

AUDITORS' REPORT

To
The Trustees,
APPL Foundation,
1, Bishop Lefroy Road,
Kolkata – 700 020

We have audited the accompanying financial statements of **APPL Foundation**, which comprise the Balance Sheet as at March 31, 2018, and the related Income and Expenditure Account for the year ended and a summary of significant accounting policies.

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 Foundation in accordance with the generally accepted accounting principles in India.

The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The Financial Statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis and comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI), applicable to the status of the Trust.

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 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 control relevant to the Foundation's preparation and fair presentation of the financial statements 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 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 give the information 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 Foundation as at March 31, 2018;
- b) In the case of the Income and Expenditure Accounts, of the excess of income over expenditure for the year ended on that date.

Report on other Legal and Regulatory Requirements:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii) In our opinion proper books of account as required by law have been kept by the Foundation so far as appears from our examination of those books.
- iii) The Balance Sheet and the Income & Expenditure Account dealt with by this Report are in agreement with the books of account.

For **B M CHATRATH & CO LLP**
Chartered Accountants
(Firm Reg.No: 301011E/E300025)

Place: Kolkata
Date : 13.09.2018


(**SANJAY SARKAR**)
(**PARTNER**)
Membership No. 064305



APPL FOUNDATION

(All amounts in Rs)


BALANCE SHEET AS AT	Note	31st March 2018	31st March 2017
SOURCES OF FUNDS			
Corpus	3	5,333,873	7,070,257
Reserve & Surplus	4	2,162,899	170,206
Project Earmarked Funds	5	1,441,485	7,895,866
Current Liabilities & Provision	6	3,337,960	3,644,092
Total		<u>12,276,217</u>	<u>18,780,421</u>
APPLICATION OF FUNDS			
Fixed Assets	7		
Gross Block		1,597,079	1,522,079
Less: Accumulated Depreciation		232,061	-
Net Block		1,365,018	1,522,079
Current Assets , Loans & Advances			
Cash & Bank Balances	8	10,231,455	13,586,251
Other Current Assets	9	120,889	1,068,995
Loans & Advances	10	558,855	2,603,097
Total		<u>10,911,199</u>	<u>17,258,342</u>
Total		<u>12,276,217</u>	<u>18,780,421</u>

The Notes are an integral part of financial statements

This is the Balance Sheet referred to in our report of even date

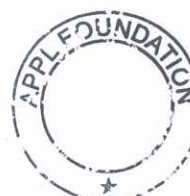
For B M CHATRATH & CO LLP.
Firm Registration Number - 301011E / E300025
Chartered Accountants


Trustees


SANJAY SARKAR
PARTNER
Membership No. 064305


Trustees

Place: Kolkata
Date: September 13, 2018



APPL FOUNDATION

(All amounts in Rs)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED

Note

31st March 2018

31st March 2017

PARTICULARS**INCOME**

Donations and Grants	11	10,296,193	21,065,430
Other Income	12	1,020,453	845,605
Total		11,316,646	21,911,035

EXPENDITURE

Expenditure on the Object of the Trust	13	12,125,023	18,642,176
Administration & General Expenses	14	3,421,249	2,009,024
Depreciation	15	-	-
Total		15,546,272	20,651,200

Excess of Income over Expenditure		(4,229,626)	1,259,835
Amount Transferred (to) / from Project Earmarked Funds		6,222,319	(2,095,695)
Surplus/ (Deficit) for the Year carried to Balance Sheet		1,992,693	(835,860)

The Notes are an integral part of financial statements

This is the Income & Expenditure Account referred to in our report of even date

For B M CHATRATH & CO LLP.
Firm Registration Number - 301011E / E300025
Chartered Accountants



SANJAY SARKAR
PARTNER
Membership No. 064305

Place: Kolkata
Date: September 13, 2018



Trustees



Trustees



APPL FOUNDATION


(All amounts in Rs)

RECEIPTS AND PAYMENTS ACCOUNTS FOR THE YEAR ENDED	Note	31st March 2018	31st March 2017
RECEIPTS			
Opening Balances:			
Bank balances in Savings Accounts	8	5,162,774	4,276,972
Cash in hand	8	71,153	10,657
Fund Received:			
- Grant from Sir Dorabjee Tata Trust (SDTT)		-	5,203,000
- Grant from Tarang Employability Training (GTET)		395,487	1,494,430
- Grant for Disaster Management		2,000,000	8,525,000
- Donations Recdeived		7,892,657	5,843,000
Misc Income			
- APPITI Receipt of Fees (Project GTET)		200,500	255,200
- Computer Training Expenses from APPL (Project GTET)		134,500	-
- Others		2,500	1,404
Refund of Tax		82,970	-
Interest Received		143,240	289,090
Maturity of Fixed Deposits		5,466,437	626,486
Total		21,552,218	26,525,239
PAYMENTS			
Donations given		260,500	1,075,000
Project Expenses on Core objects		471,739	1,682,509
Project Expenses - SDTT		1,999,242	4,998,738
Project of GTET- APPITI Expenses		735,087	1,805,493
Project Expenses of Disaster Management		4,022,212	6,578,704
Administrative and General Expenses		2,735,189	2,089,729
Investment in Fixed Deposit		1,900,000	-
Payment for Sirish 2018		1,262,241	-
Payment for outstanding expenses of Sirish 2017		2,000,360	3,059,406
Payment for outstanding expenses of Sirish 2016		723,287	-
Payment to Sundry Creditors		571,813	-
Bank Charges		1,566	1,733
Closing Balance:			
Bank balances in Current Accounts	8	4,861,884	5,162,774
Cash in hand	8	7,097	71,153
		21,552,217	26,525,239

The Notes are an integral part of financial statements

This is the Receipts & Payments Account referred to in our report of even date

For B M CHATRATH & CO LLP.
Firm Registration Number - 301011E / E300025
Chartered Accountants


SANJAY SARKAR
PARTNER
Membership No. 064305

Place: Kolkata
Date: September 13, 2018


Trustees

Trustees



APPL FOUNDATION

(All amounts in Rs)

NOTES TO THE BALANCE SHEET AS AT

31st March 2018

31st March 2017

3 Corpus

Trust Fund	10,000	10,000
Specified Funds		
Balance as per last Balance Sheet	7,060,257	7,060,257
Less: Expenditure incurred for specified purpose under section 11(2) of the Income Tax Act	1,736,384	-
Balance as on 31st March 2018	5,323,873	7,060,257
	5,333,873	7,070,257

4 Reserve & Surplus

Income & Expenditure Account		
Balance as per last Balance Sheet	170,206	1,006,067
Add/(Less): Surplus/(Deficit) for the year	1,992,693	(835,860)
Balance as on 31st March 2018	2,162,899	170,206

5 Earmarked Project Funds

(Refer Note 2.5 and 5A)

Fund from Solidaridad	157,430	157,430
Fund from SDTT	1,183,175	5,119,598
Fund from GTET	332,942	672,542
Fund for Disaster Management	-	1,946,296
	1,673,547	7,895,866
Less: Depreciation during the year	232,062	-
	1,441,485	7,895,866

6 Current Liabilities & Provision

Sundry Creditor	28,232	571,813
Provision for Expenses	3,289,450	3,072,279
Duties & Taxes Payable	20,278	-
	3,337,960	3,644,092



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APPL FOUNDATION

NOTES TO THE BALANCE SHEET AS AT 31 MARCH 2018

Note- 5A Earmarked Funds

(All amounts in ₹)

Sl no.	Name of Fund	Project Name	Name of the Donor	Opening Balances as per Audited Accounts	Adjustment towards restatement (Refer Note)	Restated opening Balance	Receipts during the Year	Expenses during the Year	Fixed Assts acquired out of Earmarked Fund	Excess of (Expenditure)/Income over Income/Expenditure incurred during the year	Closing Balance
				A	B	C=A+B	D	E	F	G=D-E	H=C+G-F
1	Fund from Solidaridad	Medical Camps at Closed Tea Gardens- Dooars	Solidaridad Regional Expertise Centre	157,430	-	157,430	-	-	-	-	157,430
2	Fund from SDTT	Small Farm Inegration for sustainable agriculture and improved access to the market	Sir Dorabjee Tata Trust (SDTT)	1,903,561	3,216,037	5,119,598	-	3,936,423	-	(3,936,423)	1,183,175
3	Fund from GTET	Amalgamated Plantations Private Industrial Training Institute (APPITI)	Gram Tarang Employability Training (GTET)	77,707	594,835	672,542	395,487	735,087	-	(339,600)	332,942
4	Fund for Disaster Management	Disaster Management	Various Donors	1,946,296	-	1,946,296	2,000,000	3,946,296	-	(1,946,296)	-
Total				4,084,994	3,810,872	7,895,866	2,395,487	8,617,806	-	(6,222,319)	1,673,547
Previous Year's Total				1,989,299			15,488,630	13,392,935		2,095,695	4,084,994

Note;

In current year the Trust has changed the accounting policy of recognition of Project Earmarked funds, which are received as project specific grant and recognition of expenses related to the program. As mentioned in Note 2.5, revenue is recognised to the extent of expenditure incurred and on completion of such projects, balance of such grant, if any is transferred to revenue. In earlier years the grants were recorded as liabilities and payments related to the specific program were netted off the collected fund. In line with such changes, previous year balance of respective Project/ programme has been restated as under and corresponding balance of Loans and advances and Fixed Assets, incurred out of grant money in prior years has been recognised in Balance Sheet. There is no impact in Net income of the Trust due to such change in accounting policy.



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APPL FOUNDATION

Note 7 - Fixed Assets

(All amounts in Rs)

	Gross Book Value (At Cost)					Depreciation/Amortisation				Net Book Value	Net Book Value	
	As at 1.4.2017	Adjustments (Refer Note)	Restated Balance as at 1.4.2017	Additions/ Adjustments	Deductions / Adjustments	As at 31.3.2018	As at 1.4.2017	For the year	Deductions/ adjustments	As at 31.3.2018	as at 31.3.2018	as at 31.3.2017
Plant and Equipment	-	594,835	594,835		-	594,835	-	89,225	-	89,225	505,610	594,835
Furniture and Fixtures	-		-	75,000	-	75,000	-	3,750	-	3,750	71,250	-
Office Equipment	-	71,415	71,415		-	71,415	-	10,712	-	10,712	60,703	71,415
Motor Vehicles	-	855,829	855,829		-	855,829	-	128,374	-	128,374	727,455	855,829
Total	-	1,522,079	1,522,079	75,000	-	1,597,079	-	232,062	-	232,062	1,365,017	1,522,079
Previous year	-			-	-	-	-	-	-	-	-	-

Note :

Consequent to change in accounting policy of recognition of project specific earmarked grant and its related expenditure (refer Note 5A and Note 2.3), Fixed assets of respective grant programme, acquired in prior years are recognised in Balance Sheet.



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APPL FOUNDATION

(All amounts in Rs)

NOTES TO THE BALANCE SHEET AS AT

31st March 2018

31st March 2017

8 Cash & Bank Balances

Cash in hand	5,199	56,863
Cash in hand- Project SDTT	-	7,337
Cash in hand- Project Disaster Management	1,898	6,953
	<u>7,097</u>	<u>71,153</u>

Fixed Deposits with Bank

	<u>5,362,474</u>	<u>8,352,324</u>
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Bank balances in Savings Accounts

Balance with State Bank of India	4,135,122	1,027,421
Balance with United Bank of India	5,616	5,528
Balance with YES Bank	502,219	
Balance of SDTT Project	94,915	2,029,307
Balance of GTET Project	78,663	82,811
Balance of Disaster Management Project	45,349	2,017,707
	<u>4,861,884</u>	<u>5,162,774</u>
	<u>10,231,455</u>	<u>13,586,251</u>

9 Other Current Assets

Accrued Interest on Fixed Deposit

	120,889	1,068,995
	<u>120,889</u>	<u>1,068,995</u>

10 Loans & Advances

Unsecured

Advances for implementation of Projects
TDS Receivable

	267,347	2,288,793
	291,508	314,304
	<u>558,855</u>	<u>2,603,097</u>



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APPL FOUNDATION

(All amounts in Rs)

Notes to the Income & Expenditure Account for the year ended

31st March 2018

31st March 2017

11 Donations and Grant

Donations from Settlor	600,000	4,590,000
Donations- Sirish 2018	6,200,706	-
Donations- Sirish 2017	1,100,000	267,000
Donations- Sirish 2016	-	986,000
Grant Received:		
- Grant from Sir Dorabjee Tata Trust (SDTT)	-	5,203,000.00
- Grant from Tarang Employability Training (GTET)	395,487	1,494,430.00
- Grant for Disaster Management	2,000,000	8,525,000.00
	10,296,193	21,065,430

12 Other Income

	2017-18	2016-17
Interest Income		
- Interest on Fixed Deposit	533,930	307,982
- Others	149,023	281,019
Miscellaneous Income		
- From Training	335,000	255,200
- Other	2,500	1,404
	1,020,453	845,605

13 Expenditure on the Object of the Trust

(A) Donations Paid

	260,500	1,075,000
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(B) Project Expenditure- Skills & Education

Resilient Community	-	1,270,703
Adult Literacy Programme	-	-
APPITI Expenses - GTET	735,087	1,804,493
	735,087	3,075,196

(C) Project Expenditure- Environment & Livelihoods

Small Farm Integration (SDTT)	54,000	60,950
Organic Growth	51,600	35,280
Project Expenses - SDTT	3,936,423	4,998,738
Disaster Management Expenses	4,022,212	6,578,704
	8,064,235	11,673,672



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APPL FOUNDATION

(All amounts in Rs)

Notes to the Income & Expenditure Account for the year ended

31st March 2018

31st March 2017

(D) Project Expenditure- Health

Mental Health	-	15,000
Hattigor Outreach	-	2,900
	-	17,900

(E) Project Expenditure-Cultural Development

Sirish Expenses- 2018	3,065,201	-
Sirish Expenses- 2017	-	2,800,408
	3,065,201	2,800,408

Total (A+B+C+D+E)

12,125,023.00

18,642,176.07

14 Administration & General Expenses

Salary & Retainership	1,220,833	720,000
Travelling Expenses	419,943	325,830
Printing & Stationery	20,349	11,335
Consultancy Charges	150,541	-
Professional fees	473,341	803,186
Website development & maintainance	227,296	88,475
Audit fees	128,750	47,200
Refreshment	-	8,739
Bank Charges	1,702	2,733
Miscellaneous Expenses	9,411	1,526
Doubtful Loans & Advances written off	769,083	-
	3,421,249	2,009,024

15 Depreciation

Depreciation for the yea	232,062	-
Less: Adjusted against Earmarked Project Fund	232,062	-
	-	-



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APPL FOUNDATION

Notes to the financial statements

1 General Information

APPL Foundation (The "Trust"), is an irrevocable public Charitable Trust established on 29th August, 2011 by Amalgamated Plantations Private Limited (the Settlor), having office at 1, Bishop Lefroy Road, Kolkata- 700020, represented by the Trustees. Main object of the Trust is welfare of general public in distress, medical aid, relief, maintenance and support to hospitals, dispensaries etc, advancement and propagation of education and learning, environmental protection, food security of general public, development of public utilities and amenities and revival of indigenous tribal culture of music and dance, etc.

The Trust is registered under Section 80G (5)(vi) of Income Tax Act (1961) and under section 11(1) of the Foreign Contribution (Regulation) Act, 2010.

2 Summary of Significant Accounting Policies

2.1 Basis of Preparation of Financial Statements

The Financial Statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis and comply with the mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI), applicable to the status of the Trust.

The Trust is classified as Level III enterprise as defined by the scheme of applicability of Accounting Standards issued by ICAI. Accordingly, the Trust is entitled to certain exemptions/ relaxations given to it and has complied with the Accounting Standards insofar as they are applicable.

2.2 Use of Estimates

The preparation of the Financial Statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Trustees believe that estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ from these estimates.

2.3 Fixed Assets and Depreciation

Fixed Assets are stated at cost of acquisition less depreciation or amortisation. Donated assets are valued at prevailing market values on the date of such donation.

Depreciation is charged on Fixed Assets' Written Down Value basis at the rate specified in the Income Tax Act, 1961. The depreciation of Assets created out of Project Fund (Donation / Grant) is adjusted against Project Earmarked Fund. No depreciation is charged on assets disposed off during the year. Depreciation is charged at half of the prescribed rate on assets acquired during the year.

2.4 Impairment of Assets

The Trust determines whether there is any indication of the impairment of carrying amount of its assets. The recoverable amount of such assets are estimated, if any indication exists and impairment loss is recognised wherever the carrying amount of the assets exceeds its recoverable amount.

2.5 Revenue Recognition

Donations and Grants:

Donation and Grants are accounted for on cash basis. In case of project earmarked grant, revenue is recognised to the extent of expenditure incurred and on completion of such projects, balance of such grant, if any is transferred to revenue.

Donations made with a specific direction that they shall form part of the corpus of the Trust are classified as Corpus donations and are disclosed as Trust Fund in the Balance Sheet.

The Trust accepts grants from donor agencies towards implementing specific projects/ programmes in line with the objective of Trust. These grants are to be spent in accordance with guidance of / agreement with donor agencies. The entire grant realised are accounted as income. The unspent balances are carried forward to the next year and spent in accordance with the terms of the grant and classified as Earmarked Project Fund.

2.6 Other Income

Other incomes are accounted on accrual basis. Interest on deployment of funds is recognised using the time proportion method, based on underlying interest rate.

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APPL FOUNDATION

Notes to the financial statements

2.7 Foreign Currency Transactions

Transactions in foreign currency are recorded at the rate of exchange prevailing at the date of transaction and exchange differences arising on settlement are dealt with in the Statement of Profit and Loss. Unsettled transactions are restated at the year-end exchange rates and the resultant gain or loss arising on such transaction is recognised in the Statement of Profit and Loss.

2.8 Leases

Operating lease rentals are charged to the Income & Expenditure Account as incurred.

2.9 Taxes on Income

Current tax in respect of taxable income is recognised based on applicable tax rates and laws.

Deferred tax is measured using tax rates and laws that have been substantively enacted as on the balance sheet date and is recognised on timing differences that originate in one period and capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognised only if there is reasonable / virtual certainty that sufficient future taxable income will be available against which such deferred tax assets will be realised. Such assets are reviewed as at each balance sheet date to reassess realisability thereof.

2.10 Provisions and Contingent Liabilities

Provisions are recognised only when there is a present obligation as a result of a past event and when a reliable estimate of the amount of the obligation can be made. Provisions are measured at the best estimate of the amount required to settle the present obligation at the balance sheet date and are not discounted to its present value. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Trust or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.11 Disclosure & Classification of Expenditure

All expenditures incurred directly aiding the main object of the Trust are disclosed as respective Project Expenditure under the broad classification of Expenditure on the Object of the Trust. The Trust deploy funds for its core object as well as the specific projects which are implemented jointly with project partner as per the agreed Scope of work and conditions mentioned in respective memorandum of Undertaking of the Project, for utilisation of Fund.

2.12 Corpus

This represents the Original Trust Fund contributed by the Settlor while establishing the irrevocable Trust and includes any other contributions, donations and all accumulations thereof. Specific Funds contributed by Settlor to meet the main object of the Trust are also included in Corpus.

- 5 The Trust is registered under Section 12A of the Income Tax Act, 1961 (the "Act"). Under the provision of the Act, the income of the Trust is exempted from tax, subject to the compliance of specific terms and conditions specified in the Act.
- 6 The Trust has complied with the provisions of the Foreign Contribution (Regulation) Act, 2010 (FCRA) and the Trust has a valid FCRA registration.
- 7 Corresponding figures of the previous year have been regrouped wherever necessary to make them comparable with the figures of the current year.

For B M CHATRATH & CO LLP.

Firm Registration Number - 301011E / E300025

Chartered Accountants



SANJAY SARKAR

PARTNER

Membership No. 064305

Place: Kolkata

Date: September 13, 2018


Trustees


Trustees

