

INDEPENDENT AUDITORS' REPORT

To
The Members of
M/s Waste Management Society
New Delhi

Report on Financial Statements

We have audited the accompanying financial statement of **Waste Management Society ("the Society")** which comprises the Balance Sheet as at March 31, 2016, and the Income and Expenditure Account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Trust in accordance with the Accounting standards and accounting principles generally accepted in India. This responsibility includes design, implementation and maintenance of adequate internal control 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 these financial statements based on our audit.

We have conducted our audit in accordance with 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 are free of material misstatements.

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 Society'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 Society 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 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.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of Balance Sheet, the state of affairs of the society as at 31st March, 2016
- b) In the case of Income and Expenditure account of the surplus for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. We report that:

- (a) we have 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 Society so far as it appears from our examination of such books;
- (c) the Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account;

For Luthra & Luthra
Chartered Accountants
Reg. No. 002081N




Nilesh Mehta
Partner
M. No. 093847

Place : New Delhi
Date : 28/11/2016

M/s WASTE MANAGEMENT SOCIETY
BALANCE SHEET AS ON 31.03.2016

Particulars	Notes	As on March 31, 2016		As on March 31, 2015	
		Rupees	Rupees	Rupees	Rupees
I. SOURCES OF FUNDS					
1 Reserves and surplus	3	89,520,432	89,520,432	47,226,404	47,226,404
2 Current Liabilities	4	6,922,842	6,922,842	5,268,994	5,268,994
			<u>96,443,275</u>		<u>52,495,398</u>
II. APPLICATION OF FUNDS					
1 Non current Assets					
(a) Fixed assets					
(i) Tangible Assets	5	32,247,238		22,435,377	
(ii) Intangible Assets		-			
(b) Long Term Loans & Advances	7	32,760,096	65,007,334	14,910,710	37,346,087
2 Current assets					
(a) Cash and cash equivalents	6	21,497,186		6,709,747	
(b) Current Assets	8	6,212,653		5,572,870	
(c) Short Term Loans and Advances	9	3,726,101		2,866,694	15,149,311
			<u>31,435,940</u>		
			<u>96,443,275</u>		<u>52,495,398</u>

Summary of significant accounting policies and notes to financial statements 2

The notes referred to above form integral part of the financial statements

This is the Balance sheet referred to in our report of even date


For Luthra & Luthra
Chartered Accountants
Reg. No. 002081N



CA Nitesh Mehta
Partner
M. No. 093847

Place: New Delhi
Date: 28/11/2016

For and on behalf of the Board of Trustees of Waste Management Society


Mr. Ivan Raskino
(President)


Mr. Nitin Bhimrao Sardar
(Vice President)


Abhijit Parage
(Secretary)

M/s WASTE MANAGEMENT SOCIETY
INCOME & EXPENDITURE ACCOUNT FOR THE PERIOD ENDING 31.03.2016

Particulars	Notes	For the period March 31,	For the period March 31, 2015
		2016	(Rs.)
		(Rs.)	(Rs.)
I. Grant Income	10	431,834,269	222,141,348
II. Other income	11	1,075,356	290,039
III. Total revenue (I+II)		432,909,625	222,431,387
IV. Expenses:			
(1) Programme expenses	12	274,982,765	131,972,139
(2) Depreciation & Amortization Expenses	5	10,490,275	4,227,660
(3) Other expenses	13	105,142,558	57,298,122
Total expenses		390,615,597	193,497,921
V Excess of Income over expenditure		42,294,028	28,933,466

Summary of significant accounting policies and notes to financial statements 2

The notes referred to above form intergral part of the financial statements

This is the Statement of profit and loss referred to in our report of even date

For Luthra & Luthra
Chartered Accountants
Reg. No. 002081N


Nileshe Mehta
Partner
M.No. 093847


Place: New Delhi

Date: 28/11/2016

For and on behalf of the Board of Trustees of Waste Management Society


Mr. Ivan Raskino
(President)


Mr. Nitin Bhimrao Sardar
(Vice President)


Abhijit Parage
(Secretary)

M/s WASTE MANAGEMENT SOCIETY
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Note 1 General Information

Waste Management Society was incorporated under the provisions of the Section 21 of the Society Registration Act, 1860 on 17th April 2002 as a society and registered as public trust as per the Bombay Public Trust Act, 1950 (NO. 29 of Act of 1950) as on 2nd December 2002 at Serial No. F 709 (Th) having its registered office at 13 - Ruikarwadi, Civil Lines, Yavatmal, Tal & District Yavatmal. The Society was formed to carry out activities related to protecting lives of people from all forms of slavery, preventing, tackling and eliminating all forms of human rights violation and relieve the sufferings, advancement of education and raising of public awareness through research of the causes and effects of human rights abuses and dissemination of results thereof.

Note 2 Summary of Significant Accounting Policies

a) **Basis of preparation of financial statements**

The financial statements are prepared under the historical cost convention, accrual basis of accounting, in accordance with the India's generally accepted accounting principles and applicable accounting standards issued by the Institute of Chartered Accountants of India.

b) **Use of Estimates**

The preparation of financial statements, in conformity with the generally accepted accounting principles, requires management to make estimates and make assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingencies as at the date of the financial statements and reported amount of income and expenses during the period. Examples of such estimates include accounting for rates and taxes, and provisions etc. Contingencies are recorded when it is probable that a liability will be incurred, and amount can be reasonably estimated. Actual results could differ from those estimates.

c) **Revenue Recognition**

Revenue from Grants has been recognized when the right to receive is established and related conditions fulfilled. Interest is accounted for on time proportion basis. Other income is recognised on accrual basis when the recognition criteria are met and there is no uncertainty with regard to the collection of income.

d) **Recognition of Expenditure**

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities.

e) **Fixed Assets**

Fixed assets are shown at historical cost less current/ accumulated depreciation. The society capitalizes all direct cost including borrowing cost up to the date of commercial use of such assets.

Mobile handsets used by staff upto Rs. 25,000 have not been capitalised as their useful life is not expected to be more than one year and their residual value is also not significant.

f) **Depreciation / Amortisation**

Depreciation on assets is provided on Written down Value method, in accordance with the rates prescribed as per Income tax Act, 1961. Items of Fixed Assets acquired during the year costing up to Rs.5,000/- are fully depreciated.

Leasehold improvements have been depreciated on straight line basis over the lease period.

g) **Taxation**

Waste Management Society is registered as a Charitable Society under section 12AA of the Income Tax Act, 1961. Accordingly the society has been granted exemption from payment of Income tax under the provisions of Section 12A(1)(a) of the Act, w.e.f. the Assessment Year 2010-11. The stated provision confers the benefit of exemption in respect of any income of society existing wholly for Charitable purposes and not for profit. Since Waste Management Society is an independent entity, therefore no provision for taxes has been made in the accounts.

h) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- (i) the society has a present obligation as a result of a past event,
- (ii) a probable outflow of resources is expected to settle the obligation and
- (iii) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain

Contingent Liability is disclosed in the case of



(i) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle
(ii) a possible obligation, unless the probability of outflow of resources is remote.
Contingent Assets are neither recognised, nor disclosed.
Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance sheet date.

i) **Employee Benefits**

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and bonus etc. are recognized in the Statement of Income and Expenditure in the period in which the employee renders the related service.

Defined contribution plans

The Society's provident fund scheme is a defined contribution plan. A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions and will have no obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in the Statement of Income and Expenditure when they are due.

Defined benefit plans

The Society's gratuity plan is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on an actuarial valuation by an independent actuary using the Projected Unit Credit Method, which recognizes 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 flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on Government securities as at the valuation date. Actuarial gains and losses are recognized immediately in the Statement

Other long term employee benefits

Benefits under the Society's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary at the year end. Actuarial gains and losses are recognized immediately in the Statement of Income and Expenditure



M/s WASTE MANAGEMENT SOCIETY
NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31.03.2016

Note 3 Reserves and surplus

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
General Reserve		
Balance brought forward from previous year	47,226,404	18,292,938
Surplus/(Deficit)	42,294,028	28,933,466
Closing balance as at 31st March	89,520,432	47,226,404

Note 4 Current Liabilities

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
Interest Payable	-	12,751
TDS Payable	204,531	65,205
Professional Tax Payable	58,631	
PF Payable	757,719	
Provision for Employee Benefits	2,549,470	
Expenses Payable	3,344,069	5,070,203
Sundry Creditors	8,423	120,835
	6,922,842	5,268,994

Note 6 Cash and cash equivalents

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
- Cash at Hand	38,319	39,015
- Cash at Bank		
FCRA A/c	20,457,442	6,669,363
Local a/c	1,425	1,369
- Fixed Deposits (FCRA)	1,000,000	
	21,497,186	6,709,747

Note 7 Long Term Loans & Advances

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
Rent Deposit	32,760,096	14,910,710
	32,760,096	14,910,710



Note 8 Current Assets

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
Justice and Care India	5,572,870	5,572,870
Prepaid Expenses	558,718	
TDS Receivable	81,065	
	<u>6,212,653</u>	<u>5,572,870</u>

Note 9 Short Term Loans & Advances

Particulars	As At 31 March-2016	As at 31 March-2015
	(Rs)	(Rs)
Advance to Vendors	2,811,616	2,524,004
Advances to Staff / Others	914,485	342,690
	<u>3,726,101</u>	<u>2,866,694</u>

Note 10 Direct Incomes

Particulars	Year Ended 31 March-2016	Year Ended 31 March-2015
	(Rs)	(Rs)
Grant - Justice and Care Netherland	6,782,826	27,575,146
Grant - Justice and Care UK	425,051,443	194,566,202
	<u>431,834,269</u>	<u>222,141,348</u>

Note 11 Other Income

Particulars	Year Ended 31 March-2016	Year Ended 31 March-2015
	(Rs)	(Rs)
Interest on Fixed Deposit	405,321	
Interest on Saving Bank	646,437	290,039
Other Income	23,598	
	<u>1,075,356</u>	<u>290,039</u>



Note 12 Programme Expenses

Particulars	Year Ended 31 March-2016	Year Ended 31 March-2015
	(Rs)	(Rs)
Salaries and Professional fees	125,817,917	58,678,849
Welfare expenses	1,154,838	749,927
Rent and Maintenance	33,156,852	26,212,373
Electricity Expenses	1,935,120	1,643,482
Rescue & Care Expenses:		
Aftercare	26,914,696	20,822,636
Employment Creation	6,174,671	513,381
Campaign and PR	444,261	87,419
Case Management & Communication	1,403,713	1,075,588
Community Relation		
Intervention	5,445,841	1,177,131
Investigation	1,433,118	5,512,536
Legal	21,424,345	6,602,811
Medical Unit	13,966,551	6,329,450
Networking	1,480,250	183,388
Research	11,472,799	1,650,247
Ops smile II	1,673,768	732,920
Missing Persons Programme	20,515,738	-
	568,288	-
	274,982,765	131,972,139

Note 13 Other Expenses

Particulars	Year Ended 31 March-2016	Year Ended 31 March-2015
	(Rs)	(Rs)
Salaries- Admn	17,489,282	-
Welfare expenses	350,818	235,775
Legal & Professional Fees	37,305,946	23,065,224
Rent and Maintenance- Admn	10,072,420	8,241,088
Travel	11,438,000	6,946,240
Conference Expenses	9,813,930	6,009,200
Accommodation	4,304,065	3,969,911
Audit Fees	887,375	730,340
General Office Expenses	3,111,356	1,333,830
Electricity Expenses -Admn	587,853	516,706
Telephone & Mobile Expenses	4,299,349	3,282,325
Staff Training	1,460,556	279,665
Miscellaneous Expenses	466,798	280,305
Insurance	442,038	5,828
Printing & Stationery	917,288	598,557
Postage & Courier	111,184	99,904
Vehicle Hire	741,070	515,712
Interest on TDS	11,013	27,466
Bank Charges	29,609	19,026
Total	105,142,558	57,298,122

Auditor's Remuneration:

Particulars	Year Ended 31 March-2016	Year Ended 31 March-2015
Audit fees*	887,375	730,340
Tax Matters*	224,302	219,102
Other Services*	281,574	263,940
Total	1,393,251	1,213,382

*Includes Service Tax



Note 14 The expenses relating to Rent, Repairs & Maintenance and Electricity Charges incurred by the society has been allocated proportionately to direct expenses on the basis of head counts.

Note 15 Employee Benefits

(a) Expenses recognized in the Statement of Profit & Loss in respect of Employee Benefits is as under:

Particulars	March 31, 2016
Employer's contribution to provident fund and other funds	1,678,928
Gratuity	575,392
Leave Encashment	1,974,078

(b) During the year, the Society has got actuarial valuation done for the first time for ascertaining its leave encashment liability and gratuity liability. Principal actuarial assumptions used for actuarial valuation of defined benefit obligation for leave encashment is as follows:

Particulars	March 31, 2016	
	Gratuity	Leave encashment
Discount Rate	8.00%	8.00%
Future Salary Increase	5.50%	5.50%
Expected Rate of Return on Plan assets	0.00%	0.00%
Expected average remaining working lives of employees	26.51 Years	26.37 Years

**Note 16 The disclosure as per AS 18 – Related Party Disclosure :
Related Party Transactions**

Key Managerial Persons

Mr. Nitin Bhimrao Sardar
Ivan Raskinho

Transactions with Related Parties :- Rs. Nil (Previous year Rs. Nil)

- Note 17**
- i) Estimated amount of contracts remaining to be executed on capital account and not provided for is Nil.
 - ii) Contingent liabilities of the Society and claims against the society not acknowledged by the society as certified by the management for the year is ` Nil.


Note 18 The society is registered with the Ministry of Home Affairs under the Foreign Contribution Regulation Act vide reg. no. 084010051.

Note 19 Third Party balances are subject to confirmation.

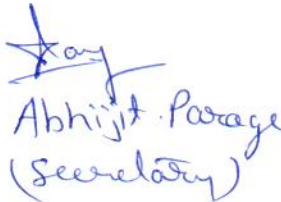
Note 20 Previous years figures have been regrouped / recast wherever necessary to confirm to current year classification.

For and on behalf of the Board of Trustees of Waste Management Society


Mr. Ivan Raskino
(President)


Mr. Nitin Bhimrao Sardar
(Vice President)




Abhijit Pasage
(Secretary)

M/s WASTE MANAGEMENT SOCIETY
NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31.03.2016

Note 5

ASSETS	As on 01.04.15	Additions		Total Addition during the year	Deletion		Total Deletion during the year	Total	Rate	Depreciation	WDV as at 31.03.2016
		More than 180 days	Less than 180 days		More than 180 days	Less than 180 days					
Furniture & Fixtures	176,241	92,205	395,724	487,929	-	-	-	664,170	10%	76,515	587,655
Computers & Software	2,607,995	2,661,875	3,118,959	5,780,834	-	-	-	8,388,829	60%	4,097,611	4,291,218
Office Equipment	2,804,049	1,720,237	462,070	2,182,307	-	-	-	4,986,356	15%	772,472	4,213,884
Vehicles	10,479,680	2,662,922	-	2,662,922	-	238,381	238,381	12,904,221	15%	1,953,512	10,950,709
Airconditioner & Coolers	-	112,840	-	112,840	-	-	-	112,840	15%	16,926	95,914
Land and Building	125,875	-	-	-	-	-	-	125,875	0%	-	125,875
Leasehold Improvement	6,241,537	-	9,313,685	9,313,685	-	-	-	15,555,222	-	3,573,239	11,981,983
TOTAL	22,435,377	7,250,079	13,290,438	20,540,517	-	238,381	238,381	42,737,513		10,490,275	32,247,238

