



# SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 109982W

## INDEPENDENT AUDITOR'S REPORT

To the Members of Fight Hunger Foundation (a company with limited liability)

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of **Fight Hunger Foundation** (the 'Company'), which comprise the Balance sheet as at 31<sup>st</sup> March, 2020, and the Income and Expenditure Account and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of Significant Accounting Policies and other explanatory information.

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 Companies Act, 2013 (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2020, and its excess of income over expenditure and its cash flows for the year ended on that date.

#### Basis for Opinion

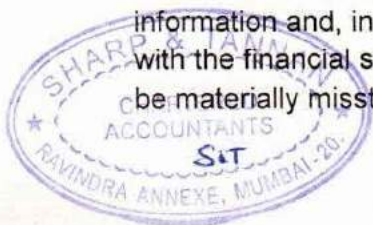
We conducted our audit in accordance with the Standards of Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of the Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, 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.

#### Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



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If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

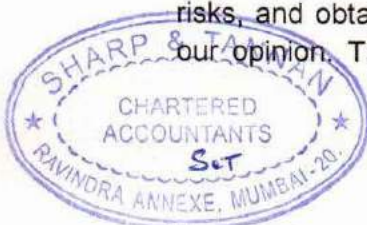
Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether 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 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.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors;
- Conclude on the appropriateness of Board of Directors' 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 Company'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 Company to cease to continue as a going concern; and
- 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in: (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report, where applicable and unless law or regulation precludes public disclosure about the



matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. The Company is licensed to operate under Section 8 of the Act and as such the requirements of the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of Section 143 (11) of the Act are not applicable to the Company.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - (c) the Balance Sheet, the Income and Expenditure Account and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - (d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act to the extent applicable;
  - (e) on the basis of the written representations received from the Directors as on 31<sup>st</sup> March, 2020 taken on record by the Board of Directors, none of the Directors is disqualified as on 31<sup>st</sup> March, 2020 from being appointed as a Director in terms of Section 164(2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure 'A'**;
  - (g) with respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197 (16) of the Act, as amended, since the Company is licensed to operate under Section 8 of the Act, the provisions of Section 197 of the Act as regards managerial remuneration are not applicable to the Company; and
  - (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
    - (i) the Company does not have any pending litigations which would impact its financial position in its financial statements;



- (ii) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- (iii) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



Mumbai, 24<sup>th</sup> November, 2020

SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No. 109982W  
by the hand of

*Augustine*  
Edwin P. Augustine  
Partner

Membership No.: 043385  
UDIN: 20043385AAAAFU2706

**ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT****Report on the Internal Financial Controls under Section 143(3)(i) of the Companies Act, 2013 (the 'Act')**

We have audited the internal financial controls over financial reporting of **Fight Hunger Foundation** (the 'Company'), as of 31<sup>st</sup> March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's responsibility for internal financial controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting, (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditor's responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by ICAI and deemed to be prescribed under Section 143 (10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial reporting.



**Meaning of internal financial controls over financial reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that: (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and the receipts and expenditure of the Company are being made only in accordance with authorisation of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

**Inherent limitations of internal financial controls over financial reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not to be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.


**Opinion**

In our opinion the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2020 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.



Mumbai, 24<sup>th</sup> November, 2020

SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No. 109982W  
by the hand of

  
Edwin P. Augustine  
Partner

Membership No.: 043385  
UDIN: 20043385AAAAFU2706

**FIGHT HUNGER FOUNDATION**  
Balance Sheet as at 31st March, 2020

Particulars	Note No.	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
<b>EQUITY AND LIABILITIES</b>			
<u>Shareholders' Funds</u>			
Share Capital	1	1,00,000	1,00,000
Reserves and Surplus	2	3,53,57,012	2,43,70,275
		<b>3,54,57,012</b>	<b>2,44,70,275</b>
<u>Non-Current Liabilities</u>			
Long-term provisions	3	19,04,611	9,50,441
		<b>19,04,611</b>	<b>9,50,441</b>
<u>Current Liabilities</u>			
Grant Received in Advance	4	10,16,49,207	11,10,69,021
Other Current Liabilities	5	17,82,521	14,55,295
Short-term provisions	6	55,610	10,264
		<b>10,34,87,338</b>	<b>11,25,34,580</b>
<b>Total</b>		<b>14,08,48,961</b>	<b>13,79,55,296</b>
<b>ASSETS</b>			
<u>Non-Current Assets</u>			
Property, Plant and Equipment			
- Tangible Assets	7	32,27,326	28,96,490
- Intangible Assets	7	1,72,547	1,96,538
Long Term Loan and Advances	8	9,59,500	3,34,500
Other Non-current Assets	9	15,23,736	4,11,76,013
		<b>58,83,109</b>	<b>4,46,03,541</b>
<u>Current Assets</u>			
Cash and Cash Equivalents	10	13,19,62,808	8,66,21,312
Short Term Loans & Advances	11	16,29,979	60,56,641
Other Current Assets	12	13,73,065	6,73,802
		<b>13,49,65,852</b>	<b>9,33,51,755</b>
<b>Total</b>		<b>14,08,48,961</b>	<b>13,79,55,296</b>

SIGNIFICANT ACCOUNTING POLICIES

17

NOTES TO FINANCIAL STATEMENTS

18

The accompanying notes are an integral part of the financial accounts

As per our report attached of even date

SHARP & TANNAN

Chartered Accountants

Firm's Registration No. 109982W

By the hand of

*Edwin P. Augustine*

Edwin P. Augustine

Partner

Membership No. 043385

Place: Mumbai

Date: 24th November, 2020



*Vipul Jain*

VIPUL JAIN

Director

DIN: 00142518

*Wasundhara Joshi*

WASUNDHARA JOSHI

Director

DIN: 02896028



Place: Mumbai

Date: 24th November, 2020



**Fight Hunger Foundation**  
**Income & Expenditure Account for the year ended 31st March, 2020**

Particulars	Note No.	2019-20 (Rs.)	2018-19 (Rs.)
<b>Income</b>			
Income from Grants and Donations	13	10,02,61,309	8,60,12,188
Other Income	14	67,74,691	52,23,781
		<b>10,70,36,000</b>	<b>9,12,35,969</b>
<b>Expenses:</b>			
Programme cost	15	8,06,22,339	7,42,39,996
Depreciation and Amortisation	7	12,75,496	8,72,669
General and Administrative cost	16	1,41,51,428	1,12,36,289
		<b>9,60,49,263</b>	<b>8,63,48,954</b>
Excess of Income Over Expenditure		1,09,86,737	48,87,015
<b>Tax Expenses: (Refer Note 18(8))</b>			
- Current tax		-	-
- Deferred tax		-	-
Surplus/ (Deficit) for the year		1,09,86,737	48,87,015
<b>Basic and Diluted Earnings per equity share:</b>	18(7)	1,098.67	488.70
Face value per equity share		10.00	10.00

<b>SIGNIFICANT ACCOUNTING POLICIES</b>	17
<b>NOTES TO FINANCIAL STATEMENTS</b>	18

The accompanying notes are an integral part of the financial accounts

As per our report attached of even date  
SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No. 109982W  
By the hand of

*Edwin P. Augustine*

Edwin P. Augustine  
Partner  
Membership No. 043385

Place: Mumbai  
Date : 24th November, 2020

*Vipul Jain*  
VIPUL JAIN  
Director  
DIN: 00142518

*Wasundhara Joshi*  
WASUNDHARA JOSHI  
Director  
DIN: 02896028

Place: Mumbai  
Date : 24th November, 2020



**Fight Hunger Foundation**  
**Statement of Cash Flows for the year ended 31st March, 2020**

Particulars	2019-2020 Rs.	2018-2019 Rs.
<b>A Cash flows from operating activities:</b>		
Excess of income over expenditure before tax	1,09,86,737	48,87,015
Adjustments for:		
Depreciation and amortization expense	12,75,496	8,72,669
Interest income	(67,61,121)	(52,23,781)
Operating surplus before working capital changes	55,01,112	5,35,903
Adjustments for		
(Increase)/ Decrease in Long Term Loan and Advances	(6,25,000)	77,800
(Increase)/ Decrease in Short Term Loan and Advances	44,26,662	(57,47,653)
(Increase)/ Decrease in Other Current Assets	(3,90,033)	(1,74,199)
Increase/ (Decrease) in Non Current Liabilities (Net)	9,54,170	2,81,072
Increase/ (Decrease) in Current Liabilities (Net)	(90,47,242)	4,77,89,457
Net change in working capital	8,19,671	4,27,62,379
<b>Cash from operating activities - A</b>	<b>8,19,671</b>	<b>4,27,62,379</b>
<b>B Cash flows from investing activities:</b>		
Interest received	64,51,890	47,96,166
Purchase of property, plant and equipment	(15,82,341)	(19,81,195)
<b>Net cash from investing activities - B</b>	<b>48,69,549</b>	<b>28,14,971</b>
<b>C Cash flows from financing activities - C</b>		
Net increase (decrease) in cash & cash equivalents (A+B+C)	<b>56,89,219</b>	<b>4,55,77,350</b>
Cash and cash equivalents at beginning of the year	12,77,97,325	8,22,19,975
<b>Cash and cash equivalents at the end of the year</b>	<b>13,34,86,544</b>	<b>12,77,97,325</b>
Net increase in cash and cash equivalents	<b>56,89,219</b>	<b>4,55,77,350</b>

Notes:

1 Statement of Cash Flows has been prepared under the indirect method as set out in the Accounting Standard (AS) 3 - Cash Flow Statement as specified in the Companies (Accounting Standards Rules, 2006).

2 Cash and cash equivalent included in the statement of cash flows comprises the following:-

	Rs.	Rs.
(i) Cash and the cash equivalent disclosed under current assets (Note 10)	13,19,62,808	8,66,21,312
(ii) Cash and cash equivalent disclosed under other Non current assets (Note 9)	15,23,736	4,11,76,013
Total cash and cash equivalent as per statement of cash flow as at the end of the year.	13,34,86,544	12,77,97,325

3 Previous year's figures have been regrouped / reclassified wherever applicable.

The accompanying notes are an integral part of the financial statements  
As per our report attached of even date  
SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No. 109982W  
By the hand of

*Augustine*  
Edwin P. Augustine  
Partner  
Membership No. 043385

Place: Mumbai  
Date : 24th November, 2020

*Vipul Jain*  
VIPUL JAIN  
Director  
DIN: 00142518

WASUNDHARA JOSHI  
Director  
DIN: 02896028

Place: Mumbai  
Date : 24th November, 2020



*Wasundhara*

**Fight Hunger Foundation**  
Notes forming part of Financial Statements

**Note 1: Share Capital**

Sr. No	Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
(a)	<b>AUTHORIZED</b> 50,000 Equity Shares of Rs. 10 each	5,00,000	5,00,000
(b)	<b>ISSUED, SUBSCRIBED AND FULLY PAID UP</b> 10,000 Equity Shares of Rs. 10 each	5,00,000	5,00,000
	<b>Total</b>	1,00,000	1,00,000
		1,00,000	1,00,000

**(c) Reconciliation of opening and closing share capital:**

Particulars	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	Rs.	No. of Shares	Rs.
Equity shares at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Add: Equity shares issued during the year	-	-	-	-
Equity shares at the close of the year	10,000	1,00,000	10,000	1,00,000

**(d) Terms/rights attached to equity shares:**

The Company has only one class of share capital, i.e. equity shares having face value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the equity shareholders are not eligible to receive any share in the remaining assets of the Company.

**(e) List of Shareholders holding more than 5% of Share Capital along with number of shares held:**

Sr. No	Name of the Share Holder	As at 31.03.2020		As at 31.03.2019	
		No. of shares held	Percentage	No. of shares held	Percentage
1	Mr. Vipul Jain	2,500	25%	2,500	25%
2	Mr. Ashwini Kakkar	2,500	25%	2,500	25%
3	Mr. T.C.A. Rangachari	2,500	25%	2,500	25%
4	Ms. Wasundhara Joshi	2,500	25%	2,500	25%

- (f) The aggregate number of equity shares allotted as fully paid up by way of bonus shares in immediately preceding five years ended 31st March, 2020 are NIL (Previous period of 5 years ended 31st March, 2019 are NIL).
- (g) The aggregate number of equity shares issued pursuant to contract, without payment being received in cash in immediately preceding five years ended 31st March, 2020 are NIL (Previous period of 5 years ended 31st March, 2019 are NIL).
- (h) The aggregate number of equity shares bought back in immediately preceding five years ended 31st March, 2020 are NIL (Previous period of 5 years ended 31st March, 2019 are NIL).
- (i) No shares have been reserved for issue under options and contracts/commitments for the sale of shares / disinvestment.
- (j) No securities are issued which are convertible into equity/preference shares during the year.



*Capt. Nand J.*



*Wasundhara*

**Fight Hunger Foundation**  
Notes forming part of Financial Statements

**Note 2: Reserves and Surplus**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Accumulated Surplus As per last Balance Sheet	2,43,70,275	1,94,83,260
Add: Surplus for the year	1,09,86,737	48,87,015
<b>Total</b>	<b>3,53,57,012</b>	<b>2,43,70,275</b>

**Note 3: Long-term provisions**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Provision for Employee Benefits: Provision for Gratuity	19,04,611	9,50,441
<b>Total</b>	<b>19,04,611</b>	<b>9,50,441</b>

**Note 4: Grant Received in Advance**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Grant received in Advance - FCRA account	4,81,11,763	6,44,09,286
Grant received in Advance - Local account	5,35,37,444	4,66,59,735
<b>Total</b>	<b>10,16,49,207</b>	<b>11,10,69,021</b>

**Note 5: Other Current Liabilities**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Audit Fee Payable	2,59,200	2,36,000
Statutory Dues Payable	12,79,418	12,19,295
Other Payable	2,43,903	-
<b>Total</b>	<b>17,82,521</b>	<b>14,55,295</b>

**Note 6: Short-term provisions**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Provision for Employee Benefits: Provision for Gratuity	55,610	10,264
<b>Total</b>	<b>55,610</b>	<b>10,264</b>



*Masumelkare*

*Capital Head of*



Note 7: Property Plant and Equipment

(A) Tangible Assets

Gross Block	Furniture and fixtures	Office equipments	Computers	Total
Balance as at 1 April 2018				
Additions	4,59,781	10,41,776	11,11,034	26,12,591
Disposals	10,700	8,69,708	11,00,787	19,81,195
Balance as at 31 March 2019	4,70,481	19,11,484	22,11,821	45,93,786
Balance as at 1 April 2019	4,70,481	19,11,484	22,11,821	45,93,786
Additions	1,07,000	3,95,760	10,79,581	15,82,341
Disposals	-	-	-	-
Balance as at 31 March 2020	5,77,481	23,07,244	32,91,403	61,76,127
<u>Accumulated Depreciation</u>				
Balance as at 1 April 2018				
Depreciation	74,730	3,35,551	4,38,337	8,48,618
Disposal	88,126	3,03,253	4,57,299	8,48,678
Balance as at 31 March 2019	1,62,856	6,38,804	8,95,636	16,97,296
Balance as at 1 April 2019	1,62,856	6,38,804	8,95,636	16,97,296
Depreciation	46,751	4,16,664	7,88,090	12,51,505
Disposal	-	-	-	-
Balance as at 31 March 2020	2,09,607	10,55,468	16,83,726	29,48,801
<u>Net Block</u>				
Balance as at 31 March 2019	3,07,625	12,72,680	13,16,185	28,96,490
Balance as at 31 March 2020	3,67,874	12,51,776	16,07,677	32,27,326

(B) Capital Work-in-progress

Balance as at 31 March 2019	Total
Balance as at 31 March 2020	-
	-



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(c) Intangible Assets

Gross Block	Software	Total
Balance as at 1 April 2018	3,13,327	3,13,327
Additions	-	-
Disposals	-	-
Balance as at 31 March 2019	3,13,327	3,13,327
Balance as at 1 April 2019	3,13,327	3,13,327
Additions	-	-
Disposals	-	-
Balance as at 31 March 2020	3,13,327	3,13,327
<u>Accumulated Depreciation</u>		
Balance as at 1 April 2018	92,798	92,798
Depreciation	23,991	23,991
Disposal	-	-
Balance as at 31 March 2019	1,16,789	1,16,789
Balance as at 1 April 2019	1,16,789	1,16,789
Depreciation	23,991	23,991
Disposal	-	-
Balance as at 31 March 2020	1,40,780	1,40,780
<u>Net Block</u>		
Balance as at 31 March 2019	1,96,538	1,96,538
Balance as at 31 March 2020	1,72,547	1,72,547

(D) Intangible Assets under development

	Total
Balance as at 31 March 2019	-
Balance as at 31 March 2020	-



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*Masundhara*



**Fight Hunger Foundation**  
Notes forming part of Financial Statements

**Note 8: Long Term Loan and Advances**  
( Unsecured, considered good)

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
<b>Deposits</b>		
Security Deposit - Sion Office	-	1,00,000
Security Deposit - Baran Office	12,200	12,200
Security Deposit - Dhar Office	9,500	9,500
Security Deposit - Dharni Office	50,000	50,000
Security Deposit - Jaipur Office	42,800	42,800
Security Deposit - Delhi Office	80,000	1,10,000
Security Deposit - Santacruz Office	5,00,000	-
Security Deposit - Jawahar Office	30,000	-
Security Deposit - Andheri Office	1,00,000	-
Security Deposit - Govandi Office	1,25,000	-
Deposit- others	10,000	10,000
<b>Total</b>	<b>9,59,500</b>	<b>3,34,500</b>

**Note 9: Other Non-current assets**  
( Unsecured, considered good)

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
<b>Fixed Deposits with banks with maturity more than 12 months</b>		
FCRA account	-	3,05,07,008
Local account	15,23,736	1,06,69,005
<b>Total</b>	<b>15,23,736</b>	<b>4,11,76,013</b>



*Masumalhar*

*Leptil Masumalhar*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements**

**Note 10: Cash and Cash Equivalents**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
<b>Cash and Cash Equivalents</b>		
<u>Balances with Bank in savings account</u>		
FCRA account	65,92,021	1,84,24,293
Local account	4,47,53,359	1,81,21,908
<u>Cash on Hand</u> (as taken and certified by management)	59,874	75,111
<b>Other Bank Balances</b>		
Fixed Deposits with banks with maturity more than 3 months but less than 12 months		
FCRA account	6,02,78,776	2,50,00,000
Local account	2,02,78,779	2,50,00,000
<b>Total</b>	<b>13,19,62,808</b>	<b>8,66,21,312</b>

**Note 11: Short Term Loans and Advances**  
**(Unsecured, considered good)**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Advances Recoverable in cash or kind for value to be received	3,91,959	5,44,391
Grant Receivable	4,05,490	51,11,843
Income-Tax Receivable - previous years	2,86,047	1,14,360
Income-Tax Receivable - current year	5,46,483	2,86,047
<b>Total</b>	<b>16,29,979</b>	<b>60,56,641</b>

**Note 12 : Other Current Assets (Unsecured considered good)**

Particulars	As at 31.03.2020 (Rs.)	As at 31.03.2019 (Rs.)
Interest Accrued on Fixed Deposits		
FCRA account	6,17,792	3,50,718
Local account	1,91,042	1,48,885
Other Receivable	5,64,231	1,74,199
<b>Total</b>	<b>13,73,065</b>	<b>6,73,802</b>



*Mamunelkare*

*Capital Head of*





**Fight Hunger Foundation**  
**Notes forming part of Financial Statements**

**Note 13: Income from Grants and Donations**

Particulars	2019-20 (Rs.)	2018-19 (Rs.)
<b>Grants and Donations</b>		
In FCRA account	6,14,48,647	7,63,57,177
In Local account	3,88,12,662	96,55,011
<b>Total</b>	<b>10,02,61,309</b>	<b>8,60,12,188</b>

**Note 14: Other Income**

Particulars	2019-20 (Rs.)	2018-19 (Rs.)
Fixed Deposit Interest from bank	54,44,809	26,61,595
Interest - saving bank	13,16,312	25,62,186
Interest on Income tax refund	6,920	-
Miscellaneous Income	6,650	-
<b>Total</b>	<b>67,74,691</b>	<b>52,23,781</b>

**Note 15: Programme Cost**

Particulars	2019-20 (Rs.)	2018-19 (Rs.)
Programme Staff Expenses	5,44,99,590	4,59,52,276
Treatment and Related Expenses	1,72,58,252	1,73,58,957
Advocacy	4,85,901	10,28,386
Field office support cost	25,08,598	26,46,655
Travel expenses	55,09,876	67,50,922
Communication	3,60,122	5,02,800
<b>Total</b>	<b>8,06,22,339</b>	<b>7,42,39,996</b>

**Note 16: General and Administrative cost**

Particulars	2019-20 (Rs.)	2018-19 (Rs.)
Non-programme staff salary	93,78,891	57,94,180
Administrative Expenses	38,25,965	35,84,073
Fund Raising Activities	6,25,193	15,87,108
Auditors Remuneration	3,21,379	2,70,928
<b>TOTAL</b>	<b>1,41,51,428</b>	<b>1,12,36,289</b>



*Capital head for*

*Wazumelhare*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**NOTE 17**

**Background**

Fight Hunger Foundation (Company) was incorporated on 16th August, 2012 under Section 25 of the Companies Act, 1956 (now section 8 of the Companies Act, 2013) in Mumbai with the purpose of eradicating malnutrition and protecting children from hunger in India. The Company is registered under the Foreign Contribution (Regulation) Act, 2010 bearing Registration Number: 083781496 vide letter number 0100025612015-dated 24th February, 2016 which is valid for a period of five years.

**Significant Accounting Policies**

**1. Basis of accounting**

The financial statements have been prepared on accrual basis under the historical cost convention in accordance with the generally accepted accounting principles in India, the Companies Act, 2013, to the extent applicable. The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets & liabilities and the disclosures relating to contingent liabilities as of the date of financial statements. Examples of such estimates include the useful lives of tangible assets, allowance for doubtful debts/advances, future obligations in respect of retirement benefit plans, etc. difference, if any, between the actual results & estimates is recognized in the period in which the results are known.

**2. Presentation and disclosure**

The Company has prepared the Financial Statements along with the relevant notes as per criteria set out in Schedule III to the Companies Act, 2013 and all the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III of above mentioned act. Operating cycle is assumed to be twelve months.

**3. Small and medium sized company**

The Company is a "small and medium sized company" as defined in Rule 2(1)(f) of the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 specified under Section 133 of the Companies Act, 2013. Accordingly, it has complied with the Accounting Standards to the extent applicable to such companies.



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*Capital Masumdhara*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**4. Revenue Recognition**

**Restricted Funds**

Revenue from restricted grants/donations is recognized during the year in the Income and Expenditure Account to the extent utilized to match the related expenditure. Restricted grants /donations remain unexpended at the balance sheet date are disclosed as "Grant Received in Advance" under other current liabilities.

Any unspent balance left over from the closed project will be written back in the same financial year to Income and Expenditure Account.

**Un-restricted Funds**

The Company receives un-restricted funds from donors. It is accounted for in the year of receipt. The excess of Income over expenditure during the year, being general purpose in nature is carried forward for use in the future periods.

**5. Other Income**

Interest income on Fixed Deposits from Bank is accounted on accrual basis.

Other Items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.

**6. Allocation of Salary**

Salary has been allocated in Program and Non Program Activities on the basis of proportion decided by the management.

**7. Employee Benefits**

**a. Short-term employee benefits**

All employee benefits like salaries, wages, short-term compensated absences, etc. falling due wholly within twelve months of rendering the service are classified as short-term employee benefits.

**b. Post-employment benefits**

**i) Defined contribution plans**

The Company's state governed provident fund and employee pension scheme are the defined contribution plans. Contribution is made in accordance with the provisions of the Employees Provident Fund and Miscellaneous Provisions Act, 1952 and is recognized as an expense on the accrual basis.

**ii) Defined benefit plans**

The Company provides for gratuity, a defined benefit plan covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death,



*Wasundhara*

*Capital Head*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

incapacitation, of an amount based on the respective employee's salary and the tenure of employment.

The present value of the obligations for the gratuity is determined based on actuarial valuation using the projected unit credit method that recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flow. The discount rates used for determining the present value of the obligation is based on market yield on Government securities at the balance sheet date, having maturity periods approximating to the terms of related obligations. The fair value of the plan assets is reduced from the obligation to recognised the obligation on a net basis.

Provision for gratuity is made in the financial statement is not funded.

**8. Property, plant and equipment**

**a. Tangible Assets**

Property, plant and equipment (PPE) are stated at cost net of recoverable taxes, accumulated depreciation and impairment losses if any. All costs including finance costs and expenses incidental to acquisition and installation attributable to property, plant and equipment till the date of readiness of their use are capitalized.

PPE are eliminated from financial statements, either on disposal or when retired from active use. Generally, such retired assets are disposed off soon thereafter.

Residual value of all the above assets is considered as Rs. NIL.

The estimated useful life and residual value are reviewed at each reporting date and the effect of any change in the estimates in useful life/residual value is accounted on prospective basis.

**b. Intangible Assets**

Intangible Assets are stated at cost which is directly attributable and allocated in making the Asset. Residual value of all the above assets is considered as Rs. NIL.

**9. Depreciation / Amortisation**

**a. Tangible Assets**

Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. Depreciation on assets added or deleted during the year is provided for on pro-rata basis (number of days).

**b. Intangible Assets**

Software is amortised over the period of ten years.



*Masumalhar*

*Lajpat Prasad*

**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**10. Foreign Currency Transactions**

- a. The reporting currency of the company is Indian Rupee
- b. Foreign currency transactions are recorded on initial recognition in the reporting currency using the exchange rate at the date of transaction.
- c. At each balance sheet date, foreign currency monetary items are reported using the closing rate.
- d. Exchange differences that arise on settlement of monetary items at each balance sheet date at the closing rate are recognised as income or expense in the period in which they arise.

**11. Taxation**

The Company is exempt from income tax under Section 12AA of the Income Tax Act ("Act"), 1961 and apart from tax liability, if any, on anonymous donations under Section 115BBC of the Act, no provision for taxation is required. Since the Company is exempt from income tax, no deferred tax (asset or liability) is required to be recognized in respect of timing differences.

Current tax, if any, will be determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the Income Tax Act 1961, and based on outcome of assessments / appeals.

**12. Provisions, Contingent Liabilities and Contingent Assets**

- (a) A provision is recognised if, as a result of a past event the Company has a present legal obligation that is reasonably estimable and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimates of the outflow of economic benefits required to settle the obligation at the reporting date.
- (b) A disclosure for contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.
- (c) Contingent assets are neither recognised nor disclosed in the financial statements.

**13. Events Occurring After Balance Sheet Date:**

Where material, events occurring after the Balance sheet date are considered upto the date of approval of accounts by the Board of Directors.



*Masumelkhare*

*Tejpal Masumelkhare*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**NOTE 18**

**Other Notes to Financial Statements**

**1. Contingent Liabilities**

- (a) There are no claims against the company acknowledged as debts.  
 (b) There are no other Contingent Liability as on date.

**2. Commitments**

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs Nil (Previous year Rs. Nil).

**3. Disclosure pursuant to Accounting Standard (AS) 15 (Revised) "Employee benefits"**

**Defined contribution plans:**

Amount of Rs. 3,447,817/- (Previous year : Rs. 2,763,974/-) is recognised as an expense and included in Programme Staff Expense and Non-programme staff salary as under the following defined contribution plans.

Benefits / (Contribution to)	2019-20 Rs.	2018-19 Rs.
Provident Fund	2,822,299	2,182,130
Employee state insurance scheme	625,518	581,844
<b>Total</b>	<b>3,447,817</b>	<b>2,763,974</b>

**Defined benefit plans:**

- a) The amounts recognized in the Balance Sheet in respect of Gratuity Fund (Unfunded) are as follows –

	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Present value of unfunded obligations at the end of the period	1,960,221	9,60,705
Less : Fair Value of Plan Assets	-	-
Amount to be recognized as liability at the end of the period	1,960,221	9,60,705
Amount reflecting in the Balance Sheet as Current Liability	55,610	10,264
Amount reflecting in the Balance Sheet as Non – current Liability	1,904,611	950,441



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 FIGHT HUNGER FOUNDATION  
 Mumbai  
*Sudipul Mehadgi*

**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

- b) The amounts recognized in the Income & Expenditure Account for gratuity liability are as follows:-

	Year ended 31.03.2020 Rs.	Year ended 31.03.2019 Rs.
Current Service Cost	649,241	432,187
Interest Cost	74,057	52,302
Net Actuarial Losses/(Gains) recognized in the year	276,218	(198,654)
<b>Expenses recognized in the Income &amp; Expenditure Account</b>	<b>999,516</b>	<b>285,835</b>

- c) The changes in the present value of defined benefit obligations (relating to gratuity liability) representing reconciliation of opening and closing balances thereof are as follows:-

	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Opening balance of the present value of defined benefit obligations	960,705	674,870
Add:-Current Service Cost	649,241	432,187
Add:- Interest Cost	74,057	52,302
Add/(Less):- Actuarial Losses/(Gains)	276,218	(198,654)
Less:-Benefit Paid	-	-
<b>Closing balance of the present value of defined benefit obligations</b>	<b>19,60,221</b>	<b>960,705</b>

- d) Principal actuarial assumptions as at the Balance Sheet date:

	As at 31.03.2020	As at 31.03.2019
Discount Rate (p.a)	6.85 % per annum	7.75 % per annum
Salary Escalation rate (p.a)	7.00% per annum	7.00% per annum

- 1) Discount Rate:

The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligations.



*Nasundhare*  
*Principal Member*

**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

2) Expected Rate of Return on Plan Assets:

This is based on our expectation of the average long term rate of return expected on investments of the Fund during the estimated term of the obligations.

3) Salary Escalation Rate:

The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

4) Retirement Age:

The employees of the Company are assumed to retire at the age of 65 years.

5) Mortality:

Published rates under the Indian Assured Lives Mortality (2006-08) Ult table.

4. Segment Reporting

The Company being a "small and medium sized company" as defined in Rule 2(1)(f) of the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 specified under Section 133 of the Companies Act, 2013, the information as regards Accounting Standard 17 Segment Reporting is not required to be given.

5. Disclosures as required by Accounting Standard (AS) 18 Related Party Disclosures:

The name of related parties of the Company and their relationship, as required to be disclosed under Accounting Standard 18, are as follows:

**Key Management Personnel:**

Sr. No.	Name	Relationship
1	Mr. Ashwini Kakkar	Chairman
2	Mr. Vipul Jain	Director
3	Mr. T.C.A. Rangachari	Director
4	Ms. Wasundhara Joshi	Director

The following transactions were carried out with the related parties in the ordinary course of business:

Particulars	2019-20 Rs	2018-19 Rs
<b>Professional Fees for services received</b>		-
Ms. Wasundhara Joshi*	796,500	3,134,587

(\*paid to an entity in which the director has significant influence)



*Wasundhara*  
  




**Fight Hunger Foundation**  
Notes forming part of Financial Statements 2019-20

**6. Leases:**

The Company has not entered into any finance lease as specified in the Accounting Standard 19.

The Company has however, taken commercial premises under cancellable operating leases, the future minimum lease payments in respect of which are as follows:

Sr, No	Particulars	As at 31.03.2020	As at 31.03.2019
		Rs.	Rs.
1	Payable not later than 1 year	3,271,167	1,933,241
2	Payable later than 1 year and not later than 5 years	7,056,961	1,787,500
3	Payable later than 5 years		-
	<b>Total</b>	<b>10,328,128</b>	<b>3,720,741</b>

These lease agreements are normally renewed on expiry, wherever required. There are no exceptional or restrictive covenants in the lease agreements.

Lease rental expense Rs. 3,879,765 ; (Previous year Rs. 2,388,559).

Contingent rent recognized in the Income and Expenditure Account Rs. NIL (Previous year Rs. NIL)

**7. Earnings Per Share**

The disclosure requirements in respect of Accounting Standard, AS 20 on Earnings Per Share are as under:

Particulars	2019-20	2018-19
Excess of Income over Expenditure for the year (Rs.) (A)	10,986,737	4,887,015
Weighted average number of equity shares (B)	10,000	10,000
Earnings per share – Basic and diluted (Rs.) (A / B)	1098.67	488.70
Nominal value per share (Rs.)	10	10



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*Capital Market*



**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**8. Income Tax**

The Company is exempt from income tax under Section 12AA of the Income Tax Act ("Act"), 1961 and apart from tax liability, if any, on anonymous donations under Section 115BBC of the Act, no provision for taxation is required. Since the Company is exempt from income tax, no deferred tax (asset or liability) as per Accounting Standard 22- Accounting for taxes on income is required to be recognized in respect of timing differences.

**9. Disclosures required under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED ACT)**

The Company has not received information from any of its vendors regarding their status under the MSMED ACT, in absence of the above information disclosure relating to dues which were outstanding for more than 45 days as at 31<sup>st</sup> March, 2020 together with interest payable, if any, under this Act was not possible.

**10. Remuneration to Managing Committee / Board of Directors**

The Members of the Managing Committee/Board of Directors of the Company were not paid any remuneration/sitting fees for the current year (Previous year Rs. Nil)

**11. Appointment of Whole- Time Secretary.**

Since Paid up Capital of the company is less than the threshold limit as prescribed under section 203 of The Companies Act 2013, there is no requirement to appoint whole- time secretary.

**12. Corporate Social Responsibility.**

The Management of the company is of the view that the company does not fall within the purview of Section 135 of The Companies Act 2013, hence there is no obligation for compliance of the above section.

**13. COVID-19**

The Company has at the time of approving the financial statements considered the possible effects that may result from the pandemic relating to COVID-19 on its operation/ activities and is of the view there is no material impact on the financial statements. The management continues to evaluate the impact of COVID-19 situation on the operation/ activities of the company.

**14. Earning in Foreign Currency**

Amount received during the year in foreign currency

Particulars	2019-20 Rs.	2018-19 Rs.
Income from Grant/Donation	37,224,013	63,623,546
<b>Total</b>	<b>37,224,013</b>	<b>63,623,546</b>



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**Fight Hunger Foundation**  
**Notes forming part of Financial Statements 2019-20**

**15. Expenditure in Foreign Currency**

Amount remitted during the year in foreign currency, on account of expenses

Particulars	2019-20 Rs.	2018-19 Rs.
Travelling & Conveyance	49,469	65,069
<b>Total</b>	<b>49,469</b>	<b>65,069</b>

**16. Auditors' Remuneration ( Inclusive of applicable taxes)**

Particulars	2019-20 Rs.	2018-19 Rs.
Statutory Audit	212,400	177,000
Taxation services	23,600	23,600
Certification	70,800	59,000
Reimbursement of Out of pocket expenses	14,579	11,328
<b>Total</b>	<b>321,379</b>	<b>270,928</b>

**17. Previous Year's figures**

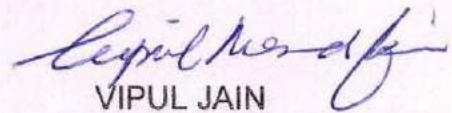
Previous year's figures have been regrouped / reclassified, wherever necessary to make them comparable with those of the current year.

SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No.109982W  
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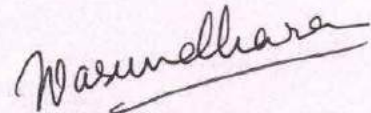


Edwin P Augustine  
Partner  
Membership No. 043385

Place: Mumbai  
Date : 24<sup>th</sup> November, 2020



VIPUL JAIN  
Director  
DIN: 00142518



WASUNDHARA JOSHI  
Director  
DIN: 02896028

Place: Mumbai  
Date : 24<sup>th</sup> November, 2020

