

SALAAM BOMBAY FOUNDATION

Statutory Audit for the year ended March 31, 2016

S R B C & C O L L P

INDEPENDENT AUDITOR'S REPORT

To the Members of Salaam Bombay Foundation

Report on the Financial Statements

We have audited the accompanying financial statements of Salaam Bombay Foundation ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Income and Expenditure and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation 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 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 of 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 the design, implementation and maintenance of adequate internal financial control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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



S R B C & CO LLP

Chartered Accountants

of the state of affairs of the Company as at March 31, 2016, its deficit, and its cash flows for the year ended on that date.


Report on Other Legal and Regulatory Requirements

1. The report does not include a statement on matter specified under the Companies (Auditor's report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since in our opinion and according to the information and explanation given to us, the said order is not applicable to the 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, Statement of Income and Expenditure, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, 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 1" to this report;
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company 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 Education and Protection Fund by the Company.

For **S R B C & CO LLP**

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

Per 
Partner

Membership Number: 101143

Place of Signature: Mumbai

Date: **16 SEP 2016**



**ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE
STANDALONE FINANCIAL STATEMENTS OF SALAAM BOMBAY FOUNDATION****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of
the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Salaam Bombay Foundation ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) 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 the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SRBC & CO LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E/E300003

per Vinayak Fujare

Partner

Membership Number: 101143

Place of Signature: Mumbai

Date: 16 SEP 2016



BOARD OF DIRECTOR'S REPORT

To the Members,
SALAAM BOMBAY FOUNDATION
Mumbai

Your Directors have pleasure in submitting the Fourteenth Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2016.

FINANCIAL RESULTS:

The summarized standalone results of your Company are given in the table below:

(Amt.Rs.lacs)

Particulars	Financial Year Ended	
	31/03/2016	31/03/2015
Revenue from Operations	135.47	193.33
Other Income	302.06	343.56
Total Income	437.53	536.90
(Deficit)/Surplus before Depreciation & Tax	0.48	95.10
Less: Depreciation	27.11	20.96
Less: Provision for Income Tax (including for earlier years)	NIL	NIL
Less: Provision for Deferred Tax	NIL	NIL
(Deficit)/Surplus After Tax	(26.63)	74.14
Add: Surplus brought forward from previous year	798.41	724.27
Less: Amount Transferred to General Reserve	NIL	NIL
Surplus carried to Balance Sheet	771.78	798.41

STATE OF AFFAIRS

Salaam Bombay Foundation started in 2002, to work with children in Mumbai's slums. Children in slums live in extreme poverty and in 'at risk' environments. They drop out of school; face the risk of child labor and substance abuse, tobacco use in particular. We work with these 'at risk' kids in programs that engage them through arts and sports (after school academies) and in-school programs (leadership and advocacy) that helps build their confidence, self-esteem and recommitments them to stay in school. We are currently in about 220 schools in Mumbai.

PROJECTS UNDERTAKEN DURING THE YEAR

➤ **Super Army (Awareness & Advocacy)**

At the core of Salaam Bombay Foundation's tobacco control mission is our In-school leadership program - Project Super Army. This program recruits and trains a child to become a soldier who fights the menace of tobacco. Project Super Army uses an intensive, multi-pronged strategy that includes:

- Building awareness about the harmful effects of tobacco on health
- Developing life skills needed to refuse tobacco
- Empowering students to become 'advocates of change' in their communities



In the year 2015 -16, Salaam Bombay Foundation reached 43,275 students via our program in about 220 schools in Mumbai.

Beginning with making schools and their neighborhoods tobacco free, these children work with government departments like the Police, Food & Drug Administration, Media, Health and Education departments to protect the public from tobacco, warn them about the dangers of tobacco use and enforce bans on tobacco advertising, promotion and sponsorship.

This year, the students went ahead and conducted tobacco awareness sessions in 93 police stations of Mumbai. Approximately 1600 police men were sensitized on COTPA 2003 and mobilized to make their respective police stations tobacco-free. Tobacco ill-effect awareness sessions were also conducted at 18 BEST bus depots for the staff. 2,675 employees were sensitized to make the depot tobacco-free and quit tobacco.

Every year, poster making, drama and singing competitions are organized for the students of Super Army schools at the zonal level. This provides an excellent opportunity for the children of 7th and 8th grade to showcase their talent. This year 5 zonal events were organized from Jan 27th to Feb 1st, 2016. 898 students from 118 schools registered themselves for the competition. Over all 55 posters were made, 51 melodious songs were sung and 43 plays with strong tobacco control messages were performed during 5 days of the zonal event.

The Bal Panchayat and Bal Parishad are forums for students to voice concerns and create action plans on issues related to tobacco control. The Bal Panchayats are in-school student health council and Bal Parishad is the city-wide inter-school annual meet. This year, Bal parishad was organized on World Cancer Day i.e. Feb 4, 2016 at N M Joshi Municipal school. 151 Bal Panchayat leaders from 102 schools participated in the program.

An advocacy activity focused towards getting commitment from all the stakeholders to support tobacco-free schools was organized on the auspicious occasion of Raksha Bandhan. 4160 students from 180 schools participated in this activity. Further, 25950 students and 830 staff members from 204 schools took the New Year resolution to make their respective schools tobacco-free compliant.

Advocacy activities were also organized during Ganesh Chaturthi. Banners with anti-tobacco slogans were displayed and 'life se panga mat le yaar' audio CDs were played at 463 ganpati marquees. 470 students were involved in dissemination of tobacco control message at the 463 ganpati pandals.

World No Tobacco Day

On May 31st (World No Tobacco Day), we launched an on-line campaign "Tambaku ko Dhishum". The idea was to create a platform where youth can also share images of tobacco advertising, promotions via Facebook, Instagram and email. Mr.Devdatta Nage (Actor), Mr.K.U Methekar –Asst Commissioner of FDA, Mr Uday Vanzari–Joint Commissioner of FDA launched this initiative. 350 super army students, college students & NGO representative participated in program.

4396 Students of SUPER ARMY created a huge awareness campaign by writing letters to our Hon. Chief Minister Devendra Fadnavis and Mr.Vinod Tawde the Education Minister of



Maharashtra and urged them to make all schools Tobacco Free. Students of Sandesh Vidyalaya one of our SUPER ARMY schools created an innovative step by singing songs on Mumbai University Students Transmission 107.8. This awareness campaign garnered applause for creating awareness about Health through the medium of F.M. Bajaj Electricals Ltd and BEST department joined hands with Salaam Bombay Foundation and launched Tobacco Free BEST campaign at Wadala Depot, this event was graced by Hon. Shree Divakar Ravate (Minister Of Transport).

➤ **SPORTS Against Tobacco:**

Sports is a very effective method to build life skills with children. It also reinforces the message against tobacco for good health. The program aims to seek talent in Municipal school children to give them a lifetime opportunity to be part of a world-class sporting experience. It gives children an option to consider sport as a vocation and instills the belief that achievement comes from perspiration and not from substance abuse. Our effort is to encourage children to find role models and heroes within themselves. The children not only train at sports with high standards but also learn life-skills like focus, leadership, stress management, concentration, emotion management and teamwork that will help them as sportspersons but more importantly through life.

- **SALAAM BOMBAY CRICKET ACADEMY:** This project helps recognize talent in a section of society that could only aspire to play 'galli-nukkad' cricket. Currently the Academy has 280 students, of which 250 children from 10 schools trained for tennis ball cricket at the school itself. 30 best children were selected to play at the nets for which the Foundation tied up with Chandrakant Pandit's Cricket Clinic this year. 12 children were invited by Kevin Pietersen Foundation to Dubai. There the children were trained in fitness and cricket technical skills for 7 days and then played matches with the various participating countries. The children participated in external matches and also played internal matches amongst themselves.
- **SALAAM BOMBAY HOCKEY ACADEMY:** The academy was launched in 2008 under the leadership of renowned Hockey Coach Mr. Mir Ranjan Negi, in association with Abhi Foundation. 58 children from 2 schools are being trained for Hockey. 4 teams, 2 boys and 2 girls' teams participated in the MSSA and DSO tournaments.

➤ **ARTS AGAINST TOBACCO:**

Salaam Bombay Foundation's Arts Academy includes initiatives providing training opportunities to school children in skill development in the field of Theatre, Western Dance, Classical Music and Creative Arts. Duration of training course through these academies is of three years where students are trained in respective faculties for Basic, Advanced and Graduation levels. During the training period students are taken on exposure visits and provided with performance opportunities to showcase their talent on the renowned platforms in the city. The Arts Academy had enrolled 558 students from 17 BMC and Government aided Schools in the year 2015-16.



- **SALAAM BOMBAY THEATRE ACADEMY –**

This academy focuses on Theatre techniques including script-writing, direction and technical aspects of production. Focus of the training is on improving performance skills on the stage, building up confidence and personality development to face the stage at ease. Children are given specialized training by Mr. Sachin Jadhav under the guidance of Ms. Meena Naik - a veteran theatre and film personality.

Training is conducted in seven batches in four schools covering 113 students. We have appointed 3 Graduate students as Assistant Trainers in the Academy. They have trained the first year batch on their own. Ex- students of Theatre Academy, now collegians, desired to work with Salaam Bombay Foundation to help the budding young artists, while pursuing their studies, in building career in theatre, hence the SBF has set up a Repertory Company for the purpose.

Our children have performed at major city events like World No Tobacco Day, NCPA Interschool Drama Competitions, Kala Ghoda Festival, State Level Competitions organized by State Department of Culture, Nehru Festival arranged by Nehru Centre, Mumbai, and many internal events held within SBF. Children of the Academy have won various awards at these events.

- **SALAAM BOMBAY DANCE ACADEMY –**

- **Kathak Dance**

The Kathak Dance Academy under the guidance of the Kathak exponent and award winning artist Ms. Anjolie Gupta has been training the children from two BMC schools, namely Colaba Municipal School and Abhyudaya Municipal School in classical Kathak. This training is conducted in four batches, two days a week, with regular exposure opportunities through participation in various competitions and events taking place from time to time in the city.

- **Western Dance**

Victory Arts Foundation (VAF), nurtured by a distinguished choreographer Shiamak Davar, trains the children in Western form of dance. 87 students from three BMC schools undertake training in Western classical dance in three batches.

- **Western Contemporary Dance:**

A batch of 29 students is being trained under the guidance of Mr. Norden Sherpa, dancer and choreographer of international repute.

- **SALAAM BOMBAY MUSIC ACADEMY –**

12 children from Prabhat Colony Municipal School are being trained in Hindustani Classical singing at Ajivasan Gurukul headed by Pt. Suresh Wadkar.

55 children from 2 schools, namely Motilshaha Lane and Maneklal Mehta B.M.C also take training in form of music under Shyamal Music Foundation.



- **Song Bound Academy**

Songbound is an UK based organization. We have started branches of Songbound Academy in two schools. Around 103 students are trained in choir singing in this Academy.

- **SALAAM BOMBAY CREATIVE ACADEMY –**

Ms. Arpita Mohata, erudite artist in painting, has voluntarily offered to train the children of Creative Arts. Students receive basic technical knowledge of drawing under her guidance. Two batches consisting of 32 students have been trained in drawing this year.

- **SALAAM BOMBAY MEDIA ACADEMY –**

The Media Academy is an in-school three years comprehensive training program, which trains children in journalism, photography and language development. Media Academy focuses on improving skills such as effective communication, confidence, interpersonal skill and creative writing so that the children are able to effectively express their thoughts and ideas. 347 children from 12 schools were trained in reading, writing, reporting, editing with an objective of making them empowered with journalism skill and contributing to Voice of Hallaboli. One batch was given training in Photography. Students were given various exposure opportunities such as newspapers houses, radio station, printing press and many more. Fourth batch of the academy has graduated during the year 2015-16.

➤ **RESEARCH:**

In 2015-16, Salaam Bombay Foundation's research activities focused on developing digital tools, monitoring tobacco industry tactics, and developing universal tools and surveys for advocacy monitoring and rural monitoring and evaluation. Major projects the research team worked this year include:

- **CTFK-sponsored SNAPT Project:** SNAPT was SBF's first project that incorporated digital data collection tools (tablet computers, digital surveys, and interactive orientation materials). For this project, we recruited 160 Bal Panchayat students to use tabs to document tobacco industry marketing in the areas surrounding 40 schools (BMC, government aided and private). The analysis of the report and photographic evidence has been presented in numerous reports, a presentation, video, and online material. We are currently working on a paper to be submitted to Tobacco Control (peer review journal). A press conference on the results was held on May 30th and generated 12 articles in print media.
- **School Profiles and Advocacy Monitoring:** Building on the success of the tabs used in the SNAPT Project, research worked with the Super Army team to develop a series of survey tools to gather information on the schools we are operating in and ongoing advocacy monitoring projects for sales of tobacco within 100 yards of schools, point-of-sale advertising and tobacco-free school criteria. This project will be an ongoing initiative for the Super Army that will replace the current paper-based



documentation books, and will be updated regularly using android-based surveys. To date, this project has generated online profiles for 184 Super Army schools and 92 non-Super Army schools.

- **Rural Monitoring and Evaluation:** The research team has also prepared a set of universal survey tools including stakeholder surveys, tobacco-free schools, tobacco-free village surveys, and tobacco use, knowledge, attitude and perception surveys. These tools were created to facilitate data collection for monitoring across rural projects and have been deployed in Chandrapur. Reports with baseline data have been prepared for funders based on this survey approach to date.
- **Conferences:** Salaam Bombay Foundation has submitted abstracts generated by the research team to three conferences – Areca Nut and Betel Quid Conference (3 abstracts submitted, 2 accepted, no scholarships received), AFACT Conference on Tobacco of Health (9 abstracts submitted, acceptance and scholarships pending), Union Conference (6 abstracts submitted, 2 accepted, scholarships pending).
- **Publishing:** The research team has submitted four articles for publication in peer review journals this year. One article, on the FDA response to the gutka ban has been rejected, as has an article on smoke-free compliance in Mumbai coffee shops. One article is pending editorial review, and one article on smokeless tobacco use among Mumbai students has been accepted and is pending final publication in the Indian Journal of Cancer. We are planning to submit an article to Tobacco Control next week on tobacco industry marketing tactics around schools in Mumbai.

➤ **CONVERSATIONAL ENGLISH TRAINING:**

517 children from the Skills @school programme were trained in conversational English and trade related English. This is done with the objective of giving the children knowledge of basic English needed for their vocation and to build their confidence

➤ **SKILLS@SCHOOL:**

There is a definite gap in the municipal schools children in terms of specialized employability skills and job opportunities available. The children drop out of schools for mainly 3 reasons: They cannot afford to continue their education, they have to financially support their families or they are not just interested in studying. As a result, there is a huge increase in unskilled labor. To address this problem we piloted a Security Guard Training program with 15 children in 2013. Children who had passed out from the sports academy were offered this course and the 14 children who completed the course were offered a job. The salaries offered ranged from Rs.8,000/- per month to Rs.15,000/- pm. This year 464 children were trained in various vocational skills like Beauty and Hair, Hospitality, Retail, jewellery designing, Home appliance repair, gift wrapping, tailoring and computer hair. Children are using these skills for internships and earning stipend which they are using to pay some educational fees or to support their family income thus helping them to continue their education.



MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY THAT HAS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which this financial statements relate and the date of this report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

There were no loans, guarantees or investments made by the Company under section 186 of the Companies Act, 2013 during the year under review and hence the disclosures under section 134(3) (g) of the Companies Act, 2013 are not applicable.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

There are no materially significant related party transactions/ contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 during the year under review hence the disclosure showing particulars in Form No. AOC -2 is not required and does not form part to this report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company and hence no further disclosure is required in this regard.

CHANGE IN THE NATURE OF OPERATIONS:

There has been no change in the Nature of Business during the year under review.

DEPOSITS:

Your Company has neither accepted / renewed any deposits from public during the year nor has any outstanding Deposits in terms of Section 77 of the Companies Act, 2013.

INTERNAL FINANCIAL CONTROLS:

The internal financial controls with reference to the Financial Statements are commensurate with the size and nature of operations of the Company.

DIRECTORS AND KEY MANAGERIAL PERSONNEL AND CHANGES AMONGST THEM:

The constitution of the Board has remained unaffected during the year under review.

Since the status of the Company is "Private Limited" and in terms of the provisions of the "Article No. 6.6" of the Articles of Association of the Company, none of the Directors of the Company are liable to retire by rotation.



NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

During the financial year under review, the Company had 4 Board Meetings on 15th June 2015, 25th September 2015, 21st December 2015, and 7th March 2016. The details of attendance of each Director at the Board Meetings are as follows:

Name of Director	No. of Meeting Attended
Mr. Aditya Vikram Somani	4
Mrs. Padmini Somani	4
Mrs. Ritu Nanda	4
Dr. Sultan Pradhan	1
Mr. Suhail Nathani	1
Mr. Balkumar Agarwal	4
Ms. Anjali Chhabriya	1

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:—

- (a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the surplus of the company for that period;
- (c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the annual accounts on a going concern basis; and
- (e) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DISCLOSURE IN TERMS OF VARIOUS PROVISIONS OF COMPANIES ACT, 2013:

The provision related to:

- A. Appointment of Independent Director(Section 149),
- B. Formation of Audit Committee (Sec. 177),
- C. Formation of Nomination and Remuneration Committee (Section 178),
- D. Undertaking formal Annual Evaluation of the Board and that of its committees and the Individual Director
- E. Undertaking Secretarial Audit (Section 204)
- F. Vigil Mechanism (Section 177)
- G. Corporate Social Responsibility (Section 135)

are not applicable to the Company and hence no comment is invited in this regard.



STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company has in place a mechanism to identify, assess, evaluate, monitor and mitigate various risks to key operations objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

STATUTORY AUDITORS:

M/s S R B C & Co LLP, Chartered Accountants, (FRN- 324982E) were appointed as Statutory Auditors for a period of 5 years in the Annual General Meeting held on 29th September, 2014. Their continuance of appointment and payment of remuneration needs to be confirmed, ratified and approved in the ensuing Annual General Meeting. Your Directors recommend the ratification of appointment of Auditor at the ensuing Annual General Meeting.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS:

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The comments by the auditors in their report read along with information and explanation given in notes to accounts are self explanatory and do not call for further explanation.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORY AUTHORITIES OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There were no material orders passed by the judicial or quasi Judicial Authority which affects the Going Concern Status of the Company during the year under review.

ANNUAL RETURN:

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure I and is attached to this Report.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

(A) CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:

Considering the nature of activities being carried on by the Company, it is not mandatory to report details about measures taken by Company for conservation of energy and technology absorption. However, the Company is taking every possible step to conserve energy wherever possible and also organize regular training of employees to achieve the same. Several environment friendly measures were adopted by the Company to conserve energy. The Company increases usage of technology to provide better service to the stake holders. The Company strives to improve, optimize and manage costs through usage of technology as per its needs.



(B) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Foreign Exchange Earnings: Rs.42,85,459/- (represents receipts in foreign exchange)

Foreign Exchange Outgo: Rs. 25,609/- (represents payments in foreign exchange)

DISCLOSURES AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

There were no instances / complaints reported under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENTS:

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company's activities during the year under review. Your Directors deeply appreciate the committed efforts put in by employees at all levels, whose continued commitment and dedication contributed greatly to achieving the goals set by your Company. Your Directors also acknowledge gratefully all the members for their support and confidence reposed in your Company.

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
SALAAM BOMBAY FOUNDATION**



**DIRECTOR
ADITYA VIKRAM SOMANI**



**DIRECTOR
PADMINI SOMANI**

DATE: 7 6 SEP 2016

PLACE: MUMBAI



Annexure I

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS	Annexure – A
II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY	
All Business activities of the Company contributing 10% or more of the total Turnover of the Company.	Annexure – B
III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES	Not Applicable
IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)	
i) Category wise Share Holding	Not Applicable
ii) Share Holding of Promoters	Not Applicable
iii) Change in Promoters Shareholding	Not Applicable
iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)	Not Applicable
v) Shareholding of Directors and Key Managerial Personnel	Not Applicable
V. INDEBTEDNESS	Not Applicable
VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL	
i) Remuneration to Managing Director, Whole-time Directors, Executive Director and/or Manager	Not Applicable
ii) Remuneration to other directors	Not Applicable
iii) Remuneration to Key Managerial Personnel Other Than MD / Manager / WTD	Not Applicable
VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES	Not Applicable



Annexure – A

I. REGISTRATION AND OTHER DETAILS:

i)	CIN	U85300MH2002NPL136390
ii)	Registration Date	02.07.2002
iii)	Name of the Company	SALAAM BOMBAY FOUNDATION
iv)	Category / Sub-Category of the Company	Private Limited Company Registered under Section 8
v)	Address of the Registered office and contact details	1 st floor, Nirmal Building, Nariman Point, Mumbai - 400 021 Phone: 022 6149 1900 Email ID: padmini@salaambombay.org
vi)	Whether listed company	No
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A. Name: Address: Contact Details:

Annexure – B

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Philanthropic and Charitable activities for the welfare of the Society	91990	100%

III	PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES	Not Applicable
IV	SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)	Not Applicable
V	INDEBTEDNESS	Not Applicable
VI	REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL	Not Applicable
VII	PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES	Not Applicable

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
SALAAM BOMBAY FOUNDATION


DIRECTOR
PADMINI SOMANI


DIRECTOR
ADITYA VIKRAM SOMANI

DATE: 16 SEP 2016
PLACE: MUMBAI



SALAAM BOMBAY FOUNDATION
BALANCE SHEET AS AT 31 MARCH 2016

	Notes	As at 31 March 2016 Rupees	As at 31 March 2015 Rupees
CORPUS FUND AND LIABILITIES			
Corpus Fund	3	304,582,805	304,577,055
Reserves and Surplus	4	77,178,166	79,841,188
		381,760,971	384,418,243
Non-current liabilities			
Long-term provisions	5	2,582,648	2,620,090
Other long term liabilities	6	-	1,935,191
		2,582,648	4,555,281
Current liabilities			
Trade payables	7	-	-
– Total outstanding dues of Micro enterprises and small enterprises		-	-
–Total outstanding dues of Creditors other than Micro enterprises and small enterprises		3,426,917	3,062,736
Other current liabilities	8	5,144,137	4,495,407
Short-term provisions	9	3,000,228	2,899,484
		11,571,282	10,457,627
TOTAL		395,914,901	399,431,151
ASSETS			
Non-current assets			
Fixed Assets	10		
Property, Plant & Equipment		32,528,719	34,906,501
Intangible assets		96,543	160,904
		32,625,262	35,067,405
Loans and advances	11	1,252,156	1,120,638
Other Non-Current Assets	12	304,600,000	304,600,000
		305,852,156	305,720,638
		338,477,418	340,788,043
Current assets			
Current investments	13	18,697,840	19,628,565
Cash and bank balances	14	35,346,293	32,325,395
Loans and advances	15	1,285,423	773,723
Other current assets	16	2,107,927	5,915,425
		57,437,483	58,643,108
TOTAL		395,914,901	399,431,151

Summary of Significant Accounting Policies 1 & 2
The accompanying notes are an integral part of the financial statements.

As per our report of even date


For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per Vinayak Pujare
Partner
Membership No. 101143
Place : Mumbai
Date : **16 SEP 2016**



For and on behalf of the Board of Directors
of Salaam Bombay Foundation


Padmini Somani
Director


Aditya Vikram Somani
Director

Place : Mumbai
Date : **16 SEP 2016**



SALAAM BOMBAY FOUNDATION
STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 MARCH 2016

	Notes	For the year ended 31 March 2016 Rupees	For the year ended 31 March 2015 Rupees
Revenue			
Revenue from operations	17	13,547,050	19,333,579
Other income	18	30,206,383	34,356,771
Total Revenue		43,753,433	53,690,350
Expenses			
Employee benefits expense	19	25,007,467	23,806,432
Depreciation and Amortization expense	10	2,711,803	2,096,716
Other expenses	20	18,697,185	19,613,685
Finance cost	21	-	759,453
Total Expenses		46,416,455	46,276,286
(Deficit)/Surplus for the year		(2,663,022)	7,414,064

Summary of Significant Accounting Policies 1 & 2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per Vinayak Pujara
Partner
Membership No. 101143
Place : Mumbai
Date : 16 SEP 2016



For and on behalf of the Board of Directors
of Salaam Bombay Foundation

[Signature]
Padmini Somani
Director

[Signature]
Aditya Vikram Somani
Director

Place : Mumbai
Date : 16 SEP 2016



SALAAM BOMBAY FOUNDATION
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2016

<u>(Deficit)/ Surplus</u>	For the year ended 31 March 2016 Rupees	For the year ended 31 March 2015 Rupees
Net profit before taxation, and extraordinary item	(2,663,022)	7,414,064
Adjustments to reconcile (Deficit)/ Surplus before tax due to Net cashflows		
Non Cash Items		
Depreciation/ Amortization	2,711,803	2,096,716
Interest (Income)	(29,835,605)	(33,788,349)
Finance Cost paid	-	759,453
(Profit) / loss on sale of fixed assets	5,790	(6,000)
Net (gain) / loss on sale of current investments	(69,275)	(430,424)
Operating profit before working capital changes	(29,850,309)	(23,954,540)
Changes in Working Capital		
Increase / (Decrease) in Trade Payables	364,181	190,074
Increase / (Decrease) in Provisions	63,302	831,011
Increase / (Decrease) in Non current liability	(1,935,191)	1,935,191
Increase / (Decrease) in other current liability	648,730	3,941,844
Decrease / (Increase) in short term loans & advances	(511,701)	255,467
Decrease / (Increase) in long term loans & advances	(131,519)	(528,748)
Decrease / (Increase) in other current assets	3,973,524	(3,871,323)
Net cash used in operating activities (A)	(27,378,983)	(21,201,024)
Cash flows generated from/(Used in) Investing activities		
Interest Received	29,837,173	33,779,496
Proceeds from Sale of Non Current Investment	1,000,001	12,000,000
Purchase of Non Current Investment	-	(11,000,000)
Purchase of Fixed asset	(279,950)	(35,791,388)
Investments in bank deposits (having original maturity of more than three months)	(21,225,000)	(330,625,000)
Redemption/ maturity of bank deposits (having original maturity of more than three months)	26,025,000	352,400,000
Proceeds from Sale of fixed asset	4,500	6,000
Net cash generated by Investing activities (B)	35,361,725	20,769,108
Cash flows from financing activities		
Proceeds from borrowings	-	270,759,453
Repayment on borrowings	-	(270,759,453)
Finance Cost paid	-	(759,453)
Corpus Donation Received	5,750	52,262
Net cash generated by financing activities (C)	5,750	(707,191)
Net increase/(decrease) in cash and cash equivalents (A) + (B) + (C)	7,988,492	(1,139,107)
Cash and cash equivalents at the beginning of the year	6,034,537	7,173,644
Cash and cash equivalents at the end of the year	14,023,029	6,034,537
Components of Cash and Cash Equivalents at the end of the year		
Cash on hand	34,119	8,768
On savings accounts	10,028,886	2,353,652
On current accounts	1,922,758	3,672,117
Deposits with original maturity of less than three months	2,037,266	-
Total	14,023,029	6,034,537

Summary of Significant Accounting Policies - Refer Note 1 & 2

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per Vinayak Pulare
Partner
Membership No. 101143
Place : Mumbai
Date : 16 SEP 2016



For and on behalf of the Board of Directors
of Salaam Bombay Foundation


Padmini Somani
Director


Aditya Vikram Somani
Director

Place : Mumbai
Date : 16 SEP 2016



SALAAM BOMBAY FOUNDATION

Notes to financial statement for the year ended 31 March 2016

1.1 CORPORATE INFORMATION

Salaam Bombay Foundation ('the Company' or 'Foundation') is a Non Governmental Organization that aims to educate children and inculcate a positive attitude among them on being tobacco free through awareness and personality development. The Foundation's projects have touched Street children, children in Municipal schools and Private schools.

Salaam Bombay Foundation was incorporated under section 25 of the Companies Act, 1956 on July 2, 2002 as a company limited by guarantee and not having a share capital. The Company is registered under section 12A of the Income Tax Act, 1961 vide registration no. TR/36855 dt. 28/11/2002.

1.2 BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India ('Indian GAAP'). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards Notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, 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 events 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 periods.

2.2 PROPERTY, PLANT & EQUIPMENT

Property, Plant & Equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use.

2.3 DEPRECIATION ON PROPERTY, PLANT & EQUIPMENT

Depreciation is calculated on a straight-line basis on Buildings. Depreciation on other Property, Plant and Equipment is calculated on Written Down Value method using the rates arrived at based on the useful lives estimated by the management. The Company has estimated useful lives of Property, Plant and Equipment as follows



SALAAM BOMBAY FOUNDATION

Notes to financial statement for the year ended 31 March 2016

Assets	Useful lives estimated by the management (years)
Buildings	20
Computers and Servers	3 – 6
Furniture and fixtures	10
Electrical Installation	10
Office equipment	5
Vehicles	8

The management has estimated, supported by independent assessment by professionals, the useful lives of the above classes of assets.

- Building and Office equipment are depreciated over the estimated useful lives of 20 and 5 years respectively, which are lower than those indicated in schedule II.

The residual values, useful lives and methods of depreciation of property, plant & equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

2.4 INTANGIBLE ASSETS

Computer Software acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization. Intangible assets are amortized on a straight line basis over the estimated useful economic life which is estimated as 5 years. by the Management.

2.5 RECOGNITION OF INCOME

- a. Donations / grants, Delegate Registration Fees and Sponsorship Fees are recognized on accrual basis upon compliance with the significant conditions, if any, and where it is reasonable to expect ultimate collection. Conditional project specific grant received is recognized as income to the extent of expenditure incurred in that financial year, while unspent balances are carried forward as liability for future utilization.

Amounts received with a specific direction from donors that those amounts shall form part of the Corpus of the Foundation, are credited to the Corpus Fund.

- b. Dividend income is recognised when the right to receive the dividend is established.
- c. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable

2.6 GOVERNMENT GRANTS & SUBSIDIES

Grants and subsidies from the Government are recognized when there is reasonable assurance that the grant /subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to a revenue item, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which they are intended to compensate.

Where the grant or subsidy relates to an asset, its value is deducted in arriving at the carrying amount of the related asset.



SALAAM BOMBAY FOUNDATION

Notes to financial statement for the year ended 31 March 2016

2.7 INVESTMENTS

Investments which are readily realizable and intended to be held for not more than twelve months from the date of acquisition, are classified as current investments. All other investments are classified as long-term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost; however, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

2.8 FOREIGN CURRENCY TRANSLATION

a. Initial Recognition-

Foreign currency transactions are recorded in Rupees, by applying to the foreign currency amount, the exchange rate between the Indian Rupee and the foreign currency at the date of transaction.

b. Conversion-

Foreign currency monetary items are reported using closing foreign exchange rate. 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 transaction.

c. Exchange Differences-

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

2.9 RETIREMENT & OTHER EMPLOYEE BENEFITS

a. Defined Contribution plan

Retirement benefit in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Income and Expenditure for the year when the contributions in the respective funds are due. The Company recognizes contribution payable to provident fund scheme as expenditure when an employee renders service. There are no other obligations other than the contribution payable by the Foundation.

b. Defined Benefit Plan

i. Gratuity liability is a defined benefit obligation and is provided for on the basis of an actuarial valuation based on projected unit credit method made at the end of each financial year.

ii. Short -term accumulated leave balances are provided for based on actuarial valuation. The actuarial valuation is as of the balance sheet date and based on the projected unit credit method

iii. Actuarial gains/losses are immediately taken to the Statement of Income and Expenditure and are not deferred.

2.10 PROVISIONS

A provision is recognised when the Company has a present obligation as a result of past event and; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.



SALAAM BOMBAY FOUNDATION

Notes to financial statement for the year ended 31 March 2016

2.11 INCOME TAXES

Provisions for taxation has not been made in the books of accounts in view of the exemption of income of the Foundation u/s 11 read with section 2(15) of the Income Tax Act, 1961.

2.12 CASH AND CASH EQUIVALENTS

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.



SALAAM BOMBAY FOUNDATION

Notes to financial statements for the year ended 31 March 2016

	As at 31 March 2016 Rupees	As at 31 March 2015 Rupees
3. Corpus fund		
Balance as per last financial statements	304,577,055	304,524,793
Add: Received during the year	5,750	52,262
TOTAL	304,582,805	304,577,055
4. Reserves and surplus		
Excess of expenditure over income		
Balance as per last financial statements	79,841,188	72,427,124
Add: (Deficit) for the year	(2,663,022)	7,414,064
TOTAL	77,178,166	79,841,188
5. Long-term provisions		
Provision for employee benefits		
Provision for gratuity (Refer note 25)	2,582,648	2,620,090
TOTAL	2,582,648	2,620,090
6. Other long term liabilities		
Unspent funds for assisted project	-	1,935,191
TOTAL	-	1,935,191
7. Trade payables		
Total outstanding dues of Micro enterprises and small enterprises		
Total outstanding dues of Creditors other than Micro enterprises and small enterprises	3,426,917	3,062,736
TOTAL	3,426,917	3,062,736
There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006, to whom the Company owes dues. This information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.		
8. Other current liabilities		
Statutory Dues payable	477,008	636,950
Unspent funds for assisted project	4,667,129	3,858,457
TOTAL	5,144,137	4,495,407
9. Short-term provisions		
Provision for employee benefits		
Provision for gratuity (Refer note 25)	745,357	579,516
Provision for leave encashment	2,254,871	2,319,968
TOTAL	3,000,228	2,899,484



SALAAAM BOMBAY FOUNDATION

Notes to financial statements for the year ended 31 March 2016

10. Fixed Assets

Particulars	Building *	Computers & Servers	Furniture & Fixtures	Electrical Installation	Office Equipments	Vehicles	Property, Plant & Equipment (Total)	Intangible Assets - Computer Software	Grand Total
Gross block									
At 1 April 2014	-	1,769,925	158,920	-	1,162,608	250,000	3,341,453	709,455	4,050,908
Additions	32,385,258	160,935	1,643,056	868,072	734,067	-	35,791,388	-	35,791,388
Deductions	-	-	-	-	53,400	-	53,400	-	53,400
At 31 March 2015	32,385,258	1,930,860	1,801,976	868,072	1,843,275	250,000	39,079,441	709,455	39,788,896
Additions	-	241,850	-	-	38,100	-	279,950	-	279,950
Deductions	-	296,499	-	-	-	-	296,499	-	296,499
At 31 March 2016	32,385,258	1,876,211	1,801,976	868,072	1,881,375	250,000	39,062,892	709,455	39,772,347

Depreciation/Amortization

At 1 April 2014	-	1,385,308	98,814	-	660,185	92,586	2,236,893	441,282	2,678,175
Charge for the year	990,639	349,448	82,265	33,866	434,927	98,302	1,989,447	107,269	2,096,716
Deductions	-	-	-	-	53,400	-	53,400	-	53,400
At 31 March 2015	990,639	1,734,756	181,079	33,866	1,041,712	190,888	4,172,940	548,551	4,721,491
Charge for the year	1,488,999	132,671	421,828	216,283	350,747	36,914	2,647,442	64,361	2,711,803
Deductions	-	286,209	-	-	-	-	286,209	-	286,209
At 31 March 2016	2,479,638	1,581,218	602,907	250,149	1,392,459	227,802	6,534,173	612,912	7,147,085
Net block									
At 31 March 2015	31,394,619	196,104	1,620,897	834,206	801,563	59,112	34,906,501	160,904	35,067,405
At 31 March 2016	29,905,620	294,993	1,199,069	617,923	488,916	22,198	32,528,719	96,543	32,625,262

* Note: Building includes cost of shares in Shree Nirmal Commercial Ltd. Rs. 10,500/- (previous year Rs. 10,500/-)



SALAAM BOMBAY FOUNDATION

Notes to financial statements for the year ended 31 March 2016

	As at 31 March 2016 Rupees	As at 31 March 2015 Rupees
11. Loans and advances		
(Unsecured, considered good)		
Security Deposits	707,150	456,250
Income Tax Refund receivable	204,434	204,434
Tax deducted at source	340,572	459,954
TOTAL	1,252,156	1,120,638
12. Other Non-current assets		
Deposits with original maturity for more than 12 months (Refer Note 14)	304,600,000	304,600,000
TOTAL	304,600,000	304,600,000
13. Current investments		
Unquoted, Fully Paid up		
Investment in Mutual Fund		
ICICI Prudential Flexible Income Regular Plan-Growth (75,777 units; Previous year: 56,778 units)	18,697,840	13,628,565
ICICI Prudential Flexible Income Regular Plan- Growth- Pending allotment *	-	6,000,000
TOTAL	18,697,840	19,628,565

* Subsequently 22770.874 units were allotted on April 6, 2015

Aggregate amount of unquoted investments	As at 31 March 2016	As at 31 March 2015
At Cost	18,697,840	19,628,565
Net Asset Value	21,688,959	20,938,309

	Non-current		Current	
	31 March 2016 Rupees	31 March 2015 Rupees	31 March 2016 Rupees	31 March 2015 Rupees
14. Cash and bank balances				
Cash and cash equivalents				
Balances with banks				
- On savings accounts	-	-	10,028,886	2,353,652
- On current accounts	-	-	1,922,758	3,672,117
- Deposits with original maturity of less than three months	-	-	2,037,266	-
Cash on hand	-	-	34,119	8,768
	-	-	14,023,029	6,034,537
Other bank balances				
- Deposits with original maturity for more than 12 months	304,600,000	304,600,000	-	6,464,441
- Deposits with original maturity for more than 3 months but less than 12 months *	-	-	21,323,264	19,826,418
	304,600,000	304,600,000	21,323,264	26,290,859
Amount disclosed under non-current assets (Refer note 12)	(304,600,000)	(304,600,000)	-	-
TOTAL	-	-	35,346,293	32,325,396

* Rs. 300,000 (Previous Year - Rs.300,000) under lien in respect of corporate credit card

15. Loans and advances (Unsecured, considered good)		
Prepaid expenses	330,969	244,438
Security deposits	13,405	217,495
Staff advances	156,498	299,657
Other advances	784,551	12,133
TOTAL	1,285,423	773,723

16. Other current assets		
Interest accrued on fixed deposits with banks	2,107,127	1,941,102
Donations / Grants receivable	800	3,974,323
TOTAL	2,107,927	5,915,425

	For the year ended 31 March 2016	For the year ended 31 March 2015
17. Revenue from operations		
Donation and Grants (Refer note 26)	13,510,646	17,651,694
Registration and Sponsorship Fees	35,444	1,680,925
Subscription Fees received	960	960
TOTAL	13,547,050	19,333,579

18. Other income		
Net gain on sale of current investments	69,275	430,424
Interest income on Fixed Deposits	29,810,671	33,773,896
Interest on IT refund	24,934	14,453
Profit on sale of Fixed asset	-	6,000
Other non-operating income	301,503	131,998
TOTAL	30,206,383	34,356,771



	For the year ended 31 March 2016	For the year ended 31 March 2015
19. Employee benefit expenses		
Salaries & allowances	22,238,063	20,748,762
Contribution to provident & other funds	1,454,565	1,409,043
Staff welfare expenses	426,168	212,389
Gratuity and leave encashment (Refer Note 25)	888,671	1,436,236
TOTAL	25,007,467	23,806,432
20. Other expenses		
Expenses For Projects And Activities		
Delegate travel, accommodation and other charges	-	2,677,750
Event management fees	889,213	729,500
Catering and food expenses	611,257	428,021
Rent	583,489	963,247
Professional fees	7,557,869	6,182,380
Equipment/ Other hiring charges	357,457	865,601
Material for projects	1,658,238	1,130,706
Travel and conveyance expenses	1,084,215	955,726
Communication expenses	508,572	330,107
Repairs and maintenance	144,298	238,567
Electricity Charges	827,298	737,214
Registration Fees	363,500	206,113
Website Expenses	857,080	480,226
Other expenses	636,525	249,632
	16,059,011	16,174,790
Administration And Other Expenses		
Travel and conveyance expenses	23,848	139,094
Communication expenses	67,542	120,555
Printing and stationary expenses	179,872	244,470
Legal and professional charges	1,001,779	1,344,973
Rent	-	20,601
Sponsorship Expenses	15,000	10,000
Auditor's Remuneration		
Audit fees	171,750	227,180
Certification	229,501	114,000
Out of pocket expenses	23,285	17,970
Bank charges	406	21,057
Repairs and maintenance		
Building	-	146,775
Others	669,279	563,425
Insurance	11,605	12,025
Vehicle Expenses	12,960	7,100
Loss on Disposal/ Sale of Fixed Assets	5,790	-
Miscellaneous expenses	225,557	449,870
	2,638,174	3,438,896
TOTAL	18,697,185	19,613,685
21. Finance cost		
Interest on Bank Overdraft	-	759,453
TOTAL	-	759,453
22. Expenditure In Foreign Currency:		
Travelling expenses for conference & exhibition	25,609	75,875
TOTAL	25,609	75,875
23. Earnings In Foreign Currency:		
Grants received	4,285,459	7,061,501
TOTAL	4,285,459	7,061,501

24. There are no segments in the company and hence segment disclosure is not applicable.



SALAAM BOMBAY FOUNDATION

Notes to financial statements for the year ended 31 March 2016

25. Disclosure in accordance with Accounting Standard (AS 15) on Employee Benefits :

(A) Defined Benefit Plan

The Company has a defined benefit gratuity scheme. Every employee who has completed five years or more of service is entitled to a gratuity on departure of amount equivalent to 15 days basic salary (last drawn basic salary) for each completed year of service or part thereof in excess of 6 months. The scheme is unfunded.

	31 March 2016	31 March 2015
a) Changes in present value of obligations		
PVO at beginning of period	3,199,606	2,646,600
Interest cost	244,422	235,883
Current Service Cost	584,875	579,516
Benefits Paid	(171,890)	(165,307)
Actuarial (gain) on obligation	(529,008)	(97,086)
PVO at end of period	3,328,005	3,199,606
b) Amounts to be recognized in the Balance Sheet		
PVO at end of period	3,328,005	3,199,606
Fair Value of Plan Assets at end of period	(3,328,005)	(3,199,606)
Funded Status	(3,328,005)	(3,199,606)
Unrecognised Actuarial Gain/(Loss)	-	-
Net Asset/(Liability) recognized in the balance sheet	(3,328,005)	(3,199,606)
c) Expense recognized in the statement of Income and Expenditure		
Current Service Cost	584,875	579,516
Interest cost	244,422	235,883
Expected Return on Plan Assets	-	-
Net Actuarial (Gain) recognized for the period	(529,008)	(97,086)
Expenditure	300,289	718,313
d) Movements in the Liability recognized in Balance Sheet		
Opening Net Liability	3,199,606	2,646,600
Expenses as above	300,289	718,313
Contribution paid	(171,890)	(165,307)
Closing Net Liability	3,328,005	3,199,606
e) Actuarial Assumptions		
Mortality	Indian Assured Life Mortality (2006-08) Ultimate	Indian Assured Life Mortality (2006-08) Ultimate
Discount Rate	8.00%	7.85%
Salary Escalation	12%	12%
Attrition Rate	25%	25%
Retirement age	58 years	58 years

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(B) Amount for the current and previous years are as follows:

	As at 31.03.2016	As at 31.03.2015	As at 31.03.2014	As at 31.03.2013
Gratuity Non- funded				
PVO at the end of the year	3,328,005	3,199,606	2,646,600	2,093,244
Surplus/ (deficit)	(3,328,005)	(3,199,606)	(2,646,600)	(2,093,244)
Experience adjustments on plan liabilities	(529,008)	(97,086)	18,375	(27,775)

(C) Defined contribution plan

Amount recognized as an expense and included in the Note 19- "Contribution to Provident fund" of Statement of Income and Expenditure Rs. 14,54,565/- (Previous Year - Rs.14,09,043/-)

26. Donations and Grants includes Government grants aggregating to Rs.NIL (Previous Year Rs. 26,87,045/-)

27. Previous year's figures have been regrouped where necessary to confirm to this year's classification.

As per our report of even date

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration No. 324982E/ E300003

per Vinayak Pujare
Partner
Membership No: 101143
Place : Mumbai
Date : 16 SEP 2016



For and on behalf of the Board of Directors
of Salaam Bombay Foundation

Padmini Somani
Director
Aditya Vikram Somani
Director

Place : Mumbai
Date : 16 SEP 2016

