

SMS & Associates

Chartered Accountants

13/82, LGF, Vikram Vihar
Lajpat Nagar-IV, New Delhi-110024
Tel. : 011-41729407, 46103248, 9811991182
E-mail : ssadhoo@smscorporate.net
Website : www.smscorporate.net

INDEPENDENT AUDITOR'S CERTIFICATE

We have audited the accounts of "THE HUNGER PROJECT (FC Reg No:- 083780474) having its Administrative office at 11/1, Sarvapriya Vihar, New Delhi-110016 and examined the relevant books and vouchers and certify that according to the audited account:

1. The brought forward foreign contribution at the beginning of the year was Rs. 158,783,418 /-
2. Foreign contributions of Rs. 99,675,288/- was received by the Trust during the financial year 2022-23.
3. Interest/other receipts of Rs. 93,12,281/- was received by the Trust during the financial year 2022-23.
4. The balance of unutilised foreign contribution with the association at the end of the year 31-03-2023 was Rs. 123,829,473 /-
5. Certified that the Trust has maintained the accounts of foreign contribution and records relating thereto in the manner specified in Section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with sub-rule (17) of the Foreign Contribution (Regulation) Rules, 2011.
6. The information furnished in this certificate and in the enclosed financial statements comprising of the Balance sheet, Income and Expenditure Account, Receipts and Payments and Notes to the financial statements is correct as checked by us
7. The Trust has utilized the foreign contribution received for the purpose it is registered under Foreign Contribution (Regulation) Act, 2010.

The Certificate is to be read along with the notes in Appendix I.

For SMS & Associates
Chartered Accountants
FRN No. 018687N


Shukdev Sadhoo
Partner

Membership. No. 084188
UDIN: 23084188BGWBBV4647



Place: New Delhi

Date : September 27, 2023

SMS & Associates

Chartered Accountants

13/82, LGF, Vikram Vihar
Lajpat Nagar-IV, New Delhi-110024
Tel. : 011-41729407, 46103248, 9811991182
E-mail : ssadhoo@smscorporate.net
Website : www.smscorporate.net

Appendix I-Notes to Auditor's Certificate on Foreign Contribution Regulation Act, 2010

1. This Certificate is issued in accordance with the terms of our engagement letter.

Management's Responsibility

2. The Trust Management is responsible for the compilation of the information, maintenance of separate set of accounts and records, exclusively, for the foreign contribution received and utilized in terms of Foreign Contribution Regulation Act, 2010 (the "Act") and Rule 17 of the Foreign Contribution (Regulation) Amendment Rules (the "Rules") and preparation of these financial statements, based on the said set of accounts and records, are in accordance with the accounting principles generally accepted in India.
3. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements and applying an appropriate basic of preparation; and making estimates that are responsible in the circumstances

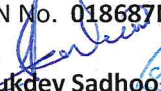
Auditor's Responsibility

4. We have examined the books and other relevant records and documents maintained by the trust in the normal course of business for the purpose of providing reasonable assurance on the particulars mentioned in the certificate
5. This certificate is based on our examination the financial statements attached to this certificate and other relevant records and information considered necessary for the purpose of issuing this certificate and the information and explanation given to us by the trust.
6. We conducted our examination of the statement in accordance with the Guidance Note on Audit Reports and Certificates for special purposes issued by the Institute of Chartered Accounts of India (ICAI) and the standards of auditing specified on Auditing under section 143(10) of the Companies Act 2013, This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality (SQ) 1, Quality Control for Firms that perform Audits and reviews of Historical Financial Information, and other Assurance and related Services Engagements

Restriction to Use

8. This certificate has been issued at the request of the trust for submission to Secretary to the Government of India, Ministry of Home affairs and is not to be used for any other purposes or to be distributed to any other parties, Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing

For SMS & Associates
Chartered Accountants
FRN No. 018687N


Shukdev Sadhoo
Partner
Membership No. 084188687N
UDIN: 23084188BGWBBV4647
Place: New Delhi
Date : September 27, 2023



THE HUNGER PROJECT

Registered Office : A-9, 504 , Opposite Sector 2, Mira Road , Shanti Vihar , Thane, Thane District , 19-Maharashtra , 401107

Administrative Office : 11/1, Sarvapriya Vihar, New Delhi - 110016

(In respect of accounts of foreign contributions only)

Balance Sheet as at March 31, 2023

Particular's	Notes	As on March 31, 2023		As on March 31, 2022	
		Rupees	Rupees	Rupees	Rupees
I. FUNDS AND LIABILITIES					
Funds					
Corpus Fund	2	80,00,000		80,00,000	
General fund	3	14,36,96,254		15,16,80,367	
Unutilised Earmarked Funds	4	<u>1,28,53,892</u>	16,45,50,146	<u>1,16,54,242</u>	17,13,34,609
Non-current liabilities					
Current Liabilities:					
Trade payables					
(a) Micro enterprises and small enterprises					
(b) Others					
Other Current Liabilities	5	<u>40,288</u>	40,288	<u>11,15,882</u>	11,15,882
TOTAL			<u><u>16,45,90,434</u></u>		<u><u>17,24,50,491</u></u>
II. ASSETS					
Non Current Assets:					
Property Plant and Equipments and Other Intangible Assests					
Property Plant and Equipments	6	24,54,247		27,34,238	
Investments	7	<u>3,11,88,134</u>	3,36,42,381	<u>2,96,52,808</u>	3,23,87,046
Current Assets:					
Cash & Bank Balances	8	12,38,29,473		12,91,30,610	
Other Current Assets	9	<u>71,18,580</u>	13,09,48,053	<u>1,09,32,835</u>	14,00,63,445
TOTAL			<u><u>16,45,90,434</u></u>		<u><u>17,24,50,491</u></u>
Summary of significant accounting policies	1				

As per our separate report of even date attached

For SMS & ASSOCIATES

Chartered Accountants

FRN No: 018687N

Shukdev Sadhoo

Partner

M. No.: 084188

Place: New Delhi

Date: 27.09.2023



For The Hunger Project

Authorised Signatory

THE HUNGER PROJECT

Registered Office : A-9, 504 , Opposite Sector 2, Mira Road , Shanti Vihar , Thane, Thane District , 19-Maharashtra , 401107
Administrative Office : 11/1, Sarvapriya Vihar, New Delhi - 110016

(In respect of accounts of foreign contributions only)

Statement of Income and Expenditure Account for the year ended March 31, 2023

Particular's	Notes	Year Ended	Year Ended
		March 31, 2023	March 31, 2022
		Rupees	Rupees
Total Income			
Grants and Donation Received	10	9,54,48,170	8,53,62,372
Other Income	11	90,50,871	85,61,941
		10,44,99,041	9,39,24,313
Total Expenditure			
Administrative and General Expenses	12	2,32,93,865	1,56,58,702
Other Expenditure on Objects of the Trust	13	8,83,38,887	6,95,67,047
Depreciation and Amortization Expenses	6	8,50,404	7,08,817
		11,24,83,155	8,59,34,566
Surplus/ (Deficit) for the year to be transferred to general fund		(79,84,114)	79,89,747

For SMS & ASSOCIATES
Chartered Accountants
FRN No; 018687N

Shukdev Sathoo
Partner
M. No.: 084188
Place: New Delhi
Date: 27.09.2023



For The Hunger Project

Shawar
Authorised Signatory

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

2. Corpus Fund

	As at March 31, 2023	As at March 31, 2022
Opening balance	80,00,000	80,00,000
Add: Additions during the year	-	-
Less: Applied during the year	-	-
	<u>80,00,000</u>	<u>80,00,000</u>

3. General fund

	As at March 31, 2023	As at March 31, 2022
Opening balance	15,16,80,367	14,36,90,620
(+) Additions during the year	(79,84,114)	79,89,747
	<u>14,36,96,254</u>	<u>15,16,80,367</u>

4. Unutilised Earmarked Funds

	As at March 31, 2023	As at March 31, 2022
Opening balance	1,16,54,242	1,26,44,327
Add: Transferred from Income and Expenditure Account	9,58,79,977	8,42,28,781
Less: Transferred to Income and Expenditure Account	(9,46,80,327)	(8,52,18,866)
	<u>1,28,53,892</u>	<u>1,16,54,242</u>

5. Other Current Liability

	As at March 31, 2023	As at March 31, 2022
Accounts Payable and accrued liabilities	40,288	11,15,882
	<u>40,288</u>	<u>11,15,882</u>



Shanvi

THE HUNGER PROJECT
Notes forming part of the financial statements for the year ended March 31, 2023

6. Property Plant and Equipments and Other Intangible Assets

Details	Gross Block				Depreciation				Net Block	
	Cost as at March 31, 2022	Additions during the year	Deletion during the year	Cost as at March 31, 2023	Upto March 31, 2022	For the year	Deletion during the year	Upto March 31, 2023	As at March 31, 2023	As at March 31, 2022
Property Plant and Equipments										
Computers	76,87,687	5,35,823	33,84,809	48,38,701	63,77,138	6,25,720	33,81,266	36,21,592	12,17,109	13,10,549
Vehicles	14,15,495	-	13,56,825	58,670	14,04,803	2,672	13,55,958	51,517	7,153	10,692
Furniture and fixtures	14,15,771	9,450	10,93,336	3,31,885	12,07,247	31,693	10,19,963	2,18,977	1,12,909	2,08,524
Office equipment	42,08,476	2,86,550	19,95,319	24,99,707	30,04,003	1,90,319	18,11,692	13,82,630	11,17,076	12,04,473
Total	1,47,27,429	8,31,823	78,30,289	77,28,963	1,19,93,191	8,50,404	75,68,879	52,74,716	24,54,247	27,34,238
Previous year	1,36,80,150	10,47,279	-	1,47,27,429	1,12,84,376	7,08,817	-	1,19,93,191	27,34,238	

(in rupees)



Shamir

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

7. Investments

	As at March 31, 2023	As at March 31, 2022
Fixed Deposit with Bank (RBI Bond)	-	1,10,00,000
Fixed Deposit with ICICI Home Finance Limited	3,11,88,134	1,86,52,808
	3,11,88,134	2,96,52,808

8. Cash & Cash equivalent

	As at March 31, 2023	As at March 31, 2022
Balance with banks in:		
Current Accounts	11,63,29,344	12,73,94,828
Saving Accounts	74,14,875	16,92,910
Cash in Hand		
Cash in Hand	85,254	42,872
	12,38,29,473	12,91,30,610

9. Other Current Assets

	As at March 31, 2023	As at March 31, 2022
Advances for expenses	-	1,27,065
Prepaid expenses	15,58,152	10,25,122
Security deposits	4,87,620	4,81,620
Grant Receivable	27,81,822	58,09,290
Tax deducted at source	22,90,986	34,89,738
	71,18,580	1,09,32,835

10. Grants and Donations Received

	Year ended on March 31, 2023	Year ended on March 31, 2022
Restricted Grants		
Grants received during the year	9,38,65,998	7,82,01,208
Add : Unspent Grants of Previous Year	1,16,54,242	1,26,44,327
Add : Grant Receivable	27,81,822	58,09,290
Less : Unspent Grant end of the Financial Year	(1,28,53,892)	(1,16,54,243)
Net Restricted Donation (A)	9,54,48,170	8,50,00,582
Unrestricted Donation		
Donation/Contribution Receipts	-	3,61,790
Net unrestricted Donation (B)	-	3,61,790
Total (A+B)	9,54,48,170	8,53,62,372

11. Other Income

	Year ended on March 31, 2023	Year ended on March 31, 2022
Interest on Quantum Deposits and Fixed Deposit	89,05,697	85,00,265
Interest on Saving Bank	1,24,350	61,676
Other Miscellaneous Income	20,824	-
	90,50,871	85,61,941



Shawar

[Signature]

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

12. Administrative and General Expenses

	Year ended on March 31, 2023	Year ended on March 31, 2022
Electricity and water charges	7,46,432	3,07,215
Insurance	336	12,375
Office expenses	11,87,002	3,12,709
Office maintenance	12,66,307	6,58,195
Office rent	26,90,062	22,55,043
Telephone expenses	3,90,357	3,00,669
Printing and stationery	2,69,880	2,02,161
Postage and courier	2,10,419	1,71,935
Books and periodicals	29,931	15,299
Conveyance	2,37,208	1,13,859
Vehicle running & maintenance	43,968	28,461
Bank commission/charges	37,873	37,250
Salaries (Admin)	1,50,59,363	1,03,67,121
Loss on Sale of Assets	6,601	-
Loss on Assets Write off	2,39,808	-
Staff recruitment expenses	75,796	45,945
Legal & professional fees	8,02,522	8,30,465
	2,32,93,865	1,56,58,702

13. Other Expenditure on Objects of the Trust

	Year ended on March 31, 2023	Year ended on March 31, 2022
Programme Support Expenses incurred by THP:		
Salaries to staff deployed on projects	4,21,83,567	2,00,55,229
Travelling expenses	41,21,145	17,81,346
Specific Grant Audit by External Auditors	2,27,740	2,91,302
Event expenses:		
Director Programme Expenses incurred by THP:		
Capacity Building Workshop	2,14,31,860	2,61,06,883
Federation Strengthening	23,28,620	16,23,751
SWEEP Campaign	-	30,32,820
Training of Trainers(TOT)	9,25,783	6,11,979
Planning & Review Meeting	18,15,375	8,24,578
Building an enabling environment for EWRS:		
By Monthly Meeting	46,535	3,22,623
Jagruk Manch Meeting	7,24,856	11,37,307
Gram Sabha Mobilisation	13,92,748	-
Media Interface	-	4,31,099
Interface Meetings	18,12,901	6,17,257
Advocacy (Including IEC Materials)	24,71,409	14,39,876
Awareness Campaign	8,78,287	9,73,392
Panchayat Strengthening	3,35,723	3,31,053
Conventions/Women's Day Celebration	12,89,169	4,03,449
Monitoring & Evaluation(M&E)	38,92,515	32,45,019
Documentation & reports	13,01,582	32,39,240
National meeting cost	11,59,072	30,98,844
	8,83,38,887	6,95,67,047



Shawers

[Signature]

THE HUNGER PROJECT
Notes forming part of the financial statements for the year ended March 31, 2023

14. PURPOSE WISE UTILISATION OF SPECIFIC GRANTS FOR 2022-2023

Sr. No.	Donor's Name	Purpose	Balance as on 31.3.2022	Grant Received	Grant Receivable	Interest/ Other receipts	Grant Utilised	Unspent amount as on 31.3.2023
1	Forum Syd	Capacity Building of Women in PRI to encourage and empower their Leadership in Uttarakhand and Odisha	-	3,50,83,381	-	18,962	3,51,02,343	(0)
2	THP Sweden	Building Leadership Capacities of Elected Women Representatives in M.P., India	55,46,756	71,94,829	-	-	68,91,622	58,49,963
3	AJWS	Strengthening the Leadership of Locally Elected Women Representatives to Empower and Build the Agency of Young Adults	13,50,800	48,13,905	-	13,886	61,06,606	71,985
4	BMZ(Germany)	Elected Women Representatives Capacity Building and Empowerment of Women of the Lower Castes in Rural Areas in Madhya Pradesh in India	9,84,105	89,53,050	-	29,448	93,63,599	6,03,004
5	THP Germany	Elected Women Representatives Capacity Building and Empowerment of Women of the Lower Castes in Rural Areas in Madhya Pradesh in India	12,91,126	13,01,627	-	-	19,94,181	5,98,572
6	THP Australia	Building Leadership Capacities of Elected Women Representatives, in Rajasthan, India	-	1,45,44,016	-	-	1,23,40,643	22,03,373
7	THP Australia	Adolescent Girls' Program in Bihar	24,35,785	53,65,309	-	-	69,70,028	8,31,066
8	THP-Netherland	Strengthening Elected Women's Leadership in Odisha, India	-	86,62,111	27,81,822	-	1,14,43,933	(0)
9	Newzealand High Commission	Building Leadership Capacities of Elected Women Representatives in M.P., India	45,670	-	-	-	45,670	0
10	THP-Netherland(Others/Fam/Ribbink)	Strengthening Elected Women's Leadership in, India	-	39,39,254	-	-	12,43,325	26,95,929
11	THP-NewZealand	Building Leadership Capacities of Elected Women Representatives in Bihar, India	-	21,22,127	-	-	21,22,127	-
12	Australian High Commission	Building Leadership Capacities of Elected Women Representatives in M.P., India	-	10,56,250	-	-	10,56,250	-
Total			1,16,54,242	9,30,35,859	27,81,822	62,296	9,46,80,327	1,28,53,892



Signature

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

Note 1. Nature of activities and significant accounting policies

1.1 Background of The Hunger Project;

The Hunger Project is a global strategic organization committed to the ending of hunger. In India it is committed to ignite, kindle and sustain the leadership spirit in women elected to village Panchayats. The 73rd Amendment to the Indian Constitution which mandated 33.3% reservation for women, SC and STs in all three tiers of the Panchayati Raj Institution, has brought more than one million women into public political life. It is our conviction that active participation of these women in local governance will make hunger free India a reality.

The trust incurs expenditure by way of its own field offices towards objects and project expenses which represents initiatives/activities undertaken by the Trust. In view of the amendment made under Foreign Contribution Regulation Act, 2010 through notification dated 29.09.2020, the trust has not transferred any foreign contribution to other partner organization on or after the date of issue of said notification. However the partner organization has continued to utilize the remaining unutilized foreign contribution balance lying with them as on 29.09.2020.

The trust is registered under Bombay Public Charitable Trust Act vide registration number F-9598(BOM). The trust is also registered under section 12AA of the Income Tax Act, 1961 vide letter dated 10/10/1984. The trust has also obtained a certificate under section 80G of the Income Tax Act, 1961.

The Trust is also registered under Foreign Contribution (Regulation) Act, 2010 ("FCRA") vide registration no 083780474 dated May 3, 2001 and renewed thereafter on due dates. The current registration is valid from 1.11.2016 to 30.09.2023 and the Trust has already applied for renewal of above registration.

1.2 Significant Accounting Policies;

Basis of accounting and presentation: The financial information in standard forms is prepared under the historical cost convention on an accrual basis.

- I. Cash and cash equivalents: Cash and cash equivalents include cash in hand, balance with bank fixed deposit and government bond having maturity less than three months. Fixed deposit and bond having maturity more than three months but less than 12 months has been classified as other bank balances.
- II. Investment: Fixed deposit and Bonds having maturity more than 12 month has been classified under Investment.
- III. Equipment: Equipments are stated at cost of acquisition less accumulated depreciation. Cost is inclusive of freight, duties, taxes and incidental expenses.

Depreciation is provided on the written down value method at the following rates, determined by the local management:



A handwritten signature in blue ink, appearing to read 'Shanwar', with a flourish at the end.

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

<u>Nature of assets</u>	<u>Rate of depreciation</u> <u>Percentage</u>
Computers	40%
Vehicles	25%
Furniture and fixtures	15%
Office equipments	13.91%

- IV. Support and revenue: Contributions received are classified as unrestricted and temporarily restricted, depending on the existence and/or nature of donor restrictions.

All donor-restricted support is reported as an increase in temporarily net assets, depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

- V. Expenses: Direct costs associated with specific programs are recorded as direct program expenses.
- VI. Retirements benefits: Gratuity is defined benefit scheme. The charge in the income & expenditure account for gratuity is based on the actuarial valuation by an independent actuary. Further as per the policy, the amount of gratuity payable to an employee shall not exceed INR 20,00,000/-.
- VII. Foreign Currency Transactions: The trust has received foreign contribution under Foreign Contribution Regulation Act, 2010 read with FCRA Rules, 2011. The foreign contribution received has been accounted for in books on the basis of FIRC copies issued by the banker. The exchange rate mentioned in the FIRC copy is taken as conversion rate for the purpose of converting foreign contribution into INR.
- VIII. Operating Leases: The Project generally enters into cancelable operating leases for office premises normally renewable on expiry. Rent expenses relating to operating leases for the year ended March 31, 2023 are Indian Rupees 2,690,062/- (Previous Year Indian Rupees 2,255,043/-).
- IX. In view of the stay order granted by Hon High Court of Mumbai and on the basis of information gathered from various sources, in respect of payment to be made, to the Commissioner Charity under Bombay Public Trust Act, 1950, the trust has not made a provision @ 2 % for the amount being an uncertain /unconfirmed liability for the year.
- X. Balances receivable/payable to donors as on March 31, 2023 are subject to confirmation from respective donors.



A handwritten signature in blue ink, appearing to read 'Sharma', written over a horizontal line.

THE HUNGER PROJECT

Notes forming part of the financial statements for the year ended March 31, 2023

XI. As per the Governing Council meeting dated, December 16, 2022, the Governing Council approved the allocation of INR 2 Crore from the reserves for the implementation of THP's ongoing programme activities and other administrative cost.

XII. **Contingent Liability and Litigation:**

- a) Contingent Liability: There is no contingent liability as on March 31, 2023 (previous year Nil)
- b) Litigation: Nil

XIII. **Other Accounting Policies:**

- a) No prior period items taken into account during the year.
- b) The rest of the accounting policies are consistent with the generally accepted Accounting Policies.
- c) Previous year's figures have been regrouped or rearranged whenever necessary.

For SMS & Associates
Chartered Accountants
FRN No; 018687N

Shukdev Sadhoo
(Partner)
M No: 084188



Place; New Delhi

Date: 27.09.2023

For The Hunger Project

A handwritten signature in blue ink, appearing to read 'Shankar', written over a horizontal line.

Authorised Signatory