



V. NAGARAJAN & CO.,

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INDIAN GRAMEEN SERVICES

Report on the financial statements

We have audited the accompanying financial statements of **INDIAN GRAMEEN SERVICES ("the Company")**, incorporating accounts of the Livelihood and Finance Innovation Fund and the operation relating to "Banking Correspondent" for financial inclusion services as permitted by Reserve Bank of India, which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and loss account and Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows 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 the 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 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.

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 thereunder.

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 misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, to whether due to fraud or error. In making those risk assessment, 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 and 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 Company's Director, 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.





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Chartered Accountants

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 of affairs of the Company as at March 31, 2017 and its profit and its cash flows for the year ended on that date.

Report on other legal and regulatory requirements

1. Since the Company is registered under section 8 of the Companies Act, 2013 (corresponding provision to Section 25 of Companies Act, 1956), the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable.
2. 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 purpose of our audit;
 - b) in our opinion, proper books of accounts as required by the law have been kept by the company, so far as appears from our examination of the books maintained at the Head office and all the branches of the company visited by us; the Company also has maintained separate set of books for the Livelihood and Finance Innovation Fund, a fund bestowed upon the company, in trust, and for operations of "banking correspondent" which relates to certain activities which are in the nature of business;
 - c) the Balance Sheet, the statement of profit and loss account 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 March 31, 2017 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) with respect to 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"; and
 - 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 has disclosed the impact of pending litigations which would impact its financial position- refer note no.: 6 to the notes to accounts to financial statements.
 - 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 amount which were required to be transferred to the Investor Education and Protection Fund by the Company.

Kolkata | May 6th, 2017



for V. NAGARAJAN & Co.,
Chartered Accountants


(A.G. Sitaraman)
Partner

ICAI Firm Regn. No.: 04879N | M. No.: 017799



V. NAGARAJAN & CO.,

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Annexure - A to the Auditors' Report

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 **INDIAN GRAMEEN SERVICES** ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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 ('ICAI'). 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.

Auditors' 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 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 and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require 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 was 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.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of 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





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regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations 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 misstatements 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 control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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 March 31, 2017, 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.

for V. NAGARAJAN & CO.,
Chartered Accountants

Kolkata | May 6th, 2017



A.G. Sitaraman
(A.G. Sitaraman)
Partner

ICAI Firm Regn. No.: 04879N | M. No.: 017799

INDIAN GRAMEEN SERVICES

CIN: U85320DL1987NPL027141

Address: F-5, Ground Floor, Kailash Colony, Greater Kailash Part - I,
New Delhi -110048, India, Ph: 011- 41730252, www.basixindia.com, info@basixindia.com.

(All amounts in ₹ except otherwise stated)

BALANCE SHEET AS AT		31-Mar-17	31-Mar-16
I. EQUITY AND LIABILITIES			
Note No.			
Shareholders' funds			
(a) Share capital	3.1	82,500	82,500
(b) Corpus fund	3.2	48,554,870	47,853,331
(c) Reserves and surplus	3.3	20,507,966	36,278,918
Sub Total		69,145,335	84,214,749
Non-Current liabilities			
(a) Long-term borrowings	3.4	92,110,000	92,110,000
(b) Committed project based grants	3.5	91,236,838	69,929,244
(c) Exchange fluctuation reserve	3.6	36,593,869	32,130,595
Sub Total		219,940,707	194,169,839
Current liabilities			
(a) Trade payables	3.7	36,370,232	32,959,157
(b) Other current liabilities	3.8	60,235,720	61,109,287
(c) Deferred tax liabilities (net)	3.11	1,350,059	-
Sub Total		97,956,011	94,068,444
Total		387,042,053	372,453,032
II. ASSETS			
Non-Current assets			
(a) Fixed assets	3.9		
i) Tangible assets		26,316,242	26,760,138
(b) Non-current investments	3.10	508,925	508,925
(c) Deferred tax assets (net)	3.11	-	1,830,040
(d) Long term loans and advances	3.12	162,409,426	175,643,979
Sub Total		189,234,593	204,743,082
Current assets			
(a) Trade receivables	3.13	17,650,742	21,661,705
(b) Cash and cash equivalents	3.14	137,516,055	122,211,843
(c) Other current assets	3.15	42,640,663	23,836,402
Sub Total		197,807,460	167,709,951
Total		387,042,053	372,453,033
Significant Accounting Policies and Notes on Accounts	1- 2		
Supplementary Information	4-10		
Project Wise Receipts and Payments Account	11		

The accompanying notes form an integral part of these financial statements.

As per our report of even date

for **V. NAGARAJAN & CO.,**

Chartered Accountants



(Signature)

(A.G. Sitaraman)

Partner

ICAI Firm No. 04879N | M. No.: 017799

For and on behalf of the Board of Directors of

INDIAN GRAMEEN SERVICES

(Signature)

(Sudha Nair)

Chairperson

(Signature)

(Ajit Dutta)

Managing Director

May 6th, 2017 | Kolkata

Audited financial statements for the year ended March 31, 2017

INDIAN GRAMEEN SERVICES

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(All amounts in ₹ except otherwise stated))

STATEMENT OF PROFIT AND LOSS		31-Mar-17	31-Mar-16
	Note No.		
REVENUE:			
Revenue from operations	3.16	257,906,918	283,557,642
Other income	3.17	21,473,306	21,001,592
Total		279,380,225	304,559,234
EXPENDITURE:			
Employee benefits expense	3.18	65,682,507	102,756,013
Operation and other expenses	3.19	201,635,870	193,337,856
Finance costs	3.20	921,098	921,100
Provision/(reversal of provision) for non-performing assets	3.21	(9,119,839)	5,412,286
Depreciation	3.9	754,709	1,254,653
Total		259,874,345	303,681,909
Profit before tax		19,505,880	877,325
Tax expense:			
(a) Income Tax			
- Previous year tax		30,087,603	-
- Current year tax		-	1,200,000
(b) Deferred Tax / (Assets)			
- Deferred tax		3,180,099	(1,588,116)
Profit after tax		(13,761,822)	1,265,441
Significant Accounting Policies and Notes on Accounts	1- 2		
Supplementary Information	4-10		
Project Wise Receipts and Payments Account	11		

The accompanying notes form an integral part of these financial statements.

As per our report of even date
for **V. NAGARAJAN & CO.,**
Chartered Accountants



(A.G. Sitaraman)

Partner

ICAI Firm No. 04879N / M. No. 017799



May 6th, 2017 | Kolkata

For and on behalf of the Board of Directors of
INDIAN GRAMEEN SERVICES



(Sudha Nair)

Chairperson



(Arijit Dutta)

Managing Director

Audited financial statements for the year ended March 31, 2017

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Audited Financial Statement

(All amounts in ₹. except otherwise stated))

CASH FLOW STATEMENT	31-Mar-17	31-Mar-16
CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before taxation and after exceptional items	19,505,880	877,325
Adjustment for Non- cash (income) / expenditure:		
Depreciation	754,709	1,254,653
Provision/(reversal of provision) for non-performing assets	(4,656,565)	5,412,286
Operating profit before changes in operating assets	15,604,024	7,544,264
Adjustments for:		
(Increase)/ decrease in trade receivables	4,010,963	(1,671,415)
(Increase)/ decrease in long term loans and advances	3,641,460	(12,117,415)
(Increase)/ decrease in other current assets	(18,804,260)	(5,512,996)
Financial inclusion transactions - outflow	(942,055,286)	(652,413,789)
(Decrease)/increase in trade payables	3,411,075	5,640,981
Financial inclusion transactions - inflow	942,055,286	652,413,789
(Decrease)/increase in current liabilities	(873,567)	(31,723,310)
Net cash generated from operating activities before tax	6,989,696	(37,839,891)
Less: Income tax paid	11,374,671	5,211,341
Net cash generated from operating activities after tax	(A) (4,384,976)	(43,051,232)
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(356,167)	(415,276)
Sale of fixed assets	45,354	2,071,177
Net cash flow from investing activities	(B) (310,813)	1,655,901
CASH FLOW FROM FINANCING ACTIVITIES:		
Grant received from SIDBI	20,000,000	-
Net cash generated from financing activities	(C) 20,000,000	-
Net increase/(decrease) in cash and cash equivalents during the year (A)+(B)+(C)	15,304,211	(41,395,331)
Cash and cash equivalents at the beginning of the year	122,211,843	163,607,173
Cash and cash equivalents at the end of the year [refer Note: 3.14]	137,516,055	122,211,843

The accompanying notes form an integral part of these financial statements.

As per our report of even date
for **V. NAGARAJAN & CO.,**
Chartered Accountants



A.G. Sitaraman
(A.G. Sitaraman)
Partner

ICAI Firm No. 04879N | M. No.: 017799

May 6th, 2017 | Kolkata

For and on behalf of the Board of Directors of
INDIAN GRAMEEN SERVICES

Sudha Nair
(Sudha Nair)
Chairperson

Arjit Datta
(Arjit Datta)
Managing Director

Audited financial statements for the year ended March 31, 2017

INDIAN GRAMEEN SERVICES

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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

1) Note on Activities of the Company:

- 1.1 Indian Grameen Services (IGS) (herein after referred as "the Company") is a not-for-profit organization engaged mainly in developing, pilot-testing and incubating innovative livelihood promotion solutions for the poor. It has been licensed under section 25 of the Indian Companies Act, 1956 corresponding to section 8 of the Companies act, 2013 by the Government of India to operate on certain conditions, mainly being that the company shall apply its profits, if any, or other income solely in promotion of its objects, and is prohibited from payment of any dividend to its members. Further the Company is registered under Section 12A of the Income Tax Act, 1961.
- 1.2 The Company's operations broadly divided into two major thrust areas involving Grant based development support in the field of Livelihood Promotion and Fee based Business Support Services and Activities to augment, expand and achieve scales in the promotion of Livelihoods in India.
- 1.3 The Developmental Activities involves research and development (R&D) for identifying appropriate livelihood opportunities to the masses and intervention points for supporting rural producers. In addition, Company builds the implementation (HRD) capabilities of various institutions and enabling them to deliver cost effective livelihood promotion activities, by involving itself in supporting different aspects of livelihoods, including to various community based organizations at grass root level. The Company earns service fees for these R&D, HRD and Institutional support activities from various sources, which are also further supported by grants and endowments.
- 1.4 Business Support Services include acting a Banking Correspondent for various banks, to provide financial inclusion services at rural and semi urban areas, besides providing limited financial services to SHGs, Producer Companies, NGOs. etc from its Livelihood Promotion Fund.

The Developmental Activities: Under this Division, during the year, IGS had taken up the following major initiatives:

- 1.5 A) Action Research: IGS focus is on the sub-sector / vector intervention. It identifies potential sub-sectors / vectors (e.g. Groundnut, Cotton, Paddy, Soybean, Mushroom, Lac, Tasar, Milk, Handicraft, Water, Rural Power, etc.) in its area of operations, which can support a large number of livelihoods in the rural areas. As part of sub-sector studies, the bottlenecks are identified and appropriate intervention strategies in collaboration with key players are developed. Micro-intervention to test these strategies is then taken up for assessing their applicability on the ground and then scaled up to promote employment opportunities and livelihoods of poor people.
- 1.6 B): Livelihood Triad Services: Studies and research on promoting livelihoods of poor people reveals that poor people/ small and marginal producers living in far flung areas face lots of challenge in developing a portfolio of sustainable livelihoods for them and their families and a mix of services is to be offered to make them sustainable. IGS has been working with these communities and provides livelihoods triad services which is a mix of financial inclusion services (savings credit, remittances, insurance etc.), institutional development and policy support by working in groups and media and finally provide technical support services like market linkages, Agriculture extension, entering into contract farming, support in buying and selling activities directly or through a collaboration with various banks, research agencies, companies, government agencies among others, IGS also works on sectors like clean drinking water, sanitation, energy which has a direct link on the livelihoods and welfare of the poor masses.

2) Significant Accounting Policies:

2.1 Basis of preparation of financial statements:

The financial statements have been prepared under historical cost convention on an accrual basis and in accordance with generally accepted accounting principles in India and specifically to comply in all material respects with the notified Accounting Standards (AS) issued under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013 ("the Act").

The Consolidated financial statements of the company includes two important business divisions related to main objects of the company for Financial Inclusion, viz. (A) Business Correspondent and (B) Livelihood and Microfinance Promotion Fund (LAMP Fund), besides Grants and Consulting Based Services on Livelihood Promotion and Financial Inclusion.

2.2 Use of estimates:

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amount reported in the financial statements and notes thereto. Differences between actuals and estimates are recognized in the period they materialize.



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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

2.3 Revenue recognition:

- 2.3.1 Revenue from livelihood promotion activities is recognised on the basis of proportionate completion of the contract with reference to the stage of performance and corresponding income.
- 2.3.2 Income from development services is recognized on proportionate completion method, measured by reference to the proportion of work completed under each contract.
- 2.3.3 Interest on loans to CBOs/NGOs is recognized on accrual basis, except in the case of Non-performing assets ("NPAs").
- 2.3.4 Interest income on deposits with banks is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.
- 2.3.5 Income from Banking Correspondence Operations are recognised as per Contracts with the respective Principal Bank, after all the adjustments
- 2.3.6 Amount received against written-off loan is recognized on receipt basis.

2.4 Fixed assets and depreciation:

- 2.4.1 Fixed assets are stated at cost of acquisition including taxes, duties, freight and other incidental expenses related to acquisition and installation.
- 2.4.2 The assets purchased (net of sale proceeds) are shown in the Balance Sheet at written down value under the head 'Fixed Assets', the corresponding amount is reflected as Fund balance under the head 'ASSETS ACQUISITION FUND' to reflect the depreciated value of the assets being utilized by the Company.
- 2.4.3 Depreciation is provided on the written down value at the following rates on pro-rata basis from the day the asset is put into use.
- 2.4.4 No depreciation has been provided on office flats acquired out of corpus funds.
- 2.4.5 The rate assumed for calculating the depreciation under written down value method is calculating as per Part-C of Schedule-II of Companies Act, 2013 as follows:

Class of fixed assets	Useful life as per Companies Act, 2013	Depreciation rate under Companies Act, 2013
Furniture & Fixtures	10 years	25.89%
Office equipment	5 years	45.07%
Professional Equipment (computers & software)	3 years	63.16%
Professional Equipment (Others)	5 years	45.07%
Vehicles	10 years	25.89%

- 2.4.6 Assets costing upto Rs. 5,000 individually are fully depreciated in the year of purchase.

2.5 Investments:

Long-term investments are shown at cost. Provision for diminution in value is made, if in the opinion of the management the decline is considered other than temporary. Current investments are shown at cost and the fall in value as compared to cost is provided for.

2.6 Policy on provisioning for loans:

The Policy, in respect of provision for loan losses, is designed to be higher than those prescribed under various statutory directives from time to time, since the credit provided from the Fund is an un-secured one, as well as, credit is extended to nascent NGO-MFIs and CO-MFIs with an aim to hit the targeted poor families. The non-performing assets is written off when and amount due either by whether by principle or interest is not paid and continuously remains to be paid for more than six months.

Non-Performing Assets	Provision in % of loan outstanding	Remarks
Up to 6 Months	10%	Based on quarterly assessment
More than 6 months less than 12 months	20%	
More than 12 months	100%	
Identified Loss Assets and Assets with an age of 12 months after 100% provisioning.	100%	Based on proposal from LAMP Fund Manager for write off with details on efforts and reasoning for such write off with due approval from LAMP Fund Committee.

2.7 Retirement benefits:

The company has schemes of retirement benefits having provident fund and gratuity fund in respect of which the Company's contribution to the funds are charged to respective projects. The gratuity benefits of the company are administered by a trust formed for this purpose through the schemes of Life Insurance Corporation of India. Gratuity is being computed as per statutory norms and paid to the trust.

2.8 Foreign currency transactions:

All transactions in foreign currency are recognized at the exchange rate prevailing on the date of transactions. Liabilities and receivables in foreign currency are converted at the exchange rate prevailing at the close of the financial year and net gain or losses are recognized in the profit and loss account.



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Audited financial statements for the year ended March 31, 2017

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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

2.9 Provisions and contingencies:

The Company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and reliable estimate can be made of the amount of obligation. A disclosure of contingent liability is made, when there is a possible obligation or a present obligation that will probably not require outflow of resources or where reliable estimate of the obligation can not be made.

2.10 Accounting for taxes on income:

Deferred tax expense or benefit is recognised on timing differences, being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situation, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

2.11 Earning per share:

The company is registered under section-25 of companies act, 1956 corresponding to section-8 of companies act, 2013 as non-profit company. As company engaged in social purpose activities as per its Memorandum of Association and conditions of license under section-8 under companies act, 2013. No profits are distributable to shareholders nor on winding up the company hence earning per share has not been reported.

3) Notes on accounts

3.1 Share capital

	31-Mar-17	31-Mar-16
Authorised:		
10,000 equity shares of Rs. 100 each	1,000,000	1,000,000
Issued, subscribed and paid-up:		
825 equity shares of Rs.100 each fully paid-up	82,500	82,500

3.1.1 The details of shareholders holding more than 5% of shares set out below:

	31-Mar-17	31-Mar-16
Deep Joshi	9.94%	9.94%
Bharti Gupta Ramola	9.94%	9.94%
Sankar Datta	9.94%	9.94%
Others	70.18%	70.18%
Total	100.00%	100.00%

3.2 Corpus fund

	31-Mar-17	31-Mar-16
Sir Ratan Tata Trust (SRTT)	12,917,896	12,789,367
Add: Interest transferred from Note 3.3 (A)	119,123	128,529
	13,037,019	12,917,896
Swiss Agency for Development and Cooperation (SDC)	34,935,437	34,288,483
Add: Interest transferred from Note 3.3 (A)	582,414	646,953
	35,517,851	34,935,436
Total	48,554,870	47,853,331

In order to protect the value of the corpus fund against inflation, the company invests following amount into the corpus fund at the end of each financial year.

- 10% of the interest earned or unutilized portion of interest whichever is greater, as per Section (e) of the agreement with SRTT.
- 10% of the interest earned on the corpus fund investment from SDC, which in the judgment of the Company hedges against inflation as per Section 3 of the Agreement.
- Being a contractual obligation, irrespective of the net deficit/ or surplus, the company continues to provide for the above hedging.

Audited financial statements for the year ended March 31, 2017



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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

3.3 Reserves and surplus

	31-Mar-17	31-Mar-16
A: Surplus in profit and loss account		
Opening balance	33,754,453	32,839,221
Additions during the year	(13,761,822)	1,265,441
Assets/depreciation (as per contra)	398,542	839,377
Assets/depreciation (as per contra)- Deletion	45,354	2,071,181
Appropriations:		
Interest transferred to Corpus fund as per contractual obligation	(701,538)	(775,481)
Transfer to commitment based projects fund [note 3.5 (A)]	(1,307,594)	(2,485,286)
Transfer to commitment based projects fund [note 3.5 (B)]	-	-
	18,427,396	33,754,453
B: Assets acquisition fund (net of depreciation)		
Opening balance	2,524,466	5,435,024
Assets/depreciation (As per contra)	(398,542)	(839,377)
Assets/depreciation (as per contra)- Deletion	(45,354)	(2,071,181)
Assets purchased from Grant Fund	-	-
	2,080,570	2,524,466
Total	20,507,966	36,278,918

The grant relating to Better Cotton Initiative was received through the Indian associated company namely Bestseller United India Private Limited company with total committed fund of Rs. 48,56,464. Though the donor discharged the grant from the Corporate Social Responsible fund as per Indian laws, in view of section-2(1)(j) of Foreign Contribution Regulation Act, 2010 this was directed to be treated as contribution from foreign source. However subsequent to retrospective amendment to FCRA act, 2010 by finance act, 2016. This contribution is not counted as contribution from foreign source. In view of the fact that the contribution has been received under specified bank account registration under FCRA Act, 2010 and that the project period is over by March 31, 2017. This is continued to be treated as foreign contribution.

3.4 Long-term borrowings

	31-Mar-17	31-Mar-16
Unsecured		
The Ford Foundation, New York City, USA # - lamp Fund	92,110,000	92,110,000
Total	92,110,000	92,110,000

Loan availed from Ford Foundation, USA, rate of interest 1% and Exchange Fluctuation Rate 4%. Repayable in 4 equal instalments commencing from May 29, 2020. As per the loan agreement, at the end of the each anniversary (May 31), Company shall deposit into Exchange Rate Fluctuation Account, in US\$ equivalent of an amount which is four percent of the loan outstanding amount.

3.5 Committed project based grants

	31-Mar-17	31-Mar-16
A. Development International Desjardines (DID)		
Opening balance	69,929,244	67,443,958
Less: Transferred from Statement of profit & loss account [note 3.3 (A)]	1,307,594	2,485,286
B. Small Industries Development Bank of India (SIDBI)		
Opening balance	20,000,000	-
Less: Transferred from Statement of profit & loss account [note 3.3 (A)]	-	-
Total	91,236,838	69,929,244

3.6 Provision for exchange fluctuation reserve

	31-Mar-17	31-Mar-16
Provision for exchange fluctuation reserve		
Ford Foundation - Loan	36,593,869	32,130,595
Total	36,593,869	32,130,595



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Audited financial statements for the year ended March 31, 2017

INDIAN GRAMEEN SERVICES

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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

	31-Mar-17	31-Mar-16
3.7 Trade payables		
Sundry creditors	36,370,232	32,959,157
Total	36,370,232	32,959,157
3.8 Other current liabilities		
3.8.1 Statutory dues	759,428	1,410,846
3.8.2 Payable to staff	5,643,081	4,941,911
3.8.3 Interest accrued but not due on borrowings	718,577	718,583
3.8.4 BCSA float deposit	7,975,861	5,316,034
3.8.5 Income received in advance	45,138,772	47,521,913
Provision for Income Tax	-	1,200,000
Total	60,235,720	61,109,287
3.10 Non-current investments		
Corpus Fund (Non-trade, Unquoted and valued at cost) 12.60 % Govt. of India Stock 2018 5,000 units of Rs. 100/- each (Market value not available) (provided by Sir Ratan Tata Trust)	508,925	508,925
Total	508,925	508,925
3.11 Deferred tax assets		
Major component of deferred tax assets consist of the followings:		
Opening	1,830,040	241,924
Additions during the year	(3,180,099)	1,588,116
Total	(1,350,059)	1,830,040
3.12 Long term loans and advances		
Unsecured, considered good		
3.12.1 Telephone and rent deposits	1,398,982	2,011,103
3.12.2 TDS recoverable	36,029,184	54,742,116
3.12.3 Other loans and advances		
Loan to NGOs/CBOs/Co-operatives/Producer Company [LAMP Fund]		
- Unsecured and considered good	124,462,829	116,870,711
- Unsecured and considered doubtful	2,001,248	12,622,705
Less: Provision for non-performing assets	(1,482,817)	(10,602,656)
Total	162,409,426	175,643,979
3.13 Trade receivables		
Outstanding for less than six months		
Unsecured, considered good	17,650,742	21,661,705
Total	17,650,742	21,661,705



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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

3.14	Cash and cash equivalents	31-Mar-17	31-Mar-16
	Cash in hand	-	-
	Balance with banks		
	- in current accounts	1,951,406	25,653,382
	- in current account on behalf of BCSEA's	8,129,615	6,543,235
		10,081,021	32,196,617
	- in deposit accounts		
	Out of Corpus fund provided by:		
	Sir Ratan Tata Trust	14,166,276	13,801,351
	Swiss Agency for Development and Cooperation	11,370,731	10,296,232
	Out of Project/loan fund provided by:		
	Ford Foundation - Exchange fluctuation reserve	38,041,633	31,671,870
	Ford Foundation	29,471,539	9,000,000
	DID Fund	12,900,000	7,644,831
	SIDBI Fund	4,000,000	-
	Other project fund	17,484,854	17,600,942
		127,435,033	90,015,226
	Total	137,516,055	122,211,843
3.15	Other current assets	31-Mar-17	31-Mar-16
3.15.1	Advances to staff, others & projects	2,312,199	3,179,624
3.15.2	Interest accrued on term deposits and investments	4,704,786	4,087,826
3.15.3	Interest accrued on loans	1,093,187	2,724,398
3.15.4	Prepaid expenses	256,601	372,835
3.15.5	Prepaid taxes (pending for refund on appeal)	7,062,429	7,062,429
3.15.6	Stock of work in progress (Income net)	27,211,461	6,409,290
	Total	42,640,663	23,836,402
3.16	Revenue from operations	31-Mar-17	31-Mar-16
	Revenue from development operations		
3.16.1	- Business correspondent for financial inclusion	171,365,000	150,827,732
3.16.2	- Institutional development	37,745,016	27,648,139
3.16.3	Revenue from livelihood promotion activities	30,205,376	87,320,122
3.16.4	Interest on loans to CBO/NGOs	18,591,526	17,761,649
	Total	257,906,918	283,557,642
3.17	Other income	31-Mar-17	31-Mar-16
	Interest on term deposits	8,276,542	8,566,011
	Rental income	6,664,387	6,933,016
	Returnable Grant received back	39,997	366,621
	Miscellaneous income	6,492,380	5,135,944
	Total	21,473,306	21,001,592
3.18	Employee benefits expense	31-Mar-17	31-Mar-16
3.18.1	Salaries, wages and bonus	59,292,612	92,270,571
3.18.2	Contributions to provident and other funds	4,817,033	8,903,456
3.18.3	Staff welfare expenses	708,938	1,554,154
3.18.4	Gratuity	863,924	27,833
	Total	65,682,507	102,756,013



Audited financial statements for the year ended March 31, 2017

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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

3.19 Operation and other expenses

	31-Mar-17	31-Mar-16
Program expenditure	11,980,848	16,700,333
Consultancy expenses	53,803,769	56,406,058
Travel and conveyance	14,028,397	24,012,571
Loss on Foreign exchange fluctuation expense	4,463,274	6,820,203
Service charges to livelihood service providers	83,343,483	70,645,596
Rent	3,753,722	5,354,428
Office maintenance expenses	1,660,415	2,673,925
Postage and telecommunications	1,234,166	2,350,566
Books, printing and stationery	600,351	1,024,925
Bad debts written-off	15,956,969	-
Meeting expenses	1,485,815	1,450,000
Training expenses	603,269	330,791
Rates and taxes	2,130,135	813,632
Payments to the auditor		
- as auditor	450,000	450,000
- for taxation matters	200,000	200,000
- for other services	373,764	572,216
- for reimbursement of expenses	306,412	389,548
Repairs and maintenance	210,680	134,684
Director's sitting fee	280,000	187,500
Sundry advances written off	4,483,970	199,363
Assets written off	66,305	1,158,106
Bank charges	212,117	1,320,269
Other expenses	8,009	143,142
Total	201,635,870	199,937,856

3.20 Finance costs

	31-Mar-17	31-Mar-16
Interest on long term borrowings	921,098	921,100
Total	921,098	921,100

3.21 Provision/(reversal of provision) for non-performing assets

	31-Mar-17	31-Mar-16
Provision for non-performing assets	3,337,503	5,412,286
Reversal of provision for non-performing assets	(12,457,342)	-
Total	(9,119,839)	5,412,286

4) Supplementary Information:

4.1 Business Correspondent for Financial Inclusion:

4.1.1 These accounts pertain to Business Correspondent services provided by IGS to the following banks as on March 31, 2017

Name of the Bank	No of Branches/BCSA outlet	No of Deposit / Savings Accounts	Deposit / Savings Amount in lakhs	No of Field Staff
Syndicate Bank				
BSCA appointed/ Accounts opened	1,358	680,938	15,946	95
BSCA / accounts Enable	1,358	671,914		
Total	1,358	671,914	15,946	95

4.1.2 The company is extending Financial Inclusion services as a Business Correspondent of Syndicate Bank, RBL Bank(RBL), and Yes Bank Ltd.(YBL), in tune with its objects for promotion of Financial Inclusion Services to the poor and less privileged in the unbanked areas of India, under various commercial banks. This is as per RBI circular no. RBI/2011-12/100 DBOD.NO.BL.BC.33/22.01.001/2011-12, dated July 01, 2011 and subsequent circulars issued by RBI from time to time.

4.1.2.1 RBL Bank (RBL):

The BC operations with RBL Bank has been discontinued w.e.f. July 16, 2015.

4.1.2.2 Yes Bank Ltd (YBL):

The BC operations with YBL Bank has been discontinued w.e.f. December 15, 2015.



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(All amounts in ₹ except otherwise stated)

4.1.2.3 Syndicate Bank:

For deposit and withdrawal of the customers of Syndicate Bank, the Company operates as a business correspondent through its mobile banking platform, enabled and integrated with the Bank's Core Banking Platform. Mainly to facilitate financial inclusion the company is working in rural areas and is outsourced to one of its associate concerns viz. BASIX Sub-K I Transactions Limited.

- In respect of its Business Correspondent agreement with Syndicate Bank and operationalization thereof, the Company holds term deposit certificates issued by bank in the joint name of Business Correspondent Service Agent's (BCSA's) and the Company.
- These deposits are entirely funded by BCSAs and not reflected in the books of the Company.
- The Bank has a lien on the term deposits to the extent of loan advanced by it to BCSAs on purchase of equipment by BCSA.
- Upon release of the lien, the Term deposits will be available to the Company as security against float balances made available by the company to BCSAs for operations between the customers of the bank and the bank.

4.2 Livelihood financial services

4.2.1 The Company is engaged in the study of institutions and delivery models to suggest and develop alternative implementation models for NREGA and SGSY, with a view to improve access to savings, technology assisted financial inclusion services. In pursuit of the same the company provides specific grant based (returnable / non returnable) and subsidized financial support (Loans) to various NGOs and CBMFIs through the corpus / long term funds provided by various International Developmental Institutions.

4.2.2 Livelihood and Microfinance Promotion Fund (LAMP Fund) The overall goal of the LAMP Fund is to contribute towards improvement in livelihood situation in rural India, especially for the disadvantaged sections of the society, through developing products and supporting financial services to small NGO microfinance institutions (NGO-MFIs), as well as community owned microfinance institutions (CO-MFIs). The funding is provided by Development International Desjardins, Canada (DID) and Ford Foundation, besides own funds of the company, through long term loans and grants.

In 2008, Ford Foundation supported through a long term loan of Rs. 92 million towards expansion of the LAMP fund and with the mandate of promoting large number of small & medium livelihood promoting institution in the different states of India.

Particulars	During the year	Cumulative
Loans:		
No. of Loans Sanctioned	20	261
No. of Loans Disbursed (Including Previous Sanction)	26	258
No. of active clients		63
Amount of Loans Sanctioned (₹. '000's)	84,500	654,090
Loans Disbursed (₹. '000's)	106,000	644,090
Loans Outstanding (₹. '000's)	63	126,464
Development Support to CBO/NGOs (Returnable and Operating Grants):		
No. of Clients	1	180
Value of Development Support Sanctioned (₹. '000's)	50	53,225
Development Support Disbursed (₹. '000's)	50	46,576

4.2.3 Loan to NGOs/CBOs/Co-operatives/Producer Company portfolio has been classified as per LAMP Fund Committee policy.

As on March 31, 2017

Asset classification	Classification criteria	No. of account	Amount Outstanding	Provision
Standard assets	0 days	48	113,637,154	-
	1-180 days	5	10,825,674	1,082,567
Non-performing assets				
Sub-standard assets	181-365 days	1	2,001,248	400,250
Doubtful assets	Above 365 days	-	-	-
Total		54	126,464,076	1,482,817

As at 31 March 2016

Asset classification	Classification criteria	No. of account	Amount Outstanding	Provision
Standard assets	0 days	52	106,906,368	40,045
	1-180 days	1	400,448	40,045
Non-performing assets				
Sub-standard assets	181-365 days	4	2,575,119	515,024
Doubtful assets	Above 365 days	9	10,047,586	10,047,586
Total		66	119,929,521	10,642,700



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Audited financial statements for the year ended March 31, 2017.

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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

5) Segment Information

Based on the analysis of the company's business model and considering the management structure, financial reporting and on consideration of the differential risk and return of segments, the management has classified its business operations into the following operating and reportable segments viz, (a) Financial inclusion fund based / BC based (b) Program based revenue contracts (c) Grants

Particulars	31-Mar-17			
	Financial inclusion fund	Program based revenue contracts	Grants	Total
I Segment Revenue	195,807,229	46,336,040	37,236,956	279,380,225
% of total revenue	70.09%	16.59%	13.33%	100.00%
II Segment expenditure	177,459,655	52,209,321	30,205,369	259,874,345
% of total expenditure	68.29%	20.09%	11.62%	100.00%
III Segment result	18,347,574	(5,873,281)	7,031,587	19,505,880
% of total result on revenue	6.57%	-2.10%	2.52%	6.98%

Note:

(a) Fixed Assets used in the business or liabilities contracted have not been identified to any of the reportable segments, as the fixed assets and services are used interchangeably between segments. Accordingly, no disclosure relating to total segment assets and liabilities are made.

6) Details of Specified Bank Notes(SBN) held and transacted during the period from November 8, 2016 to December 30, 2016.

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	980,000	172	980,172
Permitted receipts	5,708,000	83,727	5,791,727
Non Permitted receipts	4,000	12,950	
Permitted payments	-	96,469	96,469
Non Permitted payments	5,000	-	
Amount deposited in Banks	6,687,000	-	6,687,000
Closing cash in hand as on 30.12.2016	-	-	-

Note

- The company confirms that the above information is as per the records available with them.
- The company is acting as banking correspondent to syndicate bank for promoting financial inclusion. As part of this activity, the company has appointed business correspondent sub-agent(BCSA), who collect deposits from bank's customers and deposit such collection in the bank account (pool A/C) maintained in the name of the company.
- These deposits relate to transaction between bank's customers and the bank. As the BCSA deposit the collection directly in the bank in various locations, the company does not have any record of denominations of notes deposited in this account.
- During the period, an amount of Rs. 57,08,327 has been deposited in this bank account for which record of denomination is not available with the company. These are disclosed under permitted receipts (SBN).

7)

A. Contingent liability:

7.1 Income Tax Liability:

a) In respect of Assessment year 2007-08, based on the decision and direction by Hon'ble Income tax Appellate Tribunal, Delhi, the assessment stands nullified and the Commissioner of Income tax (Appeals) has been directed to examine the matter of dispute afresh, based on the directions so issued. Pending this examination, the company has not provided any liability for tax due aggregating to Rs. 192.77 lacs against which the department has adjusted tax deducted at source of Rs.70.62Lacs which is due to the company and disclosed as an asset in the accounts.

b) In view of the predominant, business activities carried by the company, the tax liability if any, on the business operations of company as may be perceived by the Income tax Authorities has been considered in the accounts.

B. Commitments : Nil (Previous year: Nil)

8) Dues to Micro and Small enterprises:

The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. Under these circumstances, the information, if any, required to be disclosed under the Act, has not yet been ascertained.



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Significant Accounting Policies and Notes on Accounts for the year ended March 31, 2017

(All amounts in ₹ except otherwise stated)

- 9) Additional information as required under paragraph 5 of the part II of the Schedule III to the Act to the extent either "Nil" or "Not applicable" has not been furnished.
- 10) **Prior year comparatives:**
Corresponding figures of the previous year have been regrouped / rearranged wherever necessary to make them comparable with the figures of the current year.

As per our report of even date
for **V. NAGARAJAN & CO.,**
Chartered Accountants


(A.G. Sitaraman)

Partner

ICAI Firm No. 0487994 | M. No. 017799

May 6th, 2017 | Kolkata



For and on behalf of the Board of Directors of
INDIAN GRAMEEN SERVICES



(Sudha Nair)
Chairperson



(Arjit Dutta)
Managing Director

INDIAN GRAMEEN SERVICES

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Notes to Audited Financial Statement for the year ended March 31, 2017

Note 3.9 : Fixed Assets

(All amounts in ₹ except otherwise stated)

S. N.	Name of Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		As on April 01, 2016	Additions during the year	Sale / Transfer/ Adj. during the year	As on March 31, 2017	As on April 01, 2016	During the year and additions	Sale / Transfer/ Adj. during the year	As on March 31, 2017	As on March 31, 2016
Tangible Assets										
Out of Corpus Fund:										
I	Land & Buildings	24,235,669	-	-	24,235,669	-	-	-	24,235,669	24,235,669
Total [A]		24,235,669	-	-	24,235,669	-	-	-	24,235,669	24,235,669
Out of Other Funds:										
I	Agriculture Land	1,483,758	-	-	1,483,758	-	-	-	1,483,758	1,483,758
II	Furniture and Fixtures	1,618,603	26,622	876,079	769,145	1,459,028	45,271	856,402	121,248	159,575
III	Professional Equipment	6,735,842	329,545	4,163,444	2,901,943	6,233,026	536,275	4,160,257	2,609,044	502,816
IV	Professional Equipment (computer software)	4,358,368	-	-	4,358,368	4,358,368	-	-	4,358,368	-
V	Professional Equipment (others)	1,791,205	-	1,657,513	133,692	1,723,823	35,912	1,641,094	118,641	67,382
VI	Office Equipment	2,867,595	0	1,057,522	1,810,073	2,556,657	137,251	1,051,452	167,617	310,938
Total [B]		18,855,371	356,167	7,754,539	11,456,979	16,330,902	754,709	7,709,205	2,080,573	2,524,469
Grand total [A+B]		43,091,040	356,167	7,754,559	35,692,648	16,330,902	754,709	7,709,205	26,316,242	26,760,188
Previous year		26,672,246	415,276	8,232,153	18,855,371	21,237,222	1,254,653	6,160,972	16,330,902	29,670,693

Note:

- i) Depreciation has been provided on written down value method at the rates prescribed by Schedule II of the Companies Act, 2013
 ii) Individual assets acquired for Rs. 5,000 or less are fully depreciated in the year of acquisition.



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Notes to Audited Financial Statement for the year ended March 31, 2017

Note 4.3 : Related party disclosures

(All Amount in ₹ except otherwise stated)

Name of the party	Nature of Relationship	Nature of transaction	Type of transaction	31-Mar-17		31-Mar-16	
				Transaction Amount	(Payable) / Receivable	Transaction Amount	(Payable) / Receivable
Bhartiya Samruddhi Investment and Consulting Services Ltd	Entity in which Directors have significant influence	Rent & Reimbursement of Electricity Charges	Receipt	1,890,471	1,944,249	2,014,395	-
BASIX Kriha Samruddhi Ltd	Entity in which Directors have significant influence	Rent and reimbursement of expenses	Payment	187,000	(1,808,494)	200,000	50,008
Institute of Livelihood Research and Training	Entity in which Directors have significant influence	Rent and reimbursement of expenses	Receipt	115,000	-	-	-
BASIX Consulting and Technology Services Limited	Entity in which Directors have significant influence	Consultancy fee/Training	Payment	126,894	-	272,344	-
BASIX Academy for Building Lifelong Employability	Entity in which Directors have significant influence	Consultancy fee/Training	Payment	200,870	-	-	-
BASIX Sub-K (Transactions Ltd	Entity in which Directors have significant influence	Support rendered for Syndicate Bank as a Business Correspondent	Receipt	890,140	(478,035)	1,250,000	-
		Rent and reimbursement of expenses	Receipt	433,184	-	593,426	-
		Consultancy fee/Training	Payment	12,000	-	366,761	-
		Consultancy fee/Training	Receipt	269,196	-	156,000	-
		Rent and reimbursement of expenses	Receipt	96,000	81,200	24,000	289,764
		Rent and reimbursement of expenses	Payment	38,492,354	(16,371,761)	47,811,538	(12,461,094)
		Sale of fixed assets	Receipt	3,064,884	-	634,972	-
		Business facilitation fee	Receipt	-	-	919,819	-
		Returnable Grant	Payment	5,000,000	-	314,350	-
		Rent and reimbursement of expenses	Receipt	862,191	11,500	5,277,482	-
		Rent and reimbursement of expenses	Receipt	66,000	-	204,943	459,017
		Consultancy fee/Training	Payment	4,347,826	-	-	-
		Rent and reimbursement of expenses	Receipt	36,000	-	12,000	-
		Rent and reimbursement of expenses	Receipt	30,000	-	12,000	10,114
		Rent and reimbursement of expenses	Receipt	21,000	-	12,000	-
		Rent and reimbursement of expenses	Receipt	21,000	-	12,000	-
		Rent and reimbursement of expenses	Receipt	96,000	-	24,000	-
Mr. Vijay Mahajan	Key management Personnel			-	-	-	-
Mr. Arjit Dutta	Key management Personnel	Remuneration	Payment	3,436,438	-	3,229,164	-

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INDIAN GRAMEEN SERVICES

Notes to Audit Financial Statement for the year ended March 31, 2017
 Note 11 - CONSOLIDATED PROJECT BASED RECEIPTS AND PAYMENTS ACCOUNTS AS ON MARCH 31, 2017

PARTICULARS	PERIOD OF EXECUTION		FUND BALANCE			INCOME			EXPENDITURE			Pending Receipts adjusted to balances and audit	CLOSURE BALANCE	
	Starting Date	Ending Date	W	C	D-(B+C)	Opening Balance (Amount Invoiced as of March, 2016)	Receipts during the year	Revised Receipts against total value under execution	Remaining Expenses	Non Remaining (CAPX/ Loans)	Total		Other items Pending disbursement	Advisory Received, pending disbursement
(E) COMMITTED - FOREIGN AGENCIES														
Bird Salles United India Private Limited - New Green Initiative Project in India	01/Apr/16	31/Mar/17	4,856,464	-	4,856,464	-	4,856,464	-	879,117	-	879,117	(937,316)	-	
Subsidiary Regional Expertise Centre - Karnataka by Protonics India	01/Jun/16	30/Jun/16	441,123	-	441,123	-	441,123	-	441,123	-	441,123	-	-	
Subsidiary Regional Expertise Centre - New (Bihar) and South Africa and other sites	01/Apr/14	31/Dec/15	3,508,252	3,508,252	-	398,000	510,362	868,407	1,513,777	-	1,513,777	-	-	
IC Growth and Innovation Foundation - Maharashtra Villavalka Region	01/Apr/16	31/Mar/17	2,438,000	-	2,438,000	-	1,315,518	868,407	1,513,777	-	1,513,777	-	56,786	56,786
IBS Foundations - India (Project)	01/Jun/16	30/Jun/16	34,035,257	34,081,249	(46,992)	33,067,003	396,255	-	879,117	-	879,117	(937,316)	-	
IBS Foundations - India (Project)	01/Jun/16	30/Jun/16	17,500,000	17,500,000	-	7,500,000	10,000,000	-	3,648,668	-	3,648,668	-	3,851,932	3,851,932
IBS Foundations - completed transactions	05/Oct/14	30/Jun/16	6,786,135	6,903,937	1,882,378	5,000,000	879,597	-	811,352	-	811,352	-	1,076,826	1,076,826
IBS Foundations - India (Project) for supporting (Project) of International Institute of Technology	06/Aug/14	31/04/17	15,300,000	3,796,861	11,503,139	2,962,500	4,000,000	8,578,500	2,668,405	-	2,668,405	-	406,234	406,234
ICD & Tech in Active private club in Bangalore	03/Oct/13	31/Mar/16	10,885,473	9,637,011	1,248,462	10,665,473	-	-	3,468,462	-	3,468,462	(8)	-	(8)
ITC Limited - Comprehensive Livestock Development Program, Andhra Pradesh (Madhya Pradesh)	03/Apr/15	31/Mar/16	839,262	839,262	-	452,391	106,581	-	619,262	-	619,262	-	-	
ITC Limited - Extension of Sustainable Livestock Aquaculture Rearing & Processing Model	01/Apr/15	31/Mar/16	2,115,769	2,115,769	-	1,427,810	687,959	-	-	-	-	-	-	
ITC Limited - Livestock Development of Agri-Communities, Andhra Pradesh (Madhya Pradesh)	01/Apr/15	31/Mar/16	3,875,082	1,975,082	1,900,000	752,049	294,032	-	-	-	-	-	0	0
ITC Limited - Comprehensive Livestock Development Program, Gujarat (Madhya Pradesh)	01/Apr/15	31/Mar/16	1,489,588	1,489,588	-	1,216,544	43,067	(8)	85,899	-	85,899	-	-	
The Rockefeller - Feed Innovation & Spur Model scaling their efforts across 1000 Agri Sites and 1%	01/Aug/15	31/Jul/16	2,118,741	2,042,841	86,900	2,118,741	-	-	-	-	-	-	-	
The Climate Group - Project: Agri - Clean Group for All	15/Sep/15	31/Aug/16	2,496,954	2,496,954	-	3,796,642	397,300	-	-	-	-	-	-	
ICSSS - Creating Livelihood Adaptations under Drought	01/Jun/16	31/Jul/16	1,382,800	1,382,800	-	796,817	565,363	-	567,214	-	567,214	-	149,513	149,513
Round Table on Disasters/DRR - 2015	01/Jun/16	31/Mar/16	3,165,136	3,165,136	-	3,055,105	9,035,206	-	163,829	-	163,829	-	3,593,296	3,593,296
Foreign Agency General	01/Jun/16	31/Mar/16	50,524	50,524	-	-	-	-	-	-	-	-	6,831,813	6,831,813
Total Foreign Fund - Committed (E)			375,385,445	61,768,374	313,617,071	65,484,137	34,941,148	38,399,146	16,984,549	-	35,966,148	(307,301)	35,987,299	35,987,299
(F) COMMITTED - INDIAN AGENCIES														
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization - Phase - II - Madhya Pradesh - 5000	05/Apr/14	31/Mar/17	10,146,000	5,991,086	4,254,914	5,121,500	2,699,000	3,073,500	898,279	-	898,279	-	842,635	842,635
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization - Phase - II - Madhya Pradesh - 2000	01/Sep/13	31/Aug/15	6,087,000	2,980,588	3,106,412	1,674,420	-	2,442,600	-	-	-	-	11,237,186	11,237,186
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization - Phase - II - Madhya Pradesh - 2000	01/Oct/13	30/Sep/15	16,533,000	14,882,762	1,650,238	8,207,100	6,470,600	-	255,740	-	255,740	-	6,198,120	6,198,120
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization - Phase - II - Madhya Pradesh - 5000	19/Jun/14	30/May/17	4,900,000	2,584,772	2,315,228	816,000	-	3,284,000	91,290	-	91,290	-	1,800,000	1,800,000
Small Farmers Agribusiness Consortium - Phase - II - Madhya Pradesh - 2000	01/Apr/13	30/Jun/16	2,477,000	2,215,808	261,192	1,994,666	803,100	-	57,279	-	57,279	-	897,888	897,888
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization - Phase - II - Madhya Pradesh - 2000	16/Aug/15	25/Aug/16	31,915,000	24,846,253	7,068,747	15,457,000	3,991,500	33,360,000	388,800	-	388,800	-	8,386,004	8,386,004
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Apr/14	31/Mar/17	32,245,000	8,396,105	23,848,895	5,322,500	3,873,500	2,099,000	1,680,588	-	1,680,588	-	389,399	389,399
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	14/Mar/14	28/Feb/17	3,227,000	2,892,000	335,000	232,700	3,353,500	939,800	105,189	-	105,189	-	865,888	865,888
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	07/Aug/13	06/Apr/15	2,483,200	2,483,200	-	246,900	985,200	3,231,700	-	-	-	-	11,211,700	11,211,700
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	07/Aug/13	06/Apr/15	2,194,200	2,194,200	-	793,650	6,188,848	-	389,996	-	389,996	-	13,778,106	13,778,106
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	02/Aug/14	15/Aug/17	8,600,000	3,395,647	5,204,353	2,640,000	-	6,160,000	1,476,690	-	1,476,690	-	12,112,957	12,112,957
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Apr/14	31/Aug/17	10,145,000	5,544,382	4,600,618	3,049,000	8,033,000	5,132,500	478,204	-	478,204	-	899,967	899,967
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Jun/15	01/Jun/17	5,038,800	1,882,330	3,156,470	502,680	1,508,940	3,038,000	178,175	-	178,175	-	152,037	152,037
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	02/Jun/15	31/May/16	6,070,670	1,673,189	4,397,481	805,967	-	1,900,203	811,721	-	811,721	-	1,310,304	1,310,304
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Jun/16	31/Dec/16	11,615,000	5,991,086	5,623,914	1,162,500	30,942,500	-	1,215,626	-	1,215,626	-	103,126	103,126
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Nov/16	30/Nov/16	10,245,000	10,245,000	-	1,034,500	9,210,500	-	680,031	-	680,031	-	344,468	344,468
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Dec/16	30/Nov/16	10,245,000	10,245,000	-	-	30,245,000	-	308,843	-	308,843	-	154,843	154,843
Small Farmers Agribusiness Consortium - Extension of Farmer Producer Organization in Agriculture under National Program of public and private	01/Dec/16	30/Nov/16	22,472,000	22,472,000	-	-	22,472,000	-	507,679	-	507,679	-	167,679	167,679

INDIAN GRAMEEN SERVICES

Notes to Audit Financial Statement for the year ended March 31, 2017
Note 11 - CONSOLIDATED PROJECT BASED RECEIPTS AND PAYMENTS ACCOUNTS AS ON MARCH 31, 2017

PARTICULARS	PERIOD OF EXECUTION		FUND BALANCE		INCOME		EXPENDITURE		Pending Reconciliation adjusted to Income and Expenditure	CLOSING BALANCE		
	Starting Date	Ending Date	Project Value Under Execution	Fund Balance as on March 31, 2016	Opening Balance (Amount received as of March 31, 2016)	Receipts during the year	Accounting Expenses	New Receipts (CANCY/ Loans)		Total	Over spent/ Pending (shortfall)	Advance Received pending settlement
			B	C	E	F	#	I	J	K	L	M
A												
Sir Datta Trust - Agency Sustainability through Active Research Activities in Odisha	01/Jan/15	30/Nov/15	1,700,724	1,596,113	1,700,724	-	-	-	-	-	157,413	107,413
National Bank for Agricultural and Rural Development - Agency on Seed Production program in Odisha	01/Apr/14	31/Mar/16	1,812,680	1,241,290	1,241,290	-	609,480	-	100,350	-	1,091,750	1,091,750
The Integrated Tribal Development Agency - (Implementation of Subsidy of Incentive for Handloom through Odisha Handloom Project)	17/Dec/13	17/Dec/16	3,452,035	2,908,031	4,052,035	800,000	-	-	1,054,171	-	548,863	548,863
Santhara Watershed Watershed Mission - Implementation of Integrated Watershed Management Project	01/Sept/13	31/Aug/16	1,805,500	1,174,012	2,145,000	2,584,836	2,525,608	-	2,433,334	-	724,470	724,470
MAMM - FPO - Odisha	12/Jul/15	11/Jul/16	800,000	-	-	240,000	940,000	-	127,654	-	112,346	112,346
Schneider Electric India Foundation - Rural Self Electrification and connectivity - generation (South)	26/Aug/15	31/Mar/16	1,175,200	844,200	422,400	642,800	-	-	740,039	-	(487,639)	(487,639)
IBR - Strengthening the capabilities of farmers producer organizations in Odisha state	01/Apr/15	31/Mar/16	540,000	-	540,000	-	-	-	-	-	540,000	540,000
Indian Agency General			-	8,358,789	1,113,138	-	(1,113,138)	-	-	-	26,174,825	26,174,825
Total under Fund - Connected (B)			126,391,007	90,058,237	57,347,874	23,872,226	135,861,697	-	33,221,227	-	(17,211,461)	26,155,862
Grand Total			113,466,648	162,216,832	138,535,244	48,034,064	144,680,863	-	36,205,126	-	(17,211,461)	45,198,772

May 09, 2017 | Kolkata

As per our report of even date for V. NAGESHARAN & CO., Chartered Accountants



(Signature)
 Partner
 (A.C. Sharma)
 Firm No. 005796 | M. No. 817799

(Signature)
 For and on behalf of Board of Directors
INDIAN GRAMEEN SERVICES
 (Shilpa Malik)
 Chairperson
 (Ankur Chakrabarti)
 Managing Director