

SINGH KRISHNA & ASSOCIATES

Chartered Accountants

8, Second Floor, Krishna Market, Kalkaji, New Delhi - 110 019
Tel.: 32500444, Telefax: 40590344, e-mail: skacamail@gmail.com

INDEPENDENT AUDITORS' REPORT

To the Trustees of

Breakthrough Trust

Report on the Financial Statements

We have audited the accompanying financial statements of Breakthrough Trust (the Trust), which comprise the Balance Sheet as at March 31, 2015 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 of the Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Trust in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of 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.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the Trust's preparation and fair presentation of the financial statements 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 the Trust's internal control. An audit also includes evaluating the appropriateness of 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.

Auditors' Report and Opinion

We report that:

- (i) 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;
- (ii) in our opinion, proper books of account as required by law have been kept by the Trust so far as appears from our examination of the books;
- (iii) the Balance Sheet and the Income and Expenditure Account dealt with by this report are in agreement with the books of account;




- (iv) in our opinion, the Balance Sheet and the Income and Expenditure Account dealt with by this report comply with the applicable accounting standards issued by the Institute of Chartered Accountants of India;
- (v) in our opinion and to the best of our information and according to the explanations given to us, the 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, of the state of affairs of the Trust as at March 31, 2015; and
 - b) in the case of the Income and Expenditure Account, of the surplus of the Trust for the year ended on that date.

Emphasis of Matter

We draw attention to Note No. 9 of Schedule – 10 'Accounting Policies and Notes on Accounts' regarding receipt of foreign contribution (FC) inadvertently in a bank account other than FC designated bank account of Breakthrough Trust during the financial year 2013-14 and utilisation of ₹ 13,20,173.80 in the financial year 2014-15 from the bank account in which the FC was actually received. Our opinion is not qualified in respect of this matter.

for Singh Krishna & Associates
Chartered Accountants
Firm's Registration No. 008714C


(Krishna Kumar Singh)
Partner
M. No. 077494



Place : New Delhi

Date : Aug. 10, 2015

BREAKTHROUGH TRUST
E-1A, FIRST FLOOR, KAILASH COLONY, NEW DELHI - 110048
BALANCE SHEET AS AT MARCH 31, 2015

LIABILITIES	SCHEDULE #	AMOUNT ₹	AMOUNT ₹	ASSETS	SCHEDULE #	AMOUNT ₹	AMOUNT ₹
SETTLER'S FUND				FIXED ASSETS	3		1,410,059.00
GENERAL FUND				RESTRICTED FUNDS (GRANTS)			
Opening Balance				Grants Receivable	1		11,401,314.55
Add: Amount transferred from Income and Expenditure Account		28,480,905.85		CURRENT ASSETS, LOANS, ADVANCES, ETC.			
DEFERRED REVENUE FUND				CURRENT ASSETS			
Opening Balance				Cash in Hand		125,445.00	
Add: Fixed Assets Acquired out of Restricted Funds (Grants)		3,360,609.65		Cash at Bank	4	68,279,700.81	68,405,145.81
Less: Amount equivalent to depreciation charged on such assets transferred to Income and Expenditure Account			1,062,510.00	LOANS, ADVANCES, ETC.			
			684,390.00	Security Deposits		441,000.00	
RESTRICTED FUNDS (GRANTS)				Income Tax Recoverable		1,818,749.18	
Unutilised Grants	1		524,011.00	Prepaid Expenses		139,276.00	
CURRENT LIABILITIES AND PROVISIONS				Advances	5	2,018,835.30	4,417,860.48
Liability for Expenses	2						
Duties and Taxes			2,294,134.38				
Provision for Gratuity			447,210.00				
			2,933,017.00				
TOTAL			85,634,379.84	TOTAL			85,634,379.84

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Accounting Policies and Notes on Accounts

As per our Report of even date attached

for Singh Krishna & Associates

Chartered Accountants

Firm's Registration No. 008714C

Singh Krishna & Associates

(Krishna Kumar Singh)

Partner

M. No. 077494

Place: New Delhi

Date: Aug. 10, 2015



for Breakthrough Trust

Sorabh Khatri
(Sorabh Khatri)
Vice President & Country Director



Benu Kumar
(Benu Kumar)
Trustee

BREAKTHROUGH TRUST
E-1A, FIRST FLOOR, KAILASH COLONY, NEW DELHI - 110048

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2015

PARTICULARS	SCHEDULE #	AMOUNT ₹	AMOUNT ₹	PARTICULARS	SCHEDULE #	AMOUNT ₹	AMOUNT ₹
EXPENSES				INCOMES			
Personnel Expenses	6	31,984,774.03		Restricted Grants Availed/ Utilised	1		89,930,871.09
Consultancy Expenses	7	27,914,819.00		Interest on Savings Bank Account			500,547.44
Establishment Expenses	8	3,760,747.44		Interest on Fixed Deposit Accounts			4,911,440.72
Information Dissemination		9,898,858.03		Miscellaneous Receipts			582,625.83
Meeting, Trainings, Workshops and Seminars		10,588,564.07		Donations			66,940.35
Communication Expenses	9	959,957.50		Appropriation from Deferred Revenue Fund			524,011.00
Travel Expenses		7,513,259.71		Payables Written-off			2,078.00
Depreciation		536,925.00					
Excess of Income over Expenditure transferred to General Fund			93,157,904.78				
			3,360,609.65				
TOTAL			96,518,514.43	TOTAL			96,518,514.43

Accounting Policies and Notes on Accounts 10

As per our Report of even date attached

for Singh Krishna & Associates
Chartered Accountants
Firm's Registration No. 008714C

Singh Krishna & Associates

(Krishna Kumar Singh)

Partner

M No 077494

Place *New Delhi*
Date *Aug. 10, 2015*



for Breakthrough Trust

Sonali Khan

(Sonali Khan)

Vice President & Country Director

Benu Kumar

(Benu Kumar)

Trustee



BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

SCHEDULE 1 - RESTRICTED FUNDS (GRANTS)

Particulars	Opening Balance as on April 01, 2014		Grants Received/ Interest Allocated During the Year	Total	Availed/ Utilised & Credited to the Income and Exp. A/c	Availed/ Utilised & Credited to the Revenue Fund	Total Utilisation	Closing Balance as on March 31, 2015	
	Unutilised Grants	Grants Receivable						Unutilised Grants	Grants Receivable
Asia Foundation	-	-	543,070.00	543,070.00	233,312.00	-	233,312.00	309,758.00	-
Catapult	1,171,804.13	-	1,006,264.00	2,178,068.13	1,272,943.13	-	1,272,943.13	905,125.00	-
Ford Foundation	-	-	6,331,493.44	6,331,493.44	1,438,357.86	-	1,438,357.86	4,893,135.58	-
Google India Pvt Ltd	13,830,249.25	-	13,830,249.25	13,830,249.25	4,118,782.25	243,544.00	4,362,326.25	9,467,923.00	-
HDF	7,359,557.46	-	7,539,257.46	7,539,257.46	7,465,057.46	74,200.00	7,539,257.46	-	-
IDEO	-	-	164,747.85	164,747.85	164,747.85	-	164,747.85	-	-
J-Pal South Asia	-	-	-	-	1,600,876.00	-	1,600,876.00	-	1,600,876.00
Let's Breakthrough Inc. (Flow Additional Grant)	-	163,720.27	2,653,569.45	2,489,849.18	2,703,221.53	70,052.00	2,773,273.53	-	283,424.35
Let's Breakthrough Inc. (Flow)	-	6,750,985.78	27,695,893.45	20,944,907.67	20,655,337.26	33,582.00	20,688,919.26	255,988.41	-
Let's Breakthrough Inc. (Media Intervention)	-	1,740,735.97	-	(1,740,735.97)	-	-	-	-	1,740,735.97
Let's Breakthrough Inc. (Oxfam N(O)th-UNITF)	97,207.43	-	-	97,207.43	2,862,330.00	-	2,862,330.00	-	2,765,122.57
Mama Cash	-	-	70,274.56	70,274.56	70,274.56	-	70,274.56	-	-
Nobel Women	-	-	186,210.00	186,210.00	186,210.00	-	186,210.00	-	-
Oak Foundation	-	-	8,681,575.00	8,681,575.00	692,582.00	54,273.00	746,855.00	7,934,720.00	-
Save the Children - Bal Raksha Bharat	30,175,384.65	-	937,002.00	31,112,386.65	11,889,128.08	152,439.00	12,041,567.08	19,070,819.57	-
Save the Children-Nepal	-	-	651,220.19	651,220.19	651,220.19	-	651,220.19	-	-
The Vodafone Foundation	5,339,904.70	-	-	5,339,904.70	5,339,904.70	-	5,339,904.70	-	-
The JRD Tata Trust	2,710,760.35	-	5,482,836.22	8,193,596.57	11,746,692.46	27,800.00	11,774,492.46	-	3,580,895.89
UN Women	9,535,934.39	-	-	9,535,934.39	5,454,289.99	28,500.00	5,482,789.99	4,053,144.40	-
UNFPA	137,098.00	-	4,636,956.00	4,774,054.00	4,636,956.00	-	4,636,956.00	* Refer to Note 1	-
UNICEF	-	-	5,318,388.00	5,318,388.00	6,748,647.77	-	6,748,647.77	-	1,430,259.77
Total	70,357,900.36	8,655,442.02	64,539,200.16	126,241,658.50	89,930,871.09	684,390.00	90,615,261.09	46,890,613.96	11,401,314.55

* Note 1 : The unutilised grant amounting to Rs 1,37,098 has been refunded to the Donor



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

AMOUNT

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SCHEDULE 2 - LIABILITY FOR EXPENSES

Airtel	20,612.18
Amrit Estate Pvt Ltd	94,500.00
BSES Rajdhani Power Limited	8,858.00
BSNL	1,225.00
Codesign Brand Consultants Pvt Ltd	122,789.00
Credit Card	38,220.82
Gupshup Technology India Pvt Ltd	42,059.00
Ignitee Digital Services Private Limited	19,910.00
Jatin Manchanda	1,648.00
Kailash Tourist Service	3,251.00
Lokesh Jain	3,000.00
Luxmi Rasoi	11,200.00
M L Agarwal & Associates	16,854.00
Madan Lal	20,700.00
Madhuri Mohindar	6,961.00
Mallika Das	1,200.00
MTNL	136.00
Pal Business System	2,773.00
PB(BCI) Doordarshan Commercial Services	22,061.00
Prafulla G Puthran	22,000.00
Praxis	627,300.00
Print Point	9,846.00
Purnima Enterprises Pvt Ltd	56,357.00
Ranjit Singh	43,200.00
Reliance Communication	7,191.00
Riti Wig	3,000.00
Safiqul Islam	220.00
Sangeeta Goswami	16,690.00
Singh Krishna & Associates	189,524.00
Sukam	4,153.00
Super Travel	6,483.00
Tata Indicom	7,322.00
Uday Kumar	600.00
Uncommonsense Films Private Limited	518,535.00
Vani Periodi	36,389.70
Vikas Kumar Choudhary	542.00
Vinita Sahasranaman	45,000.00
Virendra Gupta	9,920.00
Payables to Staff	251,903.68
	<u>2,294,134.38</u>



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

SCHEDULE 3 - FIXED ASSETS

Particulars	W.D.V. As on 01.04.14	Addition		Deductions	Total As on 31.03.15	Rate of Depreciation	Depreciation For the Year	Amount in ₹ W.D.V. As on 31.03.2015
		Upto 30.09.14	After 30.09.14					
A. Fixed Assets Acquired out of Project Funds (FCRA)								
Computers and Printers	192,983.00	131,339.00	96,700.00	-	421,022.00	60%	223,603.00	197,419.00
Office Equipment	459,925.00	83,800.00	25,173.00	-	568,898.00	15%	83,447.00	485,451.00
Office Furniture	336,128.00	23,552.00	33,582.00	-	393,262.00	10%	37,647.00	355,615.00
	989,036.00	238,691.00	155,455.00	-	1,383,182.00		344,697.00	1,038,485.00
B. Fixed Assets Acquired out of General Fund (FCRA)								
Office Equipment	29,093.00	-	-	-	29,093.00	15%	4,364.00	24,729.00
Office Furniture	-	-	170,991.00	-	170,991.00	10%	8,550.00	162,441.00
	29,093.00	-	170,991.00	-	200,084.00		12,914.00	187,170.00
C. Fixed Assets Acquired out of Project Funds (Non - FCRA)								
Computers and Printers	46,964.00	237,000.00	-	-	283,964.00	60%	170,378.00	113,586.00
Office Equipment	7,415.00	11,800.00	-	-	19,215.00	15%	2,882.00	16,333.00
Office Furniture	19,095.00	41,444.00	-	-	60,539.00	10%	6,054.00	54,485.00
	73,474.00	290,244.00	-	-	363,718.00		179,314.00	184,404.00
Total (A+B+C)	1,091,603.00	528,935.00	326,446.00	-	1,946,984.00		536,925.00	1,410,059.00



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

AMOUNT

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SCHEDULE 4 - CASH AT BANK

Savings Accounts with Scheduled Bank

HDFC Bank Ltd. - Account No. 00941450000156	59,266.00
HDFC Bank Ltd. - Account No. 07191450000166	11,982.42
HDFC Bank Ltd. - Account No. 10921170000013	(2,842,954.52)
HDFC Bank Ltd. - Account No. 11121450000739	10,613.84
HDFC Bank Ltd. - Account No. 10921450000018	12,050,428.60
HDFC Bank Ltd. - Account No. 10921450000042	(109,367.08)

9,179,969.26

Fixed Deposits with Scheduled Bank Including Accrued Interest

59,099,731.55

68,279,700.81

SCHEDULE 5 - ADVANCES

(recoverable in cash or in kind or for value to be received)

Anil Kumar Singh	1,300.00
Bharti	100.00
Blueant Digital Intelligence Pvt Ltd	98,047.00
Corporate Law Group	2,472.00
Credit Card	662.68
Lets Breakthrough INC	1,708,612.66
Manoj M	974.00
National Insurance Company Ltd	2,015.00
Old World Hospitality Pvt Ltd	804.00
Oriental Insurance Company Ltd	2,638.00
Prem Chand	292.00
Shramik Bharti	1,085.00
Sunview	1,128.00
Travel Guru	607.00
Virgin Records (India) Pvt Ltd	903.00
Zee News Ltd	24,344.00
Advances to Staff	172,850.96
	<u>2,018,835.30</u>



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

AMOUNT

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SCHEDULE 6 - PERSONNEL EXPENSES

Salaries	27,938,088.00
Mediclaime and Accidental Insurance	264,653.59
Gratuity	782,575.00
Provident Fund Expenses	2,110,193.00
Other Benefits and Expenses	889,264.44
	<u>31,984,774.03</u>

SCHEDULE 7 - ESTABLISHMENT EXPENSES

Audit Fees	420,993.00
Bank Charges	10,896.13
Electricity & Water Charges	334,135.00
Filling Charges	1,355.00
Insurance Expenses	10,442.00
Legal & Professional Charges	89,892.00
Office Expenses	253,360.00
Printing & Stationery	134,004.00
Rent	1,934,650.00
Repair & Maintenance	447,039.00
Staff and Guest Welfare	123,981.31
	<u>3,760,747.44</u>

SCHEDULE 8 - INFORMATION DISSEMINATION

Books & Periodicals	9,855.00
Campaigns and Advertisements for Awareness	7,170,193.03
Giveaways	1,120,270.00
Printing & Xeroxing	1,594,186.00
Purchase/ Conversion - Audio & Visual	4,354.00
	<u>9,898,858.03</u>

SCHEDULE 9 - COMMUNICATION EXPENSES

Courier and Postage	91,064.00
Telephone, Fax and Internet Charges	868,893.50
	<u>959,957.50</u>



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2015

Schedule - 10

Accounting Policies and Notes on Accounts

1. Accounting Convention

The financial statements of the Trust have been prepared on a going concern basis under the historical cost convention on accrual basis and in accordance with mandatory accounting standards issued by the Institute of Chartered Accountants of India.

2. Fixed assets

Fixed assets are stated at cost, less accumulated depreciation. The cost of fixed assets comprises its purchase price and any cost attributable of bringing the assets to its working condition and intended use.

3. Depreciation

Depreciation on the assets is provided on written down value method at the rates and methods prescribed in the Income Tax Act, 1961. Assets purchased and put to use on or after 1st October of the year under review are depreciated for that year at 50% of the prescribed rates.

4. Impairment of Assets

Management of the Trust periodically assesses whether there is an indication that an assets may be impaired. In case of such an indication, the management estimates the recoverable amount of the asset. If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the difference is recognized as impairment loss.

5. Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognised as an expense in the income and expenditure account.

6. Employee Benefits

Liability for gratuity is calculated on the assumption that gratuity is payable to all employees at the end of the accounting year. Such amount of gratuity is charged to revenue. This is in accordance with the Accounting Standard (AS) 15 Employee Benefits issued by the Institute of Chartered Accountants of India as the average number of persons employed during the year is less than fifty.



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Sanjiv Kumar

7. Revenue recognition

Grants received for specific purposes are initially treated as a liability and adjusted for capital or revenue expenses as per utilisation during the year. Generally, grants, to the extent utilised for revenue expenditure, are treated as income of the year. After fulfillment of obligations attached with a particular grant, any unutilised amount of the grant, not refundable to the donor, is transferred to Income and Expenditure Account.

Grants, to the extent utilised for depreciable assets, are treated as deferred income and recognised in the Income and Expenditure Account on a systematic and rational basis.

8. Foreign Currency Transactions

Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Differences arising out of foreign currency transactions settled during the period are recognised in the Income and Expenditure Account.

Monetary items outstanding at the balance sheet date and denominated in foreign currencies are recorded at the exchange rate prevailing at the end of the period. Differences arising there from are recognised in the Income and Expenditure Account.

9. Provisions and Contingencies

Provisions are recognised when the Trust has a present obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provision required settling the obligation are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation.

A disclosure for a 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. Disclosure is also made in respect of a present obligation that probably requires an outflow of resources, where it is not possible to make a reliable estimate of the related outflow.

Notes on Accounts

1. Breakthrough Trust was established on October 12, 1999 as a Public Charitable Trust. The Trust is an innovative and effective human rights organization that deploys multi-media, popular culture, leadership development and community mobilization to promote values of dignity, equality and justice. The Trust is a nonprofit organization operating in India. The Trust is working on the issue related to violence against women, early marriage, sex selection and human rights. The Trust is actively involved in awareness generation and advocacy of these issues through innovative means of mass media.
2. The Trust is registered with the Income-Tax Department under Section 12A of the Income-Tax Act, 1961 vide a certificate No. DIT (E)/ 99-2000/ B -783/ 99/ 697 dated February 03, 2000.

In the opinion of the Board of Trustees, all activities undertaken by the trust during the year are within the purview of the said section. Hence, no provision for the current income-tax and deferred tax has been made in these financial statements.



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3. Contingent Liability – Nil.
4. Capital Commitment – Nil.
5. As per the information available, there are no amounts due that require disclosure/provisioning as per the requirements of the Micro Small and Medium Enterprises Development Act, 2006.
6. In the opinion of the Board of Trustees, current assets, loans and advances have a value on realisation in the ordinary course of the business at least equal to the amount at which they are stated in the balance sheet and provision for all known liabilities have been made in the financial statements.
7. The Trust leases certain office premises under cancellable operating lease arrangements. The rent expense under these agreements for the year is ₹ 19,34,650.
8. During the year under review a theatre team was travelling in a vehicle for training of youth. The vehicle was met with an accident at Ranchi, Jharkhand resulting in casualty of the driver and injury to many of the team members. Breakthrough Trust, being a development agency paid ₹ 8,24,759 for the medical expenses of the team, compensation for loss of wages of the team and long term compensation to the wife of the driver on humanitarian ground. The said payments form part of the expenditures under the heading 'Meeting, Trainings, Workshops and Seminars'.
9. During the financial year 2013-14 a foreign contribution (FC) of ₹ 1,50,00,000 was inadvertently received in a bank account other than FC designated bank account of Breakthrough Trust. The FC was remitted by Google India Pvt Ltd a subsidiary of Google Inc., USA. Out of the grant of ₹ 1,50,00,000, Breakthrough Trust utilised ₹ 11,69,750.75 and ₹ 13,20,173.80 during the financial year 2013-14 and 2014-15 respectively for the purposes of the grant from the bank account in which the grant was actually received. Remaining Grant of ₹ 1,25,10,075.45 has been transferred to the FC designated bank account during the year under review.

Breakthrough Trust has applied for condonation from the Secretary to the Government of India, Ministry of Home Affairs for the aforesaid inadvertent omission in receipt of FC in a bank account other than FC designated bank account.

Signatories to the Schedule 1 to 10

As per our audit report of even date attached

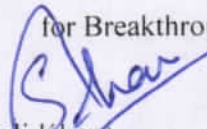
for Singh Krishna & Associates
Chartered Accountants
Firm's Registration No. 008714C



(Krishna Kumar Singh)
Partner
M. No. 077494

Place : New Delhi

Date : Aug. 10, 2015



for Breakthrough Trust

(Sonali Khan)
Vice President &
Country Director


(Benu Kumar)
Trustee

