Shah & Shah
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

TO,
THE MEMBERS OF
PRAYAS (Organization for Sustainable Development)

We have audited accompanying financial statements PRAYAS ("the Trust"), which comprise the Balance Sheet as at March 31, 2019, the Statement of Income and Expenditure, for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Trust's Management is responsible for the matters stated in Sub section 2 of Section 33 of Bombay Public Trust Act, 1950 with respect to the preparation of financial statements that give a true and fair view of the financial position, financial performance of the Trust and in accordance with the accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Trust and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Trust's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Trust has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Trust's Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

SHAH & SHAH * CHARTERED ACCOUNTANTS * AHMEDABAD F.R. NO. 131527W

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Bombay Public Trust Act, 1950 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

(a) in the case of Balance Sheet, of the state of affairs of the Trust as at March 31, 2019;

(b) in the case of Statement of Income & Expenditure, of the excess of Income over expenditure for the year ended on that date.

Emphasis of Matter

1. Refer Notes to Schedule 6 "Movable and Immovable Properties" related to depreciation for the period starting from 01.04.2015 to 31.03.2018 charged to Income and Expenditure amounting to INR 46,40,345 in the current financial year. Excess of Income over Expenditure is less reported by the said amount.

2. As informed to us by the Board, Social project at Assam and National Aids Control Program – III is discontinued from the current financial year and all the assets and liabilities related to that is adjusted in carried forward balance of Income & Expenditure Account.

Report on Other Legal and Regulatory Requirements

As required by The Bombay Public Charitable Trust Act, 1950 applicable the state of Gujarat and on the basis of such checks as we considered necessary and appropriate and according to information and explanations given to us during the course of audit, we enclose in the Annexure, a statement on the matters specified therein.

For Shah & Shah
Chartered Accountants
(FRN: 131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA. Tejas C. Shah
Partner
Membership No. 135639

Date: July 3, 2019
Place: Ahmedabad

Annexure to the Auditors' Report

(Referred to under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

a. The accounts are maintained regularly and in accordance with the provisions of the Bombay Public Trust Act, 1950 and the Rules there under.

b. The Receipts and disbursements are properly and correctly shown in the accounts.

c. The Cash Balance & Vouchers are in the custody of the Accountant or Trustee on the date of the audit were in agreement with accounts.

d. All the books, deeds, accounts, vouchers and other documents of records required by us, were produced before us.

e. During the year, the Trust did not hold any inventories of movables.

f. The Accountant appeared before us and furnished the necessary information required by us.

g. No property or funds of the Trust were applied for any objects or purpose other than the objects or purpose of the Trust.

h. There are no loans outstanding as at 31st March 2019, for more than one year from due date of the scheduled repayment and no amount is written off during the year.

i. During the year, tenders were not invited for the repairs and construction as expenditure exceeded ₹ 5000/-

j. No money of Trust has been invested contrary to the provision of section 35.

k. There has not been alienations of immovable property contrary to the provisions of section 36 which have come to our notice.

For Shah & Shah
Chartered Accountants
(FRN: 131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA. Tejas C. Shah
Partner
Membership No. 135639

Date: July 3, 2019
Place: Ahmedabad

THE BOMBAY PUBLIC TRUST ACT, 1950
SCHEDULE - IXC
(Vide Rule 32)

Statement of income liable to contribution for the year ended on March 31, 2019

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
09, GOKUL SOCIETY, CHAKALIYA ROAD, DAHOD - 389 151
REGISTRATION NO.- F / 945 / PANCHMAHAL - DATED 11.11.1997

PARTICULARS	Amount (₹)	Amount (₹)
(I) Gross Annual Income - As per Annexure attached hereto		**99,813,220**
(II)Details of income not chargeable to contribution under section 58 Rule 32.		
(i) Donations received during the year from any source		
(a) Corpus		
(1) From Country	-	
(2) From Foreign Country; FRCA No. and Date	-	
(b) General		
(1) From Country	1,773,415	
(2) From Foreign Country; FRCA No. and Date	-	
(ii) Grants Received from Government and local authorities.		
(a) Government and Local Authorities	1,577,289	
(b) From Foreign Country	-	
(c) From Funding Agencies		
(1) From Country	4,020,062	
(2) From Foreign Country; FRCA No. and Date	13,743,028	
(iii) Amount spent for the purpose of Secular education.	-	
(iv) Amount spent for the purpose of medical relief.	-	
(v) Deductions out of income from lands used for agricultural purposes :-		
(a) Land revenue and local fund/cess	-	
(b) Rent payable to superior landlord	-	
(c) Cost of production, if lands are cultivated by the Trust.	-	
(vi) Deductions out of income from lands used for non-agricultural purposes :-		
(a) Assessment, cesses and other government or municipal taxes	-	
(b) Ground rent payable to the superior landlord	-	
(c) Insurance premium	-	
(d) Repairs at 10 per cent of gross rents of buildings	-	
(e) Cost of collection at 4 per cent of gross rent of buildings let out	-	
(vii) Cost of collection of income or receipts from securities stocks etc. at 1 per cent of such income	37,261	
(viii) Deductions on account of repairs in respect of buildings not rented and yielding no income at 8.33 per cent of the estimated gross annual rent.	59,476	
TOTAL	**21,210,532**	
GROSS ANNUAL INCOME LIABLE TO CONTRIBUTION		**78,602,688**

As per our report of even date attached
For Shah & Shah
Chartered Accountants
(FRN: 131527w)

SHAH & SHAH AHMEDABAD F.R. NO. 131527W CHARTERED ACCOUNTANTS

CA. Tejas Shah
Partner
Membership No. 135639

Date : July 03, 2019
Place: Ahmedabad

For PRAYAS

Bhadreshbhai Raval
Director

Trustee

Organisation for Sustainable Development प्रयास F/945 PRAYAS

Date : July 03, 2019
Place: Ahmedabad

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
09, GOKUL SOCIETY, CHAKALIYA ROAD, DAHOD - 389 151
REGISTRATION NO.- F / 945 / PANCHMAHAL - DATED 11.11.1997

THE BOMBAY PUBLIC TRUST ACT, 1950
SCHEDULE VIII
[Vide Rule 17 (1)]
BALANCE SHEET AS ON MARCH 31, 2019
F.C.R.A. NO. 042050049 Dated 09.08.2004 / Bank of Baroda - Saving A/c No. 03740100004962

FUNDS AND LIABILITIES	Sch. No.	Amount (Rs.)	Amount (Rs.)	PROPERTIES AND ASSETS	Sch. No.	Amount (Rs.)	Amount (Rs.)
Trust Fund or Corpus :-	1			Immovable Properties:-	6		
Balance as per last balance sheet		19,187,970		Opening Balance		14,343,612	
Add / (Less) Adjustment		6,729,308	25,917,278	Add: Current Year addition		-	
				Less : Disposal During the year		(6,000)	14,337,612
Other Earmarked Funds :-	2						
Depreciation Fund		14,136,583		Movable Properties:-			
Sinking Fund		-		Opening Balance		10,056,108	
Reserve Fund		-		Add: Current Year addition		1,294,463	
Any Other Fund		10,094,862	24,231,445	Less : Disposal During the year		(68,965)	11,281,606
Unspent Balance of Grant	3		5,827,306	TOTAL			25,596,143
Loans (Secured and unsecured) :-	4			Investments :-	7		48,984,990
From trustees		-					
From others		297,919,875	297,919,875	Loans (Secured or unsecured) :-	8		
				Good/Doubtful - Bifurcation Required		-	
Liabilities :-	5			Loans Scholarship		-	
For Expenses (incl. Duties and Taxes)		3,650,585		Other Loans (Considered Good)		280,234,852	280,234,852
For Advances		64,425					
For Rent and other deposits		-		Advances :-	9		
For Sundry Credit balances		-	3,715,010	To Trustees		-	
				To Employees		1,731,389	
Income & Expenditure A/c				To Contractor		-	
Balance as per last balance sheet		30,009,161		To Lawyers		-	
Add/Less : Surplus of deficit				To Others		15,935,539	17,666,928
As per income and Expenditure A/c		5,864,002					
Less : Transfer		(169,605)	35,703,558	Income Outstanding :-			
				Rent		-	
				Interest		-	
				Other income		-	-
				Cash and Bank Balances :-	10		
				a) In current account and fixed deposit account		14,295,109	
				b) In F.C.R.A. account no. or fixed deposit account		6,260,225	
				c) With the trustee			
				d) With the manager / cashier		276,225	20,831,559
TOTAL			393,314,472	TOTAL			393,314,472

The above Balance Sheet to the best of our belief contains a true account of the funds and liabilities and of the Property and Assets of the Trust.

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA Tejas C. Shah
Partner
Membership No.135639

Date : July 03, 2019
Place: Ahmedabad

For PRAYAS
Organisation For Sustainable Development

Bhadresh K Rawal
Director

Trustee

Organisation for Sustainable Development प्रयास F/945 PRAYAS

Date : July 03, 2019
Place: Ahmedabad

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
09, GOKUL SOCIETY, CHAKALIYA ROAD, DAHOD - 389 151
REGISTRATION NO.- F / 945 / PANCHMAHAL - DATED 11.11.1997

THE BOMBAY PUBLIC TRUST ACT, 1950
SCHEDULE - IX
[Vide Rule 17 (1)]
INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED ON MARCH 31, 2019
F.C.R.A. NO. 042050049 Dated 09.08.2004 / Bank of Baroda - Saving A/c No. 03740100004962

EXPENDITURE	Sch. No.	Amount(in Rs.)	INCOME	Sch. No.	Amount(in Rs.)
To Expenditure in respect of properties :-			By Rent :-		
Rates, Taxes, Cesses		-			
Repairs and Maintenance		-	By Interest Income :-	12	73,360,036
			On Securities		-
Salaries		17,877,128	On loans		
			On Bank account		
Insurance		95,399	Others		
Depreciation		6,428,979	By Dividend :-		-
Other Expenses			By Donations in cash or kind :-		
To Establishment Expense		-	Domestic		1,773,415
To Remuneration (in the case of Math)		-	International FCRA No. and Date		-
To the head of the math, including his household Expenditure, if any		-	By Income from other sources :-	13	5,339,513
To Legal Expense		-			
To Audit Fees		200,000	By Transfer from Reserve :-		-
To Contribution and Fees		-			
To Amount Written Off -					
(a) Bad Debt		-	By Deficit carried over to Balance Sheet:-		-
(b) Loan Scholarships		-			
(C) Irrecoverable Rents		-			
(d) Other Items		-			
To Miscellaneous Expenses		-			
To Depreciation		-			
To Amounts Transferred to Reserve of Specific Funds		-			
To Expenditure on objects of the Trust (Specify if any from FCRA)					
(a) Religious		-			
(b) Educational		-			
(C) Medical Relief		-			
(d) Relief of Poverty	11	50,007,456			
(e) Other Charitable Objects		-			
Excess Of Income Over Expenditure		5,864,002			
TOTAL		80,472,964	TOTAL		80,472,964

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA Tejas C. Shah
Partner
Membership No.135639

Date : July 03, 2019
Place: Ahmedabad

For PRAYAS
Organisation For Sustainable Development

Organisation for Sustainable Development प्रयास F/945 PRAYAS

Bhadresh K Rawal
Director

Trustee

Date : July 03, 2019
Place: Ahmedabad

PRAYAS (ORGANIZATION FOR SUSTAINABLE DEVELOPMENT)
SCHEDULES FORMING PART OF BALANCE SHEET

Particulars	As at March 31, 2019 Amount (Rs.)
Schedule-1 Trust Fund or Corpus	
Opening Balance	19,187,970
Add: Transfer from Social Security Fund	2,200,000
Add: Transfer from free reserves	4,529,308
TOTAL	**25,917,278**

Schedule-2 Other Earmarked Funds	
Depreciation Fund	
Opening Balance	7,367,182
Add : Addition during the Year	6,769,401
Total	14,136,583
Loan Loss Reserve	
Opening Balance	5,349,856
Add : Addition during the Year	3,981,000
Less: Written off during the year	(1,848,718)
Total	7,482,138
Reserve Fund	
Opening Balance	3,321,903
Add : Addition during the Year	-
Less: Utilised during the year	(64,329)
Less: Transfer to corpus fund	(3,257,574)
Total	-
Interest Fund	
Opening Balance	45,234
Add : Addition during the Year	-
Less: Transfer to corpus fund	(45,234)
Total	-
Revolving Fund	
Opening Balance	1,976,500
Add : Addition during the Year	-
Less: Transfer to corpus fund	(1,226,500)
Total	750,000
Social Security Fund	
Opening Balance	2,687,326
Add : Addition during the Year	1,658,248
Less: Transferred to Corpus Fund	(2,200,000)
Less : Utilized During the Year	(282,850)
Total	1,862,724
TOTAL	**24,231,445**

Schedule- 4 Loans (Secured and Unsecured)	
From Trustees	-
From Financial Institutions and Banks	
Ananya Finance for Inclusive Growth Private Limited	68,333,599
IDBI Bank Limited	833,037
MAS Financial Services Limited	107,916,628
Friends Of WWB Loan	9,000,000
Union Bank Term Loan	19,411,765
NABARD Financial Service Limited	6,215,024
Jain Sons Finlease Limited	3,298,870
Dena Bank	6,944,442
Habitat for Humanity India	268,838
Kashi Vishwanath Vidhya Samasthe - Milaap	48,491,656
Total	**270,713,859**
From Related Parties and Group Concerns	27,206,016
TOTAL	**297,919,875**

SHAH & SHAH * CHARTERED ACCOUNTANTS * AHMEDABAD F.R. NO. 131527W

Schedule -5 Liabilities	
Duties and Taxes	411,664
Salary and Wages Payable	2,130,630
Trade Payables	471,032
Accrued Interest Payable	537,259
Provisions	
Audit Fees	100,000
Other Current Liabilities	
Disbursement Payable	29,646
Insurance Claim Members	34,779
TOTAL	**3,715,010**

Schedule- 7 Investment	
Fixed Deposits / Security Deposits with -	
IDBI Bank Limited	1,071,278
Union Bank of India	3,043,766
MAS Financial Services Limited	32,870,064
Ananya Finance for Inclusive Growth Private Limited	8,244,027
NABARD Financial Service Limited	2,168,895
Dena Bank	1,586,960
TOTAL	**48,984,990**

Schedule- 8 Loans	
Joint Liability Group Loan	252,841,486
Sanitation Loan	27,128,659
Individual Loan	264,707
TOTAL	**280,234,852**

Schedule- 9 Advances	
TDS / TCS Receivable	1,062,933
Prepaid Expenses	101,135
Deposits	21,900
Staff Loans & Advances	1,731,389
Other Current Assets	1,816,540
MAS Financial Services Limited - BC Fund	12,933,031
TOTAL	**17,666,928**

Schedule- 10 Cash & Bank Balance	
Cash on Hand	276,225
Balances with Banks	20,555,334
TOTAL	**20,831,559**

SHAH & SHAH
AHMEDABAD
F.R. NO.
131527W
CHARTERED ACCOUNTANTS

SCHEDULES FORMING PART OF INCOME & EXPENDITURE ACCOUNT

Particulars	Amount (Rs.)
Schedule-11 Relief of Poverty	
Office Expenses	1,676,594
Rent, Telephone, Electricity and Municipal Taxes	2,045,838
Interest and Finance Charges	37,381,459
Travelling and Conveyance Expenses	3,212,279
Professional, Consulting and Training Charges	1,216,768
Other Expenses	493,518
Loan Loss Expense (Portfolio)	3,981,000
TOTAL	**50,007,456**

Schedule-12 Interest Income	
Interest Income(Portfolio)	58,010,685
Interest From Investments	3,586,148
Interest from Banks	139,988
Interest Income(BC Fund Portfolio)	11,623,215
TOTAL	**73,360,036**

Schedule-13 Income from Other Sources	
Management Income	400,609
Loan Processing Fees	4,379,950
Other Incomes	558,954
TOTAL	**5,339,513**

As per our report of even date attached

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA Tejas C. Shah
Partner
Membership No.135639

Date : July 03, 2019
Place: Ahmedabad

For PRAYAS
Organisation For Sustainable Development

Bhadresh K Rawal
Director

Trustee

Organisation for Sustainable Development प्रयास F/945 PRAYAS

Date : July 03, 2019
Place: Ahmedabad

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)
SCHEDULE 3 - UNSPENT / (OVERSPENT) BALANCE OF GRANT

PRAYAS - FOREIGN CONTRIBUTION

Sr. No.	Grant Received From	Opening Balance as on April 1, 2018	Grant Received	Interest Earned on Grant	Total	Expenditure incurred	W/Off or (Adjusted)/Transfer	Closing Balance as on March 31, 2019
1	The American India Foundation Trust	(113,723)	1,046,123	-	932,400	(1,028,960)		(96,560)
2	Broadcom Communications Technologies Private Limited*	3,864,835	3,712,940	-	7,577,775	(3,675,550)	-	3,902,225
3	Child Fund of India (CFI)*	(31,094)	5,118,320	10,208	5,097,434	(5,030,157)	-	67,277
4	Child Fund of India - Designated Fund For Children*	124,087	1,266,637		1,390,724	(1,285,282)	-	105,442
5	Lush Cosmetics Inc.*	1,384,428	-	-	1,384,428	(1,384,305)	(123)	-
6	Purva Bharati Educational Trust(Malala Grant)*	-	1,897,106	-	1,897,106	-	-	1,897,106
	TOTAL - (A)	**5,228,533**	**13,041,126**	**10,208**	**18,279,867**	**(12,404,254)**	**(123)**	**5,875,490**

PRAYAS - SOCIAL DEVELOPMENT

Sr. No.	Grant Received From	Opening Balance as on April 1, 2018	Grant Received	Interest Earned on Grant	Total	Expenditure incurred	W/Off or (Adjusted)	Closing Balance as on March 31, 2019
1	Ahmedabad Municipal Corporation - Aids Control Society	-	1,577,289	5,896	1,583,185	(1,583,185)	-	-
2	Tata Consultancy Services Limited - CSR Project*	(672,252)	3,600,000	-	2,927,748	(2,925,104)	(2,644)	-
3	Tata Motors Limited	453,119	249,113	-	702,232	(750,416)	-	(48,184)
	TOTAL - (B)	**(219,133)**	**5,426,402**	**5,896**	**5,213,165**	**(5,258,705)**	**(2,644)**	**(48,184)**
								Note - 1
	GRAND TOTAL [(A) + (B)]	**5,009,400**	**18,467,528**	**16,104**	**23,493,032**	**(17,662,959)**	**(2,767)**	**5,827,306**

1 Excess / Short utilization of Grant has been adjusted and charged to Income & Expenditure Account as the case may be.

* Grant reflected as utilization (partially) is standing in balance of creditors which are actually not paid but recorded as Grant Utilization.

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

CA Tejas C. Shah
Partner
Membership No.135639

Date : July 03, 2019
Place: Ahmedabad

SHAH & SHAH AHMEDABAD F.R. NO. 131527W CHARTERED ACCOUNTANTS

For PRAYAS
Organisation For Sustainable Development

Bhadresh K Rawal
Trustee
Director

Organisation for Sustainable Development प्रयास F/945 PRAYAS

Date : July 03, 2019
Place: Ahmedabad

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)

SCHEDULE 6 - MOVABLE AND IMMOVABLE PROPERTIES

PRAYAS - MICROFINANCE

Sr. No.	Nature of Assets	Gross Block				Depreciation				Net Block	Net Block
		As at 01.04.2018	Additions	Sales / Adj.	As at 31.03.2019	Up to 01.04.2018	For the Year	Sales / Adj.	Up to 31.03.2019	As at 31.03.2019	As at 31.03.2018
1	Land & Building	2,883,050			2,883,050	620,799	777,988	-	1,398,787	1,484,263	2,262,251
2	Furniture and Fixtures	1,480,905	105,563		1,586,468	145,094	425,794	-	570,888	1,015,580	1,335,811
3	Computers and Printers	2,053,506	681,559		2,735,065	983,286	1,111,252	-	2,094,538	640,527	1,070,220
4	Cell Phone / Mobile	27,273			27,273	8,926	8,770	-	17,696	9,577	18,347
5	Bio - Metric Machine	173,334			173,334	12,498	136,551	-	149,049	24,285	160,836
6	Vehicles	2,576,076	63,500		2,639,576	344,508	594,586	-	939,094	1,700,482	2,231,568
7	Office Equipment	676,637	132,411	5,520	803,528	-	184,064		184,064	619,464	676,637
	TOTAL - (A)	**9,870,781**	**983,033**	**5,520**	**10,848,294**	**2,115,111**	**3,239,005**	**-**	**5,354,116**	**5,494,178**	**7,755,670**

PRAYAS - FOREIGN CONTRIBUTION

Sr. No.	Nature of Assets	Gross Block				Depreciation				Net Block	Net Block
		As at 01.04.2018	Additions	Sales / Adj.	As at 31.03.2019	Up to 01.04.2018	For the Year	Sales / Adj.	Up to 31.03.2019	As at 31.03.2019	As at 31.03.2018
1	Land & Building	52,253	-	-	52,253	-	-	-	-	52,253	52,253
2	Furniture and Fixtures	30,500	-	-	30,500	-	-	-	-	30,500	30,500
3	Computers and Printers	627,455	166,700	-	794,155	-	-	-	-	794,155	627,455
4	Office Equipments	-	118,900	-	118,900	-	-	-	-	118,900	-
	TOTAL - (B)	**710,208**	**285,600**	**-**	**995,808**	**-**	**-**	**-**	**-**	**995,808**	**710,208**

PRAYAS - SOCIAL DEVELOPMENT

Sr. No.	Nature of Assets	Gross Block				Depreciation				Net Block	Net Block
		As at 01.04.2018	Additions	Sales / Adj.	As at 31.03.2019	Up to 01.04.2018	For the Year	Sales / Adj.	Up to 31.03.2019	As at 31.03.2019	As at 31.03.2018
1	Land	97,470			97,470	-		-	-	97,470	97,470
2	Land & Building	11,310,839		6,000	11,304,839	1,285,712	2,889,162	-	4,174,874	7,129,965	10,025,127
3	Furniture and Fixtures	1,000,426		41,320	959,106	290,759	238,519	-	529,278	429,828	709,667
4	Computers and Printers	753,110		3,925	749,185	749,185	-	-	749,185	-	3,925
5	Cell Phone / Mobile	37,635			37,635	17,990	9,390	-	27,380	10,255	19,645
6	Camera	65,685			65,685	64,003	1,585	-	65,588	97	1,682
7	Vehicles	518,151			518,151	-	47,353	-	47,353	470,798	518,151
8	Office Equipment	35,415	25,830	18,200	43,045	-	3,965	-	3,965	39,080	35,415
	TOTAL - (C)	**13,818,731**	**25,830**	**69,445**	**13,775,116**	**2,407,649**	**3,189,974**	**-**	**5,597,623**	**8,177,493**	**11,411,082**
	GRAND TOTAL - [(A) + (B) + (C)]	**24,399,720**	**1,294,463**	**74,965**	**25,619,218**	**4,522,760**	**6,428,979**	**-**	**10,951,739**	**14,667,479**	**19,876,960**

1) Depreciation is not charged on those Assets which are created from Fund / Reserve balances.
2) As per policy adopted by the Management in earlier years, depreciation was not provided in books of account. Depreciation for the FY 2015-16, 2016-17, 2017-18 & 2018-19 is now included in the column Depreciation for the year. I.e. INR 64,28,979 as per management's decision.

Year wise amount of depreciation is given as under:

Year	Amount of Depreciation
2015-16	1,484,919
2016-17	1,526,139
2017-18	1,629,287
2018-19	1,788,634
	6,428,979

For Shah & Shah
Chartered Accountants
(FRN No.131527W)

CA Tejas C. Shah
Partner
Membership No.135639

Date : July 03, 2019
Place: Ahmedabad

SHAH & SHAH * CHARTERED ACCOUNTANTS * AHMEDABAD F.R. NO. 131527W

For PRAYAS
Organisation For Sustainable Development

Bhadresh K Rawal
Director
Trustee

Date : July 03, 2019
Place: Ahmedabad

Organisation for Sustainable Development प्रयास F/945 * PRAYAS *

PRAYAS (ORGANISATION FOR SUSTAINABLE DEVELOPMENT)

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

A. ABOUT THE TRUST

PRAYAS - AN ORGANIZATION FOR SUSTAINABLE DEVELOPMENT ('the trust') is trust domiciled in India and incorporated under the provision of the Bombay Public Trust Act, 1950 ('the Act'). The trust is also registered under the Foreign Contribution Regulation Act and having Section 80G exemption and Section 12A registration under the Income Tax Act, 1961.

The trust is engaged primarily in providing micro finance services to women in the rural as well as urban areas of India who are enrolled as members and organized as Joint Liability Groups ('JLG'). In addition to the core activities of providing micro-credit, the trust carries out all the development activities of non-financial nature. The wing has several programs going under it such as natural resource management, water and sanitation, rights based program, disaster relief etc.

B. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS

The Financial Statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India. All income and expenditure having material bearing on the Financial Statements are recognized on an accrual basis. The preparation of Financial Statements requires the Management to make certain estimates and assumptions considered in the reported amounts of Assets and Liabilities (including Contingent Liabilities) as on the date of the Financial Statements and the reported Income and Expenses during the reporting period. The Management believes that the estimates used in preparation of the Financial Statements are prudent and reasonable. Actual results could differ from these estimates. Any changes in such estimates are recognized prospectively.

C. USE OF ESTIMATES

The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

D. FIXED ASSETS

The Fixed Assets are stated at their original cost of acquisition including taxes, duties, freight and other incidental expenses relating to the acquisition and installation of the concerned assets.

E. DEPRECIATION

As per the management decision, depreciation has been provided on all the assets considering the useful life of the assets and as per Rates prescribed in Income Tax Act, 1961.

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

F. REVENUE RECONGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the trust and the revenue can be reliably measured.

i) Interest Income on Portfolio loan is recognized under the internal rate of return method. Income including interest or discount or any other charges on non-performing asset is recognized only when realized. Any such income recognized before the asset became non performing and remaining unrealized shall be reversed.

ii) Interest income on deposits with banks is recognized on a time proportion accrual basis taking into account the amount outstanding and the rate applicable.

iii) Loan Processing Fees are recognized on receipt basis.

iv) Commission Income is recognized on receipt basis.

v) Donation income is recognized on receipt basis.

vi) All other income is recognized on an accrual basis.

G. BORROWING COSTS / FINANCIAL EXPENSES

Borrowing cost is expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing fund.

H. EMPLOYEE BENEFITS

Prayas Jan Vikas Bhandol:

Retirements benefits in the form of provident fund are a defined contribution scheme. The contributions to the provident fund are charged to the statement of Income & Expenditure of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the provident funds disclosed in books of accounts as informed to us by the Management.

Prayas – Social Development & Prayas – Foreign Contribution:

The trust is making payment of salary and wages from Grant / fund received for charitable purpose. The Trust has not made any provisions for the benefit of employees working for charitable purpose. Expense of Salary and Wages is recorded as expenses incurred for other charitable objects.

I. INVESTMENTS

Investments are recognized at actual cost including cost incidental to acquisition if any. Investments include Long term fixed deposits with various banks and financial institutions. Investments include the accrued interest receivable and credited as interest income in income and expenditure account.

J. INCOME TAX

Income Tax and Deferred Tax Asset /Liability have not been recognized, due to the exemptions available under sections 11 and 12 of the Income Tax Act.

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

K. IMPAIREMENT OF ASSETS

The Trust assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the trust estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairments loss and is recognized in the income and expenditure account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

L. PROVISIONS, CONTINGENT LIABILITIES AND CONTIGENT ASSETS

A provision is recognized when the trust has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. A Contingent Asset is neither recognized nor disclosed in the financial statements.

M. CONSOLIDATION OF ACCOUNTS

The Financial Statements reflect consolidation of following wings:

1) Microfinance Programme
2) Social Development
3) Foreign Contribution

N. LOAN LOSS CHARGES / EXPENSES

Loan Loss Provision has been provided during the year of INR. 39,81,000.

As per the Policy of the Trust, Provision for the Loan Loss is provided at 1% on outstanding balance of Loans & Advances (Portfolio including Owned and Managed).

O. SOCIAL SECURITY FUND

During the year, Fund was received from the members as a Contribution to the Social Security Fund, which is meant for the purpose of Social Help. During the year, this fund was utilized against the loans of the members who could not repay their outstanding. As per Board's resolution dated 30.09.2019, INR 22,00,000 was transferred from Fund balance to Corpus Fund.

P. In the opinion of the Trustees, the current assets, loans & advances will realize a value not less than the amounts stated in the Balance Sheet, if realized in the ordinary course of business.

Q. Contingent liabilities not provided for in the Accounts.

SHAH & SHAH * CHARTERED ACCOUNTANTS * AHMEDABAD F.R. NO. 131527W

R. TREATMENT OF GRANT RECEIVED DURING THE YEAR

Grant is considered as capital transaction in nature. It is utilized as per the terms and conditions entered into with the Funding Agency. Grant received during the year is recorded in Balance Sheet and Utilization of the said grant is adjusted with Grant sanctioned. The detailed statement of Grant received during the year and its utilization is given as per Schedule – 3

During the Year, Grant not utilized for the said purpose or excess utilization is written off or refunded back as per the policy of Organization and guidelines of Management.

For Shah & Shah
Chartered Accountants
(FRN: 131527W)

SHAH & SHAH CHARTERED ACCOUNTANTS AHMEDABAD F.R. NO. 131527W

CA. Tejas C. Shah
Partner
Membership No. 135639

Date: July 3, 2019
Place: Ahmedabad

For PRAYAS
(Organisation for Sustainable Development)

Mr. Bhadresh Rawal
Director Trustee

Date: July 3, 2019
Place: Ahmedabad