

Balance Sheet as at 31st March 2018



	Note No.	As At March 31st 2018 (₹)	As At March 31st 2017 (₹)
CORPUS FUND & LIABILITIES			
Share Capital	3	-	-
General Reserve	4	44,644,596	59,770,709
		<u>44,644,596</u>	<u>59,770,709</u>
CURRENT LIABILITIES			
Program Fund Balance	5	43,965,867	58,886,876
Other Current Liabilities	6	15,795,020	15,767,768
		<u>59,760,887</u>	<u>74,654,644</u>
		<u>104,405,283</u>	<u>134,425,353</u>
ASSETS			
NON CURRENT ASSETS			
Fixed Assets	7	25,908,144	41,034,258
Long Term Loans & Advances	8	32,643,750	32,838,800
		<u>58,551,894</u>	<u>73,873,058</u>
CURRENT ASSETS			
Cash & Cash Equivalent	9	19,880,493	40,709,299
Short Term Loans and Advances	10	26,172,896	19,842,996
		<u>45,853,389</u>	<u>60,552,295</u>
		<u>104,405,283</u>	<u>134,425,353</u>

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 : 05 October 2018
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
Chair, Board of Directors



**Statement of Income and Expenditure
for the Year ended 31st March 2018**



	Note No.	Year ended March 31st, 2018 (₹)	Year ended March 31st, 2017 (₹)
INCOME			
Other Income	11	1,897,901	1,598,244
		<u>1,897,901</u>	<u>1,598,244</u>
EXPENDITURE			
Employee Benefits	12	264,917	293,133
Other Expenses	13	1,632,984	1,305,111
		<u>1,897,901</u>	<u>1,598,244</u>

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

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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, 2018 (₹)	As At March 31st, 2017 (₹)
a) Corpus Fund		
Balance at the beginning of the Year	18,736,452	18,736,452
Add receipt/transfer	-	-
Balance at the closing of the Year	<u>18,736,452</u>	<u>18,736,452</u>
b) Fixed Assets Fund (Note 22)	<u>25,908,144</u>	<u>41,034,257</u>
	<u>44,644,596</u>	<u>59,770,709</u>

NOTE 5 PROGRAM FUND BALANCE (NET)

	<u>43,965,667</u>	<u>58,896,876</u>
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NOTE 6 OTHER CURRENT LIABILITIES

Statutory Dues	1,843,259	2,602,765
Expenses payable to NGOs/Partners	62,306	-
Expenses payable to Vendors	8,171,096	8,324,678
Contribution to Leave Encashment Fund	462,622	213,467
Contribution to Gratuity Fund	4,221,345	2,786,024
Expenses payable to Staff	652,689	910,723
Other Payable	381,703	930,111
Inter Book Balance	0	-
	<u>15,795,020</u>	<u>15,767,768</u>

NOTE 8 LONG TERM LOAN AND ADVANCES (Considered Good)

Tax Deducted At Source	2,923,599	3,118,649
Recoverable from Income Tax	24,863,000	24,863,000
Security deposit	4,857,151	4,857,151
	<u>32,643,750</u>	<u>32,838,800</u>

NOTE 9 CASH AND CASH EQUIVALENT

Cash in hand	35,478	56,956
Cash at Bank in Current Account	19,123,414	40,147,456
Fixed Deposit less than three months maturity	521,601	504,887
	<u>19,680,493</u>	<u>40,709,299</u>

NOTE 10 SHORT TERM LOAN AND ADVANCES (Considered Good)

Advances recoverable in cash or in kind or for the value to be received *	12,587,268	7,090,125
Advances Recoverable from Staff	3,505,308	4,450,518
Advances to NGO Partners	10,035,320	8,272,353
Security deposit	45,000	30,000
	<u>26,172,896</u>	<u>19,842,996</u>

* Note : Including due from related party "Alliance India Technical Support Hub" of Rs 56,89,038

Notes Forming Part of the Statement of Income and Expenditure



	Year ended March 31st, 2018 (₹)	Year ended March 31st, 2017 (₹)
NOTE 11 OTHER INCOME		
Interest	1,562,410	909,945
Donations	335,491	688,299
	<u>1,897,901</u>	<u>1,598,244</u>
NOTE 12 EMPLOYEE BENEFITS		
<i>Program Staff</i>		
Salary	197,147	177,119
Contribution to Provident Fund	14,786	13,284
Staff Welfare Expenses	-	17,712
<i>Administrative Staff</i>		
Salary	49,287	70,848
Contribution to Provident Fund	3,697	5,314
Staff Welfare Expenses	-	8,856
	<u>264,917</u>	<u>293,133</u>
NOTE 13 OTHER EXPENSES		
A) Programme Implementation Expenses		
Workshop Expenses	767,233	505,958
Books and publications	14,208	24,737
Travelling and conveyance	136,270	151,808
	<u>917,711</u>	<u>682,503</u>
B) Technical Assistance & Capacity Building		
Consultants fees, etc	99,456	76,415
	<u>99,456</u>	<u>76,415</u>
C) Other Expenses		
Rent	207,438	144,951
Office expenses	18,979	21,742
Payment to Auditors (Note 20)	389,400	379,500
	<u>615,817</u>	<u>546,193</u>
Total (A+ B+ C)	<u>1,897,901</u>	<u>1,598,244</u>



Notes 7 Fixed Assets

Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	Cost As at April 1st, 2017	Addition during the year	Deletions/ Adjustments during the year	Cost as at March 31st, 2018	As at April 1st, 2017	For the year	On Deletions/ Adjustments during the year	As at March 31st, 2018	As at March 31st, 2017
A) Tangible Assets									
Computers	29,664,545	1,335,639	-	31,000,184	16,805,981	5,395,267	-	22,001,248	8,998,936
Furniture and Fittings	3,021,857	27,250	-	3,049,107	2,898,114	101,141	-	2,999,255	49,852
Office Equipment	6,945,238	207,920	-	7,153,158	6,009,093	434,191	-	6,443,285	709,873
Total	39,631,640	1,570,809	-	41,202,449	25,513,188	5,930,599	-	31,443,788	9,758,681
B) Intangible Assets									
Developed Software	26,989,750	-	-	26,989,750	73,945	10,766,322	-	10,840,267	16,149,483
Grand Total (A + B)	66,621,390	1,570,809	-	68,192,199	25,587,133	16,896,921	-	42,264,054	25,908,144
Previous Year	21,653,014	44,988,376	-	66,621,390	18,033,805	6,653,528	-	25,987,331	41,034,059



-PROGRAM FUND BALANCE

Name of Donors	Programme Title	Opening Balance as on 1.04.2017	Grant Received during the year	Interest	Total (INR)	Application of Grants during the year	Adjustment /Transfer	Programme Balance as on 31.03.2018
ational HIV/AIDS Alliance	Community Action on Harm Reduction	-	28,801,604	-	23,562,775	30,728,637	5,804,370	1,361,492
Melinda Gates Foundation	Establishing Sustainable Models for HIV Prevention in Telengana & Rayalaseema Regions of Andhra Pradesh	14,432,586	-	-	14,432,586	-	5,109,557	9,323,029
lobal Fund(Vihean)	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.	10,985,865	519,665,050	678,529	531,339,444	527,101,515	40,000	4,197,929
ean Commission	Working towards better sexual and reproductive health & rights of persons living with HIV in India	5,747,743	-	-	5,747,743	-	5,747,743.0	-
Aids Foundation	Increasing Access to Sexual and Reproductive Health Services for Female Sex Workers	6,874,665	4,705,500	-	11,580,165	2,846,099	-	8,734,067
I Giving	Community members health meanings and access to HIV/AIDS healthcare	574,153	259,225	-	833,378	582,172	-	251,206
John Aids Foundation (EJAF)	Health and HIV testing clinics for MSM, Transgender and Hijra	10,143,949	11,811,625	-	21,955,574	23,285,090	816,178	2,147,694
lyChange	Empowering Transgender and hijras to access sexual health (SH) and human rights in India	2,294,217	23,111,190	9,477	20,825,450	16,480,318	3,042	4,342,090
r for Disease Control and ntion (CDC)	Civil society capacity building for advocacy and response to the HIV/AIDS Epidemic among Key populations in India	4,376,504	31,755,000	-	27,378,498	31,684,924	-	4,306,428
y Aids Foundation (Oracle)	Providing Care and support services to people living with HIV and skill building for youngsters	2,981,910	-	-	2,981,910	700,845	-	2,281,065
Lead India	Community Action on Harm Reduction	13,585	-	-	13,585	-	13,585	0
30	Linkages Across the Continuum of HIV Services for Key Populations Affected by HIV	-	14,054,439	-	14,054,439	12,533,213	-	1,521,226
I Fund(HR Asia)	Increasing Access to essential HIV and harm reduction services for people who inject drugs	12,288,435	27,181,212	715,221	40,184,868	30,623,880	-	9,560,988
r Aids Foundation (Viv Health)	Increase awareness of and access to Pre-Exposure Prophylaxis (PrEP) as a part of HIV prevention efforts	-	4,092,258	-	4,092,258	2,275,789	-	1,816,469
ish Foundation	Implement "Kaushtar" Skill Building Program for Youth Leaving with HIV	-	-	-	-	48,425	-	48,425
alance (General A/c)		6,055,235	-	180,183	6,215,418	3,029,815	6,616,034	9,801,637
on of Expenditure		688,299	-	-	688,299	-	688,299	-
ated to Income and Expenditure accounts		-	-	1,562,410	1,562,410	1,562,410	-	-
		58,886,876	665,437,103	-	724,323,979	680,356,311	-	43,965,667



The payment made towards this liability has been disclosed under the specific program head. The provision/adjustment over and above this payment

Liabilities for gratuity and Leave Encashment is valued by the qualified acturial as required by mandatory AS 15 - employee benefit. The payment made towards this liability has been disclosed under the specific program head. The provision/adjustment over and above this payment

reconcile the Fund Balances as on 31st March 2018 with various donors, certain inter fund re-grouping / re-classification of balances has been carried out in the adjustment column without any corresponding impact on the financials.

Cash Flow Statement for the year ended 31st March, 2018

	Year ended March 31st, 2018	Year ended March 31st, 2017
	(₹)	(₹)
A. Cash From Operating Activities		
Surplus/ deficit as per statement of Income and Expenditure		
Interest Received	(1,562,410)	(909,945)
Movement in Programme Fund (Net)	(14,921,209)	(73,641,944)
Total	(16,483,619)	(74,551,889)
Adjustment for:		
-Loans and Advances	(6,329,900)	7,807,416
-Liabilities and Provisions	27,252	8,876,616
-Income Tax Payment (Net)	195,050	(30,723)
Cash generated from operating activities	(22,591,216)	(57,898,579)
B. Cash From Investing Activities		
-Interest Received	1,562,410	1,679,899
Cash From Investing Activities	1,562,410	1,679,899
Net increase/decrease in cash and cash equivalents (A+B)	(21,028,806)	(56,218,680)
Cash & Cash Equivalents at the beginning of the year	40,709,299	96,927,979
Cash & Cash Equivalents at the end of the year	19,680,493	40,709,300

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

Sahir Manocha
Partner
Membership No.: 91479

Dated : 05 October 2018
Place : New Delhi



India HIV/AIDS Alliance
For on the behalf of Board

Tushar
Tushar Palorkar
Director- Finance
& Operations

Sofal Mehta
Chief Executive

Sr.Y. Qureshi
Chair, Board of Directors



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 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 returns filed, the Assessing Officer denied the Company's claim of being a charitable organisation and made demands/disallowances in some of those years which has been contested by the company at various forums. The status these assessment are given as under:

Assessment Year	Nature	Demand/Disallowances (Amount)	Forum where the matter is pending	Status
2009-10	Objection on Charitable Status	Nil	ITAT	Order in favour of the company, not contested by the department at any higher forum.
2010-11	-do-	2,48,63,000	ITAT	CIT (Appeals) decided in favour of company. Matter pending at ITAT.
2011-12	-do-	Nil	CIT	Order in favour by CIT (Appeals).
2012-13	-do-	4,69,05,850 (no formal demand raised)	CIT	-do-
2013-14	-do-	Nil	CIT	-do-
2014-15	-do-	Nil	CIT	-do-
2015-16	-do-	Nil	CIT	-do-

The company has successfully contested these decisions of the department at various higher forums and obtained favourable decisions. The company expects favourable decision for the cases pending at various forum too as the nature of observations are similar to those which has been decided in favour of the company by the appropriate authority.

Accordingly, the company maintains that the above demands are unlikely to be crystallised in any material respect 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 other current liabilities 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 2018	Year ended March 31 st 2017
I. For Statutory Audit	₹ 3,89,400	₹ 3,79,500
II. Out of pocket expenses	₹ NIL	₹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 ₹ 2, 07,438/- (2017; ₹ 1, 44,951/-) in respect of the above has been charged to statement of Income & Expenditure. The balance of ₹1, 59, 85,562/- (2017 – ₹1, 57, 26,049) 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 31.03.2018 as certified by Bajaj Allianz & recognised in the financial statement.

Actuarial assumptions		
Attrition Rate: 20%		
Salary escalation Rate : 5%		
Gratuity Ceiling: with cap of 20lakhs		
Life covers Ceiling: with cap of 10 lakhs		
Amount in ₹		
Results of Valuation		
Summary Sheet		
	2018	2017
a) Initial Contribution towards past Service Gratuity	7,682,144	73,13,885
b) Annual Contribution Towards Future service Gratuity	0	3,41,436
c) Life Cover Sum assured	43,716,944	1,72,27,815
d) Life cover Premium w/o tax	75,895	0
e) GST	13,661	0
f) Life cover Premium with tax	89,556	0
g) Total Premium Payable (a+b+d+e)	7,771,700	76,55,321

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.

		2018 (funded)	2017 (funded)
Mortality Table	:	IALM 2006-08 ULTIMATE	IALM 2006-08 ULTIMATE
Superannuation at age	:	65	65
Early retirement	:	17.79%	17.79%
Valuation rate of Interest	:	7.400%	7.400%
Salary inflation rate assumed	:	10.00%	10.00%
Formula used	:	PROJECTED UNIT CREDIT METHOD	PROJECTED UNIT CREDIT METHOD

Results of valuation

Accrued days leave	:	439	240
Accrued encashment ₹	:	1178400	1168869
Accrued leave liability ₹	:	1264902	1255371

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 2018	Year ended March 31 st 2017
Expenses incurred on their behalf	₹56,89,038	₹33,51,651
Expenses Recoverable	₹6,12,551	₹9,36,704

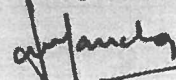
25 During the year, the company has received an order from Commissioner of Income tax (Exemptions), Delhi withdrawing the registration of the company as a charitable organization under section 12AA of the Income Tax Act 1961 on the ground that the activities of the company do not fall under the revised definition of "charitable purpose" against which company has filed an appeal with the Income Tax Appellate Tribunal and expects a favorable outcome.

The Company firmly believes that the activities are very much within the scope of the definition of income under section 2(15) of the Income Tax Act 1961. As such, the provision of Accounting Standard AS22 is not applicable to the company.

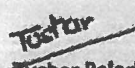
26 The company has received refund for the assessment year 2012-13 during the year. The company is following up with the tax authorities and expects the release the remaining amounts aggregating to Rs. 27,786,599/- Including Rs. 2,48,63,000 transferred by the company's' banker at the instruction of the recovery department of the income tax. In view of the management these are fully recoverable and no provision is required for them.

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

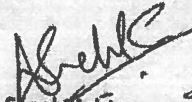
For Ray & Ray.
Chartered Accountants
Firm Registration No.301072E



Samir Manocha
Partner
Membership No.: 91479




Tushar Palorkar
Director- Finance
& Operations

India HIV/AIDS Alliance
For on the behalf of board


Sonal Mehta
Chief Executive


S.Y. Quraishi
Chair, Board of
Directors

Dated: 05 October 2018

