

DIGITAL EMPOWERMENT FOUNDATION
House No. 44, 3rd Floor, Kalusarai, New Delhi - 110016
Balance sheet as at 31st March, 2022

Particulars	Notes	Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
<u>Sources of Funds:</u>			
Corpus Fund	1	2,40,383	2,40,383
Capital Reserve for Fixed Assets	2	4,44,41,068	5,13,70,245
Skill Development Centre Revolving Fund		43,95,743	43,95,743
General Fund	3	2,14,01,822	2,41,86,867
Unutilized Grants		8,45,01,859	4,29,98,810
Current Liabilities & Provisions	4	1,70,10,582	1,44,44,046
TOTAL		17,19,91,457	13,76,36,094
<u>Applications of Funds</u>			
Fixed Assets	5	4,94,08,883	5,70,24,741
<u>Current Assets</u>			
Cash and Bank Balances	6	8,53,10,515	5,85,52,992
Grant receivable		1,32,92,728	88,28,713
Receivable against services rendered		17,87,826	-
Other Current Assets	7	2,21,91,505	1,32,29,648
TOTAL		17,19,91,457	13,76,36,094

Accounting Policies and Notes to Accounts

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As per our Report of even date
For Doogar & Associates
Chartered Accountants
Firm No. 000561N
New Delhi
Vikas Modi
(Partner)
M No. 505603

Place: New Delhi
Date: 28/09/2022

For Digital Empowerment Foundation


Osama Manzar
(President)


Natasha Badhwar
(Treasurer)

DIGITAL EMPOWERMENT FOUNDATION
House No. 44, 3rd Floor, Kalusarai, New Delhi - 110016

Income & Expenditure Account for the Year Ended 31st March 2022

Particulars	Notes	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
<u>Grants and commercial income</u>			
Grants received from foreign sources (to the extent utilization including excess utilization)			
Grants received for specified projects (to the extent of utilization)	8	3,77,34,407	3,32,47,129
Voluntary Contribution	9	4,37,251	7,055
Bank Interest		8,44,692	5,27,158
Interest on Fixed Deposit		4,51,444	7,51,017
Grants received from domestic sources (to the extent utilization including excess utilization)			
Grants received for specified projects (to the extent of utilization)	10	10,11,56,186	8,87,47,001
Voluntary Contribution	11	18,33,984	8,25,620
Bank Interest		3,56,822	29,26,247
Interest on Fixed Deposit		8,63,409	5,10,171
Interest on income tax refund		7,148	57,420
Income from commercial activities incidental to the objects of the foundation			
-Revenue from operations		81,59,016	1,51,20,639
-Interest on Fixed Deposit		77,077	1,86,145
-Interest on Saving Bank A/c		51,806	88,708
-Interest on income tax refund		92,074	1,34,427
-Miscellaneous income		62,228	66,750
Total (A)		15,21,27,544	14,31,95,487
<u>Utilization and expenditure</u>			
<u>Utilization of grants received from foreign sources:</u>			
- Utilization of grants received for specified projects	12		
	12(A)	3,77,34,407	3,32,47,129
- Expenses incurred towards objects of the trust and administrative overheads	12(B)	33,39,196	4,12,303
<u>Utilization of grants received from domestic sources:</u>			
- Utilization of grants received for specified projects	13		
	13(A)	10,11,56,186	8,87,47,001
- Expenses incurred towards objects of the trust and administrative overheads	13(B)	41,39,626	19,88,631
<u>Expenditure towards commercial activities incidental to the objects of the foundation</u>			
	14	85,43,174	1,48,55,717
Total (B)		15,49,12,589	13,92,50,781
Surplus (Deficit) during the year (A-B)		(27,85,045)	39,44,706
Accounting Policies and Notes to Accounts			
As per our Report of even date			
For Doogar & Associates			
Chartered Accountants			
Firm No. 000561N			
New Delhi			
Vikas Modi			
(Partner)			
M No. 505603			
Place: New Delhi			
Date: 28/09/2022			

For Digital Empowerment Foundation

Osama Manzoor
Osama Manzoor
(President)

Natasha Badhwar
Natasha Badhwar
(Treasurer)

DIGITAL EMPOWERMENT FOUNDATION
House No. 44, 3rd Floor, Kalusarai, New Delhi - 110016
Notes to the Balance Sheet as at 31st March, 2022

Note-1		Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
Corpus Fund			
Opening balance	2,40,383		2,40,383
Add: Received during the year	-	2,40,383	-
Total		2,40,383	2,40,383

Note-2		Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
Capital Reserve for Fixed Assets			
Opening balance	5,13,70,245		5,15,12,134
Add: Additions	46,71,056		1,31,51,893
Less: Fixed assets disposed off	-		-
Less: Depreciation	1,16,00,233	4,44,41,068	1,32,93,782
Total		4,44,41,068	5,13,70,245

Note-3		Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
General Fund			
Income & Expenditure Account			
Opening balance	2,41,86,867		2,03,01,151
Less: Adjustment of taxes	-		58,990
Add: Excess of Income over Expenditure	(27,85,045)	2,14,01,822	39,44,706
Total		2,14,01,822	2,41,86,867

Note-4		Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
Current Liabilities & Provision			
Current Liabilities			
Statutory dues payable	11,00,937		4,38,791
Employee related liabilities	58,34,141		66,70,921
Sundry Creditors	34,02,000		34,22,105
Expenses Payable	17,06,079	1,20,43,157	10,04,855
			1,15,36,673
Provisions			
Provision for Gratuity	17,42,603		1,76,425
Provision for Leave Encashment	32,24,822	49,67,425	27,30,948
Total		1,70,10,582	1,44,44,046



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DIGITAL EMPOWERMENT FOUNDATION
NOTES TO THE BALANCE SHEET & INCOME & EXPENDITURE ACCOUNT

Note-5. Statement of Depreciation on Fixed Assets as at 31.03.2022 (As per Income tax Act)

Particulars	Rate of Depreciation	GROSS BLOCK VALUE			Deletion made during the year	Total 31-Mar-22	Depreciation During The Year	NET BLOCK	
		WDV As at 1-Apr-21	Addition: equal to or more than 180 days	Addition: less than 180 days				As At 31-Mar-22	
FCRA:									
Project Funds Assets:									
Computers, Accessories & Server & Softwares	40	30,81,255	-	-	-	30,81,255	12,32,502	18,48,753	
Vehicles Incl. Bikes & Cycles	15	11,24,519	-	-	-	11,24,519	1,68,678	9,55,841	
Furniture & fixtures	10	4,51,801	-	-	-	4,51,801	45,180	4,06,621	
Office Equipments	15	1,12,60,067	-	-	-	1,12,60,067	16,89,010	95,71,057	
Network Towers	15	3,43,698	-	-	-	3,43,698	51,555	2,92,143	
Solar Panels	40	30,780	-	-	-	30,780	12,312	18,468	
Sub Total		1,62,92,120	-	-	-	1,62,92,120	31,99,237	1,30,92,883	
Indian:									
1A: General Funds Assets									
Computer, Laptops, Softwar	40	1,14,361	-	-	-	1,14,361	45,745	68,617	
Office Equipments & Bikes	15	13,37,401	-	-	-	13,37,401	2,00,610	11,36,791	
Furniture & Fixtures	10	8,51,288	-	-	-	8,51,288	85,129	7,66,160	
Land	-	14,54,222	-	-	-	14,54,222	-	14,54,222	
Sub Total		37,57,272	-	-	-	37,57,273	3,31,484	34,25,790	
1B: Project Funds Assets									
Computers & Softwares	40	52,31,845	9,15,576	5,55,000	-	67,02,421	25,69,968	41,32,452	
Office Equipments	15	67,44,422	3,80,298	24,96,769	-	96,21,489	12,55,966	83,65,523	
Furniture & Fixtures	10	28,69,516	3,23,413	-	-	31,92,929	3,19,293	28,73,636	
Network Towers	15	1,47,27,769	-	-	-	1,47,27,769	22,09,165	1,25,18,604	
Vehicles Incl. Bikes	15	6,06,483	-	-	-	6,06,483	90,972	5,15,510	
Plant & Machinery	15	14,415	-	-	-	14,415	2,162	12,252	
Solar Panels	40	48,83,675	-	-	-	48,83,675	19,53,470	29,30,205	
Sub Total		3,50,78,123	16,19,287	30,51,769	-	3,97,49,180	84,00,997	3,13,48,183	



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Particulars	Rate of Depreciation	GROSS BLOCK VALUE				NET BLOCK	
		WDV As at 1-Apr-21	Addition: equal to or more than 180 days	Deletion: less than 180 days	Deletion made during the year	Depreciation During The Year	As At 31-Mar-22
Commercial:							
Office Equipments	15	5,01,774	-	-	-	75,266	4,26,508
IT Equipments	15	2,61,166	-	-	-	39,175	2,21,991
Computer, Laptops & Tablets	40	47,712	-	2,66,195	-	72,324	2,41,583
Software	40	10,72,360	-	-	-	4,28,944	6,43,416
Speakers/Computers	40	14,214	-	-	-	5,686	8,528
Sub Total		18,97,226	-	2,66,195	-	6,21,394	15,42,027
Grand Total		5,70,24,741	16,19,287	33,17,964	-	1,25,53,111	4,94,08,883

Particulars	Amount in Rs
Charged to Capital reserve for Fixed Assets	1,16,00,234
Charged to unrestricted funds	3,31,484
Charged to expenses related to commercial activities in income & expenditure account	6,21,394
Total Depreciation on fixed assets	1,25,53,111



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Note-6

Cash & Bank Balance	Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
Cash in Hand	1,514	24,525
Balance with Scheduled banks in savings accounts	6,32,70,886	1,59,15,172
<u>Fixed Deposits with Scheduled Bank</u>		
Fixed Deposit	2,14,00,000	4,14,00,000
Interest Accrued on Fixed Deposits	6,38,115	12,13,295
Total	8,53,10,515	5,85,52,992

Note-7

Other Current Assets	Amount as at 31-March-2022 (INR)	Amount as at 31-March-2021 (INR)
Balance with revenue authorities	12,74,731	14,60,653
Prepaid Expenses	7,01,483	3,84,774
Direct taxes refundable	19,86,025	28,54,432
Assets held for distribution	78,00,000	-
<u>Loans & Advances</u>		
Advances to Employee		
-For Salary	4,38,687	9,12,091
-For Work	52,63,156	45,68,208
Other advances for project goods and services	38,84,457	21,65,728
Security Deposits for services	8,42,966	8,83,762
Total	2,21,91,505	1,32,29,648



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DIGITAL EMPOWERMENT FOUNDATION
House No. 44, 3rd Floor, Kalusarai, New Delhi - 110016
Notes to Income & Expenditure Account for the Year Ending 31st March 2022

Note-8-Grant received from foreign sources for specified projects

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
Opening Balance of unutilized grants/(excess utilized)		
-Access & Infrastructure	11,33,147	(2,56,483)
-Education & Empowerment	1,05,83,504	17,24,264
-Governance & Citizen Services	28,67,653	72,73,070
-Knowledge Hub & Network	37,01,544	4,24,013
-Research and Advocacy	13,78,353	14,07,131
	1,96,64,201	1,05,71,995
Add: Received during the year		
Access & Infrastructure	25,91,689	20,22,200
Education & Empowerment	1,37,55,316	2,39,92,399
Governance & Citizen Services	3,54,32,612	61,85,733
Knowledge Hub & Network	34,57,623	38,67,059
Research and Advocacy	27,73,560	62,71,944
	5,80,10,800	4,23,39,335
Less: Closing Balance of unutilized grants		
Access & Infrastructure	23,15,784	11,33,147
Education & Empowerment	69,62,349	1,05,83,504
Governance & Citizen Services	2,11,51,234	28,67,653
Knowledge Hub & Network	63,42,044	37,01,544
Research and Advocacy	31,69,183	13,78,353
	3,99,40,594	1,96,64,201
Grants Utilised- Foreign	3,77,34,407	3,32,47,129
-from Restricted Grants	3,77,34,407	3,32,47,129
-from Unrestricted Grants		
Unutilized Balance Transfer to Balance Sheet	3,99,40,594	1,96,64,201

Note 9-Voluntary Contribution from foreign sources

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
Voluntary contribution		
Received during the year	4,37,251	7,055
TOTAL	4,37,251	7,055



Omendra Chandra

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Note-10-Grant received from domestic sources for specified sources

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
Opening Balance of unutilized grants/(excess utilized)		
Access & Infrastructure	25,05,389	(11,00,449)
Education & Empowerment	85,20,100	1,24,60,648
Governance & Citizen Services	35,03,786	-
Knowledge Hub & Network	(1,32,369)	-
Markets & Social Enterprises	1,08,989	35,33,173
Skill Development Fund	43,95,743	43,95,743
	1,89,01,638	1,92,89,115
Add:- Received during Year		
Access & Infrastructure	6,77,96,160	4,52,89,501
Education & Empowerment	4,86,44,755	3,87,53,622
Governance & Citizen Services	4,54,553	36,43,946
Knowledge Hub & Network	3,17,000	3,12,455
Markets & Social Enterprises	4,00,000	-
Research & Advocacy	-	3,60,000
Skill Development Fund	-	-
	11,76,12,468	8,83,59,524
Add:Interest and Other Receipts		
Education & Empowerment		
- Interest on Saving account	3,06,359	-
Less: Closing Balance of unutilized grants/(excess utilised)		
Access & Infrastructure	1,45,69,463	25,05,389
Education & Empowerment	1,21,06,914	85,20,100
Governance & Citizen Services	39,58,339	35,03,786
Knowledge Hub & Network	1,24,831	(1,32,369)
Markets & Social Enterprises	5,08,989	1,08,989
Research & Advocacy	-	-
Skill Development Fund	43,95,743	43,95,743
	3,56,64,279	1,89,01,638
Grants Utilised- Indian	10,11,56,186	8,87,47,001
-from Restricted Grants	10,11,56,186	8,87,47,001
-from Unrestricted Grants	-	-
Unutilized Balance Transfer to Balance Sheet	3,56,64,279	1,89,01,638

Note 11-Voluntary Contribution from domestic sources

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
Voluntary contribution		
Received during the year	18,33,984	8,25,620
TOTAL	18,33,984	8,25,620

Note-12- Utilization of grants received from foreign sources

Particulars	For the year ended 31-March-2022	For the year ended 31-March-2021
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12(A) - Out of Restricted Grants

a) Access & Infrastructure		
Salary, Stipend, Honorarium & Consultancy	8,12,632	24,829
Event, Workshop & Training Expense	38,663	-
Operating Expenses	4,46,979	5,60,373
Tour & Travel Expenses	31,509	45,579
Infra & Equipment Expense	73,207	-
Bank Charges	6,062	1,789
	14,09,052	6,32,570



Dr. Anurag Chandra

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b) Education & Empowerment				
Salary, Stipend, Honorarium & Consultancy	1,38,57,642		80,09,455	
Event, Workshop & Training Expenses	75,976		4,20,122	
Admin & Overhead Expenses	2,10,069		9,82,823	
Operating Expenses	25,85,506		17,04,832	
Tour & Travel Expenses	1,72,141		2,32,493	
Infra & Equipment Expenses	4,64,180		37,76,305	
Bank Charges	10,957	1,73,76,471	7,130	1,51,33,160
c) Governance & Citizen Services				
Salary, Stipend, Honorarium & Consultancy	1,16,08,459		56,53,127	
Event, Workshop & Training Expenses	-		1,682	
Admin & Overhead Expenses	5,21,689		4,49,161	
Operating Expenses	9,97,914		14,43,363	
Tour & Travel Expenses	2,88,535		98,542	
Gratuity Expense	4,58,914		-	
Infra & Equipment Expenses	32,51,313		29,41,429	
Bank Charges	22,207	1,71,49,031	3,845	1,05,91,149
d) Knowledge Hub & Network				
Salary, Stipend, Honorarium & Consultancy	6,10,671		3,11,869	
Event, Workshop & Training Expenses	-		2,47,800	
Operating Expenses	37,547		26,038	
Tour & Travel Expense	1,62,552		-	
Bank Charges	6,353	8,17,123	3,821	5,89,528
e) Research and Advocacy				
Salary, Stipend, Honorarium & Consultancy	7,12,559		23,58,276	
Event, Workshop & Training Expenses	-		76,575	
Admin & Overhead Expenses	29,285		7,01,955	
Operating Expenses	1,74,694		30,76,737	
Tour & Travel Expenses	58,043		84,882	
Bank Charges	8,149	9,82,730	2,297	63,00,722
		3,77,34,407		3,32,47,129
12(B) - Out of Unrestricted Grants				
Salary, Stipend, Honorarium & Consultancy	13,60,323		12,09,565	
Event, Workshop & Training Expenses	19,937		-	
Operating Expenses	20,99,104		12,17,315	
Tour & Travel Expenses	34,340		1,19,362	
Bank Charges	5,86,535		-	
Less: Overhead allocated to restricted projects	(7,61,043)	33,39,196	(21,33,939)	4,12,303
TOTAL		4,10,73,603		3,36,59,432

Note-13- Utilization of grants received from Indian sources

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
13(A) - Out of Restricted Grants		
a) Access and Infrastructure		
Operating Expenses	87,15,007	74,63,394
Admin & Overhead Expenses	17,27,158	34,12,283
Salary, Stipend, Honorarium & Consultancy	2,04,14,523	2,21,56,800
Infra & Equipment Expenses	1,94,48,205	43,48,280
Event, Workshop & Training Expenses	39,94,456	34,09,789
Tour & Travel Expenses & Local Conveyance	12,75,708	8,93,117
Wireless Expenses	1,57,029	-
	5,57,32,086	4,16,83,663



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b) Education & Empowerment				
Operating Expenses	25,96,641		23,73,447	
Salary, Stipend, Honorarium & Consultancy	3,77,27,288		3,17,21,924	
Admin & Overhead Expenses	26,02,698		20,16,684	
Infra & Equipment Expenses	7,88,205		20,69,987	
Event, Workshop & Training Expenses	3,12,068		29,76,839	
Tour & Travel Expenses	13,37,400	4,53,64,300	15,35,289	4,26,94,170
c) Governance & Citizen Services				
Operating Expenses	-		95,040	
Tour & Travel Expenses	-		45,120	1,40,160
d) Knowledge Hub & Network				
Operating Expenses	10,800		3,21,083	
Salary, Stipend, Honorarium & Consultancy	49,000		1,08,500	
Infra & Equipment Expenses	-		14,990	
Tour & Travel Expenses	-	59,800	251	4,44,824
e) Markets & Social Enterprises				
Operating Expenses	-		2,63,580	
Admin & Overhead Expenses	-		3,42,418	
Salary, Stipend, Honorarium & Consultancy	-		8,63,229	
Event, Workshop & Training Expenses	-		19,44,814	
Tour & Travel Expenses	-		10,143	34,24,184
f) Research & Advocacy				
Operating Expenses	-		10,000	
Salary, Stipend, Honorarium & Consultancy	-		3,50,000	3,60,000
		10,11,56,186		8,87,47,001
13(B) - Out of Unrestricted Grants				
Operating Expenses	33,28,938		20,11,356	
Depreciation on FA	3,31,484		3,97,916	
Salary, Stipend, Honorarium & Consultancy	37,07,977		45,02,736	
Infra & Equipment Expenses	-		902	
Event, Workshop & Training Expenses	-		1,00,305	
Tour & Travel Expenses	8,63,448		4,98,515	
Bank Charges	1,635		12,286	
Audit Fee	2,36,000		2,36,000	
Fixed assets discarded	-		-	
Less: Overhead allocated to restricted projects	(43,29,856)	41,39,626	(57,71,385)	19,88,631
TOTAL		10,52,95,812		9,07,35,632



Devi Arora

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Note-14- Expenditure towards commercial activities incidental to the objects of the foundation

Particulars	For the year ended 31-March-2022 (INR)	For the year ended 31-March-2021 (INR)
Commercials Expenses		
Workshop & Event Expenses	21,62,882	18,10,685
Salaries & Stipends	31,04,542	86,51,051
Audio/Video Expense	2,57,200	-
Travel & Conveyance	1,39,417	1,35,191
Professional Consultancy Fees	12,71,929	20,65,930
Website Development & Maintenance Expenses	1,00,000	1,14,189
Overhead Expense	7,68,579	1,63,336
Depreciation on Fixed Assets	6,21,395	4,91,259
Printing & Stationary	47,238	3,080
Staff Welfare	7,694	5,34,489
Gratuity Expense	53,033	1,32,782
Communication Expense	-	3,672
Late Fee, Interest and Penalty	-	1,680
Survey & Research Expense	-	4,00,400
Software Expenses	-	3,42,181
Misc. Office Expense	9,265	5,252
Balance written off	-	540
TOTAL	85,43,174	1,48,55,717



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DIGITAL EMPOWERMENT FOUNDATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note – 15: Accounting Policies

1. General Information

The Digital Empowerment Foundation (“the foundation”) is an autonomous not-for-profit foundation incorporated in the year 2002 under the “Societies Registration Act XXI of 1860. The foundation’s objectives and efforts are focused for enrichment of the country in the area of education, livelihoods, empowerment and community development. It is contributing to find sustainable Information Communication Technology solutions including digital and new media to address digital divide in under-served and unreached regions and communities in the country.

The foundation is registered under The Foreign Contribution Regulation Act, 2010 (“FCRA”) to avail contribution from foreign sources and also registered under the Income Tax Act, 1961 as a charitable institution.

2. Significant Accounting Policies

2.1 Basis of Preparation of financial statements

The financial statements comprising Balance Sheet, Statement of Income and Expenditure, Statement of receipts and payments and Notes thereon are prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP). Indian GAAP here comprises of the accounting standards and other pronouncements issued by the Institute of Chartered Accountants of India. The financial statements are prepared on going concern, under the historical cost convention and on accrual basis unless otherwise stated. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year, unless stated otherwise.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses of the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from the estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialised.

2.3 Property, Plant and Equipment

Property, Plant and Equipment (“PPE”) is recognised when it is probable that future economic benefits associated with the item will flow to the Foundation and the cost of the item can be measured reliably. PPE are carried at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of PPE comprises its purchase price net of any trade discounts and rebates, duties and other taxes (other than those subsequently recoverable from the tax authorities), directly attributable expenditure on making the asset ready for its intended use. Other incidental expenses and interest on borrowings



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attributable to acquisition of qualifying PPE up to the date the asset is ready for its intended use are also capitalised.

PPE held by the society are classified in following broad categories:

- a. PPE acquired from other than project specific grants are owned by the foundation and used for activities and services of the foundation;
- b. PPE acquired from project specific grants to use for the specified purpose/by the specified beneficiaries. These assets, though charged to the funding agency's grants, are retained in books by creating Capital Reserve for Fixed Assets fund.

2.4 Depreciation

Depreciation on PPE is charged on written down value method at the rates and in the manner provided in the Income Tax Act, 1961.

Depreciation on PPE acquired from unrestricted funds has been charged to statement of income and expenditure and on PPE acquired from funding agency's project specific grant has been charged to Capital Reserve for Fixed Assets fund.

2.5 Grant Funds:

(i) Restricted Funds

Grants received for project specific purpose are restricted in nature. These restricted funds are credited to the statement of the Income and Expenditure to match the related expenditure incurred during the year for the specified purpose.

Unutilized balance of restricted funds is carried forward under the head 'Unutilized Fund' in the balance sheet to utilize in subsequent period of time.

Excess utilization over receipts of restricted funds where recoverability of the same is certain is disclosed under the head 'Grants recoverable'. Any excess utilization incurred by the foundation on its own will or where recovery is uncertain is adjusted with grants received without any restriction.

(ii) Unrestricted Funds

Grants received for the general purposes of the foundation without assigning any purpose is credited to the statement of Income and Expenditure and is utilized to:

- a. fund the cost of various projects of the foundation incidental to the objects of the foundation;
- b. administrative and general overheads of the foundation;
- c. fund the deficiency of the excess utilization in the projects being run with restricted funds
- d. acquire PPE for projects or admin use of the foundation.

Any surplus (deficit) after utilizing for above purposes is transferred to general fund for subsequent years.



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2.6 Revenue from commercial activities incidental to the objects of the foundation

Revenue earned from the activities which are incidental to the main objects of the foundation has been accounted for on accrual basis.

2.7 Interest Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

2.8 Provisions and contingent liability

Provision is recognized in the financial statements where there exists a present obligation as a result of a past event the amount of which is reliably estimate, and it is probable that an outflow of resources would be necessitated in order to settle the obligation.

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only the occurrence or non- occurrence of one or more uncertain future events not wholly within the control of the foundation, or is a present obligation that arises from past events but is not recognized because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made. Contingent liabilities are disclosed and not recognised.

Contingent assets are neither recognised nor disclosed.

2.9 Employee retirement and other benefits

The foundation obligations towards various employee benefits have been recognized as follows:

2.9.1 Short term employee benefits

All employee benefits (i.e. salaries, allowances, ex-gratia etc.) expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. The short-term employee benefits are expected to occur within twelve months after the end of the period in which the employee renders the related service.

2.9.2 Post-employment benefits

Defined contribution plan

Foundation's contribution paid/payable during the year to retirement benefit in the form of Provident Fund are deposited with the Regional Provident Fund Commissioner and are charged as an expense. The Company has no obligation, other than the contribution paid/payable.



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Defined benefit plan

i) Gratuity

In accordance with the Payment of Gratuity Act, 1972, foundation provided for Gratuity, a defined benefit retirement plan (the 'Gratuity Plan') covering eligible employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and tenure of employment. Liabilities with regard to the Gratuity are determined as at the yearend date determined using the Projected Unit Credit Method, with actuarial valuations. Gratuity liability is funded with Life Insurance Corporation of India.

ii) Leave Encashment

Provision for leave encashment in respect of unavailed leave standing to the credit of employee is made on actuarial basis.

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3. Notes to Accounts

- (i) No provision for taxation has been made as the Society is registered under Section 12 A of the Income Tax Act, 1961 and claims exemption under Section 11 of the Income Tax Act, 1961. 12A registration no. AAATD8195KE20214 dated 28.05.2021.
- (ii) The auditor's remuneration is Rs. 2,36,000/- (including GST) (PY Rs. 2,36,000/- including GST) for audit of accounts.
- (iii) TDS Recoverable is Rs. 19,86,025/- (Rs. 3,94,193 for F.Y. 2021-22 and F.Y. 2020-21 Rs. 15,91,832 for 2020-21).
- (iv) Balances of trade receivables, long term and short term loans and advances and other current and non-current assets are subject to confirmation and reconciliation from the respective parties. The final adjustment, if any, in the accounts of such trade receivables, long term and short term loans & advances and other current and non-current assets would be made as and when the reconciliation is completed.
- (v) Disclosure as per section 13(3) of the income tax act: Following transactions have been entered with Mr. Osama Manzar, President:

(Amount in Rs.)

Particulars	Current Year	Previous Year
Remuneration	54,00,000	42,23,676
Reimbursement of expenditure	13,63,373	15,50,639
Advance against running projects of the foundation	NIL	15,00,000

(vi) **Income Tax:**

- a) The income tax assessment of society has completed upto A.Y. 2018-19.



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b) Donation to the society are eligible for tax relief in the hands of donor under section 80-G of the Income Tax Act vide order dated 31/05/2021.

(vii) Contingent liabilities Nil (PY Nil)

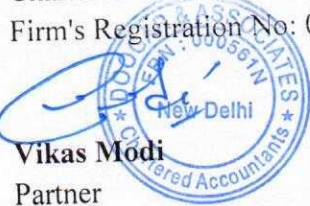
(viii) The previous year figures have been regrouped or rearranged wherever necessary the figures have been rounded off to the nearest rupee.

(ix) Schedules 1-14 form a part of the Balance Sheet & Income and Expenditure Account of the society, read with notes to accounts as Schedule -15.

For Doogar & Associates

Chartered Accountants

Firm's Registration No: 000561N



Vikas Modi

Partner

Membership No: 505603

For Digital Empowerment Foundation

Osama Manzar
(President)

Natasha Badhwar
(Treasurer)