A. Significant Accounting Policies:

1. Accounting Convention

   The financial statements are prepared on accrual basis under the historical cost convention, in accordance with applicable accounting standards and provisions of the Companies Act, 1956.

2. Grants

   Grants relating to fixed assets are credited to Capital Grants in Balance Sheet. Such grants are recognised in the Income and Expenditure Account on a systematic and rational basis over useful life of the fixed assets. The allocation to the income statement is made over periods and in the proportion in which depreciation on the related Fixed Assets are charged to Statement of Income and Expenditure.

   Revenue grants are recognised as income in the Income and Expenditure Account in the same period in which the relevant expenses are charged to the Statement of Income and Expenditure.

3. Tangible Fixed assets

   Fixed assets are recorded at cost of acquisition including incidental costs related to acquisition and installation.

4. Intangible Assets

   Intangible assets are recorded at cost of acquisition. They are amortised on a straight-line basis over a period of 2 years.

5. Depreciation

   Depreciation has been provided on tangible fixed assets over the useful life of the assets on the written down value method, at rates and in the manner specified under Schedule XIV to the Companies Act, 1956.

6. Investments

   Current investments are carried at lower of cost and fair value.
7. Foreign Exchange Transactions

i) Transactions in foreign currencies are recorded at the rate of exchange in force at the time of occurrence of the transactions.

ii) Exchange differences arising on settlement of revenue transactions are recognised in the Statement of Income and Expenditure Account.

iii) Monetary items denominated in a foreign currency are restated using the exchange rates prevailing at the date of balance sheet and the resulting net exchange difference is recognised in the Statement of Income and Expenditure Account.

iv) The difference between the forward exchange rate & the exchange rate on the date of transactions is recognised as income or expense over the life of the forward contract. The gain or loss on cancellation of forward cover is taken as income or expense in the Statement of Income and Expenditure Account.

8. Retirement Benefits

i. Provident fund is a defined contribution scheme and the contributions as required by the statute made to Government Provident Fund are charged to profit and loss account.

ii. Gratuity liability is a defined benefit obligation and is wholly unfunded. The Company accounts for liability for future gratuity benefits based on actuarial valuation carried out at the end of each financial year.

iii. The Company accrues the liability for compensated absences based on the actuarial valuation as at the balance sheet date conducted by an independent actuary.

9. 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 not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

10. Operating Leases:

Assets acquired on leases, where a significant portion of the risks and rewards incidental to ownership is retained by the lessors, are classified as operating lease. Lease rentals are charged to the Statement of Income and Expenditure on accrual basis.
B. Notes to the Accounts:

1. The foundation has made the following disbursements during the year out of funds raised for other developmental organizations (Schedule 5):

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Current Year (Rupees)</th>
<th>Previous Year (Rupees)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NGOs</td>
<td>110953351</td>
<td>101,296,464</td>
</tr>
<tr>
<td>Disaster Relief</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Charity Accounts</td>
<td>19511236</td>
<td>12,669,424</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>130464587</strong></td>
<td><strong>113,965,888</strong></td>
</tr>
</tbody>
</table>

2. No provision for taxation for the year has been made as the Foundation is entitled to claim tax exemption u/s 11 of the Income Tax Act, 1961.

3. Operating Leases
   The Company has taken commercial premises under cancellable operating leases. The lease payments recognised in the Statement of Income and Expenditure is Rs. 33,500/- (Previous Year Rs. 1,04,900/-)

4. The Company has not received any intimation from the “suppliers” regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence the disclosures relating to amount unpaid as at the end of the year together with interest paid/payable as required under the said Act has not been furnished and previous for interest, if any, on delayed payments, is not ascertainable at this stage.

5. The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a SMC

6. Previous year figures have been recast / restated wherever necessary to conform to figures of the current year.