	3,737,206		1,947,020	
Expenses Payable	3,481,308		4,668,846	
Sundry Creditors	3,004,855		3,469,990	
	<u>10,223,369</u>		<u>10,085,856</u>	

Schedule 11: Provisions

LIC for Gratuity and Leave Encashment	7,085,239		8,677,583	
Provision for Contingencies	9,000,000		6,000,000	
	<u>16,085,239</u>		<u>14,677,583</u>	



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

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Schedules to the Income and Expenditure Account for the year ended March 31,

Schedule 12: Contributions/Grants Received

Indian Funding Agencies
Foreign Funding Agencies

Total

2014

2013

400,000

100,000

500,000

-

-

-

Schedule 13: Income from Investments/ Deposits

Net Realisation on Sale of Investments
Interest and Dividend from Investments
Bank Interest

-

12,100,620

9,307,669

4,221,239

5,051,870

6,565,428

15,838,537

Schedule 14: Other Receipts

Proceeds from Scrap Disposal
Receipts from Development Projects
Interest on TDS refund
Other Receipts
Rental Income

15,757

965,250

310,068

1,170,966

2,851,050

127,022

2,205,945

147,092

1,046,406

3,000,000

6,526,465



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

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Schedules to the Income and Expenditure Account for the year ended March 31,

2014

2013

Schedule 15: Rural Livelihood Promotion Programme

a) Natural Resource Management

Direct Benefits to Beneficiaries	80,025,874		86,118,515	
Training & Capacity Building of Beneficiaries	54,820,514		40,907,531	
Programme Execution				
Salaries & Benefits of Project Staff	75,732,388		76,745,036	
Travel & Conveyance	13,167,612		12,460,136	
Consultancy	24,831,455		24,349,989	
Other Administrative Expenses	2,498,705	251,076,548	1,880,692	242,461,899

b) Rural Micro-Enterprises

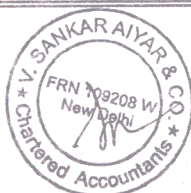
Direct Benefits to Beneficiaries	1,743,057		4,117,149	
Training & Capacity Building of Beneficiaries	6,616,892		1,921,779	
Programme Execution				
Salaries & Benefits of Project Staff	3,197,584		3,048,080	
Travel & Conveyance	450,218		357,316	
Consultancy	5,399,002		1,065,000	
Other Administrative Expenses	67,304	17,474,057	6,545	10,515,869

c) Livestock Rearing

Direct Benefits to Beneficiaries	4,426,452		2,403,148	
Training & Capacity Building of Beneficiaries	5,157,849		3,837,971	
Programme Execution				
Salaries & Benefits of Project Staff	2,825,043		3,439,014	
Travel & Conveyance	776,238		660,321	
Consultancy	373,061		177,280	
Other Administrative Expenses	14,273	13,572,916	18,732	10,536,466

d) Self Help Groups

Direct Benefits to Beneficiaries	3,527,691		3,507,922	
Training & Capacity Building of Beneficiaries	59,350,921		42,258,765	
Programme Execution				
Salaries & Benefits of Project Staff	67,804,043		65,867,638	
Travel & Conveyance	11,861,963		10,532,721	
Consultancy	6,376,443		6,235,548	
Other Administrative Expenses	3,361,918	152,282,979	2,750,566	131,153,160
		434,406,500		394,667,394



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

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Schedules to the Income and Expenditure

Account for the year ended March 31,

2014

2013

Schedule 16: Livelihood Programme Support

Salaries & Benefits	48,287,966		44,305,347	
Travel & Conveyance	15,233,350		12,364,012	
Consultancy	1,683,800		2,038,442	
Other Administrative Expenses	20,887,995	86,093,111	19,521,571	78,229,372

Schedule 17: Human Resource Development

a) Staff Development Programme	13,323,129		19,441,931	
b) Programme Management				
Salaries & Benefits	7,754,052		5,962,903	
Travel & Conveyance	636,172		339,480	
Consultancy	120,369		294,375	
Other Administrative Expenses	1,518,366	23,352,088	1,605,136	27,643,825

Schedule 18: Research & Documentation

a) Policy Research, Documentation and Community Action Research Programmes	19,699,303		17,533,582	
b) Programme Management				
Salaries & Benefits	1,455,649		1,947,716	
Travel & Conveyance	480,714		261,133	
Consultancy	38,500		68,719	
Other Administrative Expenses	949,850	22,624,016	1,577,853	21,389,003

Schedule 19: Administration

Salaries & Benefits	13,300,005		14,502,636	
Travel & Conveyance	4,044,459		4,941,383	
Consultancy	4,862,160		3,117,156	
Other Administrative Expenses	7,972,004	30,178,628	8,471,564	31,032,739

Schedule 20: Written Off/ Assets Returned

Unserviceable Asset/ Loss on sale of Assets	564,994		316,866	
Damaged/Unusable/Expired stock	6,613		64,749	
Unrecoverable Advances	192,736	764,343	589,638	971,253

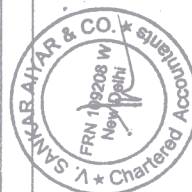


PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 21: FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

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S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			TOTAL	CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure		Appropriated/ Adjusted	Unspent	
A Corpus Fund												
1	Indian	58,907,133	202,213,000			202,213,000			(1,144,396)	262,264,529	-	-
2	Foreign Contribution	38,001,500	1,215,448			1,215,448			-	39,216,948	-	-
	Corpus Fund - Total:	96,908,633	203,428,448	-	-	203,428,448	-	-	(1,144,396)	301,481,477	-	-
B Revolving Fund												
	Indian											
3	Women Tasar Yam Promotion Fund (PRADAN)	3,277,177							121,675	3,155,502	-	-
	Total Revolving Fund - Indian	3,277,177	-	-	-	-	-	-	121,675	3,155,502	-	-
	Foreign Contribution											
4	ICCO - Vehicle Fund	1,875,157							163,953	1,711,204	-	-
5	Rabobank Foundation	890,523							890,523	-	-	-
6	RBS Foundation India	3,026,680							2,395,859	630,821	-	-
7	Dewan Foundation	2,897,911							2,249,786	648,125	-	-
	Total Revolving Fund - Foreign	8,690,271	-	-	-	-	-	-	5,700,121	2,990,150	-	-
	Revolving Fund - Total:	11,967,448	-	-	-	-	-	-	5,821,796	6,145,652	-	-
C Unrestricted Funds												
	Indian											
8	Assigned Reserve (Sir Dorabji Tata Trust -Corpus)	287,366		3,184,574			2,566,424	115,059	556,800	3,238,283	233,657	-
9	Assigned Reserve (Jamsetji Tata Trust - Corpus)	-		3,917,309			2,852,862		587,596	3,440,458	476,851	-
10	Indian Corpus	19,660,896		1,420,221			418,791			418,791	20,662,326	-
11	Internal Reserves	(497,738)	400,000	6,372,334	-		3,395,031	(548,261)	(964,909)	1,881,861	4,392,735	-
	Total Unrestricted Funds - Indian	19,450,524	400,000	14,894,438	-		9,233,108	(433,202)	179,487	8,979,393	25,765,569	-
Foreign												
12	Foreign Corpus	24,539,700	-	3,636,647	-		5,335,118			5,335,118	22,841,229	-
13	Internal Reserves	13,311,422	100,000	8,190,295	-		2,820,883	(1,100,256)	(154,783)	1,565,844	20,035,873	-
	Total Unrestricted Funds - Foreign	37,851,121	100,000	11,826,942	-		8,156,001	(1,100,256)	(154,783)	6,900,962	42,877,101	-
	Total Unrestricted Funds	57,301,645	500,000	26,721,380	-		17,389,109	(1,533,457)	24,704	15,880,356	68,642,670	-



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 22: NATURAL HEAD WISE

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

		2014	2013
INCOME			
Donations		500,000	-
Income from Investments/ Deposits		21,408,289	15,838,537
Other Receipts		5,313,091	6,526,465
Total		27,221,380	22,365,002
EXPENDITURE			
Direct Programme Expenditure			
Raw Material/Assets for Beneficiaries	63,657,732	79,441,095	
Cash Subsidies for Activities	11,080,710	7,983,636	
Transportation of Materials	1,258,246	1,080,836	
Programme Wages	76,053,412	55,255,451	
Travel & Conveyance to Beneficiaries	47,871,522	33,096,585	
Books & Materials for Beneficiaries	16,096,715	10,081,163	186,938,766
Payment to and Provisions for Employees			
Program Execution Staff	204,319,461	201,028,058	
Head Office Staff	23,196,852	24,764,089	225,792,147
Consultancy/ Contract Services		27,998,199	23,500,169
Onward Grant to NGOs		19,470,902	16,105,428
Contracted Projects - Partnership (NGO)		12,025,389	7,190,064
Travel and Conveyance		54,552,137	54,832,152
Other Operative Expenses			
Rent, Water and Electricity	14,867,160	13,072,437	
Printing and Stationery	4,257,317	4,813,112	
Postage, Telegram and Telephone	3,902,617	5,900,461	
Wages	1,370,578	762,273	
Repairs and Maintenance - Buildings	767,281	147,681	
- Equipment	4,792,096	4,161,617	
Vehicle Maintenance (Incl. Insurance)	420,050	422,019	
Books and Audio Visual Expenses	662,904	628,258	
Bank Charges	154,067	221,036	
Auditors' Remuneration	2,102,490	33,296,560	1,758,095
Miscellaneous Expenditure			
Conferences and Meetings	1,549,402	1,688,313	
Office Up-keep	1,788,155	1,413,695	
Duties and Security Transaction Tax	34,862	52,598	
Office Maintenance and Regular Meeting Expenses	1,778,402	5,150,821	1,735,125
Interest on Overdrafts		625,686	1,826,887
Total		596,654,343	552,962,333
Non-Cash Charges			
Depreciation for the year (See note no.2.5 & 3.1 of Sch-23)		8,574,937	7,086,257
Less: Met out of Capital Assets Fund		(8,574,937)	(7,086,257)
Provision for contingencies		3,000,000	3,000,000
Unserviceable Assets & Unrecoverable Advances/ Assets Returned		764,343	971,253
Total		600,418,686	556,933,586
Less: Met out of and deducted from Restricted Grants [See Sch. 23]		(583,029,579)	(543,569,971)
Excess of Income over Expenditure for the year		9,832,272	9,001,387
		27,221,380	22,365,002
Surplus/(Deficit) brought forward		9,832,272	9,001,387
Appropriated to/ (from)			
Corpus Fund		1,144,396	475,188
Revolving Fund (Women Tasar Yarn Promotion Fund)		-	3,277,177
Capital Assets Fund (Net)		(1,533,457)	2,400,874
Transferred from Restricted Fund		(1,119,692)	(3,570,955)
Unrestricted Fund		11,341,025	6,419,103



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

Schedule 23: Expenditure incurred from Restricted Grants for the year ended March 31,

2014

2013

EXPENDITURE

Rural Livelihood Promotion Programme	430,092,587		394,701,801	
Livelihood Programme Support	84,161,164		77,394,927	
Human Resource Development	21,639,568		26,468,052	
Research & Documentation	21,931,537		19,386,431	
Administration	25,197,777	583,022,633	25,590,741	543,541,952
Stock/ Assets Written off		6,946		28,019
Capital Expenditure out of Restricted Grants:		56,938,216		107,999,878
		<u>639,967,795</u>		<u>651,569,849</u>

Less: Met out of and deducted from Restricted Grants

Indian Funding Agencies

Philanthropies

Sir Dorabji Tata Trust	59,205,198		62,144,558	
Sir Ratan Tata Trust	55,816,937		38,271,978	
Axis Bank Foundation	31,266,139		11,320,823	
Navajibai Ratan Tata Trust	28,027,999		12,226,173	
Jamsetji Tata Trust	17,410,584		8,873,444	
Centre for microFinance (CmF)	7,126,863		1,045,752	
J.R.D. Tata Trust	3,244,432		6,187,104	
Narotam Sekhsaria Foundation	300,891		2,645,397	
Coca-Cola India Foundation	196,191	202,595,234	900	142,716,129

Departments of Government of India

Central Silk Board, Ministry of Textiles	29,548,353		29,411,287	
National Institute of Rural Development (Spl SGSY, GoI)	13,181,785		89,133	
Centre for Development of Advance Computing (C-DAC)	920,862	43,651,000	2,036,790	31,537,210

Departments of State Governments

MP Rajya Ajeevika Forum (MKSP, GoI)	19,339,735		23,935,278	
Tribal Welfare Commission, GoJ	2,936,399		5,383,702	
Forest Department, GoC	-		253,016	
Directorate Farmer Welfare & Agriculture Development, GoMP	1,195,448		1,391,596	
Tribal Development Department	725,000		-	
Department of Sericulture, GoMP	610,296		278,141	
Department of Agriculture and Food Production, GoWB	584,278		183,768	
Odisha State Rural Livelihood Mission (MKSP, GoO)	203,834	25,594,990	-	31,425,501

State Corporations/Agencies

MPower, GoR	9,643,043		2,314,125	
Jharkhand Watershed Mission, GoJ	4,623,734	14,266,777	2,707,932	5,022,057

District Level Agencies

Zilla Panchayat (Betul, Singrauli in MP)	2,946,594		9,417,309	
DRDC, Purulia (Spl. SGSY Project, GoI)	2,517,900		4,853,773	
DRDC, West Medinipur (MGNREGS)	1,898,833		1,565,515	
District Rural Development Agency [in Jharkhand, Odisha, West Bengal]	1,622,410		15,827,753	
Watershed Cell cum Data Centre (WCDC), Purulia	1,595,923		833,727	
Agriculture Technology Management Agency [In Bihar, Odisha]	1,376,010		750,744	
Small Farmers Agribusiness Consortium	30,072	11,987,742	-	33,248,821

Externally Aided Project

Jharkhand State Livelihood Promotion Society	37,086,870		50,314,734	
Orissa Tribal Empowerment and Livelihood Project	14,542,912		6,938,682	
Tejaswini Project (MP)	7,777,218		7,561,007	
Integrated Tribal Development Agency	460,701		-	
Bihar Rural Livelihoods Promotion Society	-		(3,000)	
Jharkhand Tribal Development Society	-		269,613	
M.P. Rural Livelihoods Project	-	59,867,701	374,992	65,456,028



Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

Schedule 23: Expenditure incurred from Restricted Grants for the year ended March 31,

	2014		2013	
International Agencies				
UN Women - United Nations Entity for Gender Equality and the Empowerment of Women	37,780,102		25,503,366	
United Nations Children's Fund - UNICEF	-	37,780,102	674,076	26,177,442
Development Finance Institutions				
National Bank for Agriculture and Rural Development	35,374,427	35,374,427	56,635,680	56,635,680
Corporates				
Glenmark Pharmaceuticals Limited	1,519,593		1,365,081	
Ambedkar University	619,226		115,417	
Damodar Valley Corporation	189,000		93,274	
SRF Limited	20,422		155,722	
Scatec Solar India Pvt. Ltd.	-		336,100	
ACC Limited	-	2,348,241	2,779,126	4,844,720
Research Institutions/Programme				
CInI-Community Based Groundwater Management Initiative	216,878		30,209	
International Crops Research Institute for the Semi-Arid Tropics	78,531		304,413	
AVRDC - The World Vegetable Centre	72,593	368,002	122,624	457,246
Total		433,834,216		397,520,834
Foreign Funding Agencies				
Philanthropies				
Bill & Melinda Gates Foundation	101,198,748		174,108,313	
The Ford Foundation	17,569,525		5,415,951	
Monsanto Fund	7,635,653		4,590,177	
Rabobank Foundation	6,759,606		1,601,201	
Syngenta Foundation India	6,757,820		6,141,418	
GOAL India	5,645,117		4,195,108	
Lutheran World Relief	4,536,241		9,119,262	
ICCO & Kerk in Actie	3,999,128		5,440,558	
RBS Foundation India	3,861,750		-	
Welthungerhilfe	3,271,001		2,326,410	
Paul Hamlyn Foundation	3,245,546		3,349,608	
Caritas India [PACS Programme, DFID]	2,379,715		1,861,773	
Humanist Institute for Cooperation (Hivos)	1,610,170		2,123,056	
IKEA Foundation	1,080,400		-	
Practical Action	986,329		13,078	
Madhyam Foundation [VCD, ICCO]	952,033		585,076	
Oxfam (India) Trust	617,364		1,319,731	
Centre for microFinance (CmF)	202,612		-	
Indian Grameen Services [VCD, ICCO]	186,103		171,545	
Society for Technical Action for Rural Advancement [SPEED, Rockefeller Foundation]	2,050		-	
Aga Khan Foundation	-		2,659,309	
The Resource Foundation [Pfizer]	-		1,106,289	
Water for People	-		1,055,294	
Global Alliance for Livestock Veterinary Medicines (GALVmed)	-	172,496,911	2,423,504	229,606,659
Programme/Bilateral/Multilateral Agencies				
European Union of India	16,134,729	16,134,729	13,223,646	13,223,646
Individual/Corporate/Research Institution				
Australian Centre for International Agricultural Research	17,158,361		10,870,237	
International Water Management Institute	247,496		45,979	
David Galloway	96,082		127,756	
DSM Anti Infection India Limited	-	17,501,939	174,738	11,218,710
Total		206,133,579		254,049,015
G. Total		639,967,795		651,569,849



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)	
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent
A Restricted Funds - Indian												
Philanthropies												
1	Axis Bank Foundation	2,751,304	32,532,169	158,028		32,690,197	30,038,329	1,227,810		31,266,139	4,175,362	-
2	Centre for microFinance (CmF)											
	Agri. Practices, goat rearing-Aburoad	(45,752)	642,000			642,000	596,248			596,248	-	-
	Up-scaling Kharif Vegetable-Aburoad		550,540			471,950	471,950			471,950	-	-
	Mahila Kissan Shaktikaran Pariyojana-Dholpur		6,000,000	65,419		6,065,419	6,058,665			6,058,665	6,754	-
3	Coca-Cola India Foundation	195,100	20,000		16,000	4,000	196,191			196,191	2,909	-
4	J.R.D. Tata Trust											
	Developing Suitable Livelihood Prototype in Bastar region Chhattisgarh and Mandla of Madhya Pradesh for Strengthening Living Condition of Poor Tribal	785,206			785,206	(785,206)				-	-	-
	Construction and installation of a pilot water filtration plant using technology of AquaClara developed by Cornell University in Gufu Village - Khunti		3,681,000	113,835		3,794,835	992,007	2,252,425		3,244,432	550,403	-
5	Jamsetji Tata Trust											
	Bundelkhand Rural Poverty Alleviation Model	3,974,196		191,182		191,182	3,039,477	39,699		3,079,176	1,086,202	-
	Promotion of SRI		28,694,000	486,766		29,180,766	9,663,834	51,904		9,715,738	19,465,028	-
	Women Literacy and Empowerment, Purulia	4,081,294	6,637,000	175,331		6,812,331	4,302,981	7,712		4,310,693	6,582,932	-
	Addressing Malnutrition through Kitchen Garden, Dindori	(631,024)	936,000			936,000	277,346	27,630		304,976	-	-
6	Navajibal Ratan Tata Trust											
	Livelihoods Project Odisha	3,792,748	24,036,000	199,251		24,235,251	27,698,982	329,017		28,027,999	-	-
7	Sir Dorabji Tata Trust											
	Income Enhancement from Agriculture	-	10,701,000	157,205		10,858,205	4,630,968	2,092,402		6,723,370	4,134,835	-
	Promotion of System of Rice Intensification - Partnership Project in Bihar, Chhattisgarh, Assam	17,861,934		493,632	2,295,053	(1,801,421)	16,060,513			16,060,513	-	-
	Livelihoods	-	101,741,000	1,541,883		103,282,883	36,069,830	351,485		36,421,315	66,861,568	-
8	Sir Ratan Tata Trust											
	Enabling Scaling up through Development of Human Resource	3,135,388	6,500,000	246,590		6,746,590	5,790,426	114,175		5,904,601	3,977,377	-
	Livelihoods Project - Jharkhand	1,776,625	40,982,000	204,813	677,830	40,508,983	40,915,345	1,370,263		42,285,608	-	-
	Livelihoods Project Rajasthan Phase III	4,097,854	4,000,000	149,758		4,149,758	4,935,184			4,935,184	3,312,428	-
	Stabilizing Social Mobilization and Livelihoods	-	5,000,000	12,678		5,012,678	2,691,544			2,691,544	2,321,134	-
9	Narotam Sekhsaria Foundation											
							300,891	-		300,891	-	-



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME				EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL	Unspent	

Departments of Government of India

10 Central Silk Board, Ministry of Textiles

Special SGSY - Bihar Project

Tasar Plantation

Implement the Integrated Skill Development Programme (ISDS) project in the special SGSY project area - BTSSO

Implement the Integrated Skill Development Programme (ISDS) project in the special SGSY project area - CTR&TI

Multi-State Project under MKSP-NTEP for Promotion of Large Scale Tasar Sericulture Based Livelihoods in Odisha

Multi-State Project under MKSP-NTEP for Promotion of Large Scale Tasar Sericulture Based Livelihoods in Jharkhand

Multi-State Project under MKSP-NTEP for Promotion of Large Scale Tasar Sericulture Based Livelihoods in West Bengal

Multi-State Project under MKSP-NTEP for Promotion of Large Scale Tasar Sericulture Based Livelihoods in Chattisgarh

Centre for Development of Advance Computing (C-DAC)

National Institute of Rural Development (Spl SGSY, GoI)

Departments of State Governments

Department of Agriculture and Food Production, GoWB

Execution of SP Scheme Under NPOFS ATMA

Odisha State Rural Livelihood Mission -Impacting Livelihoods to enable rural communities of Odisha (MKSP agriculture)

Directorate Farmer Welfare & Agriculture Development, GoMP [under ATMA]

17 Forest Department, GoC

18 MP Rajya Ajeevika Forum (MKSP, GoI)

19 Tribal Development Department

20 Tribal Welfare Commission, Government of Jharkhand

Family Livelihood Prototype - Lohardaga

Horticulture



Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014													
S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)		
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent	Overspent
	Special Centre Assistance	295,103				-	232,919			232,919	62,184	-	
	Family Livelihood Prototype - Chaibasa												
	Irrigation - Polka	86,980				-		86,980		86,980	-	-	
	Irrigation - Kuchai	776,370				-		776,370		776,370	-	-	
	Irrigation - Kuchai	321,293					500,000	401,600		401,600	419,693	-	
	Irrigation	47,181					-			47,181	-	-	
	Poultry	186,923					-			-	186,923	-	
	Tasar Plantation - Chaibasa	1,417,452					-	392,698		392,698	1,024,754	-	
	5% Model (WHS) - Sonuwa	1,182,036					-	680,804		680,804	501,232	-	
	5% Model (WHS) - Majhi	1,042,594					-	890,960		890,960	151,634	-	
	Family Livelihood Prototype - Dumka												
	Hort. & Timber Plantation - Shikaripara	1,749,441				54,701			54,701	-	1,804,142	-	
	WHS & Lano Development	46,735							-	-	46,735	-	
	Tasar Precocoon - Shikaripara	198,119				2,700		30,000	2,700	30,000	170,819	-	
	Tasar Precocoon - Kathikund	(274,585)							-	-	-	274,585	
	Family Livelihood Prototype - Gumla (block wise)												
	Goatary - Palkot	276,847				33,841	8,044		25,797	60,093	242,551	-	
	Horticulture - Gumla	197,088							-	-	197,088	-	
	Horticulture - Ghaghia	143,928					143,928		(143,928)		-	-	
	Horticulture - Palkot	168,834							-	(268,504)	437,338	-	
	Irrigation - Palkot	711,977				25,988			25,988	250,000	487,965	-	
	Irrigation - Raidih	48,554					48,554		(48,554)		-	-	
	Irrigation - Ghaghra	99,149							-	78,076	21,073	-	
	Irrigation - Gumla	(81,263)							-	-	-	81,263	
	Irrigation MESO - Palkot and Raidih	(6,069)							-	-	-	6,069	
	Poultry - Raidih	273,305					273,305		(273,305)		-	-	
	Family Livelihood Prototype - Bokaro												
	Horticulture	91,787							-	90,105	1,682	-	
	5% Model & WHS	(61,687)							156,680	97,648	-	2,655	
	State Corporations/Agencies												
	21 Jharkhand Watershed Mission, GoJ												
	IWMP- Bokaro	4,274,904				116,678			116,678	3,143,392	845,517	-	126,614
	IWMP- Hazaribagh	1,579,362				70,691			550,691	1,035,469	1,094,583	-	
	Capacity Building on Community Based Water Supply Scheme- Koderna					42,200			42,200	42,200	-	-	



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)	
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent
Mitigating Poverty in Western Rajasthan (Mpower), GoR												
	Cluster Exposure	-	546,600		143,496	403,104	403,104			403,104	-	-
	Crop Demonstration	1,400	191,100		96,650	94,450	95,850			95,850	-	-
	Kharrif Training and Documentation	-	30,500		3,545	26,955	19,855			19,855	7,100	-
	Drip Irrigation		663,040			663,040				-	663,040	-
	Goat Intervention	328,000	94,900		24,350	70,550	5,900	392,650		398,550	-	-
	SHG Group Management & Orientation Training	19,363			3,307	(3,307)	16,056			16,056	-	-
	Livelihood Infrastructure	-	23,091,400		12,890	23,078,510		6,126,227		6,126,227	16,952,283	-
	Mobile Distribution	22,050				-	22,050			22,050	-	-
	Mitigating Poverty Western in Rajasthan	198,688	3,594,134	133,729	214,424	3,513,439	2,277,787	94,834		2,372,621	1,339,506	-
	Poly House Construction	(100,000)	240,000		7,862	232,138	-	132,138		132,138	-	-
	Paravet Training	112,189			55,598	(55,598)	56,591			56,591	-	-
	Sprinkler		1,584,000			1,584,000				-	1,584,000	-
	Trellies		206,064			206,064				-	206,064	-
	Department of Cooperation, GoJ				88,664	(88,664)			(88,664)	(88,664)	-	-
District Level Agencies												
24 Agriculture Technology Management Agency												
	Keonjhar	(422,455)	376,791			376,791				(45,664)	-	-
	Rayagada	14,265			241	(241)	14,024			14,024	-	-
	Kalahandi	71,055			58,828	(58,828)	58,828			(46,601)	-	-
	Gaya	643,409	660,000			660,000	1,303,158		251	1,303,409	-	-
25 District Rural Development Agency												
	Gumla - Poultry at Palkot	123,292				-	75,624			75,624	47,668	-
	Dumka - Plantation				105,225	(105,225)			(105,225)	(105,225)	-	-
	Bokaro											
	Self Help Groups	233,400				-	113,690			113,690	119,710	-
	Homestead Poultry Rearing	86,892				-	-			-	86,892	-
	Hazaribagh											
	Poultry Project-RSVY	3,589				-			3,589	3,589	-	-
	Tasar Spinning Project (RSVY)	75,046		2,502		2,502			77,548	77,548	-	-
	Bailiguda - Training Cost Under NREGA	311,649				-	212,392			212,392	99,257	-
	Bankura - INRM under MGNREGS	934,271				-				-	934,271	-
	West Medinipur - Weed Management & Compost Productivity	(55,080)				-	(55,080)			(55,080)	-	-
	Special SGSY Project											



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			TOTAL	CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure		Appropriated/ Adjusted	Unspent	
	Godda	231,494				-			-	231,494	-	
	Lohardaga	984,058				-		691,173		691,173	292,885	
	Dumka	1,320,170		36,311		36,311	96,383	488,228		584,611	771,871	10,212,952
	Gumla	52,657				-				-	52,657	
26	DRDC Purulia	(1,150,002)	7,716,000	146,722		7,862,722	2,507,366	10,534		2,517,900	4,194,820	
27	DRDC, West Medinipur (MGNREGS)	2,640,613	1,500,000			1,500,000	1,874,817	24,015		1,898,832	2,241,781	
28	Watershed Cell cum Data Centre (WCDC), Purulia	2,052,585	8,730,000	70,671		8,800,671	382,516	1,213,407		1,595,923	9,257,333	1,670,754
29	Small Farmers Agribusiness Consortium		614,700			614,700	30,072			30,072	584,628	
30	Zila Panchayat											
	Betul											
	Watershed Dhodhamau	53,060				-	-		53,060	53,060	-	
	Watershed Gurgunda	538,931				-	16,715		522,216	538,931	-	
	Watershed Kesiya	(94,327)				-	-		(94,327)	(94,327)	-	
	Micro Plan	(7,444)	74,400			74,400	66,953		3	66,956	-	
	Vidisha - Micro Plan	483,787	864,000	15,148		879,148	1,131,999		1,131,999	1,131,999	230,937	
	Sidhi											
	Micro Plan Administration	826,270		48	826,318	(826,270)	-		-	-	-	
	Micro Plan Programme	533,127		20,975	543,408	(522,433)	-	(8,580)	19,274	10,694	-	
	Dindori											
	Integrated Action Plan	316,457		5,123		5,123	-	200,036		200,036	121,544	
	Mandla - IWMP Narayangaraj	679,755	1,549,600			1,549,600	1,042,588	496,883		1,539,471	689,884	
Externally Aided Projects												
31	Integrated Tribal Development Agency											
	Diversion Based Irrigation - Balliguda		300,000			300,000				-	300,000	
	Promotion of Improve Lac Cultivation - Karanjia		468,000			468,000	460,701			460,701	7,299	
32	Jharkhand State Livelihoods Promotion Society - Special SGSY Project											
	Promotion of Integrated Natural Resource Based Livelihood for Poor Households in Jharkhand											
	Godda	6,019,538	3,150,000	162,495		3,312,495	7,372,388	2,651,498		10,023,886	-	691,854
	Lohardaga	4,464,495	9,011,307	195,002		9,206,309	8,708,258	1,026,555		9,734,813	3,935,991	-
	Khunti	(1,999,461)	1,840,872	1,001		1,841,873	1,248,545			1,248,545	-	1,406,133
	Dumka	2,392,941	5,771,000	107,349		5,878,349	5,716,450	2,149,786		7,866,236	405,054	-
	Gumla	(119,988)	6,686,112	87,465		6,773,577	6,530,351	-		6,530,351	123,239	26,536



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014												
S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CWS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)	
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent
33	Social Mobilization and sustainable livelihoods promotion with the identified poor communities		6,000,000	94	-	6,000,094	1,550,139	1,32,900	-	1,683,039	4,317,055	-
	Chakrabarti Tribal Development Society	31,435							31,435	31,435	-	-
	Chakrabarti	(489,321)							(489,321)	(489,321)	-	-
	Khunti											
	Odisha Tribal Empowerment and Livelihood Project											
34	Keonjhar		886,130	2,097		888,227	715,074			715,074	173,153	-
	OTELP plus Banspal											
	Baliguda		1,789,164	13,473		1,802,637	1,045,069			1,045,069	757,568	-
	OTELP Direct Action Tikawali		1,983,871	11,756		1,995,627	1,497,202	161,080		1,658,282	337,345	-
	OTELP Consortium Tikawali		427,415			427,415	261,724			261,724	165,691	-
	Division Based Irrigation		850,749	10,514		861,263	1,089,489	15,026		1,104,515	370,217	-
	Goat Rearing	613,469	738,000	20,740		758,740	1,107,198		11,862	1,119,060	207,322	-
	Micro watershed in K. Nagaon	567,642	759,000	18,078		777,078	1,117,971		(11,862)	1,106,109	46,954	-
	Micro watershed in Baliguda	375,985										
	Kalahandi		1,122,830	7,516		1,130,346	943,981			943,981	186,365	-
	OTELP plus Lanjigath		936,300	7,902		944,202	624,027			624,027	320,175	-
	OTELP plus Rampur											
	Koraput		1,146,275	19,354		1,165,629	1,864,522	6,000		1,870,522	193,245	-
	OTELP plus Partnership	511,648	2,339,883	32,129		2,372,012	4,079,649	14,900		4,094,549	59,178	-
	OTELP plus Direct Action	1,663,359										
35	Tejaswini (Mahila Arthik Vikas Nigam, Madhya Pradesh)		132,484			132,484	78,000		(19,500)	58,500	-	-
	Dindori											
	Livelihood Specialist	(73,984)							(22,320)	(22,320)	-	-
	Poultry Shed	7,522						7,522		7,522	-	-
	SHG Cash Box	(22,320)							(56,412)	(56,412)	-	-
	Training of Community Mobilizer	(56,412)	31,822			31,822	31,822					
	Tejaswini	(59,956)	1,894,591			1,894,591	1,893,502			1,893,502	58,867	-
	Vegetable Cultivation		2,500,000			2,500,000	849,180	514,743		1,363,923	1,136,077	-
	Balaghat											
	Livelihood Specialist	(46,192)	123,587			123,587	80,117		(2,722)	77,395	-	-
	SRI Demonstration	41,678							41,678	41,678	-	-
	Training of Community Mobilizer	32,412	204,885			204,885	278,975		(41,678)	237,297	-	-
	Tejaswini	41,622	1,603,327			1,603,327	1,807,876			1,807,876	162,927	-



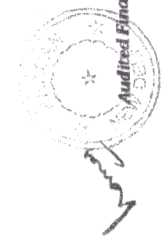
Audited Financial Statements for the year ended March 31, 2014



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES				CL.S. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	Unspent	Overspent	
	Bhopal								(4,279)			
	Study of the Lending Pattern in SHGs	(4,279)										
	Mandla								(14,444)			
	Livelihood Specialist	(72,944)	133,471			133,471	74,971					
	SHG Cash Box	(6,780)					(5,780)					
	Training of Community Mobilizer	(46,203)	433,501		18,793	414,708	310,357			58,148		
	Tejaswini	(27,144)	1,685,438			1,685,438	1,856,933				198,639	
	International Agencies											
	UN Women - United Nations Entity for Gender Equality and the Empowerment of Women											
	Facilitating Women in the endemic poverty regions in India to access, actualize and sustain the mandate of the National Policy for Empowerment of Women (NPEW)	17,482,524	44,533,237	735,551		45,268,788	36,433,566	1,072,111		25,245,635		
	Action Research as part of UN Women Supported Assignment on Tribal Women's Right to Land Ownership		1,601,663			1,601,663	274,425			1,327,237		
	Development Finance Institutions											
	National Bank for Agriculture and Rural Development											
	Godda											
	System of Rice Intensification	(5,267)							(5,267)			
	Tasar Based Wadi	3,025,348	22,246,300			22,246,300	6,185,123	4,564,484		14,422,042		
	Koderma - Pilot Project on SRI	341			341	(341)						
	Keonjhar										18,255	
	System of Rice Intensification	(18,255)										
	Sarkud Watershed	26,221			771	(771)						
	Sirskhunta Watershed	(25,450)							(25,450)			
	WADI	(209)		28		28	120		(301)			
	Lohardaga - Implementation of Integrated Tribal Development Program	(480,177)	13,381,400			13,381,400	1,354,630	1,924,242		9,622,351		
	Chaibasa											
	WADI - I	179,521							25,450			1,584,754
	WADI - II	2,184,261	2,045,000			2,045,000	2,194,729	1,189,557		844,975		
	Raigarh - WADI	9,532,837		505		505	2,022,359	165,084		7,345,899		
	Dumka											
	Tasar Based Wadi	4,605,353	8,354,000	116,703	43,694	8,427,009	10,916,839	11,700		2,107,824		
	RIF									107,414		
	Dholpur											



Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES				CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	Unspent	Overspent	

Bhopal												
Study of the Lending Pattern in SHGs		(4,279)							(4,279)			
Mandla												
Livelihood Specialist		(72,944)	133,471			133,471	74,971		(14,444)			
SHG Cash Box		(6,780)					(6,780)					
Training of Community Mobilizer		(46,203)	433,501		18,793	414,708	310,357			58,148		
Tejaswini		(27,144)	1,685,438			1,685,438	1,856,933				198,639	
International Agencies												
UN Women - United Nations Entity for Gender Equality and the Empowerment of Women												
Facilitating Women in the endemic poverty regions in India to access, actualize and sustain the mandate of the National Policy for Empowerment of Women (NPEW)		17,482,524	44,533,237	735,551		45,268,788	36,433,566	1,072,111		25,245,635		
Action Research as part of UN Women Supported Assignment on Tribal Women's Right to Land Ownership			1,601,663			1,601,663	274,425			1,327,237		
Development Finance Institutions												
National Bank for Agriculture and Rural Development												
Godda												
System of Rice Intensification		(5,267)							(5,267)			
Tasar Based Wadi		3,025,348	22,246,300			22,246,300	6,185,123	4,664,484		14,422,042		
Koderma - Pilot Project on SRI		341				(341)						
Keonjhar												
System of Rice Intensification		(18,255)									18,255	
Sankar Watershed		26,221			771	(771)			25,450			
Sirikhunta Watershed		(25,450)							(25,450)			
WADI		(209)		28		28	120		(301)			
Lohardaga - Implementation of Integrated Tribal Development Program		(480,177)	13,381,400			13,381,400	1,354,630	1,924,242		9,622,351		
Chabasa												
WADI - I		179,521								179,521		
WADI - II		2,184,261	2,045,000			2,045,000	2,194,729	1,189,557		844,975		1,584,754
Raigarh - WADI		9,532,837		505		505	2,022,359	165,084		7,345,899		
Dumka												
Tasar Based Wadi		4,609,353	8,354,000	116,703	43,694	8,427,009	10,916,839	11,700		2,107,824		
RIF										107,414		
Dholpur												



Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

SCHEDULE 24:RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014													₹
S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)		
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent	Overspent
	Lead Crops	88,985	326,700			326,700	311,785	113,900	415,685	-	-		
	Intensify SHG-BLP	-	30,000			30,000	2,927		2,927	27,073	-		
	Bokaro												
	System of Rice Intensification	(53,475)							(53,475)				
	Watershed	(2,093)							(2,093)				
	Banka												
	Horticulture	(767,647)	1,784,768	13,886		1,798,654	730,295	111,610	841,905	189,102	-		
	Tasar Plantation	2,706,220		44,205		44,205	641,238	1,818,707	2,459,945	290,480	-		
	South Bihar Watershed	199,284	990,964			990,964	204,065		204,065	986,183	-		
	WADI	97,631		21,500		21,500	182,324	(81,808)	100,516	18,615	-		
	Sidhi - SHG	154					154		154	-	-		
	Karanjia												
	System of Rice Intensification - I	108,694			108,694	(108,694)	-		-	-	-		
	System of Rice Intensification - II	(63,076)					-		-	-	63,076		
	Bankura												
	Feasibility Study - Lataikocho	3,932					3,832		3,832	100	-		
	Watershed Development - Lataikocho	-	280,100			280,100	5,454		5,454	274,646	-		
	Dhantari - WADI	2,869,716					676,278	34,800	711,078	2,158,638	-		
	Corporate												
	38 Ambedkar University	(115,417)	1,000,000			1,000,000	619,226		619,226	265,357	-		
	39 Damodar Valley Corporation												
	Koderma	917			917	(917)			-	-	-		
	Hazaribagh	342,197					189,000		153,197	342,197	-		
	40 Glenmark Pharmaceuticals Limited	2,316,177		39,749		39,749	1,519,593		1,519,593	836,333	-		
	41 Satec Solar India Pvt. Ltd.	215,342							-	215,312	-		
	42 SRF Limited	800,937	750,000			750,000	20,422		20,422	1,530,515	-		
	Research Institutions/Programme												
	43 AVRDC - The World Vegetable Centre	(20,613)	93,206			93,206	72,593		72,593	-	-		
	44 Cini-Collectives for Integrated Livelihood Initiatives												
	Community Based Groundwater Management Initiative - Dumka	123					1,480		1,480	-	1,357		
	School and Community based Quality Improvement Programme (SCQIP) for Primary and Secondary level - Khunti		287,500			287,500	215,398		215,398	72,102	-		
	45 International Crops Research Institute for the Semi-Arid Tropics (ICRISAT)	990	594,240			594,240	78,531		78,531	647,699	-		
	Total Restricted Funds - Indian	164,984	604,488,390	8,671,806	8,028,532	605,111,664	393,153,301	40,680,915	964,917	434,799,133	342,743,180	7,437,468	
												14,587,054	



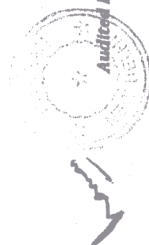
Audited Financial Statements for the year ended March 31, 2014

PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

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S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			TOTAL	CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No 9)	
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure		Appropriated/ Adjusted	Unspent		Overspent
B Restricted Funds - Foreign Contribution													
Philanthropies													
46	Bill & Melinda Gates Foundation												
	Developing Farm Based Livelihoods in endemically Poor Regions of India	43,377,870		803,249		803,249	39,478,740	4,702,379		44,181,119	-	-	
	Partnerships for Women's Empowerment & Rights (PoWER)	-	229,077,090	5,834,462		234,911,552	54,673,899	2,343,730		57,017,629	177,893,923	-	
47	Centre for microFinance (CmF)	-	204,801			204,801	202,612			202,612	2,189	-	
48	Caritas India [PACS Programme, DFID]	1,281,030	1,717,716	29,195		1,746,911	2,379,715			2,379,715	648,226	-	
49	GOAL India	-	6,025,724			6,025,724	5,645,117			5,645,117	380,607	-	
50	Humanist Institute for Cooperation (Hivos)	-	2,555,942			2,555,942	1,559,425	50,745		1,610,170	945,773	-	
51	Indian Grameen Services [VCD, ICCO]	344,505					186,103			186,103	158,402	-	
52	IKEA Foundation	-	20,280,182			20,280,182	1,080,400			1,080,400	19,199,782	-	
53	Institute of International Education	21,846					-		21,846	21,846	-	-	
54	ICCO & Kerk in Actie						-		19,322	19,322	-	-	
	Action Research : Gender in Value Chain						-						
	Scaling Rural Livelihoods in Central and Eastern India	5,035,638				-	2,701,807	129,500		2,831,307	2,204,331	-	
	VBN Engaging Markets 2	1,561,785				-	1,167,821			1,167,821	393,964	-	
55	Lutheran World Relief												
	Food Security for Tribal's and Dalits in Banka District, Bihar	34,941				-	24,570		10,371	34,941	-	-	
	Rural Women Led Vegetable Farming	(310,396)	5,744,110	26,943		5,771,053	1,714,013	2,797,658		4,511,671	948,986	-	
56	Madhyam Foundation [VCD, ICCO]												
	Strengthening Agri VC & Producers Organisations - Rayagada	428,064	243,301			243,301	671,365			671,365	-	-	
	SODI Value Chain Pilot, Turmeric - Balliguda	137,200	455,714			455,714	280,668			280,668	312,246	-	
57	Monsanto Fund	3,806,098	7,685,276			7,685,276	2,641,818	4,993,835		7,635,653	3,855,721	-	
58	Oxfam (India) Trust	83,248	644,800			644,800	617,364			617,364	110,684	-	
59	Paul Hamlyn Foundation	580,282	3,524,016			3,524,016	3,245,546			3,245,546	858,753	-	
60	Practical Action	986,329				-	986,329			986,329	-	-	
61	Rabobank Foundation												
	Dairy Project	853,658				-	-			-	853,658	-	
	Scaling Small Holder Poultry Phase I	1,517,698				-	1,517,698			1,517,698	-	-	
	Scaling Small Holder Poultry Phase II	2,492,805	2,749,103			2,749,103	5,209,058	32,850		5,241,908	-	-	
	Support to the Women Yarn Producers	80,934				-	-		80,934	80,934	-	-	
62	RBS Foundation India	-	5,871,000			5,871,000	3,162,647	699,103		3,861,750	2,009,250	-	



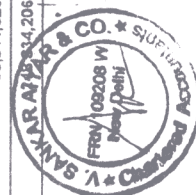
Audited Financial Statements for the year ended March 31, 2014



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

SCHEDULE 24: RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014

SCHEDULE 24. RESTRICTED GRANTS - FUND BASED RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2014												
S. No	Sources	Op. Balance 01-Apr-13	INCOME			EXPENSES			CLS. BAL. MAR 31, 2014		Assets transferred to Beneficiaries (Ref. Sch No. 9)	
			Contributions and grants received	Other Income	Grants Returned	TOTAL	Recurring	Capital Expenditure	Appropriated/ Adjusted	TOTAL		Unspent
63	Society for Technical Action for Rural Advancement [SPEED, Rockefeller Foundation]	3,168,640				-	2,050			2,050	3,166,590	-
64	Syngenta Foundation India		6,400,000			6,400,000	6,682,850	74,970		6,757,820	-	928,388
	Kesla	(570,569)									759,914	-
	Kalahandi	759,914										
65	The Ford Foundation		8,593,449			8,593,449	4,319,188			4,319,188	7,691,007	-
	Core Support to Research & Documentation Integrated Natural Resource Management - Bengal	7,876,235				-	7,876,235			7,876,235	-	-
	Institutional Support	7,518,673				-	5,374,102			5,374,102	2,144,571	-
66	The Resource Foundation [Pfizer]	22,179				-			22,179	22,179	-	-
67	Water for People	(34,972)	34,972			34,972				-	-	-
68	Welthungerhilfe	820,511	3,895,126	31,808		3,926,934	3,240,101	30,900		3,271,001	1,476,444	-
	Programme/Bilateral/Multilateral Agencies											
69	European Union		10,933,752			10,933,752				-	10,933,752	-
	Community Centered Approach to Enhancing Access to Public Services	-										
	Synthesising Rural Employment Needs and Poverty Reduction in Backward Regions	(2,638,639)	14,476,813	331,313		14,808,126	16,005,911	128,818		16,134,729	-	3,965,242
	Individual/Corporate/Research											
70	Australian Centre for International Agricultural Research											
	Water Harvesting and Better Cropping System - HRD	115				-	-		115	115	-	-
	Improving Livelihood with ICS	-	25,747,130			25,747,130	16,896,057	262,304		17,158,361	8,588,769	-
71	David Galloway	137,685				-	96,082			96,082	41,603	-
72	DSM Anti Infections India Limited	16				-			16	16	-	-
73	International Water Management Institute	451,146				-		10,510		247,496	203,650	-
74	WASSAN- Revitalising Rainfed Agriculture	80,487				-				-	80,487	-
	Total Restricted Funds - Foreign	83,341,025	356,860,017	7,056,970	-	363,916,987	189,876,278	16,257,302	154,783	206,288,362	245,863,281	4,893,630
	Total Restricted Funds	83,341,025	961,328,407	15,728,776	8,028,532	969,028,651	583,029,579	56,938,216	1,119,700	641,087,495	588,606,460	12,331,098
												14,587,054



Audited Financial Statements for the year ended March 31, 2014

SCHEDULE 25: Significant Accounting Policies and Notes on Accounts
(Followed in framing the financial statements for the year ended March 31, 2014)

1. **OVERVIEW OF THE SOCIETY'S OPERATIONS:** PRADAN works to reduce poverty; changing lives and choices for the poorest communities in rural India. PRADAN works to a change that is sustainable, self-perpetuating; in partnership with communities, stimulating skills and systems in communities to realize their vision; instead of merely delivering services or solutions. In conformity with its aims and objects, the Society also takes up rural development projects to promote income-generating activities for the benefit of the disadvantaged women, small and marginal farmers across agriculture, poultry, tasar silk, lac and other economic sectors, including watershed, afforestation and small-scale irrigation activities and;
 - Motivates and provides capacity building inputs to the poor in support of these income-generating activities through its various project teams or peoples' own groups, service units and centres (formed as separate entities and eventually to be owned by the communities) with the ultimate aim of transferring the management and ownership of these service units to the rural poor,
 - Undertakes projects for setting up, renovation and maintenance of irrigation systems, and the development of natural resources by way of land development, watershed development, afforestation and wasteland development,
 - Promotes women's Self Help Group (SHGs), associations of such groups and federations of such associations to enhance the savings and borrowing power of poor rural women so that they can mobilise funds for income generation activities,
 - Promotes Peoples' Organisations through its projects to manage their own economic activities, such as mutually aided cooperative societies, mutual benefit trust, Rural Producers' Associations, Producer Companies, etc.
 - Works with the poor through locally active groups, formally recognized under any law or not, towards the accomplishment of its mission.

2. SIGNIFICANT ACCOUNTING POLICIES

- 2.1. **BASIS OF ACCOUNTING:** The Accounting Standards issued by the Institute of Chartered Accountants of India are applicable to non-profit entities, only if any part of the activities of the entity is considered to be commercial, industrial or business in nature. The Society is not carrying on any activity in the nature of commercial, industrial or business. Therefore, the Accounting Standards are not mandatory and have been followed to the extent practicable or relevant. The financial statements have been prepared under the historical cost convention and on accrual basis except stated otherwise. The accounting policies have been consistently applied by the Society.
- 2.2. **REVENUE / EXPENDITURE RECOGNITION:** All grants are recognized on cash basis and expenditure and liabilities are recognized on accrual basis. In the case of a programme undertaken with the support of some government and other agencies, though the funds received are in the nature of Program Facilitation under a MoU, the same is reported as grant in view of the restriction on the expenditure and its nature as reimbursement of expenses.

The Society accepts grants from donor agencies towards implementation of various programmes for carrying out specific purposes of rural development which includes improvement in the lives of rural poor. These grants along with interest earned, if any, are to be spent in accordance with the directions of the donor agencies and the Society cannot utilize these grants according to its own free-will. Unspent balances, if any, are to be transferred back to donor agency or to be dealt-with in accordance with the instructions of the donor agency.

Till the year ended March 31, 2013 the Society has been treating these receipts as income in the statement of accounts together with the unattached general donations. Keeping in view the legal restrictions attached to the tied-up grants/ restricted grants spelled in the Grant Award, or MoU/ working arrangements, with effect from the current year, the Society has changed the methodology of accounting the same. Such grants including interest earned thereon do not form part of the income statement. However, details of receipts and utilization of such tied-up/ restricted grants are given in Schedule 24.

- 2.3. **FORMAT OF ACCOUNTS:** The Income and Expenditure has been classified based on the cost of activities carried out by the organization, while natural head wise Income and Expenditure account is provided in Schedule 22, forming part of Society's accounts. The activity-based costs are identified and each expense is classified and recorded in the books based on a documented process including



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADAN)

detailed classification of cost centres and sub-cost centres, by the Management. For a meaningful presentation, the whole expenditure of the Society are reflected in the Income and Expenditure Account and the amounts met from tie-up/ restricted grants are shown as a deduction.

- 2.4. **CLASSIFICATION OF EXPENSES:** Of the various activities carried on by the Society, expenses incurred directly in working with and rendering services to the poor rural communities have been treated as **Rural Livelihood Promotion Programmes** - these include grants in creating livelihood assets and infrastructure, formal or informal training and exposure of beneficiaries, expenses of community based service providers, salaries and related costs of Society's staff working directly with the communities; whereas **Livelihood Programme Support** - relates to expenses incurred in management of field projects and integration of field operations; and are so stated in the accounts.

- 2.5. **TREATMENT OF FIXED ASSETS:** Fixed assets held by the Society are classified in following broad categories namely;

- Owned Assets: These are owned by the Society and used for activities and rendering services.
- Community Assets: Assets created for the benefit of the beneficiaries to be ultimately transferred to them. All such assets are recognized at cost and charged to respective funds as expenses in consonance with applicable laws. Though these assets are held in the books of the Society, no depreciation has been charged.

Fixed assets are stated at Cost, after reducing accumulated depreciation. Depreciation is provided on written down value method, on pro-rata basis at rates considered appropriate by the Management.

Acquisitions of assets, though, charged to the Funding Agency's grants, are retained in the books by creating Capital Asset Fund. Depreciation charge is met from the Capital Fund so created.

- 2.6 **WORK-IN-PROGRESS:** Community Projects created out of donor funds for the benefit and ultimate use by the community has been classified as work-in-progress under current assets (refer Schedule 9) keeping in view its nature and purpose. On transfer to the beneficiary community, these are charged off to income and expenditure account.

- 2.7 **TREATMENT OF SUBSIDIES AND GRANTS TO BENEFICIARY GROUPS:** In the case of informal producers groups of the rural poor promoted by the Society and income generation activities flowing there from, the Society provides donations /capital grants in the form of subsidy to undertake micro business ventures to individuals through groups or business associations. These grants are charged off and treated as application of funds for the objectives of the Society. The recipients are persuaded to utilize the funds by pooling the same into their apex bodies of such groups or associations of such groups, which would revolve the same for the benefit of themselves, other members of the same group or other groups.

- 2.8 **VALUATION OF INVESTMENTS:** All investments are held at cost and are valued at market price or cost, whichever is lower, except long term investments made out of Corpus and other specified Funds which are valued at costs.

- 2.9 **TREATMENT OF RESTRICTED FUNDS, BUDGET BASED EXPENDITURE ACCORDED BY FUNDING AGENCIES AND FUNDS DIRECTLY FACILITATED TO THE BENEFICIARY GROUPS:**

- The expenditure on projects taken up with restricted/tied-up grants from donor agencies is, as far as possible, incurred according to the plans and budgets agreed upon. However, deviations sometimes occur at the time of project execution depending upon various circumstances, such as location, awareness among the beneficiaries, local customs, availability of inputs, legal restrictions, etc. such variations, monitored regularly, are generally intimated to the donor in advance.
- In respect of specific funded activities under the directions of donors, such as revolving fund grants, working capital loans, loan funds to be passed on to the beneficiaries and administered by the Society, the same are separately accounted for, held in trust and administered in terms consonant with the objects of the Society.
- In the course of implementing rural development projects the Society also leverages substantial resources from various rural development schemes of the government and banks and through beneficiaries' own contribution, which are directly channeled to the beneficiaries and are not reflected in the Society's books of accounts. This is in keeping with the Society's policy of progressively strengthening the capability of the weaker sections to deal effectively with development agencies and to manage development activities themselves.



2.10 Employee Benefits:

The Society provides following benefits to its employees as per the term of employments with them namely;

- 2.10.1 Provident Fund:** The Society has established a Staff Provident Fund which is recognized and approved by the Income Tax Department. Liability towards the fund is paid or provided on monthly basis.
- 2.10.2 Gratuity:** The Society has entered into an arrangement with Life Insurance Corporation of India and liability on account of gratuity benefits is calculated and provided based on actuarial calculation provided by Life Insurance Corporation using "Projected Unit Rate" method. The plan provides for a lump sum payments to vested employees at retirement, death while on employment, or on termination of employment of an amount equivalent to fifteen days basic salary payable for each completed year of service, vesting occurs upon completion of five years of services. Employees who have completed ten years of continuous service in the organization twenty days basic salary is payable for each completed year of service, this includes provision of life cover payable on death of the employee.
- 2.10.3 Leave Encashment:** The Society has entered into an arrangement with Life Insurance Corporation of India and liability on account of Leave Encashment benefits is calculated and provided based on actuarial calculation provided by Life Insurance Corporation using "Projected Unit Rate" method. The plan provides for a lump sum payment to vested employees at retirement, death while on employment, or on termination of employment of an amount equivalent to number of days of accumulated leave subject to certain limits on the basis of per day basic salary. Vesting occurs upon completion of two years of services. The liability is provided based on number of days of unutilized leave as on balance sheet date.
- 2.10.4 Medical Benefits:** The Society provides monthly liability based on fixed contribution for employees and Society, credited to a separate fund provided for this purpose within Society's books. Society has entered into an arrangement with National Insurance Company Ltd. to process cases of domiciliary hospitalization.

3 NOTES ON ACCOUNTS:

3.1 Fixed Assets: ₹ 50,157,731

- i Owned Assets: The assets with Society as on March 31, 2014 was ₹ 50,157,731 (*previous year ₹ 48,436,678*) at cost less accumulated depreciation. Assets of ₹ 11,581,126 were added during the year (*previous year ₹ 9,706,555*) and assets of book value ₹ 563,994 (*previous year ₹ 316,886*) rendered unusable were written-off. Depreciation of ₹ 8,574,937 has been charged (accumulated ₹ 44,542,145). The entire charge of depreciation has been met out of Capital Assets Fund.
- ii Community assets of ₹ 12,024,238 held by the Society represents assets created out of donor funds for the benefit and ultimate use by the community and will be transferred to community in due course. Hence, this is separately stated in the accounts. No depreciation has been charged on community assets.

3.2 Investments: Cost ₹ 301,992,208 Market Value ₹ 304,365,595

- i The market value of investments as on March 31, 2014 was ₹ 304,365,595 (*previous year ₹ 85,940,607*); whereas valued at cost the investments was ₹ 301,992,208 (*previous year ₹ 85,202,476*).
- ii Investments totaling ₹ 432,242 matured and new investments or re-investments of ₹ 217,221,974 were made in the year.
- iii Income on investment of ₹ 12,100,620 have been transferred to the income account (*previous year ₹ 9,273,109*).
- iv The entire investment portfolio is considered long-term by the Management.

3.3 Fixed Deposits: ₹ 461,905,777 includes:

- a. ₹ 756,286 provided for issuing bank guarantee for undertaking MPower assisted project in Sirohi district of Rajasthan and to Zila Panchayats of Betul and Dindori to undertake watershed development projects.
- b. ₹ 45,994,486 placed with banks for overdraft facility.
- c. ₹ 409,578,122 held on account of donor assisted projects.



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- b. ₹ 45,994,486 placed with banks for overdraft facility.
- c. ₹ 409,578,102 held on account of donor assisted projects.



3.4 Secured Loans: ₹ 1,562,544:

The loan is secured by way pledge of Fixed Deposits held with banks.

3.5 Addition to Corpus: ₹ 204,572,844: This represents corpus grant of ₹ 200,000,000 received from Jamsetji Tata Trust, ₹ 1,000,000 from RBS Foundation, ₹ 2,428,448 individuals and interest appropriated of ₹ 1,144,396 out of the income received from the assigned investments of corpus grant received from Sir Dorabji Tata Trust and Jamsetji Tata Trust as per the terms of grant agreement with Sir Dorabji Tata Trust and Jamsetji Tata Trust.

3.6 Returnable Assistance to Self Help Groups:

The Society has received a total of ₹ 16,937,659 in trust from Dewan Foundation for providing returnable assistance to Self Help Groups for undertaking livelihood activities. New disbursements in the year amounts to ₹ 4,652,000 (Cumulative disbursements ₹ 41,944,547) and return from Self Help Groups in the year is ₹ 2,402,214 (Cumulative Returns ₹ 25,655,013). Amount held in the revolving fund as at March 31, 2014 stands at ₹ 648,125 (Previous Year ₹ 2,897,911). The liability to return the assistance remains with the Groups and the Society is only responsible to collect the amount deposited by the Groups.

The Society has received a total of ₹ 10,440,322 in trust from Rabobank Foundation for providing returnable assistance for poultry activity. New disbursements in the year amount to ₹ 932,723 (Cumulative disbursements ₹ 11,488,723) and returned by the group ₹ 42,200. Amount held in the revolving fund as at March 31, 2014 stand at ₹ Nil (Previous year ₹ 890,523).

Woman Tasar Yarn Promotion Fund: The Society has disbursed the entire ₹ 5,000,000 received from RBS Foundation during the year. It has also contributed to the revolving fund an amount of ₹ 3,277,177 out of internal reserves.

3.7 Employees Welfare Funds/ Provident Fund / Gratuity/ Leave Encashment / Medical Benefits

- i Provident Fund: A total of ₹ 14,796,674 (Previous Year ₹ 13,828,769) has been provided as Society's share of contribution to the recognized Staff Provident Fund.
- ii The Office of the Regional Provident Fund Commissioner had issued a notice dated 10th September 1998 to the effect that the Society is covered under the Employees (Provident Fund and Miscellaneous Provisions) Act, 1952 and consequently it is required itself to register and remit the contributions to the Office of RPF, including for the past years. The Society has gone in appeal before the Delhi High Court that it is not covered by the Act. The case is pending. In the event the decision goes against the Society, the liability, including that of penalty, if any, is not ascertainable at this stage.
- iii Gratuity: A sum of ₹ 1,222,369 (Previous year ₹ 5,822,592) towards gratuity liability in the scheme managed by Life Insurance Corporation (LIC) has been provided on the basis of actuarial valuation of past service and current service cost received from LIC. A sum of ₹ 3,500,000 have been paid to LIC (including policy renewal charges of ₹ 249,772) and balance payable of ₹ 905 have been provided in the books. The fund value of the scheme at end of the year is ₹ 43,669,263.
- iv Leave Encashment: A total of ₹ 1,222,496 (Previous Year ₹ 5,821,749) towards leave encashment liability in the scheme managed by Life Insurance Corporation (LIC) has been provided. A sum of ₹ Nil (including policy renewal charges of ₹ 10,629) has been paid to LIC and balance payable of ₹ 7,084,334 has been provided in the books. The fund value of the scheme at end of the year is ₹ 24,760,782.
- v Medical Benefits:
 - a The Society's allocation to the Employee Contributory Welfare Fund during the year is ₹ 6,049,714 with a corresponding contribution by employees to the fund amounting to ₹ 4,387,700 (Previous year Society: ₹ 4,849,400, Employees: ₹ 3,249,950).
 - b During the year, employees hospitalization expenses of ₹ Nil (Previous year ₹ Nil) and medical expenses including medicines and consultation fees of ₹ 5,339,716 (Previous year ₹ 4,640,259) have been met out of this fund. An amount of ₹ 100,000 have been paid on demise of an employee as per service rules.
 - c As on March 31, 2014, total balance in the fund stands at ₹ 3,737,206 (Previous Year ₹ 1,947,020) (under other liabilities).



PROFESSIONAL ASSISTANCE FOR DEVELOPMENT ACTION (PRADA),

- d The Fund has paid premium of ₹ 2,944,538 to National Insurance Company of India towards domiciliary hospitalization providing coverage of ₹ 200,000 for individual staff and his/ her family.

4 Income Tax:

- a. The Society is registered with the Income Tax Authorities under section 12A (a) of the Income Tax Act, 1961, vide letter no CIT – VI /TE (155) /84 1415 dated 27th October 1984 and hence the income of the Society is exempt under section 11 of the Act, subject to compliance of relevant provisions of section 11 read with sections 12 and 13 of the Act. The Permanent Account No. (PAN) of the Society is AAATP0345D.
- b. Donations to the Society are eligible for tax relief in the hands of donors under section 80-G of the Income Tax Act, 1961 vide Order dated 30-Sep-2009 issued by the Director of Income Tax (Exemptions), Delhi.
- c. The Society's assessments stand completed up to assessment year 2010-11 with nil income. In respect of assessment year 2011-12, the Assessing Officer has rejected the nil return and denied benefit of Sec. 11 and 12 of the Income Tax Act, resulting in a demand of ₹ 47.7 million on the Society. The Society has preferred an appeal challenging the order of the Assessing Officer, and the matter is pending before the Commissioner of Income Tax (Appeals). No provision has been made for the claim, as the Society is hopeful of favorable decision.

5 Expenses incurred on Governing Board:

During the year, the Society has incurred ₹ 184,090 (*Previous Year ₹ 219,273*) on travelling, conveyance and boarding & lodging of the members of the Governing Board.

6 Disclosure as per u/s 13(3) of the Income Tax Act:

Remuneration to Staff members of Governing Board:

During the year, the following members of the Governing Board who are Society's staff were paid remuneration for service as under:

		<u>Current Year ₹</u>	<u>Previous Year ₹</u>
a	Mr. Manas Satpathy Executive Director	1,167,144	1,089,251
b	Mr. D. Narendranath Programme Director	1,167,144	1,101,223
c	Mr. Arnab Chakraborty Programme Director	820,596	781,020

7 Others:

a Remuneration to Auditors:

	<u>Current Year ₹</u>	<u>Previous Year ₹</u>
i. Audit Fee (including review of half year accounts)	1,140,000	950,000
ii. Certification to Funding Agencies	150,000	125,000
iii. Service-tax on above	159,444	132,870
iv. Other Services	26,405	143,821
v. Reimbursement of travel & conveyance expenses	373,831	406,404

- b Contingent liabilities in respect of liabilities of peoples' organizations and trusts, where the Society is involved in the promotion and support of the same is not ascertainable.

- c Previous year figures are regrouped and rearranged wherever necessary.

As per our Report of even date
for V. SANKAR AIYAR & Co.,
Chartered Accountants

New Delhi
July 05, 2014

(M.S. BALACHANDRAN)
Partner

M. No. 24282: Firm Regn.No. 109208W



[Signature]
Chairperson

[Signature]
Executive Director

[Signature]
Members of the Governing Board