

15TH ANNUAL REPORT & ACCOUNTS 2019-20



Center for Study of Science,
Technology & Policy



INDEPENDENT AUDITORS' REPORT

To the Members of **CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY**

Opinion

We have audited the accompanying financial statements of Center For Study Of Science Technology And Policy, Bangalore ('the Company'), which comprises the Balance Sheet as at March 31, 2020, the Statement of Income and Expenditure, Cash flow Statement 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 Companies Act 2013, in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India including Accounting Standards specified under section 133 of the Act, of the state of affairs of the Company as at 31 March 2020, Excess of Expenditure over Income and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the rules thereunder, 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.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Other Matters:

Attention of the members is drawn to note 1.10 of the financial statements regarding the impact of COVID-19 on operation or activity, where the management has estimated the future cash flows for the company with the possible effects that may result from the Covid-19 pandemic and does not foresee any adverse impact on its ability to continue as going concern and in meeting its liabilities as and when they fall due. The actual impact of the Covid-19 pandemic may be different from that

estimated as at the date of the approval of these financial statements. We have not modified our opinion.

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 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 statement 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 Company's 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 Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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.

A further description of the auditor's responsibilities for the audit of the financial statements is included in Annexure A. This description forms part of our auditor's report.


Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditor's Report) Order, 2017 ("the order") issued by the Central Government of India in terms of Sub-section (11) of section 143 of the Act, since as per para 1(2) (iii), the order is not applicable to the this company.
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 account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The balance sheet and the statement of Income and Expenditure dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31 March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2020 from being appointed as a director in terms of section 164(2) of the Act;
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- 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 give to us;
- i) The company does not have any pending litigations which would impact its financial position.
 - ii) The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the investor's education and protection fund by the company.

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




(A B Shiva Subramanyam)
Partner
M. No.: 201108

Place: Bangalore
Date: 17-12-2020

UDIN: 20201108AAAAKV8440.

ANNEXURE A TO THE AUDITORS' REPORT

Auditor Responsibility Statement

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. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.
- 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 Company'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 Company 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.

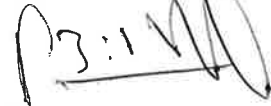
Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For B.R.V. GOUD & CO.,
Chartered Accountants
F.R.No. 0009925



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

Place: Bangalore
Date : 17-12-2020

ANNEXURE B TO THE AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of sub-section 143 of the Companies Act, 2013 ('The Act')

We have audited the internal financial controls over financial reporting of **CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY** ('the Company') as of 31 March 2020 in conjunction with our audit of 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 operation or activity, including adherence to the 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 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 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 the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls 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 auditors' judgement, 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 controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and 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

- a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- b) 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 authorization of the Management and directors if the Company;
- c) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 policies or procedures may deteriorate.

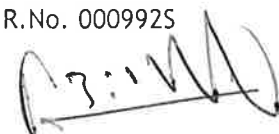
Opinion

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 reporting were operating effectively as at 31 March 2020, 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.

Place: Bangalore
Date: 17-12-2020



For **B R V GOUD & CO.,**
Chartered Accountants
F.R.No. 0009925



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

CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY

CIN: U80302KA2005NPL036676


BALANCE SHEET AS AT 31st MARCH 2020


(Amount in Rs)

Sl No	PARTICULARS	Note No	As at 31 March 2020	As at 31 March 2019
I	<u>EQUITY AND LIABILITIES</u>			
	(1) Shareholder's Funds			
	(a) Share Capital	1	1,00,000	1,00,000
	(b) Reserves and Surplus	2	23,01,74,018	29,31,74,704
	(2) Share application money Pending Allotment		-	-
	(3) Non-Current Liabilities	3		
	(a) Long-Term Borrowings		3,05,820	5,68,881
	(4) Current Liabilities	4		
	(a) Other Current Liabilities		47,41,813	35,12,684
	(b) Short-Term Provisions		39,56,274	27,22,578
	TOTAL		23,92,77,925	30,00,78,847
II	<u>ASSETS</u>			
	(1) Non-current Assets			
	(a) Property, Plant & Equipment	5		
	(i) Tangible Assets		1,49,75,529	1,54,36,723
	(ii) Intangible Assets		7,03,664	7,26,013
	(iii) Capital Work-in-Progress		37,78,882	37,18,883
	(b) Long Term Loans and Advances	6	1,25,51,147	76,88,147
	(2) Current Assets			
	(a) Receivables	7	39,05,723	47,326
	(b) Cash and Cash Equivalents	8	13,86,43,171	20,33,72,861
	(c) Short-term loans and advances	9	6,47,19,809	6,90,88,894
	TOTAL		23,92,77,925	30,00,78,847

Significant Accounting Policies and Other Notes to Financial Statements

16


 (Dr V.S. ARUNACHALAM), Chairman
 DIN : 00400857


 (Dr JAYATHIRTHA ASUNDI), Whole Time Director
 DIN : 08765735


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

Place: Bangalore
Date: 17.12.2020




 (Dr K.C. BELLARMINE)
 Chief Financial Officer




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

CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY

CIN: U80302KA2005NPL036676

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH 2020

(Amount in Rs)

SI No	PARTICULARS	Note No	Year ended 31 March 2020	Year ended 31 March 2019
A.	INCOME			
	Core Grants	10	5,58,91,545	9,49,00,439
	Project Grants	11	14,89,09,361	15,13,36,350
	Other Income	12	1,23,04,542	4,30,67,403
	Total Income		21,71,05,448	28,93,04,192
B.	EXPENSES :			
	Research Expenses	13	20,08,38,707	18,66,02,059
	Administrative and Other Expense	14	4,76,79,497	3,96,55,416
	Finance Costs	15	1,29,991	1,93,325
	Depreciation and Amortization expense	5	6,17,661	11,38,728
	Total Expenses		24,92,65,855	22,75,89,528
C.	Surplus/(Deficit) before Exceptional and Extraordinary items		(3,21,60,407)	6,17,14,664
	Exceptional and Extraordinary items		-	-
	Surplus/(Deficit) before Tax		(3,21,60,407)	6,17,14,664
	Tax Expense		-	-
D.	Surplus/(Deficit) For the Year		(3,21,60,407)	6,17,14,664

Significant Accounting Policies and Other Notes to Financial Statements 16


(Dr V.S. ARUNACHALAM)

Chairman
DIN : 00400857

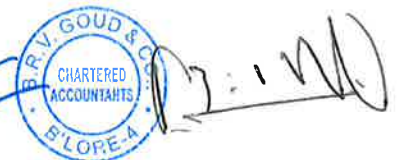



(Dr JAYATHIRTHA ASUNDI)

Whole Time Director
DIN : 08765735


(Dr K.G. BELLARMINE)
Chief Financial Officer

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




(A.B. SHIVA SUBRAMANYAM)
Partner

M.No: 201108


Place: Bangalore
Date: 17.12.2020

CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY


CIN: U80302KA2005NPL036676

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2020

SI No	Cash in flow	2019-20	2018-19
		Rs.	Rs.
A	Cash Flow from Operating Activities		
	Surplus / (Deficit) before Tax	(3,21,60,407)	6,17,14,664
	<u>Adjustment For:</u>		
	Depreciation	6,17,661	11,38,728
	Core Project	-	3,71,728
	Interest & Finance Charges	1,29,991	1,93,325
	Projects Fund Deficit	(3,08,40,279)	(2,94,84,771)
	Income from Investing Activities	(65,08,966)	(65,14,197)
	Operating Cash Surplus / (Deficit) before Working Capital Changes	(6,87,62,000)	2,74,19,477
	<u>Changes in Working Capital</u>		
	Trade Payables	6,91,407	17,19,137
	Other Current Liabilities	5,37,722	3,70,752
	Short Term Loans and Advances	43,69,085	1,54,02,764
	Provisions	12,33,696	8,64,724
Cash flow from operating activities	(6,19,30,091)	4,57,76,854	
Less: Tax Paid	-	-	
Net Cash from Operating Activities (A)	(6,19,30,091)	4,57,76,854	
B	Cash Flow from Investing Activities		
	Sale/(Purchase) of Fixed Assets	(1,94,118)	(2,54,740)
	Receivables	(38,58,397)	24,64,274
	Decrease/(Increase) in Loans and Advance (Assets)	(48,63,000)	(25,000)
	Interest Income	65,08,966	65,14,197
Net Cash from Investing Activities (B)	(24,06,549)	86,98,731	
C	Cash Flow from Financing Activities		
	Long Term Borrowings	(2,63,061)	(2,67,235)
	Bank Guarantee Charges & Interest	(1,29,991)	(1,93,325)
Net Cash from Financing Activities (C)	(3,93,052)	(4,60,560)	
	Net Changes in Cash & Cash Equivalents	(6,47,29,692)	5,40,15,026
	Cash & Cash Equivalents at the beginning of the Period	20,33,72,861	14,93,57,838
	Cash & Cash Equivalents at the end of the Period	13,86,43,171	20,33,72,861


 (Dr V.S. ARUNAGHALAM)
 Chairman
 DIN : 00400857


 (Dr JAYATHIRTHA ASUNDI)
 Whole Time Director
 DIN : 08765735


 (Dr K.C. BELLARMINE)
 Chief Financial Officer



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


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

Place: Bangalore
Date : 17.12.2020

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2020

(Amount in Rs)

PARTICULARS						As at 31 March 2020	As at 31 March 2019
1	Shareholder's Funds						
	Share Capital						
	1.1 Equity Share Capital						
	1.1.1 Authorized Equity Share Capital:- 1000 Shares of Rs.100 each					1,00,000	1,00,000
	1.1.2 Issued, Subscribed and Fully Paid Up:- 1000 Shares of Rs.100 each					1,00,000	1,00,000
	List of Shareholders having 5% or more Shares						
		(as on 31.03.2020)		(as on 31.03.2019)			
	Sl no.	Name of the Shareholders	In No's	In %	In No's	In %	
	1.	Dr. Arunachalam V.S.	500	50%	500	50%	
	2.	Prof.Dipankar Banerjee	500	50%	500	50%	
2	Reserves and Surplus						
	2.1 Corpus Grant						
	N S foundation					1,06,31,305	1,06,31,305
	2.2 Projects' reserves/funds						
	Opening Balance					21,07,47,428	24,39,77,418
	Add:- Receipts during the year					11,80,69,083	12,18,51,578
	Deficits absorbed by Core					36,663	58,605
						32,88,53,174	36,58,87,601
	Less:- Expenditure during the year					14,89,09,361	15,13,36,349
	Less:- Prior Period Adjustments					-	38,03,824
	Closing Balance					17,99,43,812	21,07,47,428
	2.4 Surplus/(Deficit)						
	Opening Balance					7,17,95,971	59,64,356
	Add:- Prior Period Adjustments					-	41,75,557
	Add/(Less): Surplus/ (Deficit) for the year					(3,21,60,407)	6,17,14,663
						3,96,35,564	7,18,54,576
	Projects Deficits borne by Core					(36,663)	(58,605)
	Closing Balance					3,95,98,901	7,17,95,971
	2.4 Total Reserves and Surplus					23,01,74,018	29,31,74,704
3	Non Current Liabilities						
	3.1 Long Term Borrowings						
	3.1.1 Secured						
	Corporation Bank - Vehicle Loan					2,05,819	4,68,880
						2,05,819	4,68,880
	3.1.2 Unsecured						
	Loans and Advances from Related Parties					1,00,001	1,00,001
	3.2 Total Non Current Liabilities					3,05,820	5,68,881

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2020

(Amount in Rs)

PARTICULARS		As at 31 March 2020	As at 31 March 2019
4	Current Liabilities		
	4.1 Other Current Liabilities		
	Sundry Creditors	22,63,893	15,72,486
	TDS	16,03,589	9,12,182
	GST payable	5,08,427	6,62,112
	Vehicle Loan	3,65,904	3,65,904
		47,41,813	35,12,684
	4.2 Short Term Provisions		
	Gratuity Payable	37,04,354	25,12,710
	PF & ESI payable	1,70,120	1,30,668
	PT Payable	22,800	20,200
	Audit Fee	59,000	59,000
		39,56,274	27,22,578
	4.3 Total Current Liabilities	86,98,087	62,35,262
6	Long Term Loans and Advances		
	Deposits	1,25,51,147	76,88,147
		1,25,51,147	76,88,147
7	Receivables		
	Outstanding for a period exceeding six months	-	-
	Others	39,05,723	47,326
		39,05,723	47,326
8	Cash and Cash Equivalents		
	8.1 Balance with Banks		
	a) Term Deposits Accounts	7,04,17,567	15,25,62,103
	a) in Savings Bank Accounts	6,82,25,604	5,08,10,758
		13,86,43,171	20,33,72,861
	8.2 Total Cash and Cash Equivalents	13,86,43,171	20,33,72,861
9	Short-term loans and advances		
	TDS Receivable	55,75,990	68,51,197
	Accrued Interest on FD	10,82,134	33,21,559
	Other Loans and Advances	(38,315)	2,51,815
	GST Receivables	-	5,64,323
	Project Mobilisation Advance	5,81,00,000	5,81,00,000
		6,47,19,809	6,90,88,894

Dr. V. S. Arunachalam

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



Place: Bangalore
Date: 17.12.2020

Dr. Jayathirtha Asundi

(Dr. JAYATHIRTHA ASUNDI)
Whole Time Director
DIN : 08765735

(Dr. N. C. BELLARMINE)
Chief Financial Officer

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



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

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2020


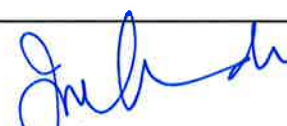
(Amount in Rs)

PARTICULARS		Year ended 31 March 2020	Year ended 31 March 2019
10	<u>Core Grants</u>		
	International Development Research Centre	60,66,545	1,61,58,464
	Shakti Sustainable Energy Foundation	2,42,00,000	2,42,00,000
	International Institute of Information Technology	6,25,000	-
	Nilekani Philanthropies	2,50,00,000	-
	Institute for Social and Environmental Transition	-	60,55,885
	Children's Investment Fund Foundation	-	4,72,59,682
	Others	-	12,26,408
	Total Core Grants	5,58,91,545	9,49,00,439
11	<u>Project Grants</u>		
	Bill and Melinda Gates Foundation	25,50,478	2,05,32,729
	International Development Research Centre	1,72,750	1,44,27,206
	Shakti Sustainable Energy Foundation	4,62,03,791	3,91,21,093
	John and Catherine T MacArthur Foundation	5,74,56,112	5,16,62,343
	The Nature Conservancy	26,61,305	32,12,488
	Good Energies Foundation	35,46,441	79,08,391
	United Nation Development Programme	6,20,093	38,88,312
	United Nations Democracy Fund	22,26,892	18,70,696
	European Climate Foundation	88,51,109	62,17,020
	Stitching SED Fund	16,95,359	24,96,072
	Children's Investment Fund Foundation	86,00,403	-
	Department of Science Technology - Govt of India	11,90,863	-
	European Union	30,64,821	-
	Department of Defence (IDEX) - Govt of India	66,22,959	-
	Bengaluru Metro Rail Corporation Limited	16,66,376	-
	Agence Francaise De Developpement	17,79,609	-
	Total Project Grants	14,89,09,361	15,13,36,350
12	<u>Other Income</u>		
	Metone Instruments INC	3,77,244	-
	Projects of Govt of Karnataka		
	Energy Department	11,45,000	1,27,11,866
	Women and Child Development Department	30,00,000	65,00,000
	Other Projects Income	12,73,332	43,66,764
	Transport Department	-	50,84,745
	Urban Development Department	-	33,89,831
	Health and Family Welfare Department	-	45,00,000
	Interest on IT refund	2,24,709	1,25,271
	Bank Interest	62,84,257	63,88,926
	Total Other Income	1,23,04,542	4,30,67,403
13	<u>Research Expenses</u>		
	Staff Salaries and Wages (Including Contribution to Provident Fund and other Funds)	12,47,39,717	8,87,70,752
	Staff welfare	35,70,142	30,51,579
	Computer Hire Charges and Maintenance	57,46,328	12,39,262
	Books, Journals and Publications	8,59,996	6,72,176
	Conference and Workshops	38,56,346	4,66,091

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2020

(Amount in Rs)


PARTICULARS		Year ended 31 March 2020	Year ended 31 March 2019
	Professional Charges	98,54,945	48,08,790
	Printing and Stationery	7,97,532	5,68,777
	Project Equipment	1,88,12,639	1,83,05,062
	Lidar Maps - Survey	1,28,34,866	77,29,594
	Project Travel Expenses	1,36,43,492	1,07,84,084
	WSH Survey Expenses	15,62,827	8,21,128
	Honorarium & Training Fee	2,06,170	71,47,253
	Grants	20,00,000	2,22,10,395
	EU Solar Project Expenses	23,53,706	-
	EU Offshore Project Expenses W/o	-	1,94,97,977
	Income Tax W/o	-	1,57,411
	DST Seri Expenses W/o	-	3,71,728
	Total Research Expenses	20,08,38,707	18,66,02,059
14	Administrative and Other Expense		
	Audit Fee	59,000	59,000
	Directors Sitting Fees	35,000	10,000
	Broadband and Telephone Charges	36,01,660	30,28,168
	Admin Staff Salary	27,97,446	25,43,133
	Electricity Charges	24,28,854	17,68,201
	Hospitality	-	71,166
	Security & House Keeping	58,92,924	64,43,306
	Repairs & Maintenance	8,88,136	10,89,182
	Office & Vehicle Maintenance	12,25,342	5,34,948
	Rent	3,06,70,327	2,40,87,724
	Postage and Courier	80,807	20,588
	Total Operation & Other Expense	4,76,79,497	3,96,55,416
15	Finance Costs		
	Bank Charges	57,640	94,550
	Interest on Car Loan	72,351	98,775
	Total Finance Costs	1,29,991	1,93,325



(Dr. V.S. ARUNACHALAM) **(Dr. JAYATHIRTHA ASUNDI)**
 Chairman Whole Time Director
 DIN : 00400857 DIN : 08765735


K.C. BELLARMINI
 Chief Financial Officer

Place: Bangalore
Date: 17.12.2020

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



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

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

5 Fixed Assets

(Amount in Rs)

	Description	Est Useful Life	Gross Block				Depreciation				Net Block	
			As at 31-Mar-19	Additions / Adjustments	Disposals / Adjustments	As at 31-Mar-20	As at 31 Mar 2019	For the year	Disposals / Adjustments	As at 31-Mar-20	As at 31-Mar-20	As at 31 Mar 2019
			5.1 Tangible Assets									
	Land	0	1,14,60,493	-	-	1,14,60,493	-	-	-	-	1,14,60,493	1,14,60,493
	Office Equipments	5	91,26,058	2,00,518	66,400	92,60,176	82,49,428	2,23,558	-	84,72,986	7,87,190	8,76,630
	Furniture and Fixtures	10	26,36,013	-	-	26,36,013	16,89,776	1,48,994	-	18,38,770	7,97,243	9,46,237
	Vehicles	8	21,43,192	-	-	21,43,192	17,17,900	1,33,436	-	18,51,336	2,91,856	4,25,292
	Computers	3	2,17,70,243	-	-	2,17,70,243	2,00,42,172	89,323	-	2,01,31,495	16,38,748	17,28,071
	Total Tangible Assets		4,71,35,999	2,00,518	66,400	4,72,70,117	3,16,99,276	5,95,312	-	3,22,94,588	1,49,75,529	1,54,36,723
5.2 Intangible Assets												
	Software	3	1,40,99,752	-	-	1,40,99,752	1,33,73,739	22,349	-	1,33,96,088	7,03,664	7,26,013
	Total Intangible Assets		1,40,99,752	-	-	1,40,99,752	1,33,73,739	22,349	-	1,33,96,088	7,03,664	7,26,013
5.3 Capital Work in Progress												
	Total Fixed Assets		37,18,883	60,000	-	37,78,883	-	-	-	-	37,78,883	37,18,883
5.4 (Total of 5.1+5.2+5.3)			6,49,54,634	2,60,518	66,400	6,51,48,752	4,50,73,015	6,17,661	-	4,56,90,676	1,94,58,076	1,98,81,618
PREVIOUS YEAR			6,46,99,894	2,54,740	-	6,49,54,634	4,39,34,288	11,38,728	-	4,50,73,015	1,98,81,618	2,07,65,602

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



(Signature)
(Dr.V.S. ARUNACHALAM)
Chairman
DIN : 00400857

(Signature)
(Dr. JAYATHIRTHA ASUNDI)
Whole Time Director
DIN : 08765735

(Signature)
(Dr. K.C. BELLARMINE)
Chief Financial Officer



(Signature)
(A.B. SHIVA SUBRAMANYAM)
Partner
M.No: 201108

Place: Bangalore
Date: 17.12.2020

CENTER FOR STUDY OF SCIENCE TECHNOLOGY AND POLICY

NOTE 16: SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FOR THE YEAR 2019- 20

Overview

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

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

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

1. Significant Accounting Policies:

1.1 Basis for preparation of Financial Statements:

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

1.2 Use of Estimates:

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

1.3 Property, Plant & Equipment:

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

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

1.4 Depreciation:

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

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

In respect of PPE where the remainder of useful life is nil, no depreciation is considered since in all such cases the carrying value is less than 5% of its respective cost as on 31-03-2019.

1.5 Revenue Recognition:

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

1.6 Employee Benefit:

A) Short Term Benefits:

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

B) Provident Fund:

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

C) Gratuity:

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

1.7 Foreign Currency Transactions:

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

1.8 Provisions and Contingencies:

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

1.9 Remuneration of auditors:

(1) The remuneration of the auditor of a company shall be fixed in its general meeting or in such manner as may be determined therein.

(2) The remuneration under sub-section (1) shall, in addition to the fee payable to an auditor, include the expenses, if any, incurred by the auditor in connection with the audit of the company and any facility extended to him but does not include any remuneration paid to him for any other service rendered by him at the request of the company.

1.10 Covid - 19 Impact:

The Management has considered the possible effects that may result from the Covid-19 pandemic on the carrying value of assets including property, plant & equipment, loans and receivables. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements have used internal & external sources of information to assess the expected future performance of the Company. The company performed sensitivity analysis in the assumptions used and based on the current estimates, it expects that the carrying amount of these assets, as reflected in the balance sheet as at March 31, 2020, are fully recoverable. The management has also estimated the future cash flows for the Company with the possible effects that may result from the Covid- 19 pandemic and does not foresee any adverse impact on its ability to continue as going concern and in meeting its liabilities as and when they fall due. The actual impact of the Covid-19 pandemic may be different from that estimated as at the date of approval of these financial statements.

1.11 Taxes on Income:

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

1.12 Cash & Cash Equivalents:

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

1.13 Current / Non-Current Assets and Liabilities:

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

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

2. Notes on Accounts:


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


2.2 There are no dues to Micro, Small and Medium Enterprises as on 31.03.2020.

2.3 Expenditure in foreign currency Rs. 1,37,60,984/- (Previous Year Rs. 95,29,612/-).


2.6 Income in foreign currency Rs. 14,26,05,405/- (Previous Year Rs. 21,23,01,984/-).


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



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


(Dr JAYATHIRTHAASUNDI)
Wholetime Director
DIN: 08765735

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


Place: Bangalore
Date: 17.12.2020


(Dr K.C. BELLARMINE)
CHIEF FINANCIAL OFFICER


(A.B.SHIVASUBRAMANYAM)
PARTNER
M.No: 201108



Center for Study of Science, Technology & Policy

Bengaluru

No. 12-14 & 18-19, 10th Cross, Mayura Street, Papanna Layout,
Nagashettyhalli (RMV II Stage), Bengaluru 560094
Karnataka, India

Noida

1st Floor, Tower-A, Smartworks Corporate Park, Sector-125,
Noida 201303, Uttar Pradesh, India

cpe@cstep.in

<https://cstep.in/>