

Mehra & Sistani
Chartered Accountants
New Delhi

CERTIFICATE

We have audited the accounts of FONDATION AGA KHAN, Sarojni House, 6 Bhagwan Dass road, New Delhi-110001 (Registration No. 231650072 dated 10.01.1985) for the year ended 31st March 2015 and examined all relevant books and vouchers and certify that according to the audited accounts.

- (i) The brought forward foreign contribution at the beginning of the year was Rs.16,33,29,950.
- (ii) Foreign contribution of Rs.50,83,64,212 (Including Interest Rs.71,45,589) was received by the Fondation during the year ended 31st March, 2015.
- (iii) The balance of unutilized foreign contribution with the Fondation at the end of the year ended 31st March, 2015 was Rs.13,74,75,605
- (iv) Certified that the Fondation has maintained the accounts of foreign contribution and records relating there to in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule (16) of the Foreign Contribution (Regulation) Rules, 2011.
- (v) The information furnished in this certificate and in the enclosed Balance Sheet and Statement of Receipt and Payment is correct as checked by us.

Place : New Delhi.
Dated : 15th September, 2015



For Mehra & Sistani
Chartered Accountants

B. S. Sistani

(B. S. Sistani)
Partner
Membership No.080301

FONDATION AGA KHAN - INDIA BRANCH
Statement of Assets and Liabilities as at March 31, 2015

As At 31st March 2014 Rs.	LIABILITIES	As At 31st March 2015 Rs.	As At 31st March 2014 Rs.	ASSETS	As At 31st March 2015 Rs.
2,210,926,124	General Fund Head Office (Switzerland) A/c. Balance as per last year Add: Donations for Corpus Add: Remittances received from Head Office	2,619,164,418	1,695,338,766	Fixed Assets (As per Schedule 'A') Gross Block Less : Accumulated Depreciation	2,118,578,930
65,827,332		5,771,036	240,586,521		379,870,638
656,993,618		488,053,121	1,454,752,245		
2,933,747,074		3,112,988,575			
314,582,656	Less: Excess of expenditure over income	530,304,364	382,100,905		387,431,880
2,619,164,418		2,582,684,211	5,374,975		75,357,253
	Current Liabilities		44,000		52,000
323,810	Retention Money		387,431,880		
2,838,786	Advance for sale of property	90,215,000	6,698,754		13,074,633
			424,288,553		42,385,076
			3,928,516		3,123,163
					58,582,872
2,622,327,014	TOTAL	2,672,899,211	2,622,327,014	TOTAL	2,672,899,211

Significant Accounting Policies and Notes to Accounts (As per Schedule 'C')

This is the Statement of Assets and Liabilities referred to in our report of even date

Schedules referred to above form an integral part of the Statement of Assets and Liabilities



A. A. Sultan

For and on behalf of
M/s Mehra & Sisiani
CHARTERED ACCOUNTANTS

Place : New Delhi
Date **15 SEP 2015**

Gulam Rahimtoola

Mr. Gulam Rahimtoola
Vice Chairman, National Committee
For and on behalf of
Fondation Aga Khan (India Branch)

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FONDATION AGA KHAN - INDIA BRANCH

Statement of Income & Expenditure for the year ended March 31, 2015

Year Ended 31st March 2014 Rs.	EXPENDITURE	Year Ended 31st March 2015		Year Ended 31st March 2014 Rs.	INCOME	Year Ended 31st March 2015		Rs.
		FCRA	Non FCRA			FCRA	Non FCRA	
87,807,611	Programmes / Projects Partners	142,463,208	-	168,863,900	Grants received	13,165,502	53,354,500	66,520,002
51,860,096	Office /Administration Expenses (As per Schedule - 'B')	38,142,348	19,189,229	12,567,564	Interest	8,076,504	12,842,561	20,919,065
597,537	Expense relating to Properties	-	726,198	26,234,239	Rent from Properties	-	33,815,670	33,815,670
273,898,666	Other Project Related Expenses	265,318,677	49,665,781	50,450	Gain on sale of Fixed Assets	3,199	35,998	39,197
7	Loss on sale of Fixed Assets	80	-	172,500	Gain on sale of Immoveable Properties	-	5,696,786	5,696,786
4,300	Loss on sale of Immoveable Properties	-	-	932,828	Refund of Unutilised Grants	91,388	-	91,388
10,530	Refund of Unutilised Grants	1,163,093	168,837	77,216	Miscellaneous Income	-	1	1
109,505,743	Depreciation (As per Schedule 'A')	138,878,542	1,863,461	10,070	Interest on IT refund	192,981	-	192,981
				193,267	Other Interest	564,436,374	-34,132,010	530,304,364
				314,582,656	By excess of expenditure over income			
523,684,490	TOTAL	585,965,948	71,613,506	523,684,490	TOTAL	585,965,948	71,613,506	657,579,454

Significant Accounting Policies and Notes to Accounts (As per Schedule 'C')

This is the Statement of Income and Expenditure referred to in our report of even date

Schedules referred to above form an integral part of the Statement of Income & Expenditure



For and on behalf of
M/s Mehra & Sistani
CHARTERED ACCOUNTANTS

Place : New Delhi

Date : **15 SEP 2015**

Muham Rahimtoola

Mr. Gulam Rahimtoola

Vice Chairman, National Committee

For and on behalf of

Fondation Aga Khan (India Branch)

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FONDATION AGA KHAN (INDIA BRANCH)
Statement of Receipts and Payments for the year ended 31st March 2015

Year Ended 31st March 2014	Year Ended 31st March 2015		Year Ended 31st March 2015		Year Ended 31st March 2015 Other	Year Ended 31st March 2015 Other	Total
	RECEIPTS	Foreign Contribution	Total	PAYMENTS			
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Total	1,075,934,687	676,693,953	380,473,514	1,056,567,467	676,693,953	380,473,514	1,056,567,467
To Opening Balances:							
Cash in Hand	217,629	148,161	65,861	214,022	299,429,082	23,833,479	112,085,236
In Current Accounts with Banks	13,869,137	6,162,918	7,757,306	13,920,224	355,000	-	385,000
In Deposit Accounts with Banks	123,665,225	157,018,871	174,073,949	331,092,820	477,258	-	-
To Donations for Corpus	65,827,332	-	5,771,036	-	1,579,535	678,791	678,791
To Remittances from Head Office (Switzerland)	656,993,618	488,053,121	-	-	-	-	-
To Grants Received	168,863,900	13,165,502	53,354,500	66,520,002	668,792	142,840	745,788
To Interest Received (Net of tax deducted at source - 478,744 (Previous year - 42,283))	12,525,281	7,953,149	12,504,847	20,457,996	2,016,340	216,230	1,455,798
To Interest on Income Tax Refund	10,070	-	-	-	1,131,670	442,893	568,827
To Other Interest Income	173,941	175,216	-	175,216	203,493	-	-
To Rent from Immovable Properties	26,234,259	33,813,670	33,813,670	33,813,670	-	255,150	255,150
To Sale of Old Fixed Assets	50,470	39,200	-	39,200	-	-	-
To Sale of Properties	-	3,000,000	3,000,000	3,000,000	-	6,991,119	7,997,740
To Refund of Unutilized Grants from program/project partners	932,823	91,388	-	-	5,424,532	1,006,621	-
To Miscellaneous Income	77,216	-	-	91,388	-	-	-
To Refund of Advances	3,267,095	2,096,074	5,345	2,101,419	87,807,651	2,000,000	142,463,208
To Refund of Security Deposit	296,000	1,190,353	-	-	273,898,666	49,665,781	313,508,591
To Advance against Sale of Properties	2,818,786	1,190,353	5,345	1,190,353	51,860,696	38,142,348	57,531,577
To Income Tax refund	111,920	-	90,125,000	90,125,000	597,537	726,198	726,198
					10,530	168,837	1,331,930
					214,022	141,406	304,679
					13,920,224	18,372,775	31,282,653
					331,092,820	118,959,537	381,284,062
Total	1,075,934,687	676,693,953	380,473,514	1,056,567,467	1,075,934,687	380,473,514	1,056,567,467

Significant Accounting Policies and Notes to Accounts (As per Schedule 'C')

This is the Statement of Income and Expenditure referred to in our report of even date

Schedule referred to above form an integral part of the Statement of Income & Expenditure

Aqream Rahim

Ms Guliam Rahim
 Vice Chairman, National Committee
 For and on behalf of
 Fondation Aga Khan (India Branch)



For and on behalf of
M/s Mehra & Sisani
 CHARTERED ACCOUNTANTS

Place: New Delhi

15 SEP 2015

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FONDATION AGA KHAN - INDIA BRANCH

SCHEDULE A - Fixed Assets As At 31st March, 2015

Asset Categorisation	Gross Block				Depreciation		Net Block		Amount in Rs.
	Balance as at	Addition during the	Deduction / sale	Balance as at	Provided during the year	Adjustment	Balance as at	As at	
	31.03.2014	year	during the year	31.03.2015	31.03.2014	during the year	31.03.2015	31.03.2014	
(a) Land (Refer Note 2 in part II of Schedule C)	1			1				1	
(b) Buildings	1,393,178,075	360,836,160	-	1,754,014,235	58,584,074	-	1,636,998,303	1,334,746,217	
(c) Furniture & Fixtures	145,313,935	40,717,587	173,361	185,858,161	43,667,805	173,342	47,478,222	50,428,459	
(d) Vehicles	6,456,691	568,827	108,398	6,897,120	1,424,459	108,396	5,598,856	2,153,898	
(e) Office Equipments	91,235,358	20,787,318	783,398	111,239,278	25,778,386	783,378	38,498,223	43,489,311	
(f) Electrical Installations	35,451,687	77,313	-	35,529,000	6,967,610	-	25,767,735	16,651,562	
(g) Computers and related Equipments	12,499,333	1,455,798	290,412	13,664,719	1,976,241	290,402	444,942	965,395	
(h) Software	778,347	-	-	778,347	275,930	-	778,338	275,939	
(i) Leasehold improvements	10,339,739	-	-	10,339,739	1,812,429	-	6,110,738	6,041,430	
(j) Cycles	105,600	255,150	102,400	258,350	255,069	102,368	258,268	33	
Total	1,695,338,766	424,698,153	1,457,969	2,118,578,950	140,742,003	1,457,886	379,870,638	1,738,708,312	1,454,752,245
Previous Year	757,934,490	938,596,046	1,191,770	1,695,338,766	109,505,743	1,191,743	240,586,521		



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FONDATION AGA KHAN (INDIA BRANCH)

Schedule B - Office/Administration Expenses

Particulars	Year Ended March 31, 2015			Year Ended March 31, 2014		
	FCRA	Non FCRA	Total	FCRA	Non FCRA	Total
Salaries and allowances	20,207,591	15,302,471	35,510,062	10,849,765	19,358,627	30,208,392
Contribution to provident fund	1,149,568	792,320	1,941,888	729,806	1,123,725	1,853,531
Gratuity and superannuation	599,011	48,362	647,373	86,898	678,604	765,502
Staff welfare expenses	328,114	-	328,114	374,036	-	374,036
Staff recruitment and training expenses	1,786,315	-	1,786,315	895,980	-	895,980
Rent	2,102,091	2,089,398	4,191,489	1,497,615	2,669,902	4,167,517
Insurance	65,893	-	65,893	63,196	-	63,196
Repairs and maintenance						
Building	849,730	780	850,510	679,499	-	679,499
Others	676,876	-	676,876	932,042	-	932,042
Vehicle running and maintenance	601,388	-	601,388	554,133	-	554,133
Electricity and water charges	1,062,164	-	1,062,164	1,879,804	-	1,879,804
Printing and stationery expenses	472,674	-	472,674	553,338	-	553,338
Postage and telephone	1,339,657	-128	1,339,529	1,567,763	123,596	1,691,359
Travelling and conveyance	5,031,263	48,454	5,079,717	4,917,427	350,683	5,268,110
Auditors' remuneration						
Audit fee	109,085	898,880	1,007,965	954,446	-	954,446
Legal and professional charges	1,636,358	-	1,636,358	677,303	-	677,303
Miscellaneous expenses	124,570	8,692	133,262	129,233	212,675	341,908
Total	38,142,348	19,189,229	57,331,577	27,342,284	24,517,812	51,860,096



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FONDATION AGA KHAN-INDIA BRANCH

Schedule-C Significant Accounting Policies and Notes to Accounts

I. Significant Accounting Policies

1. Basis of Accounting

The accounts have been drawn up on a historical cost convention and are on cash basis other than retention money on contractor's bill and advance received on sale of properties.

2. Fixed Assets and Depreciation

Fixed assets are stated at cost of acquisition inclusive of inward freight and other incidental expenses.

As per policy of Head Office (Switzerland), fixed assets are depreciated on straight line method as per the rates given below:

Buildings	3.34%
Leasehold improvements	20% / Period of lease
Computers and Related Equipments	33.33%
Furniture and Fixtures	20%
Office Equipment	20%
Vehicles	25%
Electrical Installations	20%
Cycles	25%
Intangible Assets – Computer Software	Over a period of 2-5 years

Full month's depreciation is provided on additions in the month of purchase and no depreciation is provided in the month of sale/disposal of assets.

Fixed Assets costing up to Rs. 225,000 are fully depreciated in the year of purchase, as per the policy of Head Office.

3. Investments

Long-term investments are valued at cost.

4. Foreign Inward Remittances

Remittances received from Head Office through normal banking channels are recorded at the exchange rate as advised by the bank.

The accounts do not include expenditure, if any, incurred by the Head Office, and include transactions arising from remittances received from the Head Office and expenditure incurred in India out of such remittances.

During the year the Fondation has received Rs. 488,053,121 (Previous Year Rs. 656,993,618) as remittances from Head Office.



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5. Employee benefits

a) Defined Contribution Plans

All employees of the Fondation are entitled to receive benefits under the Provident Fund which is a defined contribution plan. The contributions are made to a fund administered and managed by the Government of India. The contributions made under this scheme are expensed in the income and expenditure account on payment thereof.

Some employees of the Fondation are entitled to superannuation, a defined contribution plan which is administered through Life Insurance Corporation of India (LIC). Superannuation contribution is recorded as an expense in the income and expenditure account on expenditure thereof to LIC.

b) Defined Benefit Plan

The Fondation has a policy with SBI Life Insurance Company Limited (SBI). Under this Gratuity plan (which is a defined benefit retirement plan) contributions are made to SBI based on actuarial valuations as per Projected Unit Credit Method. The contributions are recorded as expense in the receipts and payments account on payment thereof to SBI.

6. Leases

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

II. Notes to the accounts

1. Land under fixed assets, capitalised at Re. 1, pertains to 100 Acres of land in Hyderabad allotted by the Andhra Pradesh Industrial Infrastructure Corporation Ltd. (APIIC) to the Fondation free of cost for setting up a Centre of Excellence in Education, through a deed of gift and conveyance dated August 22, 2005. As per the deed, the property cannot be transferred or conveyed in whole or in part, by sale, lease, mortgage, etc. to any third party without prior consent of APIIC.
2. The Fondation maintains sixteen saving accounts with a bank. One of the saving account (No.04611100011176) with Development Credit Bank Ltd. is maintained exclusively for foreign inward remittances.
3. The Fondation has received the approval for exemption from income tax, from the prescribed authorities under section 10(23)(C)(iv) of the Income-tax Act, 1961 from assessment year 2009-10 onwards. Accordingly, no provision for income-tax has been considered necessary in these accounts.
4. Employee Benefits

Defined contribution plans

Contributions to defined contribution plans expensed for the year are as under:

	Current Year	Previous Year
	Rs.	Rs.
Fondation's contribution to provident fund	5,727,824	5,269,546
Fondation's contribution to superannuation fund	199,147	178,709



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Defined Benefit Plan

In accordance with Accounting Standard (AS) 15 (revised), actuarial valuation was done in respect of the aforesaid defined benefit plan based on the following assumptions:

Main actuarial assumptions	As at December 31, 2014	As at December 31, 2013
Discount rate	8.00%	8.00%
Rate of increase in compensation levels for first five year	7.00%	7.00%
Rate of increase in compensation levels then after	5.00%	5.00%

Defined Benefit Plan amounts aggregating Rs. 1,628,120 (Previous year Rs. 2,747,853) have been recognized as expense during the year.

5. The Foundation has entered into leasing arrangements in respect of operating lease as lessee for office and residential premises. The rent charged to income and expenditure account relating to operating lease during the year is Rs. 10,008,670 (Previous year Rs. 8,812,463). Terms of the lease include terms for renewal, increase in rents in future periods and terms of cancellation, where applicable.
6. Previous year figures have been regrouped / recast wherever necessary to conform to the current year classification.



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15 SEP 2015

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