

Ajay K. Sud & Associates

Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

M/s ChildFund International USA (Branch Office India)

1. Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of the India Branch Office of M/s ChildFund International USA, (referred as "The India Branch Office"), which comprise the Balance Sheet as at 31st March, 2025, Statement of Income and Expenditure Account and Receipts and Payments Account for the year ended, and Notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

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 Branch Office as at March 31, 2025, its Statement of Income and Expenditure Account for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities* for the Audit of the Financial Statements section of our report. We are independent of the Branch Office in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Responsibility of Management for Financial Statement

The Branch Office management 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 of the Branch Office in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in



accordance with the provisions of the Act for safeguarding of the assets of the Branch Office and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal Financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

That the management is responsible for overseeing the Branch Office's financial reporting process.

4. Auditor's Responsibility for the audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Branch Office's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Branch Office to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the Branch Office to express an opinion on the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

5. Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure -1 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) Further to our comments in Annexure I, as required by Section 143(3) of the Act based on our audit, we report, to the extent applicable, 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 account as required by law have been kept by the Branch Office so far as appears from our examination of those books.
 - (c) Balance Sheet, Statement of Income and Expenditure Account and Receipts and Payments Account dealt with by this report are in agreement with the books of accounts.
 - (d) In our opinion the aforesaid financial statements comply with accounting standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) As the entity is Branch Office in India, the provision of Section 164 of qualification and disqualification of director are not applicable.
 - (f) Pursuant to MC notification dated 13th June 2017, reporting on adequacy of the internal financial controls over financial controls is exempted for Branch Office.
 - (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 Branch Office has disclosed details regarding pending litigations in note no. 14 of financial statements which would impact its financial position.



- (ii) The Branch Office did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Branch Office.
- (iv) Based on our examination which included test checks, the Branch office has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. [Additionally, the audit trail has been preserved by the Branch office as per the statutory requirements]

Place: New Delhi

Date: 01 SEP 2025

For Ajay K. Sud & Associates

Chartered Accountants

Firm Reg. No. 03939N



CA Ravi Gupta

Partner

M No. 086728

UDIN- 25086728BMJEXS3583

Ajay K. Sud & Associates

Chartered Accountants

F-3, South Extension, Part-I, New Delhi-110049

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ANNEXURE-1 TO THE AUDITOR'S REPORT Referred to in Paragraph – 1 of our Report of even date.)

The Annexure referred to in paragraph "Report on other legal and regulatory Requirements of our Report of even date to the members of M/s ChildFund International USA, India Branch Office for the year ended on 31 March 2025

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- i. (a) The Branch Office has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment and intangible assets.
(b) The Branch Office has a regular programme of physical verification of its property, plant and equipment including right of use assets and investment property by which assets are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment including right of use assets and investment property were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Branch Office and the nature of its assets.
(c) According to the information and explanations given to us and the records examined by us all the title deeds of immovable properties of land and buildings held in the name of the Branch office.
(d) The Branch Office has not revalued its Property, Plant and Equipment and intangible assets during the year.
(e) As per explanation and representations provided to us, no proceedings have been initiated or are pending against the Branch Office for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under Clause 3(i)(e) of the Order is not applicable to the Branch Office.
- ii. (a) In our opinion and according to the information and explanation given to us, the Branch Office does not deal with any inventory, and as such no records relating to stock have been maintained by the Branch Office.
(b) The Branch Office has not been sanctioned working capital limits by banks or financial institutions on the basis of security of current assets during any point of time of the year. Accordingly, reporting under Clause 3(ii)(b) of the Order is not applicable to the Branch Office.



- iii. (a) The Branch Office has not provided any loans, guarantees or investments as required by Clause 3(iii)(a) and hence the provisions of said Clause are not applicable to the Branch Office.
(b) As there are no loans etc. granted by the Branch Office, the stipulation whether terms and conditions of the grant of such loans and guarantees provided are not, prima facie, prejudicial to the Branch Office's interest is not applicable to the Branch Office.
(c) As there are no loans etc. granted by the Branch Office, the requirement of stipulation of repayment of principal and payment of interest is not applicable.
(d) As the Branch Office has not granted any loans etc. there is no overdue amount in respect of loans granted to such companies or other parties and same is inapplicable.
(e) The Branch Office had not granted any loans etc. which have fallen due during the year and were repaid on or before the due date. Further, no fresh loans were granted to any party to settle the overdue loans.
(f) The Branch Office has not granted any loans etc. which is repayable on demand or without specifying any terms or period of repayment
- iv. In our opinion, and according to the information and explanations given to us, the Branch Office has not granted any loans or provided guarantees or given any security or made investments to which the provisions of Sections 185 and 186 of the Act. Accordingly, paragraph 3(iv) of the order is not applicable.
- v. The Branch Office has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under Clause 3(v) of the Order is not applicable to the Company.
- vi. The Central Government has not specified maintenance of cost records under subsection (1) of Section 148 of the Act, in respect of Branch Office's products. Accordingly, reporting under Clause 3(vi) of the Order is not applicable.
- vii. (a) In our opinion, and according to the information and explanations given to us, the Branch Office is regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, cess and other material statutory dues, as applicable, with the appropriate authorities.
(b) According to the information and explanations given to us, during the earlier years the Branch office has received the demand Rs. 3,87,75,210/- for the Assessment Year 2014-15 and for Rs. 2,75,52,603/- for the AY 2015-16 from the Deputy Commissioner of Income Tax. The Branch office has filed an appeal against the order by depositing of 20% of the demand of Rs. 77, 55,042/- and Rs, 55, 10,520/-. The case is still pending with the appellate authority.
- viii. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- ix. On an overall examination of the financial statements of the Branch office, the Branch office has not availed any loan from the banks or other lenders; accordingly, all the clauses of paragraph 3(ix) of the order are not applicable.



- x. (a) The Branch Office has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under Clause 3(x)(a) of the Order is not applicable to the Branch Office.
(b) According to the information and explanations given to us, the Branch Office has not made any preferential allotment or private placement of shares or fully, partially or optionally convertible debentures during the year. Accordingly, reporting under Clause 3(x)(b) of the Order is not applicable to the Branch Office .
- xi. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Branch Office or on the Branch Office has been noticed or reported during the period covered by our audit.
(b) No report under Section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
(c) According to the information and explanations given to us including the representation made to us by the management of the Branch Office, there are no whistle-blower complaints received by the Branch Office during the year
- xii. The Branch Office is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under Clause 3(xii) of the Order is not applicable to the Branch Office.
- xiii. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of companies act, 2013 and the details have been disclosed in financial statements as required by the applicable accounting standards.
- xiv. The Branch Office does not have an Internal Audit System as is not required by rules under Section 138 the Companies Act.
- xv. According to the information and explanation given to us, the Branch Office has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of Section 192 of the Act are not applicable to the Branch Office.
- xvi. (a) The Branch Office is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under Clause 3(xvi)a of the Order is not applicable to the Branch Office.
(b) The Branch Office has not conducted any Non- Banking Financial or Housing Finance activities during the year without a valid Certificate of Registration (CoR) from the RBI as per the Reserve Bank of India Act, 1934.
(c) According to the information and explanations given to us, the Branch Office is not a Core Investment Company (CIC) as defined in the regulations made by the RBI. Accordingly, reporting under Clause 3(xvi)(c) and 3(xvi)(d) of the Order is not applicable to the Branch Office.
- xvii. The Branch office has incurred a Cash Surplus of Rs. 40.19 Lac in the current year (Previous Year Cash Deficit of Rs. 756.26 Lac)



- xviii. There has been no casual vacancy of the statutory auditors during the year and accordingly, reporting under Clause 3(xviii) of the Order is not applicable to the Branch Office.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of management, we are of the opinion that no material uncertainty exists as on the date of the audit report that Branch Office is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Branch Office. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Branch Office as and when they fall due.
- xx. As the Branch Office is not covered by provisions of section 135 relating to CSR, reporting under Clause 3(xx) of the Order is not applicable to the Branch Office.

Place: New Delhi

Date: 01 SEP 2025

For Ajay K. Sud & Associates

Chartered Accountants

FRN No. 03939N



Ravi Gupta
Partner

Membership number: 086728

UDIN:- 25086728BMTEXS3583

ChildFund International USA - India Office
Balance sheet as at 31st March 2025

		(Amount in Rupees Thousand)	
		31 March 2025	31 March 2024
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
Head Office Fund	3	33,546	31,756
(2) Non-Current Liabilities			
Long term borrowings			
Deferred Tax Liability (Net)			
Long term provisions			
(3) Current Liabilities			
Unspent Fund	4	0	0
Other Current liabilities	5	3,139	2,216
Other Provisions	6	567	473
		37,252	34,444
II. Assets			
Non-current assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	7	5,229	7,019
Intangible assets			
		5,229	7,019
Current assets			
Cash and cash equivalents	8	17,586	13,567
Other current assets	9	14,437	13,858
		32,023	27,425
Summary of significant accounting policies	2.1		
		37,252	34,444

The accompanying notes are integral part of the financial statements

As per our attached report of even date
For Ajay K Sud & Associates
FRN : 03939N
Chartered Accountants



(Ravi Gupta)

Partner

M.No. 086728

UDIN- 25086728BMTEXS3583

Place: New Delhi

Date: 01 SEP 2025

For ChildFund International USA - India Office



Rajesh Ranjan Singh

Country Director

ChildFund International USA - India Office**Receipts and payments account for the year ended March 31, 2025***(Amount in Rupees Thousand)*

	Notes	31 March 2025	31 March 2024
Opening balance			
Cash in hand	8	5	16
Cash balance with scheduled bank, in current account	8	13,562	89,176
		<u>13,567</u>	<u>89,192</u>
Add : Receipts			
FC Fund Received	10	2,082	53,785
Grants received for Projects			
Other Fund Received		43,416	9,158
Expenses paid by Head Office		227	183
Miscellaneous /Other Receipts		105	3
		<u>45,830</u>	<u>63,130</u>
Less: Payments			
Fixed Assets	7	423	258
Personnel expenses	11	26,781	34,654
Project related expenditure	12	1,193	14,393
Other/Incidental project expenses	13	13,853	9,347
Grants expenses for Projects		0	74,901
Changes in current liabilities and provisions		-1,018	6,747
Changes in loans and advances		578	-1,544
		<u>41,811</u>	<u>138,755</u>
Closing balance		<u>17,586</u>	<u>13,567</u>
Represented by			
Cash in hand	8	4	5
Cash balance with scheduled bank, in current account	8	17,582	13,562
		<u>17,586</u>	<u>13,567</u>
Summary of significant accounting policies	2.1		

The accompanying notes are integral part of the financial statements
As per our attached report of even date

For Ajay K Sud & Associates

FRN : 03939N
Chartered Accountants



(Ravi Gupta)

Partner

M.No. 086728

UDIN- 25086728BMJEX53583

Place: New Delhi

Date: 01 SEP 2025

For ChildFund International USA - India Office



Rajesh Ranjan Singh

Country Director

ChildFund International USA - India Office

Statement of Income and Expenditure account year ended March 31, 2025

Particulars	Notes	(Amount in Rupees Thousand)	
		31 March 2025	31 March 2024
Revenue from operations:			
FC Fund Received	10	2,082	53,785
Other income			
Expenses paid by International Office		1	183
Miscellaneous Income		27	0
Total Income		2,111	53,968
Expenses:			
Grants expenses for Projects		0	74,901
Personnel expenses	11	26,781	34,654
Project related expenditure	12	1,193	14,393
Other/ Incidental project expenses	13	13,853	9,347
Depreciation and amortization expense	7	2,043	3,064
Assets Written Off		91	47
Total Expenses		43,962	136,406
Surplus		-41,851	-82,438
Less: Unutilised Restricted Funds (Net) transferred to Balance Sheet:			
Grants expenses for Projects		0	-74,901
Tax expense:			
Current tax expenses for current year		0	0
Current tax expenses for Previous year		0	0
Excess of (Expenditure over Income)/ Income over Expenditure transferred to working fund		-41,851	-7,538

Summary of significant accounting policies 2.1

The accompanying notes are integral part of the financial statements

As per our attached report of even date

For Ajay K Sud & Associates

FRN : 03939N

Chartered Accountants



(Ravi Gupta)

Partner


M.No. 086728

UDIN- 25086728BMJEX53583

Place: New Delhi

Date: 01 SEP 2025

For ChildFund International USA - India Office


Rajesh Ranjan Singh
Country Director



Notes to Financial Statements

1. Background

ChildFund International USA (‘the International Office’ or ‘IO’) incorporated in the United States of America has established ChildFund International USA – India Branch Office as a place of business in Bangalore, India which is registered under Section 379 of the Companies Act, 2013 as a Foreign Company having its place of business in India vide registration no. F00052.

ChildFund International USA – India Branch Office is registered under Section 12A of the Income Tax Act, 1961, vide letter no. PRO.718/10A/VOL AIC298. The same has been renewed from AY 2022-23 to AY 2026-27 vide Unique Registration Number AACCC4777FE20000 dated 24th September 2021.

Further, ChildFund International USA – India Branch Office has been given permission by Reserve Bank of India to hold immovable property in India vide letter no. EC.CO.FCS (III) 1224 C29-74 dated 19 June 1974. ChildFund International USA – India Branch Office has been granted registration from the Ministry of Home Affairs under the Foreign Contribution (Regulation) Act, 2010 to accept specified foreign contributions vide letter no. 0300010602021 dated 11th March 2024 bearing registration No. 094420147 for 5 years commencing from 1st April 2024.

ChildFund International USA – India Branch Office receives funds for charitable purposes in India and for maintaining its office in India. The principal activity is to support and monitor locally led initiatives that strengthen families and communities, helping them break the cycle of poverty and protect the rights of their children. This includes supporting and monitoring programs relating to health, education, nutrition, water, sanitation, and livelihood provided to millions of children and their families so that they can take greater control of their lives and their future.

2. Basis of Preparation

The financial statements of ChildFund International USA – India Branch Office have been prepared under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles (“GAAP”) in India. These financial statements comply with the Accounting Standards notified by the Central Government under the Companies (Accounting Standards) Rules and the relevant provisions of the Companies Act, 2013, to the extent applicable. The remittances are received from the International Office of Childfund International, USA, in the bank account of ChildFund International USA – India Branch Office and expenditures are incurred therefrom. Since ChildFund International USA – India Branch Office is not carrying on business; it prepares a Statement of Income and Expenditure Account and not a profit and loss account.



2.1 Summary of Significant accounting policies

(a) Use of estimates

The preparation of financial statements in conformity with the accounting policies described below requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amounts of expenses and related incomes. Actual results could differ from those estimated. Any revision to accounting estimates is recognized prospectively in current and future periods.

(b) Property, Plant and Equipment

Property, Plant and Equipment are stated at historical cost. The cost of Property, Plant and Equipment includes taxes, duties, freight, and other incidental expenditure related to acquisition and installation.

Assets acquired for the purpose of implementation of projects have been treated as project expenses.

Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of property, plant and equipment and are recognized in the statement of profit and loss when the same is derecognized.

(c) Depreciation

Depreciation is calculated on pro rata basis on straight-line method based on estimated useful life prescribed under Schedule II of the Companies Act, 2013.

The useful life of major components of Property, Plant and Equipment is as follows:

Property, Plant and Equipment	Useful Life (Years)
Land	Infinite
Buildings	60
Plant and Machinery	15
Tools and Equipments	5
Data Processing Equipments	3
Furniture and Fixtures	10
Vehicles	8



(d) Provisions and contingent liabilities and contingent assets

A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources, and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

(e) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Lease rentals are charged to the profit and loss on an accrual basis.

(f) Income taxes

ChildFund International USA – India Branch Office is registered under Section 12A of the Income tax Act, 1961 ('the Act') which exempts from taxes on income from property held under trust and voluntary contributions received. Accordingly, the income of ChildFund International USA – India Branch Office is exempt from tax, subject to the compliance of terms and conditions specified in the Income Tax Act, 1961.

(g) Employee benefits

Benefits such as salaries and allowances are recognized in the Income and Expenditure Account in the period in which the employee renders the related services.

Provident fund:

All eligible employees receive benefit from provident fund, which is a defined contribution plan. Both the employee and ChildFund International USA – India Branch Office make monthly contribution to the fund, which is equal to a specified percentage of the covered employee's basic salary. ChildFund International USA – India Branch Office has no further obligations under this plan beyond its monthly contributions. Monthly contributions made are charged to income and expenditure account.

Gratuity:

ChildFund International USA – India Branch Office has an employee's gratuity fund managed by Life Insurance Corporation of India. The annual premiums paid to the LIC are charged to the Income & Expenditure account.

Compensated Absences:

Provision for leave encashment has been made as per the human resource policy of the Child Fund International – India Branch Office.



(h) Foreign exchange transactions

Transactions in foreign exchange are recorded at the exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies (if any) as at the balance sheet date are translated at the closing exchange rates on that date; the resultant exchange differences are recognized in the income and expenditure account. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

(i) Expenditure

ChildFund International USA – India Branch Office implements its programmes through projects conducted for Children and communities by itself. Accordingly, expenditure incurred during the year to monitor and implement their internal projects is charged to the Income and Expenditure.



ChildFund International USA - India Office
Notes to the financial statements

(Amount in Rupees Thousand)

	As at 31 March 2025	As at 31 March 2024
Note 3 - Head Office Fund		
Opening balance	31,756	30,135
Add: Funds Received from Head Office	43,416	9,158
Add: Expenses paid by Head Office	225	0
Add: Excess of (Expenditure over Income)/ Income over Expenditure	-41,851	-7,538
	33,546	31,756
Note 4 - Unspent Fund		
Opening balance	0	74,901
Add/(Less): Transferred from Income & Expenditure Account	0	-74,901
	0	0
Note 5 - Current liabilities		
Statutory Dues payable	825	594
Salary & Expenses Payable	2,314	1,621
	3,139	2,216
Note 6 - Provisions		
Provision for Leave Encashment	0	0
Provision for Audit Fees	567	473
Provision for Gratuity	0	0
	567	473
Note 8 - Cash and bank balances		
Cash on hand	4	5
Balances with scheduled banks, in current accounts	17,582	13,562
	17,586	13,567
Note 9 - Loans and advances		
<i>Unsecured, considered good</i>		
Advances recoverable in cash or kind or for value to be received	13,266	13,267
Rental & Other Deposits	119	395
Prepaid expenses	1,052	197
	14,437	13,858



ChildFund International USA - India Office
Schedules to the financial statements

Note 7 - Property, Plant and Equipment and Intangible Assets

(Amount in Rupees Thousand)

Assets	Gross Block					Depreciation				Net Block As at	
	As at 01/04/2024	Additions	Deletions on assets discarded	As at 31/03/2025	As at 01/04/2024	Deletions on assets discarded	For the Year	As at 31/03/2025	31/03/2025	31/03/2024	
Land	175	0	0	175	0	0	0	0	175	175	
Building	623	0	211	412	440	120	9	329	83	183	
Electrical Equipment	9,212	423	0	9,634	6,416	0	533	6,949	2,685	2,796	
Computers/Printers	14,351	0	0	14,351	12,886	0	566	13,452	898	1,464	
Vehicles	5,328	0	1,558	3,769	4,907	1,481	134	3,561	209	421	
Furniture and Fixture	14,478	0	0	14,478	12,497	0	801	13,298	1,180	1,980	
Total	44,165	423	1,769	42,818	37,146	1,600	2,043	37,589	5,229	7,019	
Previous year	44,272	258	364	44,165	34,396	314	3,064	37,146	7,019	9,876	

R. Singh



ChildFund International USA - India Office
Notes to the financial statements

(Amount in Rupees Thousand)
31 March 2025 31 March 2024

Note 10 - Funds from International Office / Grants

Funds from International Office	2,082	53,785
Designated funds send to Country Office	0	0
Restricted funds from Donor	0	0
	<u>2,082</u>	<u>53,785</u>

Note 11 - Personnel expenses

Salaries and allowances	24,935	29,759
Other Employee Benefits (Severance, Gratuity, Insurance etc.)	1,846	4,895
	<u>26,781</u>	<u>34,654</u>

Note 12 - Project related expenditure

Community project expenditure	703	11,585
Training, Conference & Meetings	491	2,808
	<u>1,193</u>	<u>14,393</u>

Note 13 - Other/ Incidental project expenses

Supplies	376	415
Contracted services	1,991	3,458
Travel expenses	3,122	2,414
Rent and Occupancy	1,291	1,016
Legal & Professional charges	874	966
Communication expenses	2,167	424
Conferences and meetings	3,868	42
Other expenses	164	611
Depreciation	0	0
Equipment Purchases	0	0
Bad Debt/Amount Receivable Written off	0	0
Loss on Sale of Assets	0	0
	<u>13,853</u>	<u>9,347</u>

TOTAL

41,828 58,394



ChildFund International USA – India Branch Office
Schedules forming parts of the financial statements.

Note -14. Additional Information to the Financial Statements.

A. The Company is registered without share capital; there are no shareholders in the company. Therefore, shareholders fund in the Balance Sheet as on 31st March 2025 is NIL.

B. Capital Commitments

Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for is Rs. Nil (Previous year: Nil).

C. Auditors' remuneration (including GST)

Particulars	For the year ended 31 March 2025 (Amount in Thousands)	For the year ended 31 March 2024 (Amount in Thousands)
As Auditor	619.50	619.50
For Other Services	-	-
Out of Pocket Expense	-	-
	619.50	619.50

D. Details of expenses in foreign currency during the year:- Nil

E. Receipts in Foreign Currency

Particulars	For the year ended 31 March 2025 (Amount in Thousands)	For the year ended 31 March 2024 (Amount in Thousands)
FC Fund Received	2,082	53,785
Other Fund Received	43,416	9,158
	45,498	62,943

F. ChildFund International USA – India Branch Office has not imported any capital assets or traded goods during the year ended 31 March 2025 and in the previous year.

G. Dues to Micro, Small and Medium Enterprise

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. ChildFund International USA – India Branch Office has not received such intimation from any of the enterprises which have supplied goods and services.



H. Related Party Disclosures

- a. Related party where control exists
ChildFund International USA (formerly Christian Children’s Fund Inc.) – International Office
- b. The following is a summary of significant transactions with related parties for the year.

Particulars	For the year ended 31 March 2025 (Amount in Thousands)	For the year ended 31 March 2024 (Amount in Thousands)
ChildFund International USA		
• Remittances received	45,498	62,239
• Expenses paid by Head Office	227	183

I. Unhedged Foreign Currency Exposure

ChildFund International USA – India Branch Office does not have any unhedged foreign currency exposure and outstanding derivative instruments as at year end.

J. Contingent Liabilities

- a. During the earlier years the Branch office has received the demand Rs. 3,87,75,210/- for the Assessment Year 2014-15 and for Rs. 2,75,52,603/- for the AY 2015-16 from the Deputy Commissioner of Income Tax. The Branch office has filed an appeal against the order by depositing of 20% of the demand of Rs. 77, 55,042/- and Rs, 55, 10,520/-. The case is still pending with the appellate authority.

For Ajay K. Sud & Associates

Chartered Accountants

FRN No. 03939N



Ravi Gupta

Partner

Membership number: 086728

UDIN:- 25086728BMJEXS3583

Place: New Delhi

Date: 01 SEP 2025

