

SINGH KRISHNA & ASSOCIATES

Chartered Accountants

8, Second Floor, Krishna Market, Kalkaji, New Delhi - 110019
Tele.: 40590344, e-mail: skacsmail@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Breakthrough Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Breakthrough Trust (the entity), which comprise the balance sheet as at March 31, 2020, and the income and expenditure account for the year then ended, and schedules to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at March 31, 2020, and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance 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, and financial performance of the entity 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.

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

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity'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 entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.


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.

Report on Other Requirements

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 entity so far as appears from our examination of the books; and
- (iii) the Balance Sheet and the Income and Expenditure Account dealt with by this report are in agreement with the books of account.

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


(Krishna Kumar Singh)
Partner
M. No. 077494



Place : New Delhi
Date : 22/12/2020

UDIN : 20077494AAAA R1750

BREAKTHROUGH TRUST

Plot No. 3, DDA Community Centre, Zamrudpur, New Delhi - 110048

Balance Sheet as at March 31, 2020

	Sch. No.	As at March 31, 2020			As at March 31, 2019	
SOURCES OF FUNDS						
Settler's Fund			5,000.00			5,000.00
General Reserve Fund	1		1,00,00,000.00			1,00,00,000.00
Designated Funds	2		12,19,94,421.37			9,53,58,442.10
Deferred Revenue Funds	3		1,54,06,593.50			87,86,620.00
Restricted Grants and Contributions	4		14,54,01,674.45			16,05,18,990.17
Current Liabilities and Provisions	5		2,31,03,369.98			1,57,43,804.41
TOTAL			31,59,11,059.30			29,04,12,856.68
APPLICATION OF FUNDS						
Property, Plant and Equipment	6					
Gross Block		3,88,67,763.29			2,77,39,838.69	
Less: Accumulated Depreciation		1,47,03,514.69			83,12,901.69	
Net Block			2,39,64,248.60			1,94,26,937.00
Investments	7		11,66,36,324.30			14,55,58,901.40
Security Deposit			16,26,000.00			16,35,000.00
Current Assets, Loans & Advances						
Restricted Grants and Contributions Receivable	4		25,11,978.16			9,45,489.14
Cash and Bank Balances	8		13,80,95,334.69			9,33,48,541.69
Advances recoverable in cash or in kind or for value to be received	9		47,85,482.58			47,85,769.95
Other Current Assets	10		2,82,91,690.77			2,47,12,217.50
TOTAL			31,59,11,059.30			29,04,12,856.68

Significant Accounting Policies and Notes on Accounts 14

The schedules referred to above form an integral part of the accounts

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 : 22/12/2020



for Breakthrough Trust

(Sashwati Banerjee)
Trustee

(Sohini Bhattacharya)
President & CEO

(Venkatesan Ramakrishnan)
Deputy Director - Finance & Operations



BREAKTHROUGH TRUST

Plot No. 3, DDA Community Centre, Zamrudpur, New Delhi - 110048
Income and Expenditure Account for the Year Ended March 31, 2020

Amount ₹

Particulars	Sch. No.	Year Ended March 31, 2020	Year Ended March 31, 2019
INCOME			
Restricted Grants and Contributions Aailed/ Utilised	4	21,06,79,013.19	18,56,17,135.25
Unrestricted Grants Received		1,58,197.50	13,68,600.00
Other Project Receipts		-	10,69,639.86
Interest Income		1,70,90,116.17	1,47,25,266.50
Donations		1,40,82,697.77	36,69,770.24
Miscellaneous Income		2,91,085.14	4,81,046.15
Payables Written off		4,710.25	3,63,654.82
Exchange Gain		20,423.00	10,394.58
Appropriation from Deferred Revenue Funds	3	43,70,968.00	18,74,645.04
TOTAL		24,66,97,211.02	20,91,80,152.44
EXPENDITURE			
Establishment Expenses	11	1,35,95,167.69	1,27,11,048.72
Information Dissemination Expenses	12	1,72,55,964.33	2,48,61,392.10
Salaries and Benefits	13	9,18,31,789.26	7,05,79,007.94
Consultancy Expenses		4,77,88,863.00	3,92,27,485.90
Sub-grant expenses		1,56,06,921.00	1,58,58,127.00
Travel Expenses		1,18,25,969.54	1,03,48,001.92
Workshop & Seminar Expenses		1,56,93,608.93	1,82,81,922.05
Depreciation	6	64,63,148.00	33,30,407.59
TOTAL		22,00,61,231.75	19,51,97,392.92
Excess of Income over Expenditure		2,66,35,979.27	1,39,82,759.52
APPROPRIATIONS			
Transfer to Institutional Sustainability Fund		1,06,54,391.71	55,93,103.81
Transfer to Program Innovation, Expansion and Staff Development Fund		1,33,17,989.64	69,91,379.76
Transfer to Asset Replacement and Infrastructure Improvement Fund		26,63,597.92	13,98,275.95
TOTAL		2,66,35,979.27	1,39,82,759.52

Significant Accounting Policies and Notes on Accounts

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The schedules referred to above form an integral part of the accounts

As per our audit report of even date attached

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

Krishna Kumar Singh
(Krishna Kumar Singh)

Partner

M. No. 077494

Place : New Delhi

Date : 22/12/2020



for Breakthrough Trust

Sashwati Banerjee
(Sashwati Banerjee)
Trustee

Sohini Bhattacharya
(Sohini Bhattacharya)
President & CEO

Venkatesan Ramakrishnan
(Venkatesan Ramakrishnan)
Deputy Director - Finance & Operations



BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2020

Particular	Amount ₹	
	As at March 31, 2020	As at March 31, 2019
SCHEDULE 1 - GENERAL RESERVE FUND		
Opening Balance	1,00,00,000.00	9,13,75,682.58
Add: Brought Forward from Income and Expenditure Account	-	-
Less: Appropriation to Institutional Sustainability Fund	-	5,81,25,488.00
Less: Appropriation to Program Innovation, Program Expansion, Staff Development Fund	-	1,74,37,646.00
Less: Appropriation to Asset Replacement and Infrastructure Improvement Fund	- 1,00,00,000.00	58,12,548.58 1,00,00,000.00
TOTAL	1,00,00,000.00	1,00,00,000.00
SCHEDULE 2 - DESIGNATED FUNDS		
Institutional Sustainability Fund		
Opening Balance	6,37,18,591.81	-
Add: Appropriation from General Reserve Fund	-	5,81,25,488.00
Add: Appropriation from Income and Expenditure Account	1,06,54,391.71	55,93,103.81
Less: Utilised during the year	- 7,43,72,983.52	- 8,37,18,591.81
Program Innovation, Expansion and Staff Development Fund		
Opening Balance	2,44,29,025.76	-
Add: Appropriation from General Reserve Fund	-	1,74,37,646.00
Add: Appropriation from Income and Expenditure Account	1,33,17,989.64	69,91,379.76
Less: Utilised during the year	- 3,77,47,015.40	- 2,44,29,025.76
Asset Replacement and Infrastructure Improvement Fund		
Opening Balance	72,10,824.53	-
Add: Appropriation from General Reserve Fund	-	58,12,548.58
Add: Appropriation from Income and Expenditure Account	26,63,597.92	13,98,275.95
Less: Utilised during the year	- 98,74,422.45	- 72,10,824.53
TOTAL	12,19,94,421.37	9,53,58,442.10
SCHEDULE 3 - DEFERRED REVENUE FUNDS		
Deferred Revenue Fund - Assets under projects		
Opening Balance	85,56,836.00	17,68,207.00
Add: Additions during the year	1,00,72,504.60	86,63,274.04
Less: Amount Transferred to Income and Expenditure Account	41,41,184.00 1,44,88,156.60	18,74,645.04 85,56,836.00
Deferred Revenue Fund - Prepaid Expenses		
Opening Balance	2,29,784.00	-
Add: Additions during the year	9,18,436.90	2,29,784.00
Less: Amount Transferred to Income and Expenditure Account	2,29,784.00 9,18,436.90	- 2,29,784.00
TOTAL	1,54,06,593.50	87,86,620.00



SCHEDULE 4 - RESTRICTED GRANTS AND CONTRIBUTIONS

Particulars	Opening Balance as at April 01, 2019		Grants Received/ Interest Allocated During the Year	Total	Availed/ utilised during the year against			Grant Refunded	Total	Closing Balance as at March 31, 2020	
	Unutilised Grants	Grants Receivable			Expenses	Assets	Prepaid			Unutilised Grants	Grants Receivable
Laudis Foundation (CAA Foundation)	1,76,48,575.74	-	-	1,76,48,575.74	1,94,96,318.81	1,57,148.00	23,350.40	-	1,95,75,637.01	-	30,35,281.27
Let's Breakthrough, Inc	-	-	21,78,491.54	21,78,491.54	-	-	-	-	12,83,000.84	8,94,891.00	-
Human Dignity Foundation	8,42,497.33	-	-	8,42,497.33	8,42,497.33	-	-	-	8,42,497.33	-	-
The David and Lucile Packard Foundation	95,57,732.98	-	-	95,57,732.98	41,76,348.50	40,842.00	35,085.00	-	42,81,078.10	52,96,659.98	-
The David and Lucile Packard Foundation - Interest allocation to Grant	-	-	2,04,269.00	2,05,752.00	-	-	-	-	3,85,752.00	-	-
Bidding KCCA Foundation	1,61,483.00	-	9,05,611.13	13,57,421.18	8,32,38,944.27	6,15,322.60	3,14,678.00	-	8,41,87,543.87	1,15,74,275.13	-
Charles Aid Foundation India	4,51,801.68	-	64,132,180.00	64,132,180.00	65,03,440.79	-	52,828.40	-	62,56,296.19	1,96,090.81	-
Rockefeller Philanthropy Advisors (CIC-EDNA Ghana)	-	-	24,47,200.00	24,47,200.00	96,94,306.47	3,29,862.00	1,14,489.00	-	1,01,35,542.47	1,43,51,557.53	-
Capital for Good USA (Gifts Post Fund)	-	-	29,46,879.50	29,46,879.50	29,02,737.83	-	5,847.66	-	2,09,605.43	9,38,074.07	-
United Nations Children's Fund (UNICEF)	-	-	2,09,470.00	2,09,470.00	2,09,470.00	-	-	-	2,09,470.00	-	-
Rock Foundation (RFLD)	-	-	10,24,790.00	10,24,790.00	10,24,790.00	-	-	-	10,24,790.00	-	-
Fluor International Foundation	60,21,124.55	-	95,33,829.40	1,55,55,953.95	1,51,811.15	-	-	-	45,42,447.83	14,76,876.70	-
Uter B.V.	-	86,127.25	-	86,127.25	3,45,519.84	3,45,519.84	-	-	1,81,981.15	48,94,033.28	-
Shiksha, Nangbi	5,41,072.40	-	79,43,413.40	84,84,485.80	71,33,380.17	-	75,891.20	-	3,03,316.37	7,54,182.03	-
EdSolve Foundation (BAT)	2,42,43,028.00	-	34,02,341.20	2,76,45,369.20	2,76,45,369.20	-	-	-	2,76,45,369.20	7,20,793.53	-
EdSolve Foundation (BAT 2)	-	-	2,42,45,020.00	2,42,45,020.00	2,32,33,301.81	1,28,403.00	1,60,800.80	-	2,35,24,262.71	44,85,414.00	-
Telcel Communications	-	-	44,85,414.00	44,85,414.00	-	-	-	-	-	-	-
The JRD Tata Trust	3,51,159.00	-	-	3,51,159.00	-	-	-	-	-	3,51,159.00	-
Astin Primary Philanthropic Initiatives Pvt. Ltd (Programme Development Grant)	-	2,05,659.89	-	2,05,659.89	-	-	-	-	-	-	2,05,659.89
Astin Primary Philanthropic Initiatives Pvt. Ltd (Programme Development Grant)	-	1,71,570.00	-	1,71,570.00	-	-	-	-	-	-	1,71,570.00
Astin Primary Philanthropic Initiatives Pvt. Ltd (Adolescent Empowerment Programme)	5,29,86,020.61	-	6,37,55,000.00	10,03,92,020.61	4,87,84,993.35	47,89,240.00	1,20,789.40	-	6,36,55,042.75	5,27,97,877.76	-
Grant (Digitalization Initiative)	33,54,417.00	-	8,28,397.00	40,83,814.00	-	-	-	-	-	40,83,814.00	-
Astin Primary Philanthropic Initiatives Pvt. Ltd - Interest Allocation to Grant (Digitalization Initiative)	-	-	23,58,487.00	23,58,487.00	-	-	-	-	-	-	-
Becton Dickinson India Pvt. Ltd.	-	6,96,132.00	27,11,740.00	34,07,872.00	23,46,227.40	-	5,847.60	-	23,51,075.00	23,58,487.00	-
TOTAL	18,65,18,890.17	9,45,488.14	20,46,86,149.96	38,45,59,528.27	21,68,78,033.19	1,00,72,064.80	9,18,428.90	-	39,68,76,462.09	94,40,874.48	1,08,467.00



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2020

SCHEDULE 6 - PROPERTY, PLANT AND EQUIPMENT

Particulars	Gross Block			Accumulated Depreciation			Net Block		
	As at April 01, 2019	Additions during the year	Deletions / Adjustments	As at March 31, 2020	As at April 01, 2019	Depreciation for the year	Deletions / Adjustments	As at March 31, 2020	As at March 31, 2019
(A) Assets - General Fund									
Information Technology (IT) Equipments	2,36,354.00	-	-	2,36,354.00	46,753.00	74,845.00	-	1,21,588.00	1,69,601.00
Office Equipment	16,73,198.01	1,39,240.00	-	18,12,438.01	2,27,019.01	3,12,194.00	-	5,39,210.01	14,46,182.00
Furniture & Fixtures	3,80,730.54	-	-	3,80,730.54	22,698.54	38,188.00	-	58,896.54	3,58,032.00
Leasehold Improvements	1,00,71,568.00	8,19,655.00	-	1,08,91,223.00	11,95,347.00	19,29,897.00	-	31,25,044.00	88,76,251.00
Derecited Assets	35.00	-	-	35.00	-	-	-	-	35.00
TOTAL (A)	1,23,61,916.55	9,58,895.00	-	1,33,20,810.55	14,97,814.55	23,52,904.00	-	38,44,718.55	1,08,70,101.00
(B) Assets acquired under Projects									
Information Technology (IT) Equipments	1,03,70,172.00	37,89,061.00	-	1,41,59,233.00	48,869,718.00	30,13,687.00	-	79,03,405.00	62,55,828.00
Office Equipment	37,81,117.14	14,42,194.00	98,915.00	52,24,396.14	16,30,937.14	7,47,387.00	67,875.00	23,16,348.14	28,08,047.00
Furniture & Fixtures	1,64,208.00	2,34,874.00	4,580.00	3,94,822.00	1,25,274.00	57,862.00	4,580.00	1,70,396.00	2,16,196.00
Computer Software	48,863.00	7,15,900.60	-	7,64,763.60	48,863.00	94,307.00	-	1,43,170.00	6,21,593.60
Leasehold Improvements	10,13,583.00	2,36,000.00	-	12,49,583.00	1,20,288.00	1,97,211.00	-	3,17,500.00	9,32,057.00
Work-in-Progress - ERP	-	38,54,475.00	-	38,54,475.00	-	-	-	-	-
TOTAL (B)	1,63,77,623.14	1,00,72,504.60	1,03,475.00	2,53,48,952.74	68,21,087.14	41,10,244.00	72,535.00	1,08,58,798.14	1,44,88,195.60
TOTAL (A+B)	2,77,39,539.69	1,10,31,399.60	1,03,475.00	3,86,69,763.29	83,12,901.69	64,63,148.00	72,535.00	1,47,83,514.69	2,39,54,248.60
PREVIOUS YEAR	72,23,894.10	2,09,88,162.58	4,71,908.00	2,77,39,838.68	54,53,502.10	33,30,407.89	4,71,008.00	83,12,901.69	1,94,26,937.00



BREAKTHROUGH TRUST
Schedules forming part of the accounts for the year ended March 31, 2020

Particular	Amount ₹	
	As at March 31, 2020	As at March 31, 2019
SCHEDULE 5 - CURRENT LIABILITIES AND PROVISIONS		
Sundry Creditors	80,30,788.06	36,89,960.12
Expense Payable	16,48,753.92	6,30,036.29
Statutory Liability		
TDS Payable	9,22,386.00	10,89,699.00
PF Payable	10,31,640.00	7,73,804.00
Provisions for Gratuity	1,14,56,527.00	95,60,305.00
Provisions for Interest	13,275.00	-
TOTAL	<u>2,31,03,369.98</u>	<u>1,57,43,804.41</u>
SCHEDULE 7 - INVESTMENTS		
Long Term Investments		
8% GOI Bonds	2,00,00,000.00	2,00,00,000.00
Fixed Deposits with KTDFCL	9,05,02,107.40	12,05,00,000.00
Fixed Deposits with Scheduled Banks	61,34,216.90	50,58,901.40
TOTAL	<u>11,66,36,324.30</u>	<u>14,55,58,901.40</u>
SCHEDULE 8- CASH AND BANK BALANCES		
Cash Balances :		
Cash in Hand	46,995.00	44,308.00
Foreign Currency in Hand	2,85,760.95	1,72,993.95
Balance in Forex Cards	-	1,49,319.65
Balance with Bank:		
Foreign Contribution Bank Accounts	4,87,70,045.04	71,41,211.19
Other Bank Accounts	8,89,92,533.90	8,58,40,708.90
TOTAL	<u>13,80,95,334.89</u>	<u>9,33,48,541.69</u>
SCHEDULE 9 - ADVANCES RECOVERABLE IN CASH OR IN KIND OR FOR VALUE TO BE RECEIVED		
Program Partners	16,90,743.50	25,22,890.25
Advance to Vendors and Service Providers	17,07,487.82	16,82,042.87
Prepaid Expenses	9,92,085.40	2,29,784.00
Advance to Staff	3,95,185.86	3,51,052.83
TOTAL	<u>47,85,482.58</u>	<u>47,85,769.95</u>
SCHEDULE 10 - OTHER CURRENT ASSETS		
Accrued Interest	2,45,40,285.30	2,05,65,729.33
TDS Receivables	37,51,405.47	41,46,488.17
TOTAL	<u>2,82,91,690.77</u>	<u>2,47,12,217.50</u>



BREAKTHROUGH TRUST
Schedules forming part of the accounts for the year ended March 31, 2020

Particular	Amount ₹	
	Year Ended March 31, 2020	Year Ended March 31, 2019
SCHEDULE 11 - ESTABLISHMENT EXPENSES		
Audit Fees	5,20,658.00	3,31,816.00
Bank Charges	69,482.42	55,856.34
Conner and Postage	1,10,460.00	51,904.00
Electricity & Water Charges	9,46,782.00	5,32,460.00
Insurance Expenses-Trustees and Officers Liabilities	8,185.00	-
Prior Period Expenses	35,428.00	-
Legal & Professional Charges	6,67,690.00	10,13,412.00
Office Expenses	4,73,929.20	3,36,509.09
Printing & Stationery	3,33,481.00	2,24,798.00
Rent	68,16,437.00	82,01,128.00
Repair & Maintenance	8,44,540.22	8,70,083.36
Staff and Guest Welfare	18,30,493.70	4,49,464.32
Telephone, Fax and Internet Charges	6,73,226.10	6,05,464.61
Loss on Account of Unauthorised Access to Resources	2,17,513.34	-
Profit/Loss on sale of Assets	650.00	-
Fees, Interest & Penalties	43,145.71	-
Receivable Written off	3,066.00	38,153.00
TOTAL	1,35,95,167.69	1,27,11,048.72
SCHEDULE 12 - INFORMATION DISSEMINATION EXPENSES		
Books & Periodicals	3,689.00	6,221.00
Campaigns and Advertisements for Awareness	1,38,72,648.56	2,11,28,067.89
Giveaways	18,26,931.00	11,19,148.00
Printing and Production of IEC Material	15,05,743.00	26,05,656.00
Website Development	46,952.77	2,299.21
TOTAL	1,72,55,964.33	2,48,61,392.10
SCHEDULE 13 - SALARIES AND BENEFITS		
Salaries	8,26,40,889.00	6,32,31,408.00
Mediclaime and Accidental Insurance	7,50,938.84	75,054.59
Gratuity	22,03,551.00	21,92,035.00
Provident Fund Expenses	57,00,903.00	45,80,231.00
Other Benefits and Expenses	5,35,507.42	5,00,279.35
TOTAL	9,18,31,789.26	7,05,79,007.94



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BREAKTHROUGH TRUST

Schedules forming part of the accounts for the year ended March 31, 2020

SCHEDULE 14 - 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. Use of Estimates

The preparation of the financial statements requires estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses during the reporting period. Although such estimates and assumptions are made on a reasonable and prudent basis taking into account all available information, actual results could differ from these estimates and assumptions and such differences are recognised in the period in which the results are crystallised.

3. Fixed assets

Tangibles

Fixed assets are stated at cost, less accumulated depreciation. The cost of fixed asset comprises its purchase price and any cost attributable of bringing the asset to its working condition and intended use. An asset received as donation is recognised at nominal value of ₹ 1 in the books of account.

Intangibles

Intangible assets comprise software which are stated at cost less amortisation. These are recognised as assets if it is probable that future economic benefits attributable to such assets will flow to the Trust and the cost of the assets can be measured reliably.

4. Depreciation and amortisation

Depreciation is charged on straight line method based on management's estimate of useful life of the asset after considering the residual value of five percent. The estimated useful life of the assets are as under:

Asset description	Useful life
Computer Equipment	3 years
Office Equipment	5 years
Office Furniture	10 years

Amortization on the intangible assets is provided on pro-rata basis on the straight-line method based on management's estimate of useful life. Useful life has been estimated as 3 years in case of acquired software.

An asset costing ₹ 5,000 or below is depreciated/ amortized fully in the year of purchase.

5. Impairment of Assets

Management of the Trust periodically assesses whether there is an indication that an asset 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.

6. Investment

Long-term investments are carried at cost after adjusting decline, other than temporary, in carrying amount.



7. 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.

8. Employee Benefits

Short term employee benefits are recognised as an expense at the undiscounted amount in the Income and Expenditure Account of the year in which the related service is rendered.

Post employment and other long term employee benefits are recognised as an expense in the Income and Expenditure Account for the year in which the employee has rendered services. The expense is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Actuarial gain and losses in respect of post employment and other long term benefits are charged to revenue.

9. 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.

10. 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 year 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 year. Differences arising there from are recognised in the Income and Expenditure Account.

11. 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.



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Notes on Accounts

1. Breakthrough Trust was established on 12 October 1999 as a Public Charitable Trust. The Trust works towards making violence and discrimination against women and girls unacceptable by building a generation of gender sensitive adolescents and young adults. It's programs and projects cover the areas of Adolescent Empowerment, Prevention of Domestic Violence, Sexual Harassment, Gender Based Sex Selection and Early Marriage.

The Trust creates and uses popular media such as music videos, audio programs, multimedia programs and disseminates for awareness creation through different channels such as television, radio and social media. The Trust also works directly with communities across the states of Delhi, Haryana, Bihar, Jharkhand and Uttar Pradesh. The Trust partners with governments and other civil society organisations and also works directly with youth and individuals to promote by-stander action towards prevention of violence and discrimination of women and girls.

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, the Trust is eligible for exemption from income tax under section 11 to 13 of the Act. Hence, no provision for the current income tax and deferred tax has been made in these financial statements.

3. Contingent Liability

Aggregate demands for TDS and interest thereon of ₹ 1,69,557.85 are appearing on TRACES web-portal for TAN No. DELB04495B of the Trust. However, no provision has been made by the Trust for the demands as the Trust is hopeful that most of the demands will be deleted after rectification of errors in the TDS returns and Challans.

4. Capital Commitment – ₹ 29,95,050

5. Dues to micro, small and medium enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) to the extent identified and information available with the Society pursuant to section 22 of the MSMED Act, 2006:

Particulars	Amount in ₹	
	Current Year	Previous Year
Principal amount remaining unpaid to suppliers registered under the MSMED Act as at year end	13,49,115	4,680
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest paid by the Trust in terms of Section 16 of MSMED Act along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the year	-	-
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act	-	-
Interest accrued and remaining unpaid as at year end	13,275	-
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act	11,890	-

Besides the above, there is an amount of ₹ 28,109 outstanding as at March 31, 2020 to a supplier registered under the MSMED Act with effect from September 17, 2019. However, the outstanding relate to period prior to the effective date of the registration. Hence, no interest liability has been recognised for the same.



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6. Contribution to Defined Contribution Plan, recognised as expense for the year are as under:

Employer's Contribution to Provident Fund ₹ 57,00,903 (Previous Year ₹ 43,23,503)

The Employees' Gratuity Fund Scheme is a defined benefit plan. The present value of obligation is determined using projected unit credit (PUC) actuarial method. Under the PUC method, a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active member of the plan. The projected accrued benefit is based on the plan accrual formula and service as at the beginning and end of the period, but using member's final compensation, projected to the age at which the employee is assumed to leave active service. The plan liability is the actuarial present value of the projected accrued benefits as on the date of valuation.

The principal actuarial assumptions used as at the balance sheet date are as under:

a) Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is generally based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities & the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long-term basis.

		31/03/2020	31/03/2019
i)	Discounting Rate	6.8 % p.a.	7.65 % p.a.
ii)	Future salary Increase	15.00 % p.a.	15.00 % p.a.
iii)	Expected Rate of return on plan assets	0.00 % p.a.	0.00 % p.a.

b) Demographic Assumption

		31/03/2020	31/03/2019
i)	Retirement Age	60 Years	60 Years
ii)	Mortality Table	IALM 2012-14	IALM 2006-08
iii)	Withdrawal rate	Ages and %	Ages and %
		Up to 30 Years 35.00 %	Up to 30 Years 35.00 %
		From 31 to 44 years 60.00 %	From 31 to 44 years 60.00 %
		Above 44 years 5.00 %	Above 44 years 5.00 %

7. 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.
8. During the financial year 2019-20, the Trust used services of Google Ads and Twitter equivalent to US\$ 50350 (Previous Year US\$ 23,738) which were made available free of cost by them.
9. The Trust leases certain office premises under cancellable operating lease arrangements. The rent expense under these agreements for the year is ₹ 68,16,437 (Previous Year ₹ 82,01,128).
10. Breakthrough Trust uses social media platforms such as Facebook, YouTube, Twitter, Instagram and similar for its awareness creation and dissemination programs. Breakthrough Trust makes payments through registration of its credit card for maintaining a running account and/or through normal banking channels as may be appropriately agreed with the concerned social media platform. In October 2019, Breakthrough Trust's account maintained with Facebook was hacked into by an unknown third party and the account was used to advertise products and services unrelated to Breakthrough Trust's activities. The hackers used upto ₹ 2,17,513.34 worth for this purpose and the same was charged to Breakthrough Trust's credit card. Breakthrough Trust took immediate remedial action, namely removing all users who had access to the account, removal of credit card details and informed Facebook and also asked for the amount to be refunded. However, given that this was a hacking through access of Breakthrough Trust's user account, Facebook responded that a refund was not possible as their platform was legitimately utilised. Breakthrough Trust has since then put in place a



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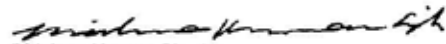
more robust security protocol for use of social media platforms. The amount of ₹ 2,17,513.34 has been reflected separately in the Income and Expenditure account and shall not be claimed as expenses applied towards charitable activities during the financial year.

11. There is a receipt of ₹ 4,82,539.17 in Bank Account with HDFC Bank, South Extension Branch, New Delhi on March 27, 2020 for which source of receipt is not known and the Trust has no claim for the same. Until finalization of accounts for the financial year ended March 31, 2020, source of the receipt has not been established and has not been recognised in the books of account.

Signatories to the Schedule 1 to 14

As per our Report of even date attached

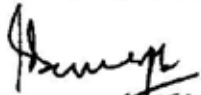
for Singh Krishna & Associates
Chartered Accountants
Firm's Registration No. 008714C

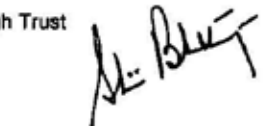

(Krishna Kumar Singh)
Partner
M. No. 077494


Place : New Delhi
Date : 22/12/2020



for Breakthrough Trust


(Sashwati Banerjee)
Trustee


(Sohini Bhattacharya)
President & CEO


(Venkitesh Ramakrishnan)
Deputy Director - Finance & Operations

