

Ajay K. Sud & Associates

Chartered Accountants

F-3, South Extension, Part-I, New Delhi-110049

Tel. No. 41637412; Fax-41648098

Auditor's Report

To
The Members of Centre for Responsible Business (CRB),

1. We have audited the attached Balance Sheet of **Centre for Responsible Business** (CRB or the Society) as at March 31, 2012 and the Income & Expenditure Account for the period November 14, 2011 to March 31, 2012 annexed thereto. These financial statements are the responsibility of the Society's Management. Our responsibility is to express an opinion on these financial statements based on our audit .
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Further to our comments in paragraph above, we report that:
 - (i) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (ii) In our opinion proper books of accounts as required by law have been kept by the Society so far as appears from our examination of those books;
 - (iii) The Balance Sheet, the Statement of Income and Expenditure dealt with by this report are in agreement with the books of account;

Mulati

(iv) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give a true and fair view in conformity with the accounting principles generally accepted in India:-

- a) in the case of the Balance Sheet, of the state of affairs of the Society as at March 31, 2012;
- b) in the case of the Statement of Income and Expenditure, of the surplus for the period from November 14, 2011 to March 31, 2012

Place : New Delhi
Date : 30-08-2012

For Ajay K Sud & Associates,
(Chartered Accountants)



Mayur Gulati
(Partner)
M. No. - 510487
FRN.-03939N

CENTRE FOR RESPONSIBLE BUSINESS (CRB)

B-5/1 SAFDARJUNG ENCLAVE, NEW DELHI - 110029

BALANCE SHEET AS AT 31ST MARCH 2012

		As at March 31st 2012 (Rs.)
I. LIABILITIES	SCHEDULE	
CORPUS FUNDS		
Trust Funds		-
GENERAL FUNDS		-
Opening Balance		-
Add: Income as per Income & Expenditure Statement		249,669.92
TOTAL		249,669.92
II. ASSETS		
Fixed Assets		-
Current Assets, Loans & Advances		
Cash & Bank Balances	1	233,553.92
Loans & Advances	2	24,150.00
		257,703.92
Less: Current Liabilities & Provisions	3	
Current Liabilities		-
Provisions		8,034.00
		8,034.00
Net Current Assets		249,669.92
TOTAL		249,669.92

NOTES TO ACCOUNTS

Note: Schedule 1 to 3 form part of accounts

AUDIT REPORT

In terms of our Report of even date attached

FOR AJAY K SUD & ASSOCIATES**CHARTERED ACCOUNTANTS**

MAYUR GULATI (M.NO- 510487)

PARTNER

FRN- 03939N

(SECRETARY)



(TREASURER)

PLACE : DELHI

DATE :29-08-2012

SCHEDULES FORMING PART OF BALANCE SHEET	
<u>Schedule 1</u>	
<u>Cash & Bank Balances</u>	
<u>Cash in hand</u>	-
<u>Balance with Scheduled Bank</u>	
<u>on Current Account</u>	233,553.92
	233,553.92
<u>Schedule 2</u>	
<u>LOANS AND ADVANCES</u>	
TDS Recoverable	24,150.00
	24,150.00
<u>Schedule 3</u>	
<u>Current Liabilities & Provisions</u>	
<u>Current Liabilities</u>	
Sundry Creditors	-
<u>Other Liabilities</u>	-
Provision for Tax	8,034.00
	8,034.00

CENTRE FOR RESPONSIBLE BUSINESS (CRB)

B-5/1 SAFDARJUNG ENCLAVE, NEW DELHI - 110029

INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD NOVEMBER 14, 2011 TO MARCH 31, 2012

Income	Schedule	Period Ended March 31, 2012 (in INR)
Interest from Bank		503.92
Fee for Services		241,500.00
Membership Fee		16,000.00
	3	
TOTAL		258,003.92
Expenses		
Expenses		-
Cheque Book Return Charges		300.00
TOTAL		300.00
<i>Net Profit</i>		257,703.92
Less: Provision for tax		
Tax for current year		8,034.00
Net Profit after tax		249,669.92
Balance carried to balance sheet		249,669.92

NOTES TO ACCOUNTS

Note: Schedule 1 to 3 form part of accounts

AUDIT REPORT

In terms of our Report of even date attached

FOR AJAY K SUD & ASSOCIATES
CHARTERED ACCOUNTANTS



MAYUR GULATI (M.NO- 510487)
PARTNER
FRN- 03939N



(SECRETARY)



(TREASURER)

PLACE : DELHI

DATE :29-08-2012

Centre For Responsible Business
Notes to Financial Statements

Note 1 SIGNIFICANT ACCOUNTING POLICIES

I **Background**

The Centre for Responsible Business (CRB) has been set up as a Society under the Societies Registration Act, 1860 (SRA). The main object of the Society is to establish, develop and sustainably operate a network of trainers and consultants for the purpose of building capacities on responsible business practices by business enterprises, particularly the micro, small and medium enterprises (MSME) sector.

II **Accounting Policies and Convention:**

The Society prepares its accounts on accrual basis in accordance with generally accepted accounting principles

III **Basis of Accounting:**

The financial statements are prepared under the historical cost convention on an accrual basis.

IV **Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

V **Fixed Assets and Depreciation:**

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. Cost comprises of the purchase price, incidental expenses, erection/commissioning expenses and financial charges upto the date the fixed asset is ready for its intended use.

The Society provides depreciation on fixed assets at the rates prescribed under the Income Tax Act, 1961.

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

VI **Retirement And Other Benefits**

All employee benefits payable within twelve (12) months of rendering the service shall be classified as short-term employee benefits. Benefits such as salaries, wages and bonus, etc shall be recognised in the Income and Expenditure Account in the period in which the employee renders the related services.

VII **Foreign Currency Transactions:**

Initial Recognition:

Foreign Currency Transactions are recorded on the date of transaction.

Conversion:

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date.

Exchange Difference:

Gains and losses resulting from the settlement of foreign currency transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of income and expenditure.

VIII **Revenue recognition :**

Grants

- (a) Grants in the nature of revenue are recognised in Income & Expenditure Account to the extent actually spent during the financial year and amount not utilized is carried as current liability. Expenses incurred against sanctioned grants are shown as recoverable where grants are yet to be disbursed.
- (b) Grants in the nature of capital are transferred to capital assets fund to the extent of amount actually utilized and amount not utilized is carried as current liability.
- (c) Grants received without any conditions are recognised as revenue in the Income and Expenditure Account not utilized is carried as current liability.

Service Fee

- (a) Revenue from service transactions is usually recognised as the service is performed

IX

Taxation :

Income Tax expenses have been accounted for in accordance with AS 22- "Accounting for taxes on income" which includes current taxes and deferred tax. Deferred Income Tax reflects the impact of current year timing differences between taxable income and accounting income for the year. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future income will be taxable. Deferred tax and liabilities are measured using the tax laws that have been enacted or subsequently enacted by the balance sheet date.

X

Provisions & Contingencies

Loss contingencies arising from claims, litigations, assessments, fines, penalties, etc., are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated.

XI

Capital and other commitments


Nil

The accompanying notes are an integral part of the financial Statements

In terms of our report of even date
FOR AJAY K SUD & ASSOCIATES
CHARTERED ACCOUNTANTS



Mayur Gulati (M.NO - 510487)
PARTNER
FRN-03939N


(SECRETARY)
(TREASURER)

PLACE :- NEW DELHI
DATE :- 29/8/2012