

# R.K. TULI & ASSOCIATES

## CHARTERED ACCOUNTANTS

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### INDEPENDENT AUDITORS' REPORT

#### TO THE MEMBERS OF CENTRE FOR EDUCATION AND COMMUNICATION

#### Report on the Financial Statements

We have audited the accompanying financial statements of **CENTRE FOR EDUCATION AND COMMUNICATION** ("the Society"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Income and Expenditure and the Receipt and Payment Account for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

The Society Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Receipt and Payments account of the Society in accordance with the Accounting Standards notified and in accordance with the accounting principles generally accepted in India. This 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.

#### Auditors' 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 control relevant to the Society 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 Society internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the 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 aforesaid financial statements give the information required by the Act in the manner so required and 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 March 31, 2018;
- (b) in the case of the Statement of Income and Expenditure, of the income of the Society for the year ended on that date; and
- (c) In the case of the Receipt and Payments account, of the Receipts and Payment account of the Society for the year ended on that date.

Place: New Delhi  
Date: 24/09/2018

**For R. K. Tuli & Associates**  
Chartered Accountants  
(FRN No. 001847N)



  
**R K Tuli**  
(Partner)  
(Membership No. 081019)

## **CENTRE FOR EDUCATION AND COMMUNICATION: NEW DELHI**

### **NOTES ON ACCOUNT AND SIGNIFICANT ACCOUNTING POLICIES**

#### **Significant accounting policies**

Centre for Education and Communication [hereinafter referred to as "CEC" or as "the Society"] is a society registered under the Society Act, 1860. Vide certificate dated 20<sup>th</sup> day of July, 1983. The society is also register with:

- i. Income-tax Authorities u/s 12A(a) and u/s 80G; and
- ii. Foreign Contribution (Regulation) Act, 2010.

The Society is a non-profit making entity working for people at large. For the relevant financial year the society had undertaken numerous projects in India. These projects have been financed by the organisations located in as well as outside India.

#### **(a) Basis of preparation**

The financial statements are prepared under the historical cost convention on an accrual basis of accounting in accordance with the generally accepted accounting principles, Accounting Standards.

#### **(b) Use of estimates**

The preparation of financial statements requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent liabilities at the date of these financial statements and Profit and Loss statement for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed at each Balance Sheet date. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

#### **(b) For the relevant financial year:**

1. All the amounts, expenses and claims which are outstanding for a period of more than 3 years have been written off, although the entity will pay these amounts/monies whenever the actual claimant will ask for the payment. The same stand has been taken for Old TDS/withholding credits, for which no refund has been received as of now.
2. We have calculated variance of 24% in total Budgeted cost and actual amount spent, which is near 30% and as per EU policy if CEC shall not be able to spent up to 70% of budgeted cost then EU shall reduce the further financing by the difference from 70%.



3. We have seen more than 25% variance (less spent) in subtotal line of utilization sheet of 01.01.2017 to 31.12.2017 and as per EU rules, addendum is required in case of Budget re-allocation beyond + 25% limit.

**Yours' Sincerely**

**For R.K.Tuli & Associates**

**Chartered Accountants**

**FRN 001847N**



**R.K.Tuli  
(Partner)**

**M. No. 081019**



**Place: New Delhi**

**Date: 24.09.2018**

**CENTRE FOR EDUCATION AND COMMUNICATION : NEW DELHI**

**CONSOLIDATED BALANCE SHEET AS ON 31.03.2018**

LIABILITIES	SCH	31.03.2017	31.03.2018	ASSETS	SCH	31.03.2017	31.03.2018
<b>Capital Fund</b>				<b>Fixed Assets</b>			
(To The Extent Of Fixed Assets)	1	6,741,327	6,115,793	(As Per Schedule)	4	6,741,326	6,115,793
<b>General Fund</b>	2	3,824,767	4,324,784	<b>Closing Balances</b>			
Sundry Creditors Annexure	3	1,337,171	1,679,512	Cash In Hand		30,704	43,719
<b>Projects Balances</b>				<b>Bank Balance</b>			
Decent Work Green Brick		8,919,007	9,923,590	State Bank of India		10,914,333	12,693,443
NABFINS		-	411,693	Corporation Bank		1,385,602	1,931,938
<b>Security</b>				Bank of India		721,450	721,450
Shop No. FF21		84,000	174,000	<b>Projects Balances</b>			
				Project Core 2007-10	5	243,227	253,401
<b>TOTAL</b>		<b>20,906,271</b>	<b>22,629,373</b>	<b>Total</b>		<b>20,906,271</b>	<b>22,629,373</b>

Secretary / Treasurer

Executive Director

Place : DELHI  
Date : 24.09.2018

For R.K.TULI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN 01847 N

PARTNER  
M.No. 081019



**CENTRE FOR EDUCATION AND COMMUNICATION  
NEW DELHI**

**Consolidated Income & Expenditure Account  
For the year Ended 31st March 2018**

Expenditure	31.03.2017	31.03.2018	Income	Amount (Rs.)	
				31.03.2017	31.03.2018
Bank Charges	3,714	-	Bank Interest	37,594	54,739
Co-ordination charges	727,301	754,903	Misc Receipt / Publications	3,748,632	1,483,509
Misc. Expenses	2,276,683	1,656,490	Contributions	265,000	168,000
			Indirect Income	118,657	-
			Rent from Ground Floor CEC	-	115,000
			Rent from Grassroot Tea Corporation Pvt Ltd	-	6,000
			Rent from Shop No.20	-	200,000
			Rent from Bhanu infotech of Shop No. 21	322,000	337,000
			Sale of Old Newspaper	7,530	1,722
			Profit on sale of Asset	489,132	-
			Interest on I.T refund	28,421	-
Excess of Income over Expenditure (Transfer to General Fund)	2,009,269		Excess of Expenditure over Income (Transfer to General Fund)		45,423
<b>TOTAL</b>	<b>5,016,966</b>	<b>2,411,393</b>	<b>TOTAL</b>	<b>5,016,966</b>	<b>2,411,393</b>

Secretary / Treasurer

Executive Director

Place :DELHI

Date : 24.09.2018

*Lilley*  
*Anan Pandya*

For R.K.TULI & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN 01847 N



*R.K. Tuli*  
R.K.Tuli  
(PARTNER)  
M.No.081019

**CENTRE FOR EDUCATION AND COMMUNICATION  
NEW DELHI**

**Consolidated Receipts & Payments Account**  
For the year Ended 31st March 2018

Receipts	Amount (Rs.)	Payments	Amount(Rs.)
<b>Opening Balance</b>		<b>Payments for Projects</b>	
Cash	30,704	Decent work Green Brick	20,388,606
<b>Banks</b>		NABFINS	115,307
State Bank of India	10,914,333		20,503,913
Corporation Bank	1,385,602		
Bank of India	721,450		
	13,052,089	Excess of Expenditure over Income	45,423
Increase in Security	90,000	Increase in Advances	10,174
Increase in Creditors	342,341	Adjustment in General Fund	90,623
Adjustment in General Fund	636,063		
<b>Receipts from Projects</b>		<b>Closing Balance</b>	
Decent work Green Brick	21,393,190	Cash	43,719
NABFINS	527,000	<b>Banks</b>	
	21,920,190	Corporation Bank	1,931,938
		Bank of India	721,450
		State Bank of India	12,693,443
			15,390,550
<b>TOTAL</b>	<b>36,040,683</b>	<b>TOTAL</b>	<b>36,040,683</b>

Secretary / Treasurer

Executive Director

Place :DELHI

Date : 24.09.2018



**For R.K.TULI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
**FRN 01847 N**

**R.K.Tuli**  
**(PARTNER)**  
**M.No.081019**