

Price Waterhouse Chartered Accountants LLP

Independent Auditors' Report To the Members of Project Concern International

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Project Concern International (the "Society"), which comprise the Balance Sheet as at March 31, 2022 and the Income and Expenditure Account for the year then ended including a summary of significant accounting policies and other explanatory information.
2. In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with the notes thereon and attached thereto give a true and fair view of the financial position of the Society as at March 31, 2022, and its net deficit for the year then ended in accordance with basis of accounting policy mentioned in note 2.1 and 3 and the accounting principles generally accepted in India.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis on Matter

4. We draw your attention to note 2.1 and 3 of the Financial Statements, which describes the basis of accounting of the Society. The Society follows cash basis of accounting except for certain items as mentioned thereof which are accounted on accrual basis, as approved by the Governing Body on September 26, 2022. Our opinion is not modified in respect of this matter.

Other Information

5. The Governing Body of the Society is not required to prepare an annual report, accordingly, the requirement for our reporting on such other information does not arise.

Governing Body's Responsibilities for the Financial Statements

6. The Governing Body of the Society are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Society in pursuant to Clause 17 of the Memorandum of Association of the Society dated June 17, 1998 as amended on March 19, 2021 (the generally accepted accounting principles). This responsibility also includes the design, implementation and maintenance of adequate internal controls, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number before conversion was 012754N) and its LLP identity no: LLPIN AAC-5001 (ICAI registration number before conversion was 012754N)



INDEPENDENT AUDITORS' REPORT

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7. In preparing the financial statements, the Governing Body is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Governing Body either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so. The Governing Body is also responsible for overseeing the Society's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Governing Body.
 - Conclude on the appropriateness of Governing Body's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Society to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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To the Members of Project Concern International
Report on the Financial Statements

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10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: 012754N/N500016

Sujc

Sujoy Chakrabarty

Partner

Membership Number: 060580

UDIN: 22060580AVDVBH8529

Place: Gurugram

Date: September 26, 2022

8 (4+2)

PROJECT CONCERN INTERNATIONAL
Registered under Societies Registration Act, 1860

Balance Sheet as at March 31, 2022
(All amounts in Rs. unless otherwise stated)

	Particulars	Note	As at March 31, 2022	As at March 31, 2021
	Fund and Liabilities (Sources of funds)			
1	Funds employed			
	Fund balances	4	65,135,248	14,084,201
			65,135,248	14,084,201
2	Liabilities			
(a)	Provisions	5	55,341,144	26,218,593
(b)	Trade payables	6	3,419,493	3,171,692
(c)	Other liabilities	7	8,459,809	4,757,825
			67,220,446	34,148,110
	Total		132,355,694	48,232,311
	Assets (Application of funds)			
(a)	Fixed assets	8	10,960,578	11,577,184
(b)	Loans and advances	9	2,112,602	547,146
(c)	Trade receivables	10	45,235,847	-
(d)	Cash and bank balances	11	68,677,954	17,277,959
(e)	Other assets	12	5,368,713	18,830,022
	Total		132,355,694	48,232,311

The accompanying notes are an integral part of these financial statements.
This is the Balance Sheet referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Sujoy

Sujoy Chakrabarty
Partner
Membership Number: 060580

Place: Gurugram
Date: September 26, 2022

2(12)

For and on behalf of Project Concern International

Pankaj Vinayak Sharma

Pankaj Vinayak Sharma
President

Place: New Delhi
Date: September 26, 2022

Indrajit Chaudhuri

Indrajit Chaudhuri
Chief Executive Officer

Place: New Delhi
Date: September 26, 2022

Pallavi Chaturvedi

Pallavi Chaturvedi
General Secretary

Place: New Delhi
Date: September 26, 2022



PROJECT CONCERN INTERNATIONAL
Registered under Societies Registration Act, 1860

Income and Expenditure Account for the year ended March 31, 2022
(All amounts in Rs. unless otherwise stated)

	Particulars	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
(a)	Income from operations	13	428,026,434	286,954,376
(b)	Other income	14	2,343,307	-
I	Total income		430,369,741	286,954,376
(a)	Staff payment & benefits	15	241,736,647	166,745,560
(b)	Depreciation expense	16	4,401,856	3,038,328
(c)	Other expenses	17	188,373,706	120,208,816
II	Total expenses		434,512,209	289,992,704
III	Deficit for the year (I-II)		-4,142,468	-3,038,328

The accompanying notes are an integral part of these financial statements.
This is the Income and Expenditure Account referred to in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

Sujoy

Sujoy Chakrabarty
Partner
Membership Number: 060580

Place: Gurugram
Date: September 26, 2022

Q(1+2)

For and on behalf of Project Concern International

Pankaj Vinayak Sharma

Pankaj Vinayak Sharma
President

Place: New Delhi
Date: September 26, 2022

Indrajit Chaudhuri

Indrajit Chaudhuri
Chief Executive Officer

Place: New Delhi
Date: September 26, 2022

Pallavi Chaturvedi

Pallavi Chaturvedi
General Secretary

Place: New Delhi
Date: September 26, 2022



PROJECT CONCERN INTERNATIONAL
Registered under Societies Registration Act, 1860

Notes to the financial statements

1. General information

Project Concern International (the 'Society') was registered on June 17, 1998 under the Societies Registration Act XXI of 1860 vide registration number S-33147 with the main objective to promote charitable objects and for the purpose of advancing the well being and welfare of the people through primary health care and community health programs.

2 Summary of significant accounting policies

2.1 Basis of preparation

These financial statements have been prepared under the historical cost convention method using the cash basis of accounting except for the matters listed in Note 3.

2.2 General fund

General fund represents all funds other than Restricted funds i.e. it includes funds which neither have any restriction on their use nor have been designated for any specific purpose. It also includes surplus/(deficit) for the year.

2.3 Restricted fund

Restricted funds are funds subject to certain conditions set out by the contributors and agreed to by the Society when accepting the contribution.

2.4 Fixed assets

Fixed assets are stated at cost, less accumulated depreciation. Cost comprises the procurement amount including duties and non-refundable taxes and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by governing body of the Society. A corresponding reserve for the fixed assets acquired during the year is created under General Fund.

An item of fixed assets is derecognised on disposal. The gain or loss arising on derecognition on disposal is recognised in the Income and Expenditure Account.

2.5 Depreciation

Depreciation is provided on a pro-rata basis on the written down value method at the rates and in the manner prescribed under the Income- tax Act, 1961.

The rates of depreciation used are as follows:

Asset	Rate
Buildings	10%
Furniture & Fixtures	10%
Office equipment	15%
Computers	40%
Vehicles	15%

2.6 Grants

Grants are assistance in the form of transfers of resources to the Society in return for compliance with certain conditions relating to the operating activities of the entity. Grants are recognized as income when the Society has complied with the conditions attached to the terms of the grant agreements, and are presented as part of income in the Statement of Income and Expenditure. Grants received by the Society for which the related conditions are yet to be complied with are presented under Restricted funds.



Notes to the financial statements

2.7 Staff benefits

Provident Fund: Contribution towards provident fund for employees is made to the regulatory authorities, where the Society has no further obligations. The Society does not carry any further obligations, apart from the contributions made on a monthly basis.

Gratuity: The Society provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the policy of the Society which is more beneficial than provisions of Payment of Gratuity Act, 1972 . 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 the tenure of employment. Provision for gratuity is determined on an actuarial basis at the end of the year and are charged to Income and Expenditure Account each year. The Society makes contribution to the LIC for Employees Gratuity Scheme.

Compensated absences: Provision for compensated absences is determined on an actuarial basis at the end of the year and are charged to Income and Expenditure Account .



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Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

Note 3 : Items accounted on accrual basis

The Society has prepared the financial statements using the cash basis of accounting, except for certain items as listed below which have been accounted for using the accrual basis of accounting.

I. Service fees and related receivables

Service income is recognised when related services are performed in accordance with the specific terms of the contract with the customers. This includes services rendered and invoices billed as per the contract terms.

Particulars	March 31, 2022	March 31, 2021
Income from Operations- Sale of Services		-
i. Services rendered during the year [Refer Note 13(B)]	28,093,825	-
ii. Less: Amount collected during the year	13,968,716	-
Trade Receivables (i-ii) (Refer Note 10)	14,125,109	-

II. Statutory dues payable

This includes statutory liabilities which are payable to government authorities like goods and services tax, provident fund, employee state insurance, professional tax and tax deducted at source.

Particulars	March 31, 2022	March 31, 2021
Other liabilities (Refer Note 7)		
i. Goods and services tax payable	1,436,148	-
ii. TDS payable	3,822,407	2,629,288
iii. EPF payable	3,125,608	2,128,537
iv. ESIC payable	3,646	-
v. Professional tax payable	72,000	-
Total	8,459,809	4,757,825

III. Staff benefits and related liabilities

This includes provision for gratuity and compensated absences.

Particulars	March 31, 2022	March 31, 2021
Staff benefits expense (Refer Note 15)		
Compensated absence (included in salaries and other allowances)	9,128,774	5,738,700
Gratuity expenses	29,593,762	9,518,098
Total	430,763,771	357,193,052
Provision (Refer Note 5)		
Provision for gratuity*^	30,401,075	8,085,338
Provision for compensated absences*	24,940,069	18,133,255
Total	55,341,144	26,218,593

^ The gratuity plan is funded with LIC, hence the amount disclosed is net of fund balance with LIC.

* In the current year the provision has been accounted on the basis of actuarial valuation, however till previous year the same was done in accordance with the policy of the Society.



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Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

IV. Depreciation and Write off of fixed assets

This includes depreciation charged and assets written off during the year.

Particulars	March 31, 2022	March 31, 2021
Depreciation expense (Refer Note 16)	4,401,856	3,038,328
Asset written off [Refer Note 17(s)]	6,199,058	-
Total	<u>10,600,914</u>	<u>3,038,328</u>



Notes to the financial statements

(All amounts in Rs. unless otherwise stated)

	As at March 31, 2022	As at March 31, 2021
4 Fund balances		
I General Fund		
(a) Fund balance at the beginning of the year	13,647,680	15,009,988
(b) Add: Fixed assets purchased during the year	9,984,309	1,676,020
(c) Add: Surplus/ (Deficit) for the year	-4,142,468	-3,038,328
Fund balance at the end of the year	19,489,521	13,647,680
II Restricted Fund		
(a) Fund balance at the beginning of the year	436,521	5,992,440
(b) Add: Funds received during the year	424,015,386	283,074,477
(c) Less: Funds utilized during the year [Refer Note 13(i)]	409,916,918	288,630,396
(d) Add: Reclassed to trade receivables (Refer Note 18)	31,110,738	-
Fund balance at the end of the year	45,645,727	436,521
5 Provision [Refer Note 3(III)]		
(a) Provision for gratuity	30,401,075	8,085,338
(b) Provision for compensated absences	24,940,069	18,133,255
Total	55,341,144	26,218,593
6 Trade payable		
Others (Refer Note 17)	3,419,493	3,171,692
Total	3,419,493	3,171,692
7 Other liabilities [Refer Note 3(II)]		
(a) Goods and services tax payable	1,436,148	-
(b) TDS payable	3,822,407	2,629,288
(c) EPF Payable	3,125,608	2,128,537
(d) ESIC Payable	3,646	-
(e) Professional Tax Payable	72,000	-
Total	8,459,809	4,757,825



Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

8 Fixed Assets

Particulars / Assets	TANGIBLE ASSETS								Total
	Freehold land	Buildings	Office equipment	Furniture & Fixtures	Vehicles	Computers			
Gross Block									
As at April 1, 2020	1,071,055	2,488,999	12,257,013	3,053,599	4,083,778	19,121,840			42,076,284
Additions	-	-	91,165	-	-	1,584,855	-	-	1,676,020
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
As at March 31, 2021	1,071,055	2,488,999	12,348,178	3,053,599	4,083,778	20,706,695			43,752,304
Addition	-	-	1,815,059	1,046,402	-	7,122,848	-	-	9,984,309
Deductions/Adjustments	-	-	8,827,745	2,921,951	833,403	10,280,363	-	-	22,863,462
At 31 March 2022	1,071,055	2,488,999	5,335,492	1,178,050	3,250,375	17,549,180			30,873,151
Depreciation/Adjustments									
As at April 1, 2020	-	1,976,536	7,441,680	1,713,193	3,051,861	14,953,522			29,136,792
Additions	-	51,246	726,375	134,041	154,788	1,971,878	-	-	3,038,328
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
As at March 31, 2021	-	2,027,782	8,168,055	1,847,234	3,206,649	16,925,400			32,175,120
Additions	-	46,122	829,354	174,232	131,569	3,220,579	-	-	4,401,856
Deductions/Adjustments	-	-	5,839,365	1,767,594	654,401	8,403,043	-	-	16,664,403
At 31 March 2022	-	2,073,904	3,158,044	253,872	2,683,817	11,742,936			19,912,573
Net Block									
At 31 March 2021	1,071,055	461,217	4,180,123	1,206,365	877,129	3,781,295			11,577,184
At 31 March 2022	1,071,055	415,095	2,177,448	924,178	566,558	5,806,244			10,960,578



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Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

	As at March 31, 2022	As at March 31, 2021
9 Loans and advances		
TDS Receivable	2,112,602	547,146
Total	2,112,602	547,146
10 Trade Receivables		
Relating to service fees [Refer Note 3(I)]	14,125,109	-
Relating to grants and donation (Refer Note 19)	31,110,738	-
Total	45,235,847	-
11 Cash and Bank Balances		
(a) In current account	68,627,954	17,227,959
(b) Bank deposits (Margin money against bank guarantee)	50,000	50,000
Total	68,677,954	17,277,959
12 Other assets		
(a) Prepaid expenses	700,540	-
(b) Advance to employees	116,726	-
(c) Advance to vendors	972,447	15,892,022
(d) Security deposit	3,579,000	2,938,000
Total	5,368,713	18,830,022



Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

		For the year ended March 31, 2022	For the year ended March 31, 2021
13	Income from operations		
	Grants or donations income		
(i)	Grants or donations utilized during the year (Refer Note 4(II)(c))	409,916,918	288,630,396
(ii)	Less: Funds utilized towards purchase of fixed assets	-9,984,309	-1,676,020
(A)	Income from grants and donations	399,932,609	286,954,376
(B)	Sale of services [Refer Note 3(I)]	28,093,825	-
	Total (A)+(B)	428,026,434	286,954,376
14	Other income		
(a)	Interest on Savings Accounts	2,234,758	-
(b)	Miscellaneous income	108,549	-
	Total	2,343,307	-
15	Staff payment & benefits		
(a)	Salaries and other allowances [Refer Note 3(III)]	196,020,617	145,915,636
(b)	Contribution to provident and other funds	15,167,280	10,604,119
(c)	Gratuity expenses [Refer Note 3(III)]	29,593,762	9,518,098
(d)	Staff welfare expenses	954,988	707,707
	Total	241,736,647	166,745,560
16	Depreciation expense		
	Fixed assets [Refer Note 3(IV)]	4,401,856	3,038,328
	Total	4,401,856	3,038,328
17	Other expenses		
(a)	Program Supplies	29,961,631	1,351,084
(b)	Program Consultant Expense	48,409,516	13,252,144
(b)	Rent	7,511,193	7,129,092
(c)	Repairs and maintenance - Buildings	1,479,230	790,751
(d)	Repairs and maintenance - Others	6,177,784	2,939,237
(e)	Insurance	4,571,927	3,407,019
(f)	Rates and Taxes	1,750	18
(g)	Communication expenses	2,000,819	2,733,329
(h)	Legal and professional charges	18,224,780	6,958,295
(i)	Auditor's remuneration	1,357,000	101,480
(j)	Office Expense	924,211	582,691
(k)	Travelling and conveyance expenses	20,862,992	4,478,061
(l)	Power and fuel	503,842	322,544
(m)	Food & Lodging	9,060,338	3,101,487
(n)	Subscription Expense	786,460	44,542
(o)	Miscellaneous expenses	79,331	371,713
(p)	Contractual Expenses	16,326,576	71,261,001
(q)	Training Expenses	3,640,155	105,649
(r)	Printing and stationery	10,295,112	1,278,680
(s)	Assets written off [Refer Note 3(IV)]	6,199,058	-
	Total	188,373,706	120,208,816



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Notes to the financial statements
(All amounts in Rs. unless otherwise stated)

18 Dues to micro enterprises and small enterprises*

The details of dues to micro enterprises and small enterprises (MSME) as defined under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act') and disclosures pursuant to the MSMED Act are as follows :

Particulars	March 31, 2022	March 31, 2021
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	6,023	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	1,160,885	-
Interest paid, under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
Interest accrued and remaining unpaid at the end of the accounting year	6,023	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the MSMED Act	-	-

* The Society has not accounted the interest cost due to its policy to follow cash basis of accounting.

19 Cash received from certain projects utilized in respect of other projects during the year are classified as trade receivable, refer Note [4(II)(d)].

20 Previous year figures have been reclassified to conform to current year's classification, wherever necessary.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016

For and on behalf of Project Concern International

Sujoy

Sujoy Chakrabarty
Partner
Membership Number: 060580

Place: Gurugram
Date: September 26, 2022

Pankaj Vinayak Sharma

Pankaj Vinayak Sharma
President

Place: New Delhi
Date: September 26, 2022

Indrajit Chaudhuri

Indrajit Chaudhuri
Chief Executive Officer

Place: New Delhi
Date: September 26, 2022

(1+2)

Pallavi Chaturvedi

Pallavi Chaturvedi
General Secretary

Place: New Delhi
Date: September 26, 2022

