



# **13<sup>th</sup> Annual Report & Accounts 2017-2018**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
CENTRE FOR STUDY OF SCIENCE, TECHNOLOGY AND POLICY**

1. **Report on the financial statements:**

We have audited the accompanying Financial Statements of CENTRE FOR STUDY OF SCIENCE, TECHNOLOGY AND POLICY, No. 18, 10<sup>th</sup> cross, Mayura street, Papanna Layout, Nagashettyhalli, RMV 2<sup>nd</sup> stage, BANGALORE-560094, which comprise the Balance Sheet as at 31<sup>st</sup> March 2018, the Statement of Income and Expenditure and Cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

2. **Management's responsibility for the Financial Statement:**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act 2013 ("the act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements 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.

3. **Auditor's Responsibility:**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the act and the rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 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 judgement, 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 company'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 company 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 the operating Company's Directors', 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 on the financial statements.

4. **Opinion:**

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 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 affairs of the Company as at 31st March, 2018, and its Deficit for the year ended on that date.

5. **Report on other Legal and Regulatory Requirements:**

This report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2017 ("the Order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since as per para 1(2) (iii), the order is not applicable to this company.

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, books of accounts as required by law have been kept by the company so far as it appears from our examination of those books.
- c) The Balance Sheet and the Statement Income and Expenditure 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2018 from the being appointed as 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 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
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

for B.R.V. GOUD & CO.,  
Chartered Accountants  
FRN. 000992S



  
(SHIVA SUBRAMANYAM)

PARTNER

Membership No.:201108

Place: Bangalore

Date: 29.08.18



**"ANNEXURE A" to the Auditors Report:**

1. **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act"):**

We have audited the internal financial controls over financial reporting of **CENTER FOR STUDY OF SCIENCE, TECHNOLOGY AND POLICY** ("the Company") as of 31<sup>st</sup> March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

2. **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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

3. **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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing issued by Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls & both issued by ICAI. Those Standards and the Guidance Note required 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 were 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 controls system over financial reporting.

4. **Meaning of Internal Financial Controls Over Financial Reporting:**

A company's internal financial control over financial reporting is a process to provide reasonable assurance regarding the reliability of the 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 that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisitions, use, or disposition of the company's assets that could have a material effect on the financial statements.

5. **Inherent limitation 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 misstatement due to error or fraud may occur and not 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 controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

6. **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 2018, based on the internal financial controls 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 issued by the Institute of Chartered Accountants of India.

for B.R.V. GOUD & CO.,  
Chartered Accountants  
FRN. 000992S



*(Handwritten Signature)*

(A. B SHIVA SUBRAMANYAM)  
PARTNER  
Membership No.:201108

Place: Bangalore  
Date: 29.08.18

**CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY**

CIN : U80302KA2005NPL036676

**BALANCE SHEET AS AT 31st MARCH 2018**

( Amount in Rs )

Sl No	PARTICULARS	Note No	As at 31 March 2018	As at 31 March 2017
<b>I</b>	<b><u>EQUITY AND LIABILITIES</u></b>			
	(1) Shareholder's Funds			
	(a) Share Capital	1	1,00,000	1,00,000
	(b) Reserves and Surplus	2	26,05,73,079	26,73,88,998
	(2) Share application money Pending Allotment		-	-
	(3) Non-Current Liabilities	3		
	(a) Long-Term Borrowings		8,36,116	10,77,851
	(4) Current Liabilities	4		
	(a) Other Current Liabilities		14,22,795	15,26,400
	(b) Short-Term Provisions		18,57,854	20,86,648
	<b>TOTAL</b>		<b>26,47,89,846</b>	<b>27,21,79,898</b>
<b>II</b>	<b><u>ASSETS</u></b>			
	(1) Non-current Assets			
	(a) Fixed Assets	5		
	(i) Tangible Assets		1,62,93,570	1,73,34,697
	(ii) Intangible Assets		8,13,149	10,21,595
	(iii) Capital Work-in-Progress		36,58,883	35,98,883
	(b) Long Term Loans and Advances	6	76,63,147	76,63,147
	(2) Current Assets			
	(a) Receivables	7	25,11,600	-
	(b) Cash and Cash Equivalents	8	14,93,57,838	15,83,24,557
	(c) Short-term loans and advances	9	8,44,91,658	8,42,37,019
	<b>TOTAL</b>		<b>26,47,89,846</b>	<b>27,21,79,898</b>

Significant Accounting Policies and  
Other Notes to Financial Statements

16

  
(Dr V.S. ARUNACHALAM)

DIRECTOR  
DIN: 00400857

  
(Prof. S. RANGANATHAN)

DIRECTOR  
DIN: 02481672



(Dr. K. L. BELLARMINI)  
CHIEF FINANCIAL OFFICER

As per our report of even date,  
for B.R.V.Goud & Co.,  
Chartered Accountants,



FRN: 0009925

  
(A.B. SHIVA SUBRAMANYAM)

PARTNER  
M.No: 201108

Place: Bangalore

Date: 29.8.18

**CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY**

CIN : U80302KA2005NPL036676

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH 2018**

(Amount in Rs)

SI No	PARTICULARS	Note No	Year ended 31 March 2018	Year ended 31 March 2017
<b>A.</b>	<b><u>INCOME</u></b>			
	Core Grants	10	5,75,24,114	5,10,52,799
	Project Grants	11	10,65,04,696	9,74,65,334
	Other Income	12	92,82,491	1,09,83,060
	<b>Total Income</b>		<b>17,33,11,301</b>	<b>15,95,01,193</b>
<b>B.</b>	<b><u>EXPENSES :</u></b>			
	Employee Benefits Expense	13	9,59,29,429	8,21,39,543
	Operations and Other Expense	14	7,93,22,694	6,19,74,604
	Finance Costs	15	1,75,371	1,56,723
	Depreciation and Amortization expense	5	20,53,721	17,39,606
	<b>Total Expenses</b>		<b>17,74,81,215</b>	<b>14,60,10,477</b>
<b>C.</b>	Surplus/(Deficit) before Exceptional and Extraordinary items		(41,69,914)	1,34,90,716
	Exceptional and Extraordinary items		-	-
	Surplus/(Deficit) before Tax		(41,69,914)	1,34,90,716
	Tax Expense		-	-
<b>D.</b>	Surplus/(Deficit) For the Year		<b>(41,69,914)</b>	<b>1,34,90,716</b>

Significant Accounting Policies and Other Notes to Financial Statements

16

  
(Dr V.S. ARUNACHALAM)  
DIRECTOR  
DIN: 00400857

  
(Prof. S.RANGANATHAN)  
DIRECTOR  
DIN: 02481672

As per our report of even date,  
for B.R.V.Goud & Co.,  
Chartered Accountants,  
FRN: 000992S

Place: Bangalore  
Date: 29.3.18


  
  
(Dr. K.C. BELLARMINE)  
CHIEF FINANCIAL OFFICER

  
  
(A.B. SHIVA SUBRAMANYAM)  
PARTNER  
M.No: 201108



CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY  
CIN : U80302KA2005NPL036676  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2018

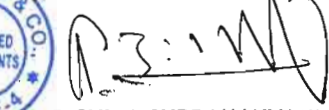
Sl No	Cash in flow	2017-18	2016-17
		Rs.	Rs.
A	<b>Cash Flow from Operating Activities</b>		
	Surplus / (Deficit) before Tax	(41,69,914)	1,34,90,716
	<u>Adjustment For:</u>		
	Depreciation	20,53,721	17,39,606
	Interest & Finance Charges	1,75,371	1,56,723
	Expenses Write off	-	-
	Income from Investing Activities	(53,96,390)	(70,56,640)
	Operating Cash Surplus / (Deficit) before Working Capital Changes	(73,37,212)	83,30,406
	<u>Changes in Working Capital</u>		
	Trade Payables	(4,28,480)	(73,86,586)
	Other Current Liabilities	3,24,875	6,56,835
	Short Term Loans and Advances	(2,54,639)	(12,25,850)
	Provisions	(2,28,794)	6,71,037
	Operating Cash before Tax	(79,24,250)	10,45,842
	Less: Tax Paid	-	-
<b>Net Cash from Operating Activities (A)</b>	<b>(79,24,250)</b>	<b>10,45,842</b>	
B	<b>Cash Flow from Investing Activities</b>		
	Sale/(Purchase) of Fixed Assets	(8,64,151)	(35,59,066)
	Receivables	(25,11,600)	-
	Decrease/(Increase) in Loans and Advance (Assets)	-	(21,57,447)
	Interest Income	53,96,390	70,56,640
<b>Net Cash from Investing Activities (B)</b>	<b>20,20,639</b>	<b>13,40,127</b>	
C	<b>Cash Flow from Financing Activities</b>		
	Project Funds	(26,46,005)	4,98,16,925
	Long Term Borrowings	(2,41,735)	(2,01,413)
	Bank Charges & Interest	(1,75,371)	(1,56,723)
<b>Net Cash from Financing Activities (C)</b>	<b>(30,63,111)</b>	<b>4,94,58,789</b>	
	<b>Net Changes in Cash &amp; Cash Equivalents</b>	<b>(89,66,721)</b>	<b>5,18,44,759</b>
	<b>Cash &amp; Cash Equivalents at the beginning of the Period</b>	<b>15,83,24,559</b>	<b>10,64,79,800</b>
	<b>Cash &amp; Cash Equivalents at the end of the Period</b>	<b>14,93,57,838</b>	<b>15,83,24,559</b>

  
(Dr V.S. ARUNACHALAM)  
DIRECTOR  
DIN: 00400857

  
(Prof. S.RANGANATHAN)  
DIRECTOR  
DIN: 02481672

As per our report of even date,  
for B.R.V.Goud & Co.,  
Chartered Accountants,



  
(A.B.SHIVA SUBRAMANYAM)  
PARTNER  
M.No: 201108

Place: Bangalore  
Date: 29.3.18

  
(Dr K.C. BELLURMINE)  
CHIEF FINANCIAL OFFICER

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2018

( Amount in Rs )

PARTICULARS						As at 31 March 2018	As at 31 March 2017
1	<b>Shareholder's Funds</b>						
	<b>Share Capital</b>						
	<b>1.1 Equity Share Capital</b>						
	1.1.1 Authorized Equity Share Capital:- 1000 Shares of Rs.100 each					1,00,000	1,00,000
	1.1.2 Issued, Subscribed and Fully Paid Up:- 1000 Shares of Rs.100 each					1,00,000	1,00,000
	List of Shareholders having 5% or more Shares						
		(as on 31.03.2018)		(as on 31.03.2017)			
	Sl no.	Name of the Shareholders	In No's	In %	In No's	In %	
	1.	Dr. Arunachalam V.S.	500	50%	500	50%	
	2.	Prof.Dipankar Banerjee	500	50%	500	50%	
2	<b>Reserves and Surplus</b>						
	<b>2.1 Corpus Grant</b> N S foundation					1,06,31,305	1,06,31,305
	<b>2.2 Projects' reserves/funds</b>						
	Opening Balance					24,61,44,199	19,56,65,854
	Add:- Receipts during the year					10,38,58,688	14,72,82,259
	Deficits absorbed by Core					4,79,224	6,61,420
						35,04,82,111	34,36,09,533
	Less:- Expenditure during the year					10,65,04,693	9,74,65,334
	Closing Balance					24,39,77,418	24,61,44,199
	<b>2.4 Surplus/(Deficit)</b>						
	Opening Balance					1,06,13,494	(22,15,802)
	Add/(Less): Surplus/(Deficit) for the year					(41,69,914)	1,34,90,716
						64,43,580	1,12,74,914
	Projects Deficits borne by Core					(4,79,224)	(6,61,420)
	Closing Balance					59,64,356	1,06,13,494
	<b>2.4 Total Reserves and Surplus</b>					26,05,73,079	26,73,88,998
3	<b>Non Current Liabilities</b>						
	<b>3.1 Long Term Borrowings</b>						
	<b>3.1.1 Secured</b>						
	Corporation Bank - Vehicle Loan					7,36,115	9,77,850
						7,36,115	9,77,850
	<b>3.1.2 Unsecured</b>						
	Loans and Advances from Related Parties					1,00,001	1,00,001
	<b>3.2 Total Non Current Liabilities</b>					8,36,116	10,77,851

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2018

( Amount in Rs )

PARTICULARS		As at 31 March 2018	As at 31 March 2017
4	<b><u>Current Liabilities</u></b>		
	<b>4.1 <u>Other Current Liabilities</u></b>		
	Sundry Creditors	(1,46,651)	2,81,829
	TDS	9,09,176	8,78,667
	GST payable	2,94,366	-
	Vehicle Loan	3,65,904	3,65,904
		<b>14,22,795</b>	<b>15,26,400</b>
	<b>4.2 <u>Short Term Provisions</u></b>		
	Gratuity, PF & ESI payable	18,10,654	20,39,448
	Audit Fee	47,200	47,200
		<b>18,57,854</b>	<b>20,86,648</b>
	<b>4.3 <u>Total Current Liabilities</u></b>	<b>32,80,649</b>	<b>36,13,048</b>
6	<b><u>Long Term Loans and Advances</u></b>		
	Deposits	76,63,147	76,63,147
		<b>76,63,147</b>	<b>76,63,147</b>
7	<b><u>Receivables</u></b>		
	Outstanding for a Period exceeding six months	-	-
	Others	25,11,600	-
		<b>25,11,600</b>	<b>-</b>
8	<b><u>Cash and Cash Equivalents</u></b>		
	<b>8.1 Cash on hand</b>	-	14,879
	<b>8.2 <u>Balance with Banks</u></b>		
	a) Term Deposits Accounts	14,00,53,320	13,29,03,895
	b) in Savings Bank Accounts	93,04,518	2,54,05,783
		<b>14,93,57,838</b>	<b>15,83,09,678</b>
	<b>8.3 Total Cash and Cash Equivalents</b>	<b>14,93,57,838</b>	<b>15,83,24,557</b>
9	<b><u>Short-term loans and advances</u></b>		
	TDS Receivable	39,00,573	29,66,039
	Accrued Interest on FD	25,58,434	33,59,624
	Other Loans and Advances	4,34,674	3,13,379
	Project Expenses Receivable	1,94,97,977	1,94,97,977
	Project Mobilisation Advance	5,81,00,000	5,81,00,000
		<b>8,44,91,658</b>	<b>8,42,37,019</b>

  
(Dr. V.S. ARUNACHALAM)  
DIRECTOR  
DIN: 00400857

  
(Prof. S.RANGANATHAN)  
DIRECTOR  
DIN: 02481672

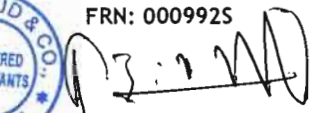
As per our report of even date,  
for B.R.V.Goud & Co.,  
Chartered Accountants,  
FRN: 0009925

Place: Bangalore  
Date: 29.8.18



  
(Dr. K.C. BEJARMINE)  
CHIEF FINANCIAL OFFICER



  
(A.B. SHIVA SUBRAMANYAM)  
PARTNER  
M.No: 201108

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2018

( Amount in Rs )


PARTICULARS		Year ended 31 March 2018	Year ended 31 March 2017
10	<b><u>Core Grants</u></b>		
	International Development Research Centre	2,48,34,880	3,06,37,812
	OAK Foundation	3,10,00,000	1,85,00,000
	Others	16,89,234	19,14,987
	<b>Total Core Grants</b>	<b>5,75,24,114</b>	<b>5,10,52,799</b>
11	<b><u>Project Grants</u></b>		
	Bill and Melinda Gates Foundation	2,64,24,258	75,10,595
	European Commission	29,13,246	1,89,31,292
	Department of Science Technology - Govt of India	61,13,155	1,01,11,114
	International Development Research Centre	76,45,444	95,57,390
	Shakti Sustainable Energy Foundation	1,25,65,868	2,32,36,544
	India Smart Grid Foundation	16,05,948	34,06,244
	John and Catherine T Macarthur Foundation	2,87,54,363	2,26,77,380
	The Nature Conservancy	89,53,806	12,89,827
	Good Energies Foundation	1,07,97,680	7,44,949
	United Nation Development Programme	5,79,915	-
	The United Nations Democracy Fund	1,51,013	-
	<b>Total Project Grants</b>	<b>10,65,04,696</b>	<b>9,74,65,334</b>
12	<b><u>Other Income</u></b>		
	Consultancy Income	36,36,101	39,26,420
	Bank Interest	53,96,390	70,56,640
	Provision reversed	2,50,000	-
	<b>Total Other Income</b>	<b>92,82,491</b>	<b>1,09,83,060</b>
13	<b><u>Employee Benefits Expense</u></b>		
	Salaries and Wages (Including Contribution to Provident Fund and other Funds)	9,26,48,585	7,88,86,001
	Staff welfare	32,80,844	32,53,542
	<b>Total Employee Benefits Expense</b>	<b>9,59,29,429</b>	<b>8,21,39,543</b>
14	<b><u>Operations and Other Expense</u></b>		
	Audit Fee	47,200	47,200
	Directors Sitting Fees	35,000	20,000
	Books, Journals and Publications	6,54,325	8,55,768
	Broadband and Telephone Charges	36,02,830	32,03,748
	Computer Consumables and Maintenance	2,28,477	2,74,210
	Conference and Workshops	10,60,910	11,09,651
	Electricity Charges	17,98,407	15,58,161
	Hospitality	28,854	38,469
	Security & House Keeping	65,04,887	46,27,072
	Repairs & Maintenance	20,91,854	26,78,251
	Office Maintenance	3,65,971	11,02,164
	Rent	2,31,26,883	1,72,14,384
	Postage and Courier	15,369	30,351
	Printing and Stationery	3,24,699	2,82,092
	Professional Charges	32,61,205	17,00,345
	Project Equipment	42,42,580	70,28,746
	RTPV Project Study	89,96,400	76,58,500
	Travel Expenses	98,58,740	88,56,218
	Feasibility Study Report	13,05,097	11,27,345
	Capacity Building Project Expenses	28,10,206	-
	WSH Project - Sub-Grant	89,62,800	-
	RE Project Software Licence	-	25,61,929
	<b>Total Operation &amp; Other Expense</b>	<b>7,93,22,694</b>	<b>6,19,74,604</b>



NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2018

( Amount in Rs )

PARTICULARS		Year ended 31 March 2018	Year ended 31 March 2017
15	<b>Finance Costs</b>		
	Bank Charges	51,202	22,724
	Interest on Car Loan	1,24,169	1,33,999
	<b>Total Finance Costs</b>	<b>1,75,371</b>	<b>1,56,723</b>

  
 (Dr. V.S. ARUNACHALAM)  
 DIRECTOR  
 DIN: 00400857

  
 (Prof. S. RANGANATHAN)  
 DIRECTOR  
 DIN: 02481672

As per our report of even date,  
 for B.R.V. Goud & Co.,  
 Chartered Accountants,  
 FRN: 000992S

Place: Bangalore

Date:

29/9/18

  
 (Dr. K.C. BELLARMINE)  
 CHIEF FINANCIAL OFFICER



  
 (A.B. SHIVA SUBRAMANYAM)  
 PARTNER  
 M.No: 201108

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**5 Fixed Assets**

Description	Gross Block				Depreciation			Net Block	
	As at 31-Mar-17	Additions / Adjustments	Disposals / Adjustments	As at 31-Mar-18	As at 31 Mar 2017	For the year	Disposals / Adjustments	As at 31-Mar-18	As at 31 Mar 2017
<b>5.1 Tangible Assets</b>									
Land	1,14,60,493	-	-	1,14,60,493	-	-	-	1,14,60,493	1,14,60,493
Office Equipments	88,40,784	1,73,068	-	90,13,852	71,52,337	6,83,319	-	11,78,196	16,88,447
Furniture and Fixtures	25,70,715	-	-	25,70,715	14,14,872	74,166	-	10,81,677	11,55,843
Vehicles	21,43,192	-	-	21,43,192	12,40,117	2,83,341	-	6,19,734	9,03,075
Computers	2,11,74,995	5,78,012	-	2,17,53,007	1,90,48,155	7,51,378	-	19,53,474	21,26,840
<b>Total Tangible Assets</b>	<b>4,61,90,179</b>	<b>7,51,080</b>	<b>-</b>	<b>4,69,41,259</b>	<b>2,88,55,481</b>	<b>17,92,204</b>	<b>-</b>	<b>1,62,93,570</b>	<b>1,73,34,698</b>
<b>5.2 Intangible Assets</b>									
Software	1,40,46,681	53,071	-	1,40,99,752	1,30,25,086	2,61,517	-	8,13,149	10,21,595
<b>Total Intangible Assets</b>	<b>1,40,46,681</b>	<b>53,071</b>	<b>-</b>	<b>1,40,99,752</b>	<b>1,30,25,086</b>	<b>2,61,517</b>	<b>-</b>	<b>8,13,149</b>	<b>10,21,595</b>
<b>5.3 Capital Work in Progress</b>	<b>35,98,883</b>	<b>60,000</b>	<b>-</b>	<b>36,58,883</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>36,58,883</b>	<b>-</b>
<b>Total Fixed Assets</b>	<b>6,38,35,743</b>	<b>8,64,151</b>	<b>-</b>	<b>6,46,99,894</b>	<b>4,18,80,567</b>	<b>20,53,721</b>	<b>-</b>	<b>2,07,65,602</b>	<b>2,19,55,176</b>
<b>5.4 (Total of 5.1+5.2+5.3)</b>	<b>6,02,76,677</b>	<b>35,59,066</b>	<b>-</b>	<b>6,38,35,743</b>	<b>4,01,40,961</b>	<b>17,39,606</b>	<b>-</b>	<b>2,19,55,176</b>	<b>2,01,35,716</b>
<b>PREVIOUS YEAR</b>									

As per our report of even date,

for B. R. V. Goud & Co.,

Chartered Accountants,

FRN: 0009925



*(Signature)*  
 (Dr. K. C. BELLARMINI)  
 CHIEF FINANCIAL OFFICER

*(Signature)*  
 (Dr. S. RANGANATHAN)  
 DIRECTOR

*(Signature)*  
 (Dr. V. S. ARUNACHALAM)  
 DIRECTOR

*(Signature)*  
 (A. B. SHIVA SUBRAMANYAM)  
 PARTNER

Place: Bangalore

Date: 29.8.18

DIN: 00400857

DIN: 02481672

M.No: 201108



## CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY

### NOTE 16: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FOR THE YEAR 2017-18

#### Overview

CSTEP is a not-for-profit research organization registered under erstwhile section 25 of the Companies Act, 1956 (presently section 8 of the Companies Act, 2013), vide license No.2/B-9350/2005 dated 17.06.2005.

CSTEP is registered under section 12A (A) of the Income Tax Act 1961, vide Regn. No. DIT (E)/12A/Vol I/C-649/W-1/05-06 with effect from 30.06.2005.

The main objective of CSTEP is to undertake multi-disciplinary policy research in areas such as Energy including Energy Efficiency and Renewables, New Materials, Urban Infrastructure and Sanitation, Climate Adaptation and Mitigation, Emergency Management Systems, Smart Grids, etc. for the benefit of various governments and public at large. To meet these objects, CSTEP raises project and core grants support from governments, multi-lateral agencies, private philanthropy and other donors.

#### **1. Significant Accounting Policies:**

##### **1.1 Basis for preparation of Financial Statements:**

The Financial Statements are drawn up in accordance with historical cost convention and on the accrual basis of accounting, except as otherwise stated. The Financial Statements of the company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and relevant provisions of The Companies Act, 2013 and guidelines given by the ICAI for NPO's have been adopted to the extent that they are applicable, in the preparation of financial statements.

##### **1.2 Use of Estimates:**

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current event and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future period.

##### **1.3 Property, Plant & Equipment:**

Tangible fixed Assets have been capitalized at acquisition cost with the identifiable expenditure incurred to bring the asset into present condition. Tangible fixed assets are stated at cost of acquisition less depreciation.

Capital work in progress: Tangible fixed assets that are not ready for their intended use are carried at cost, comprising direct cost, related incidental expenses.

#### **1.4 Depreciation:**

Depreciation on fixed assets is charged on written down value method at the rates and mode prescribed in Schedule II of the Companies Act, 2013.

Depreciation on assets bought/sold during the year is charged at the applicable rates on a prorata basis from the date it is put to use or date it is sold.

In respect of PPE where the remainder of useful life is nil, no depreciation is considered since in all such cases the carrying value is less than 5% of its respective cost as on 31-03-2018.

#### **1.5 Revenue Recognition:**

- A) The entire amount of Core grants received during the year is credited to the income and expenditure account.
- B) The project grants received during the year is recognized as income to the extent of project expenditure (including expenditure on acquiring project equipment and related items) incurred during the year.
- C) Interest income is accounted on time proportion basis.
- D) Revenue from other services rendered is recognized on accrual basis based on agreement/contracts with clients on rendering of services.

#### **1.6 Employee Benefit:**

##### **A) Short Term Benefits:**

Employee benefits payable wholly within twelve months of rendering the service are classified as short term. Benefits such as salaries, bonus etc. are recognized in the period in which an employee renders the related service.

##### **B) Provident Fund:**

The organization's contribution to the provident fund is remitted to the appropriate authorities based on a fixed percentage of the eligible employee's salary and charged to income and expenditure account.

##### **C) Gratuity:**

CSTEP has created a Gratuity Fund for the benefit of the employees.

#### **1.7 Foreign Currency Transactions:**

Transactions denominated in foreign currency are accounted at the transacted exchange rates.

#### **1.8 Provisions and Contingencies:**

The organization recognizes a provision when there is a present obligation as a result of a past event that probably requires outflow of resources which can be reliably estimated. Wherever there is a possible obligation that may, but probably will not require an outflow of resources, the same is disclosed by way of contingent liability.



## 1.9 Taxes on Income:

CSTEP is a Company registered under erstwhile section 25 of the Companies Act, 1956 (presently section 8 of the Companies Act, 2013) and also recognized as a Charitable Institution under section 12A of the Income Tax Act, 1961, the income of which is exempt from tax subject to certain conditions. Therefore no provision for Income Tax is made.

## 1.10 Cash & Cash Equivalent:

Cash and cash equivalents comprises of Cash at Banks, Demand and Term Deposits.

## 1.11 Current / Non-Current Assets and Liabilities:

Assets are classified as current when it satisfies any of the following criteria:

- (i) Assets or liabilities that are expected to be realized within 12 months after reporting date are treated as current asset or liabilities,
- (ii) Assets or liabilities that are expected to be realized after 12 months after reporting date are treated as non-current asset or liabilities.

## 2. Notes on Accounts:


2.1 Contingent Liability not provided for : Nil ( P.Y. Nil )

2.2 An amount of Rs.1,94,97,977/- being a part of the expenditure incurred on the research project FOWIND funded by the European Union has not yet been received.

2.3 There are no dues to Micro, Small and Medium Enterprises as on 31.03.2018.

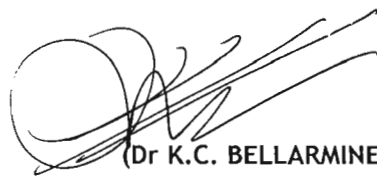
2.4 Expenditure in foreign currency Rs.67,82,428 /- (Previous Year Rs. 1,27,78,572/-).

2.5 Previous year figures have been regrouped / rearranged wherever necessary to suit this year's groupings.

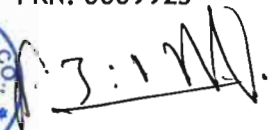
  
(Dr V.S. ARUNACHALAM) (Prof.S.RANGANATHAN)  
DIRECTOR DIRECTOR  
DIN: 00400857 DIN: 02481672

As per our report of even  
date  
for B.R.V.Goud & Co.,  
Chartered Accountants,  
FRN: 0009925

Place: Bangalore  
Date: 29.8.18

  
(Dr K.C. BELLARMINE)  
CHIEF FINANCIAL OFFICER



  
(A.B.SHIVA SUBRAMANYAM)  
PARTNER  
M.No: 201108





## **Center for Study of Science, Technology and Policy**

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Nagashettyhalli, RMV 2nd Stage, Bengaluru - 560094,

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