

Audit Report 2016-17

Balance Sheet as at 31st March 2017



	Note No.	As At March 31st 2017 (₹)	As At March 31st 2016 (₹)
CORPUS FUND & LIABILITIES			
Share Capital	3	-	-
General Reserve	4	59,770,709	21,355,860
		59,770,709	21,355,860
CURRENT LIABILITIES			
Program Fund Balance	5	58,886,876	132,528,820
Other Current Liabilities	6	15,767,767	6,891,151
		74,654,643	139,419,971
		134,425,352	160,775,831
ASSETS			
NON CURRENT ASSETS			
Fixed Assets	7	41,034,257	2,619,409
Long Term Loans & Advances	8	32,838,800	32,808,077
		73,873,057	35,427,486
CURRENT ASSETS			
Cash & Cash Equivalent	9	40,709,300	96,927,979
Short Term Loans and Advances	10	19,842,995	27,650,412
Other Current Assets	11	-	769,954
		60,552,295	125,348,345
		134,425,352	160,775,831

Significant Accounting Policies

The accompanying notes are an integral part of the Balance Sheet

2

As per our Report of even date attached

For Ray & Ray
Chartered Accountants
Firm Registration No: 301072E


Samir Manocha
Partner

Membership No.: 91479

Dated : 04 September 2017

Place : New Delhi



India HIV/AIDS Alliance
For on the behalf of Board


Tushar Palorkar
Director- Finance
& Operations


Sonal Mehta
Chief Executive


S. Y. Quraishi
Board of Director



Statement of Income and Expenditure for the Year ended 31st March 2017



	Note No.	Year ended March 31st, 2017 (₹)	Year ended March 31st, 2016 (₹)
INCOME			
Other Income	12	1,598,244	4,332,425
		<u>1,598,244</u>	<u>4,332,425</u>
EXPENDITURE			
Employee Benefits	13	293,132	1,385,621
Other Expenses	14	1,305,112	2,946,804
		<u>1,598,244</u>	<u>4,332,425</u>

Significant Accounting Policies

The accompanying notes are an integral part of the statement of Income & Expenditure

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Board of Director



Cash Flow Statement for the year ended 31st March, 2017

	Year ended March 31st, 2017	Year ended March 31st, 2016
	(₹)	(₹)
A. Cash From Operating Activities		
Surplus/ deficit as per statement of Income and Expenditure	-	-
Interest Received	(909945)	(2909028)
Movement in Programme Fund (Net)	(73641944)	(494990007)
Total	(74551889)	(497899035)
Adjustment for:		
-Loans and Advances	7807416	(1849352)
-Liabilities and Provisions	8876616	(9733673)
-Income Tax Payment	(30723)	(275841)
Cash generated from operating activities	(57898579)	(509757900)
B. Cash From Investing Activities		
-Interest Received	1679899	4415937
Cash From Investing Activities	1679899	4415937
Net Increase/decrease in cash and cash equivalents (A+B)	(56218680)	(505341965)
Cash & Cash Equivalents at the beginning of the year	96927979	582777343
Cash & Cash Equivalents at the end of the year	40709300	96927979

Note : The cash flow statement has been prepared on the basis of Indirect Method. Purchase of fixed assets out of donated funds has been shown under movement in project fund payment as per requirement of the grant agreement and has been shown as part of operating activities.

For Ray & Ray
Chartered Accountants
Firm Registration No: 301072E


Samir Manocha
Partner
Membership No.: 91479



Dated : 04 September 2017
Place : New Delhi

India HIV/AIDS Alliance
For on the behalf of Board


Tushar Palorkar
Director- Finance
& Operations


Sonal Mehta
Chief Executive


S. Y. Quraishi
Board of Director



Statement of Sources and Application for the Year ended 31st March 2017



Sources		Application			
Particulars	Note No.	Amount (₹)	Particulars	Note No.	Amount (₹)
Opening Balances:			- International HIV/AIDS Alliance		29,326,380
- Cash in hand	9	27,763	- CDC		32,664,109
- Cash at bank		96,900,196	- The Global Fund		625,034,402
- Loans and Advances	8 & 10	60,458,489	- MAC Aids Foundation		2,002,060
		157,386,468	- E.JAF		16,077,200
			- AmplifyChange		10,674,350
Contribution received		659,753,648	- Bill & Melinda Gates Foundation		4,857,704
- International HIV/AIDS Alliance			- Global Giving		404,628
- CDC		25,057,997	- CAF		36,317
- The Global Fund		6,699,000	- Youth Lead India		679,310
- MAC Aids Foundation		569,961,248	- HR Asia		3,537,693
- E.JAF		4,920,000	- End Aids India		134,766
- E.JAF		26,221,150	Sub total		725,428,920
- CAF		3,018,227			725,428,920
- Youth Lead India		692,895			
- Global Giving Fund		978,781			
- AmplifyChange		964,641			
- HR Asia		15,709,717			
- End Aids India		4,841,693			
- End Aids India (Donations)		688,299			
Interest earnings					
- On Saving Account		1,679,899		9	56,956
- On Fixed Deposits				8 & 10	40,652,343
		1,679,899			52,681,796
					93,391,095
		818,820,015			818,820,015

India HIV/AIDS Alliance
For on the behalf of Board

Abhishek
Sonal Mehta
Chief Executive

Toshkar
Tushar Palohkar
Director- Finance
& Operations

S. Y. Ouraishi
S. Y. Ouraishi
Board of Director



AS per our Report of even date attached

For Ray & Ray
Chartered Accountants
Firm Registration No: 301072E



Samir Manocha
Partner
Membership No.: 91479

Dated: 04 September 2017
Place: New Delhi

1. GENERAL INFORMATION

The Company has been incorporated as a private company limited by guarantee under Section 8 of the Companies Act, 2013. The Company is also registered under Section 12AA of the Income Tax Act, 1961. The Company is operating in partnership with Civil Society, Government and communities to support sustained responses to HIV in India that protect rights and improve health. Complementing the Indian National Programme, the company builds capacity, provide technical support and advocate strengthening delivery of effective, innovative, community-based HIV programmes to vulnerable populations affected by the epidemic.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 ACCOUNTING CONVENTION

The Company has prepared these financial statements to comply with the Accounting Standards on a going concern basis notified under the Companies Accounting Standard Rules, 2006 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis and under the historical cost convention. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2.2 USE OF ESTIMATES

The preparation of the financial statements in conformity with the generally accepted accounting principles requires estimates and assumption to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting year. Difference between the actual result and estimates are recognized in the year in which the results are known/materialised.

2.3 FIXED ASSETS

Fixed assets procured for projects are, in the first instance, debited under various programme heads as per the requirement of the donor agencies. Subsequently, these assets are reflected in the Balance Sheet by debiting Fixed Assets and crediting Fixed Asset Fund.

The Fixed assets so reflected are stated at cost less accumulated depreciation. Cost is inclusive of freight, duties, levies and any directly attributable cost of bringing the assets to their working condition for intended use.

2.4 DEPRECIATION/ AMORTIZATION

No Depreciation is provided/claimed in the Statement of Income and Expenditure

The useful life of assets are as under: -

Assets	Estimated Life of Asset (years)
Computers (including servers)	5
Furniture & Fixture	7
Office Equipment	7
Computer Software	4

Depreciation on assets procured out of grant fund and reflected in the Balance Sheet is calculated on the basis of useful life of these assets as estimated by the management.

2.5 REVENUE RECOGNITION

- i) **Voluntary Contribution & Unrestricted Grant** of revenue-nature are recognized as income in the Statement of Income and Expenditure along with the related costs which they compensate. Such Grant Income has been shown separately in the Statement of Income and Expenditure.
- ii) **Restricted Grants** represent grants that form a legal obligation and result into increase in the net worth of the Company. These are credited to the Program Account in the Balance Sheet, without routing it through the Statement of Income and Expenditure.

Restricted Grants are utilized as per the conditions of the grant agreement and to the extent utilized they are netted off from the Programme Fund Balance. The balance of unutilized grant is reflected under Programme Fund Balance under Current Liabilities in the Balance Sheet.

Upon completion of the life of obligation of the restricted grant surplus grant remaining unutilised if any, is, either in compliance with the grant agreement or upon due consent of the granting authority, either returned to the granting authority or transferred to unrestricted grant or income in the statement of Income & Expenditure.

- iii) Income from interest is credited to revenue in the year of its accrual on time proportion basis taking into account the amount deposited and rate of interest. The income is stated in full with the tax deducted thereon being accounted for under the head tax refunds/ payments.

2.6 ALLOCATION AND APPORTIONMENT OF EXPENSES

- i) Expenses identifiable with restricted grants including manpower have been charged to those grants as per approved Budget/Annual Plan. Other common expenses pertaining to restricted grants not identifiable with any particular grant have been apportioned proportionately among the various grants.
- ii) Expenses incurred for other charitable & administrative activities are charged off to the Statement of Income & Expenditure to the extent of unrestricted grant/ other income received during the year.

2.7 EMPLOYEE'S BENEFITS

Employee Benefits are accounted for as under:

- a) **Provident Fund and Pension Contribution-** as a percentage of salary / wages as per the provision of the Employees Provident Funds and Miscellaneous Provisions Act, 1952.
- b) **Gratuity and leave encashment** is maintained as a defined benefit retirement plan (Funded) and contribution is made to Fund Manager, as per Company's Scheme. Further provision/ write back, if any, is made on the basis of the present value of the liability as at the Balance Sheet date determined by actuarial valuation following the Projected Unit Credit Method. Provision is treated as a liability and write back is treated as an assets to be adjusted against future liability.

2.8 LEASE

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognized partly as an expense in the statement of profit & loss and balance under various program expenses.

2.9 PRIOR PERIOD ADJUSTMENTS, EXTRA ORDINARY ITEMS AND CHANGES IN ACCOUNTING POLICIES

Prior period adjustments, extraordinary items and changes in accounting policies having material impact on the financial affairs of the Company are disclosed.

2.10 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are recognized only when there is possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. The obligations are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent Assets are neither recognized nor disclosed in the financial statements.

2.11 EVENTS AFTER THE BALANCE SHEET DATE

Events occurring after the date of the Balance Sheet, which affect the financial position to the material extent, are taken cognizance of.

Notes Forming Part of the Balance Sheet

NOTE 3 SHARE CAPITAL

Company is limited by Guarantee. Liability of shareholder is limited by guarantee. Every member of the company undertakes to contribute to the assets of the company in the event of its being wound-up while he is a member or within one year after he ceases to be a member, for payment of the debts and liabilities of the company contracted before he ceases to be a member, and the costs, charges and expenses of winding-up and for the adjustment of the rights of the contributories among themselves, such amount may be required, not exceeding Rs. 100,000/- (Rupees one Lac).

Right of Shareholder

Liability of shareholder is limited by guarantee. As company is registered under section 8 of the Company Act, 2013 (earlier known as 25 of the Companies Act, 1956), shareholders are not entitled to any dividend.

NOTE 4 GENERAL RESERVE

	As At March 31st, 2017 (₹)	As At March 31st, 2016 (₹)
a) Corpus Fund		
Balance at the beginning of the Year	18,736,452	196,452
Add receipt/transfer	-	18,540,000
Balance at the closing of the Year	<u>18,736,452</u>	<u>18,736,452</u>
b) Fixed Assets Fund (Note 22)	<u>41,034,257</u>	<u>2,619,408</u>
	<u>59,770,709</u>	<u>21,355,860</u>

NOTE 5 PROGRAM FUND BALANCE (NET)

<u>58,886,876</u>	<u>132,528,820</u>
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NOTE 6 OTHER CURRENT LIABILITIES

Statutory Dues	2,602,765	1,529,484
Expenses payable to NGOs/Partners	-	1,856,816
Expenses payable to Vendors	8,324,678	1,060,071
Contribution to Leave Encashment Fund	213,467	-
Contribution to Gratuity Fund	2,786,024	-
Expenses payable to Staff	910,723	-
Other Payable	930,111	2,444,780
	<u>15,767,767</u>	<u>6,891,151</u>

NOTE 8 LONG TERM LOAN AND ADVANCES (Considered Good)

Tax Deducted At Source	3,118,649	3,087,926
Recoverable from Income Tax	24,863,000	24,863,000
Security deposit	4,857,151	4,857,151
	<u>32,838,800</u>	<u>32,808,077</u>

NOTE 9 CASH AND CASH EQUIVALENT

Cash in hand	56,956	27,783
Cash at Bank in Current Account	40,147,456	89,295,168
Fixed Deposit less than three months maturity	504,887	7,605,028
	<u>40,709,300</u>	<u>96,927,979</u>

NOTE 10 SHORT TERM LOAN AND ADVANCES (Considered Good)

Advances recoverable in cash or in kind or for the value to be received	7,090,125	18,744,689
Advances Recoverable from Staff	4,450,518	-
Advances to NGO Partners	8,272,353	8,905,723
Security deposit	30,000	-
	<u>19,842,995</u>	<u>27,650,412</u>

NOTE 11 OTHER CURRENT ASSETS

Accrued Interest on Fixed Deposit	-	769,954
	<u>-</u>	<u>769,954</u>

Statement of Sources and Application for the Year ended 31st March 2017 by Donor

NOTE 5 PROGRAM FUND BALANCE

Name of Donors	Programme Title	Opening Balance as on 1.04.2016	Grant Received during the year	Interest	Total (INR)	Application of Grants during the year	Adjustment /Transfer	Programme Balance as on 31.03.2017
- International HIV/AIDS Alliance	Community Action on Harm Reduction	970,446	25,057,997	-	24,087,551	29,326,380	-	5,238,830
- Bill & Melinda Gates Foundation	Establishing Sustainable Models for HIV Prevention in Telengana & Rayalaseema Regions of Andhra Pradesh	25,692,404	-	163,312	25,855,716	4,857,704	6,565,426	14,432,586
- The Global Fund	Strengthening community systems that benefit MSM, Transgender and hijra communities, as well as those providing Care and Support for People living with HIV Aids in India.	65,925,303	569,961,248	143,715	636,030,266	625,034,402	-	10,995,865
- European Commission	Working towards better sexual and reproductive health and rights of persons living with HIV in India.	5,747,743	-	-	5,747,743	-	-	5,747,743
- MAC Aids Foundation	Increasing Access to Sexual and Reproductive Health Services for Female Sex Workers	3,956,725	4,920,000	-	8,876,725	2,002,060	-	6,874,665
- Global Giving	Community members health meanings and access to HIV/AIDS healthcare	-	978,781	-	978,781	404,628	-	574,153
- EJAF	Health and HIV testing clinics for MSM, Transgender and Hijra	-	26,221,150	-	26,221,150	16,077,200	-	10,143,949
- AmplifyChange	Empowering Transgender and hijras to access sexual health (SH) and human rights in India	7,415,493	964,641	-	8,380,134	10,674,350	-	2,294,217
- CDC	Civil society capacity building for advocacy and response to the HIV/AIDS Epidemic among Key populations in India	21,588,605	6,699,000	-	28,287,605	32,664,109	-	4,376,504
- CAF	Providing Care and support services to people living with HIV and skill building for youngsters	-	3,018,227	-	3,018,227	36,317	-	2,981,910
- Youth Lead India	Community Action on Harm Reduction	-	692,895	-	692,895	679,310	-	13,585
- HR Asia	Increasing Access to essential HIV and harm reduction services for people who inject	-	15,709,717	116,412	15,826,129	3,537,693	-	12,288,435
- Other Balance (General A/c)		3,172,993	5,529,992	486,506	9,189,491	3,134,256	-	6,055,235
- Allocation of Expenditure		132,528,820	659,763,648	-	792,292,468	726,830,166	6,565,426	59,886,876

Note 1 - The Liabilities for gratuity and Leave Encashment aggregating to Rs 2999491.2 has been provided during the year as per valuation carried out by qualified actuanial. Pending proportionate allocation amongst various funds, this has been disclosed under utilization of General Fund.

Note 2 - To reconcile the Fund Balances as on 31st March 2017 with various donors, certain inter fund re-grouping / re-classification of balances has been carried out in the opening balance / adjustment column without any corresponding impact on the financials.

Notes 7 Fixed Assets

Assets	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	Cost As at April 1st, 2016	Addition during the year	Deletions/ Adjustments during the year	Cost as at March 31st, 2017	As at April 1st, 2016	For the year	On Deletions/ Adjustments during the year	As at March 31st, 2017	As at March 31st, 2016
A) Tangible Assets									
Computers	12,090,546	17,573,999	-	29,664,545	10,850,341	5,755,840	-	13,058,364	1,240,205
Furniture and Fittings	2,934,089	87,768	-	3,021,857	2,754,680	143,432	-	123,745	179,409
Office Equipment	6,628,379	316,859	-	6,945,238	5,428,784	580,309	-	936,145	1,199,597
Total	21,653,014	17,978,626	-	39,631,640	19,033,805	6,479,582	-	14,118,254	2,619,211
B) Intangible Assets									
Developed Software	-	26,989,750	-	26,989,750	-	73,945	-	26,915,805	-
Grand Total (A + B)	21,653,014	44,968,376	-	66,621,390	19,033,805	6,553,526	-	41,034,059	2,619,211
Previous Year	20,267,889	1,385,125	-	21,653,014	17,092,205	1,941,600	-	2,619,211	3,175,684

Amount in (₹)

Notes Forming Part of the Statement of Income and Expenditure



	Year ended March 31st, 2017 (₹)	Year ended March 31st, 2016 (₹)
NOTE 12 OTHER INCOME		
Interest	909,945	2,960,753
Donations	688,299	1,371,672
	<u>1,598,244</u>	<u>4,332,425</u>
NOTE 13 EMPLOYEE BENEFITS		
<i>Program Staff</i>		
Salary	177,119	821,109
Contribution to Provident Fund	13,284	61,583
Staff Welfare Expenses	17,712	41,055
<i>Administrative Staff</i>		
Salary	70,848	410,554
Contribution to Provident Fund	5,314	30,792
Staff Welfare Expenses	8,856	20,528
	<u>293,132</u>	<u>1,385,621</u>
NOTE 14 OTHER EXPENSES		
A) Programme Implementation Expenses		
Workshop Expenses	505,958	1,053,376
Books and publications	24,737	65,368
Travelling and conveyance	151,808	639,215
	<u>682,503</u>	<u>1,757,959</u>
B) Technical Assistance & Capacity Building		
Consultants fees, etc	76,415	278,499
	<u>76,415</u>	<u>278,499</u>
C) Other Expenses		
Rent	144,951	498,491
Office expenses	21,743	74,774
Payment to Auditors (Note 20)	379,500	337,080
	<u>546,194</u>	<u>910,345</u>
Total (A+ B+ C)	<u><u>1,598,244</u></u>	<u><u>4,332,425</u></u>

Notes to Accounts, cont.,

15. The Company has filed income tax return for various assessment years u/s 12A of the Income Tax Act 1961. During the assessment of the return filed for the Assessment Year 2010-11, the Assessing Officer denied the Company's claim of being a charitable organisation and issued a demand notice of ₹2, 48, 63,000 (including ₹ 65, 08,616 as interest). As per the order received from the recovery department of the Income Tax, the Company's banker transferred the said amount on 31st December 2013 in favour of Assistant Director of Income Tax (Exemption), Trust Circle II, and New Delhi. The company has filed an appeal against this order and has obtained favourable decision. The Department has gone to ITAT against this order. The company is hopeful of favourable decision here also.

For the assessment year 2011-12, 2012-13, 2013-14 and 2014-15 also, similar disallowances have been made although no tax claim has been made for the year 2011-12 and 2013-14. Tax claim of ₹4, 69,02,850 (Including Interest) has been made for the assessment year 2012-13.

The Company has filed appeal against the Assessment order of 2011-12, 2012-13, 2013-14 and 2014-15 assessment. The Company has successfully contested disallowances of similar nature in the assessment year 2009-10, 2010-11, 2011-12, & 2012-13 and is hopeful of a favourable decision for 2013-14 and 2014-15 also.

In view of this, in the opinion the management, the possibility of liability being crystallised is remote and hence no provision is considered necessary.

16. The Company has not received any information / memorandum (as required to be filed by Suppliers / Vendors with the notified authority under Micro, Small and Medium Enterprises Development Act, 2006), claiming their status as Micro, Small or Medium Enterprises. Consequently, the amount paid / payable together with interest paid/ payable to these parties under the Act is Nil.
17. In the Opinion of Board, the value of realization of Current Assets, loan & Advance in ordinary course of Business will not be less than the amount at which they are stated in the balance sheet and Provision for Known Liabilities has been made.
18. Balances under the head trade payables, trade receivables, and loans and advances- short-term and long term, are subject to confirmation /reconciliation.
19. The company has a proper system of recording all direct cost related to each program fund separately which inter alia includes cost for traveling, manpower, printing, and stationary, TA/DA, hiring charges, conveyance, Training, workshop & meetings etc. These are shown as application as per conditions of the grant agreement in respect of each fund.
20. Payments made to auditors including service tax are as under.

	Year ended March 31 st 2017	Year ended March 31 st 2016
I. For Statutory Audit	₹ 3,79,500	₹ 3,37,080
II. Out of pocket expenses	₹40,250	₹40,250

The payments made for statutory audit has been charged to the Statement of Income & Expenditure. The payments made for other services and related out of pocket expenses have been charged to respective program fund account.

21. Company has entered into operating lease agreement for the leasing the office space. Detail of minimum lease payments:

a. General Description of the Company's operating lease arrangements.

The company has entered into operating lease arrangement for office premises. Some of the significant terms and conditions of the arrangement are:

- arrangements may be generally terminated by either party by serving notice period;
- the lease agreements are generally renewable on expiry subject to mutual arrangement;
- the company shall not submit, assign or part with possession of premises without prior written consent of lessor.

b. The lease rent of ₹ 1, 44,951/- (2016; ₹ 4, 98,491/-) in respect of the above has been charged to statement of Income & Expenditure. The balance of ₹1, 57, 26,049 (2016 – ₹1, 16, 46,471) has been charged under various Programme fund accounts.

22. The Assets procured out of the project fund are charged off as project expenses as per condition of the grant agreement. Depreciation on the assets are therefore not debited to the statement of Income and Expenditure Account. However, to reflect the fixed Assets in the financial statements, the same are capitalised with the cost of the assets by crediting Fixed Assets Fund which is shown under reserve and surplus. Depreciation on the assets are directly adjusted under the Fixed Assets and Fixed Asset fund at respective rates estimated by the management.

Since the treatment of Assets and its depreciation is program/donor dependent, the useful life of assets as estimated by the management is different from useful life as per schedule II of Companies Act 2013.

23.1 Provident Fund and Pension Contribution is made as a percentage of salary/ wages as per the provisions of the Employees Provident Funds and Miscellaneous Provision Act, 1952.

23.2 The company provides for retirement benefits in the form of gratuity and leave encashment, for which the liability is determined using the projected unit credit method with actuarial valuations being carried out at each valuation date.

23.2.1 Gratuity is maintained as a defined benefit retirement plan (Funded) and contribution is made to Fund Manager, as per Company's Scheme. Further provision/ write back, if any, is made on the basis of the present value of the liability as at the Balance Sheet date determined by actuarial valuation following the Projected Unit Credit Method. Provision is treated as a liability and write back is treated as an assets to be adjusted against future liability.

23.2.2 Disclosure relating to Defined Benefit Plan as per actuarial valuation as on 31.03.2017 as certified by Bajaj Allianz & recognised in the financial statement.

	Actuarial assumptions Attrition Rate: 17.79% Salary escalation Rate : 10% Gratuity Ceiling: with cap of 10lakhs Life covers Ceiling: with cap of 10 lakhs Amount in ₹ Results of Valuation	
	Summary Sheet	
	2017	2016
a) Initial Contribution towards past Service Gratuity	73,13,885	47,83,722
b) Annual Contribution Towards Future service Gratuity	3,41,436	3,08,799
c) Life Cover Sum assured	1,72,27,815	3,83,35,971
d) Life cover Premium w/o tax	0	55,823
e) Service tax	0	8,094
f) Life cover Premium with tax	0	63,917
g) Total Premium Payable (a+b+d+e)	76,55,321	51,56,438

23.2.3 Leave Encashment Benefit

Leave encashment is maintained as a defined benefit retirement plan (Funded) and contribution is made to Fund Manager, as per Company's Scheme. Further provision/ write back, if any, is made on the basis of the present value of the liability as at the Balance Sheet date determined by actuarial valuation following the Projected Unit Credit Method. Provision is treated as a liability and write back is treated as an assets to be adjusted against future liability.

Year-end liability for accrued leave including compensated leave has been accounted for on the basis of Actuarial valuation based on Projected Unit Credit (PUC) method.

		2017 (funded)	2016(funded)
Mortality Table	:	IALM 2006-08 ULTIMATE	IALM 2006-08 ULTIMATE
Superannuation at age	:	65	65
Early retirement including disability	:	17.79%	17.79%
Valuation rate of Interest	:	7.400%	8.00%
Salary inflation rate assumed	:	10.00%	8.00%
Formula used	:	PROJECTED UNIT CREDIT METHOD	PROJECTED UNIT CREDIT METHOD

Results of valuation

Accrued days leave	:	240	240
Accrued encashment ₹	:	1168869	853458
Accrued leave liability ₹	:	1255371	894397

Gratuity/leave encashment expenses have been recognised under the employee's benefits/ relevant program heads as per company policy.

24 In accordance with Accounting Standard on "Related Party Disclosures" (AS 18), the disclosure in respect of transactions with the Company's related parties are as follows:

a) Names of related parties* and description of relationships having transactions during the year:

i) Associates Alliance Regional Technical Support Hub

*as certified by the management

b) Transactions carried out with related parties referred in (a) (i) above, in ordinary course of business:

Alliance Regional Technical Support Hub

Transactions	Year ended March 31 st 2017	Year ended March 31 st 2016
Expenses incurred on their behalf	₹33,51,651	₹NIL
Expenses Recoverable	₹ 9,36,704	₹ 1,22,89,106

25 The company is engaged in providing services of charitable nature as defined in section 2(15) of the Income Tax Act. As such, the provision of Accounting Standard AS22 is not applicable to the company.

26 The details as per the Notification issued by the Ministry of Corporate Affairs dated 30th March, 2017 of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 are as under:-

(Amount in Rupees)

Particulars	SBN	Other Denomination notes	Total
Closing cash in hand as on 08.11.2016	NIL	6,800/- (100*68) 350/- (50*7) 240/- (20*12) 670/- (10*67) & 1.5/- (coins)	8,061.50
Permitted receipts	Nil	1,98,000/-	1,98,000/-
Permitted payments	Nil	1,86,250/-	1,86,250/-
Amount deposited in Banks	Nil	Nil	Nil
Closing cash in hand as on 30.12.2016		12,000/- (2000*6) 5,000/- (500*10) 1,500/- (100*15) 400/- (50*8) 240/- (20*12) 670/- (10*67) & 1.5/- (coins)	19,811.50

27 The Previous year's figures have been regrouped, rearranged and reclassified wherever necessary to make it comparable with current year figures.

For Ray & Ray.
Chartered Accountants
Firm Registration No.301072E


Samir Manocha
Partner
Membership No.: 91479



Dated: 04 September 2017

India HIV/AIDS Alliance
For on the behalf of board


Tushar Palorkar
Director- Finance
& Operations


Sonal Mehta
Chief Executive


S.Y. Quraishi
Board of Director

