

INDEPENDENT AUDITOR'S REPORT

To,
The Chairperson
Governing Body,
National Health Systems Resource Centre
(Under Ministry of Health & Family Welfare Government of India)
NIHFW Campus Baba Gang Nath Marg, Munirka,
New Delhi-110067

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying Financial Statements of National Health Systems Resource Centre, which comprise the Balance Sheet as at March 31, 2019, and the Income & Expenditure Account, the Receipt & Payment Account for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (in which are included the returns for the year ended on that date audited by the Branch auditors of the Entity's branch located at Guwahati).

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the aforesaid Financial Statements give the information required by law in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Entity as at March 31, 2019, and the excess of expenditure over income for the year ended on that date.

Basis for Qualified Opinion

The provisions relating to TDS in respect of certain payments prescribed under GST Act & Rules were applicable on NHSRC w.e.f. 01.10.2018, which was not complied with. This led to non deduction of TDS amounting to Rs. 5, 25,371 in respect of payments worth Rs. 2, 62, 68,642. The competent authorities may recover this TDS alongwith interest and other penalty; fines etc for the aforesaid non-compliance (also refer to note 10 in the Notes to Accounts).

We conducted our audit in accordance with the Standards on Auditing (SAs). Our responsibilities under those Standards are further described in the Auditor's

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Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Entity 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 financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

The Management is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position and financial performance of the Entity in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with law for safeguarding the assets of the Entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the 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 Entity or to cease operations, or has no realistic alternative but to do so.

The Management is also responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgement 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 but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control systems.
- 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 Entity'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 Entity to cease to continue as a going concern, and
- 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.

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.



Other Matter

We did not audit the financial statements/ information of one branch included in the financial statements of the Entity whose financial statements/financial information reflect total assets of Rs. 60,83,901 as at 31st March 2019 and the total revenue of Rs. 3,09,020 and total expenditure of Rs. 2,92,07,708.35 for the year ended on that date, as considered in the financial statements/information of the branch which has been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of the branch, is based solely on the report of such branch auditors.

Our opinion is not modified in respect of these matters.

Based on our audit we further report that

- 1) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit ;
- 2) In our opinion proper books of account as required by law have been kept by the Entity so far as it appears from our examination of those books ;
- 3) The Balance Sheet and the Income & Expenditure Account dealt with by this Report are in agreement with the relevant books of account ;

For Bansal Agarwal & Co.
Chartered Accountants
ICAI Firm Registration Number: 006674N



The stamp is circular with the text 'BANSAL AGARWAL & Co.' around the top edge and 'Chartered Accountants' around the bottom edge. In the center, it says 'ICAI' and 'FRN : 006674N New Delhi'. A handwritten signature in blue ink is written over the stamp.

Place: New Delhi
Dated: 18th July'2019
UDIN: 19085779AAAAAN4657

Mahesh Kumar Bansal
Partner
Membership Number: 085779

NATIONAL HEALTH SYSTEMS RESOURCE CENTRE
NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067
BALANCE SHEET AS AT 31ST MARCH, 2019

Particulars	Schedule	Amount	Current Year At 31.03.2019	Amount	Previous Year At 31.03.2018
GRANTS & PENDING UTILISATION :					
NHSRC, New Delhi	1				
Opening Balance		67,206,542.28		61,561,624.71	
Add: Fund Received during the year		391,900,000.00		368,180,639.00	
Less: Expenses/Repayment during the year		377,975,072.51	81,131,469.77	362,535,721.43	67,206,542.28
RRC-NE, Guwahati (B.O.)					
Opening Balance		295,675.00		256,912.00	
Add: Fund Received during the year		0.00		2,095,338.00	
Less: Expenses/Repayment during the year		295,675.00	0.00	2,056,575.00	295,675.00
Current Liabilities & Provisions					
Security Deposit / Performance Security		1,029,593.03		860,075.03	
Earnest Money Deposit		200,000.00		250,000.00	
TDS payable		1,633,308.00		2,350,623.00	
Excess TDS Deposited by PHSC		11,250.00		11,250.00	
Sundry Creditors		0.00	2,874,151.03	18,005.00	3,489,953.03
TOTAL			84,005,620.80		70,992,170.31
ASSETS					
Fixed Assets					
NHSRC	2	14,996,366.00		6,060,092.00	
RRC-NE (B.O.)		2,090,090.42		2,060,055.27	
NHSRC (Bihar)		54,303.00	17,140,759.42	61,461.00	8,181,608.27
Current Assets	3		66,864,861.38		62,810,562.04
TOTAL			84,005,620.80		70,992,170.31
NOTES ON ACCOUNTS	10				
SIGNIFICANT ACCOUNTING POLICIES	11				

Principal Administrative Officer

R. Rajani
Executive Director

As per our report of even date attached
For Bansal Agarwal & CO.
Firm Registration No.006674N
Chartered Accountants


C.A. Mahesh Kumar Bansal
Partner
Membership.No. 085779

Place : New Delhi
Date : 18/07/2019

NATIONAL HEALTH SYSTEMS RESOURCE CENTRE

NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2019

Particulars	Schedule		Current Year At 31.03.19		Previous Year At 31.03.18
INCOME					
Grants / Subsidies	4		377,388,113.51		353,411,362.43
Interest Earned-Saving			1,566,316.00		2,116,127.00
EMD Forfeited/ Tender Sale			32,900.00		19,000.00
Receipt from RTI Applications			70.00		50.00
Interest Earned (B.O.)			230,400.00		384,608.00
Other Income	5		84,496.00		578,326.00
TOTAL A			379,302,295.51		356,509,473.43
EXPENDITURE					
Professional Fee	6		36,072,828.00		22,947,521.00
Other Administrative Exp.	7		51,600,211.11		55,675,217.32
Programme Related Expenses	8		289,354,070.55		276,287,571.58
Depreciation & Write Offs	9		2,275,185.85		1,599,163.53
TOTAL B			379,302,295.51		356,509,473.43
Excess of Income over Expenditure (A-B)					
			0.00		0.00

Principal Administrative Officer

R. Rajani
Executive Director

As per our report of even date attached
For Bansal Agarwal & CO.
Firm Registration No.006674N
Chartered Accountants

C.A. Mahesh Kumar Bansal
Partner
Membership.No. 085779

Place : New Delhi
Date : 18/07/2019

NATIONAL HEALTH SYSTEMS RESOURCE CENTRE

NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067

SCHEDULES FORMING PART OF BALANCE SHEET (FUNDS AND LIABILITIES) AS AT 31.03.2019

Sr.No.	Particulars	Opening Balance as on 01.04.2018	Add: Receipt during the year 2018-2019	Less: Expenses/ Refund during the year 2018-2019	Closing Balance as on 31.03.2019
1	SCHEDULE 1 - GRANTS & PENDING UTILISATION :				
A	NHSRC, New Delhi				
	Grant-in-aid (NHM, MoHFW, Gol)	58,405,686.28	391,900,000.00	377,388,113.51	72,917,572.77
	National Knowledge Platform Project	7,440,000.00	0.00	0.00	7,440,000.00
	Grant received from DHR-HT Ain	1,402,000.00	0.00	521,383.00	880,617.00
	NHM, UP(Rectt)	(113,035.00)	0.00	0.00	(113,035.00)
	NHRM, Jharkhand (Q.I.)	6,315.00	0.00	0.00	6,315.00
	RKSK Project (UNFPA)	65,576.00	0.00	65,576.00	0.00
	Sub total (A) :-	67,206,542.28	391,900,000.00	377,975,072.51	81,131,469.77
B	RRC-NE, Guwahati (B.O.)				
	Fund from NHM, Meghalaya:-				
	Evaluation of PPP run PHCs Meghalaya	295,675.00	0.00	295,675.00	0.00
	Sub total (B) :-	295,675.00	0.00	295,675.00	0.00



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SCHEDULES FORMING PART OF BALANCE SHEET (ASSETS) AS ON 31.03.2019

Sr.No.	Particulars	Opening Balance	Addition during 2018-2019		Deletion during 2018-2019	Total	Depreciation Rate (%)	Depreciation during 2018-2019	Total At 31.03.2019
			upto 3rd October 2018	after 3rd October 2018					
2	SCHEDULE 2 - FIXED ASSETS								
	A. NHSRC Office								
	A.C.Plant	147,655.00	0.00	0.00	0.00	147,655.00	15%	22,148.00	125,507.00
	A.C.Plant Fitting	120,878.00	0.00	0.00	0.00	120,878.00	15%	18,132.00	102,746.00
	Air Conditioner	50,792.00	0.00	29,900.00	0.00	80,692.00	15%	9,863.00	70,829.00
	Almirah	12,002.00	0.00	0.00	0.00	12,002.00	10%	1,200.00	10,802.00
	Audio Visual	0.00	0.00	1,563,731.00	0.00	1,563,731.00	15%	117,280.00	1,446,451.00
	Camera & Battery Charger	2,713.00	0.00	0.00	0.00	2,713.00	15%	407.00	2,306.00
	Computers	1,064,920.00	460,176.00	0.00	0.00	1,525,096.00	40%	536,784.00	988,312.00
	Electrical Equipments	135,351.00	44,000.00	1,053,290.00	0.00	1,232,641.00	10%	70,600.00	1,162,041.00
	Electrical Fittings & Fixtures	716,823.00	0.00	0.00	0.00	716,823.00	10%	71,682.00	645,141.00
	EPABX	327,423.00	0.00	0.00	0.00	327,423.00	10%	32,742.00	294,681.00
	Fire Alarm System	54,562.00	0.00	0.00	0.00	54,562.00	10%	5,456.00	49,106.00
	Furniture & Fixture	1,977,680.00	2,400,716.00	2,567,487.00	0.00	6,945,883.00	10%	566,212.00	6,379,671.00
	Generator Set	126,870.00	0.00	1,080,000.00	0.00	1,206,870.00	15%	100,031.00	1,106,839.00
	Invertor	8,418.00	0.00	0.00	0.00	8,418.00	15%	1,263.00	7,155.00
	LCD Projector	24,715.00	0.00	222,376.00	0.00	247,091.00	15%	20,385.00	226,706.00
	Office Equipments	86,882.00	597,600.00	666,996.00	0.00	1,351,478.00	10%	152,622.00	1,198,856.00
	Phone set	15,976.00	0.00	64,904.00	0.00	80,880.00	15%	7,264.00	73,616.00
	Printer	146,912.00	0.00	34,390.00	0.00	181,302.00	40%	53,600.00	127,702.00
	Server	53,025.00	0.00	29,382.00	0.00	82,407.00	40%	27,086.00	55,321.00
	Steel Rack	73,734.00	0.00	0.00	0.00	73,734.00	10%	7,373.00	66,361.00
	Steel Safe	3,189.00	0.00	0.00	0.00	3,189.00	10%	319.00	2,870.00
	Wooden Partition	211,588.00	0.00	0.00	0.00	211,588.00	10%	21,159.00	190,429.00
	CCTV	104,803.00	0.00	75,277.00	0.00	180,080.00	15%	21,366.00	158,714.00
	Car(Maruti Eartiga)	593,181.00	0.00	0.00	0.00	593,181.00	15%	88,977.00	504,204.00
	Sub total (A)	6,060,092.00	3,502,492.00	7,387,733.00	0.00	16,950,317.00		1,993,951.00	14,996,366.00



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Sr.No.	Particulars	Opening Balance	Addition during 2018-2019		Deletion during 2018-2019	Total	Depreciation Rate (%)	Depreciation during 2018-2019	Total At 31.03.2019
	B. RRC-NE Branch Office								
	Computers	93,331.52	0.00	12,740.00	86.87	105,984.65	40%	32,827.64	73,157.01
	Furniture & Fixture	1,100,395.94	20,414.00	3,800.00	14,457.99	1,110,151.95	10%	110,825.19	999,326.77
	Interior Work	86,237.05	14,661.00	99,120.00	0.00	200,018.05	10%	15,045.81	184,972.24
	Xerox Machine	24,899.36	0.00	0.00	0.00	24,899.36	15%	3,734.90	21,164.46
	Software	6,222.70	0.00	0.00	0.00	6,222.70	40%	-	6,222.70
	Electrical Fittings	33,004.71	0.00	0.00	0.00	33,004.71	10%	3,300.47	29,704.24
	EPABX	43,642.62	0.00	0.00	1,444.25	42,198.37	15%	6,325.76	35,868.61
	Furnishings	60,105.56	3,840.00	0.00	0.00	63,945.56	10%	6,394.56	57,551.00
	Camera	31,948.75	0.00	0.00	7,078.21	24,870.54	15%	3,730.58	21,139.96
	Telephone & Fax Machine	10,199.80	0.00	0.00	3,364.02	6,835.78	15%	1,025.37	5,810.41
	TV & Equipment	3,177.67	0.00	0.00	0.00	3,177.67	15%	476.65	2,701.02
	Refrigerator	1,347.11	0.00	0.00	0.00	1,347.11	15%	202.07	1,145.04
	Other Office Equipments	119,288.54	2,200.00	18,000.00	5,449.81	134,038.73		13,380.44	120,658.29
	LCD Projector	59,160.06	0.00	86,500.00	0.00	145,660.06	15%	15,361.51	130,298.55
	Bio Matric Machine	6,014.81	0.00	0.00	0.00	6,014.81	15%	902.22	5,112.59
	Fire Extinguisher	150,680.35	0.00	0.00	0.00	150,680.35	15%	22,602.05	128,078.30
	Air Conditioner	104,218.64	52,952.00	0.00	0.00	157,170.64	15%	23,575.60	133,595.04
	Weighing Machine	1,706.16	0.00	0.00	0.00	1,706.16	15%	255.92	1,450.24
	CCTV Camera	22,451.05	0.00	7,405.00	0.00	29,856.05	15%	3,923.03	25,933.02
	Sound Amplifier System	102,022.87	0.00	0.00	0.00	102,022.87	15%	15,303.43	86,719.44
	Air Cooler	0.00	17,500.00	0.00	0.00	17,500.00	15%	2,625.00	14,875.00
	Vaccum Cleaner	0.00	0.00	4,980.00	0.00	4,980.00	15%	373.50	4,606.50
	Sub total (B)	2,060,055.27	111,567.00	232,545.00	31,881.15	2,372,286.12		282,195.70	2,090,090.42
	C. NHRSC Camp Office - Bihar								
	Computers	2,330.00	0.00	0.00	0.00	2,330.00	40%	0.00	2,330.00
	Cooler	2,853.00	0.00	0.00	0.00	2,853.00	15%	428.00	2,425.00
	Electronic Equipments	2,324.00	0.00	0.00	0.00	2,324.00	10%	232.00	2,092.00
	Furniture and Fixtures	31,193.00	0.00	0.00	0.00	31,193.00	10%	3,119.00	28,074.00
	LCD Projector	22,216.00	0.00	0.00	0.00	22,216.00	15%	3,332.00	18,884.00
	Phone set	316.00	0.00	0.00	0.00	316.00	15%	47.00	269.00
	Printer	229.00	0.00	0.00	0.00	229.00	40%	0.00	229.00
	Sub total (C)	61,461.00	0.00	0.00	0.00	61,461.00		7,158.00	54,303.00
	GRANT TOTAL (A+B+C)	8,181,608.27	3,614,059.00	7,620,278.00	31,881.15	19,384,064.12		2,243,304.70	17,140,759.42



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NATIONAL HEALTH SYSTEMS RESOURCE CENTRE

NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067

SCHEDULES FORMING PART OF BALANCE SHEET (ASSETS) AS ON 31.03.2019

Sr. No.	Particulars	Current year as on 31/03/2019	Previous year as on 31/03/2018
3	SCHEDULE 3 - CURRENT ASSETS		
	A. Security Deposits		
	Security Deposit for Rent (NIHFW)	2,264,700.00	2,264,700.00
	Security Deposit Rent (Vijay Vinod Bhatia)	64,000.00	64,000.00
	Branded Stationery (NHSRC)	24,693.26	24,693.26
	Security Deposit (BESES Rajdhani))	462,000.00	462,000.00
	B. Loans & Advances		
	Advance to staff	134,500.00	30,000.00
	Advance to Ecotone Systems Pvt Ltd	0.00	97,500.00
	Advance to MOHFW Consultant	382,850.00	0.00
	Advance for Project	2,899,930.00	0.00
	TDS Receivable	143,380.00	143,380.00
	Other Receivable	967.00	1.00
	C. CASH & BANK		
	NHSRC Office		
	SBI- NIHFW Branch (Saving A/c)	38,484,721.00	47,018,405.00
	SBI, NIHFW Branch (Current A/c)	5,383,035.06	2,514,447.75
	SBI, NIHFW Branch (Current A/c-RKSK Project)	8,270,549.50	1,978,886.50
	SBI, NIHFW Branch (INB A/c)	4,355,724.90	2,994,339.37
	RRC NE Branch Office		
	Cash	10,542.00	13,364.00
	SBI, GMC Branch	3,983,268.66	5,204,845.16
	TOTAL (A+B+C)	66,864,861.38	62,810,562.04



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NATIONAL HEALTH SYSTEMS RESOURCE CENTRE

NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067

SCHEDULES FORMING PART OF INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDING ON 31.03.2019

Sr. No.	Particulars	Current year as on 31/03/2019	Previous year as on 31/03/2018
4 SCHEDULE 4 - GRANTS/SUBSIDIES			
	Fund Received from Govt (net - utilised)	377,388,113.51	353,411,362.43
	TOTAL	377,388,113.51	353,411,362.43
5 SCHEDULE 5 - OTHER INCOME			
	Receipt from sale of wastage	17,720.00	50,600.00
	BSES -New Electricity Substation Refund	0.00	437,256.00
	Refund-IT Zone	1,632.00	0.00
	Interest on BSES Deposit	0.00	37,878.00
	Notice Period Recovery	64,088.00	46,242.00
	Short & Excess	1,056.00	6,350.00
	TOTAL	84,496.00	578,326.00
6 SCHEDULE 6 - PROFESSIONAL FEES AND SALARIES			
	NHSRC Office	20,283,257.00	17,434,157.00
	RRC NE Office	15,789,571.00	5,513,364.00
	TOTAL	36,072,828.00	22,947,521.00
7 SCHEDULE 7 - OTHER ADMINISTRATIVE EXPENSES			
	Rent Expenses	25,844,939.00	27,774,240.00
	Generator Rent, Fuel, Electricity & Water	2,931,614.00	2,682,639.00
	Building & Infrastructure Maintenance	1,960,059.00	1,656,140.00
	Security Services	1,608,679.00	976,662.00
	Audit Fee	212,400.00	94,876.00
	Bank Charges	3,222.40	6,626.43
	Computer Consumables	292,309.00	553,787.00
	Freight & Cartage	0.00	11,805.00
	Insurance	33,588.00	35,605.00
	Interest on TDS	79,244.00	57,514.00
	Library Books	19,650.00	17,140.00
	Meetings/Workshops/Seminars	1,719,683.00	1,697,350.26
	Professional Fee & Other Admin Expenses	3,483,212.50	2,583,092.40
	Office space expansion related expense	4,333,712.00	8,484,020.00
	Recruitment & Advertisement Expenses	1,559,140.00	1,724,799.09
	Stationery/Printing/Xerox Expenses	1,689,933.00	1,211,738.00
	Telephone/Fax/Postage/Internet/Leasline	2,276,039.21	3,907,000.14
	Outstation Travel	728,654.00	628,068.00
	Local Conveyance	1,219,378.00	1,162,771.00
	Vehicle Maintenance & Fuel	135,910.00	99,522.00
	Outsourcing Admin	1,468,845.00	309,822.00
	TOTAL	51,600,211.11	55,675,217.32



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NATIONAL HEALTH SYSTEMS RESOURCE CENTRE

NIHFW Campus, Baba Gang Nath Marg, Munirka, New Delhi - 110 067

SCHEDULES FORMING PART OF INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDING ON 31.03.2019

Sr. No.	Particulars	Current year as on 31/03/2018	Previous year as on 31/03/2018
8	SCHEDULE 8 - PROGRAMME RELATED EXPENSES		
	Community Processes	44,504,923.50	31,330,249.20
	Public Health Planning	12,353,235.50	26,026,142.00
	Public Health Administration	25,722,902.00	18,259,370.91
	Health Care Financing	5,091,390.00	7,359,088.38
	Health Care Technology	11,162,150.55	10,241,522.38
	HMIS	0.00	143,900.00
	Human Resource for Health	8,458,031.00	10,178,921.45
	Quality Improvement	40,856,131.00	39,892,849.38
	Support to NE states	0.00	14,935,899.00
	NPMU & Others	141,205,307.00	104,581,473.88
	AGCA	0.00	13,338,155.00
	TOTAL	289,354,070.55	276,287,571.58
9	SCHEDULE 9 - DEPRECIATION		
	Depreciation for Current Year	2,243,304.70	1,312,717.73
	Assets Written Off	31,881.15	286,445.80
	TOTAL	2,275,185.85	1,599,163.53



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NIHEW Campus Bawa Gang Nath Marg, Munirka, New Delhi -110067

NIHEW Campus Bawa Gang Nath Marg, Munirka, New Delhi -110067

Receipts

Payments



Programme Related Expenses

Community Processes	44,504,923.50
Public Health Planning	12,353,235.50
Public Health Admin	25,722,902.00
Health Care Financing	5,091,390.00
Health Care Technology	11,162,150.55
Human Resource for Health	8,458,031.00
Quality Improvement	40,856,131.00
Support to NE states	0.00
NPMU	141,205,307.00
AGCA	0.00
	<u>289,354,070.55</u>

Other Funds Related Expenses

Grant received from DHR-HT Ain	521,383.00
RKSK Project (UNFPA)	65,576.00
Evaluation of PPP run PHCs Meghalaya	295,675.00
	<u>882,634.00</u>

Others

Prog. Adv. to States & other agencies	6,375,448.00
TDS Recovery Paid	24,471,676.00
Earnest Money	50,000.00
Performance Security Refunded	776,950.00
Advance to Staff	10,589,134.00
Sundry Creditor	39,280.00
Other Receivable	73,172.00
	<u>42,375,660.00</u>



Closing Balance		
Bank		
SBI- NIHFV Branch (Saving A/c) -	38,484,721.00	
SBI, NIHFV Branch (Current A/c)	5,383,035.06	
SBI, NIHFV Branch (Current A/c-RKSK Project)	8,270,549.50	
SBI, NIHFV Branch (INB A/c)	4,355,724.90	
SBI, GMC Branch (B.O.)	3,983,268.66	60,477,299.12
Cash		
NHSRC Office	0.00	
RRC NE Branch	10,542.00	10,542.00
Total	492,007,581.78	492,007,581.78


Principal Administrative Officer


Executive Director

As per our report of even date attached
For Bansal Agarwal & CO.
Firm Registration No. 006674N
Chartered Accountants



C.A. Mahesh Kumar Bansal
Partner
Membership No. 085779

Place : New Delhi
Date : 18/07/2019

National Health Systems Resource Centre

Schedule 10: Notes On Accounts & Accounting Policies Forming Part Of Balance Sheet For The Year Ended 31st March 2019.

1. The NHSRC follows the cash system of accounting and recognizes income and expenditure on the receipt basis.
2. Depreciation on fixed assets, as specified in Section 32 to the Income Tax Act, 1961, has been provided on written down value method worked out to be Rs.22,43,304.70 (Previous Year Rs. 13,12,717.73). However no depreciation is provided on assets whose WDV is 10% of original cost.
3. In respect of Grant-in aid RSKS Project (UNFPA), out of opening Balance Rs. 65,576/- was utilized during the current financial year and balance at the year end is Nil. This has been shown under head "Grant & Pending Utilization" in Schedule-1.
4. In respect of Grant-in aid for on breast cancer, out of Rs.14,02,000/- a sum of Rs.5,21,383/- was utilized during in the current financial year and balance of Rs.8,80,617/- will be utilized in the next year. This has been shown under head "Grant & Pending Utilization" in Schedule-1.
5. In some cases Balances on personal accounts under the head current liabilities, Sundry Debtors and Loans and advances are yet to confirm by parties concerned.
6. NHSRC does not have any investments in shares and bond etc.
7. As per accounting policy of NHSRC, the accounting treatment of revenue Grant is recognized on a systemic basis in the Income and Expenditure Account over the period necessary to match with the related costs which are intended to be utilized.
8. The expenditure shown under head professional fees and salaries for RRC-NE includes salaries of core/administrative staff and professional fees of technical consultants whereas in case of NHSRC, professional fees of technical consultants are shown under the respective divisions/program related activities.
9. Fixed Assets of Rs.54,303 (W.D.V) at Bihar camp office are in the custody of consultant which are yet to be transferred/adjusted. Depreciation is being provided on these assets.



10. The provisions relating to TDS in respect of certain payments prescribed under GST Act & Rules were applicable on NHSRC w.e.f. 01.10.2018, which were not complied with. This resulted into non deduction of TDS amounting to Rs. 5,25,371 in respect of payments worth Rs. 2,62,68,642. The competent authorities may recover this TDS along with interest (Rs.41,620 calculated upto date of audit) and other penalty, fines etc for non deduction of TDS, non filing of TDS returns & non issuing of TDS certificates.
11. Previous year's figures have been rearranged /regrouped wherever necessary to confirm to the current year's presentation. Audited expenditure relating to RRC NE has been rearranged/regrouped wherever necessary to be comparable with NHSRC New Delhi.



(Principal Administrative Officer)



(Executive Director)

(As per our report of even date attached)

**For Bansal Agarwal & Co
Chartered Accountants
FRN 006674N**



**(Mahesh Kumar Bansal)
Partner
Membership No. 85779**

**Place: New Delhi
Dated: 18/07/2018**

National Health Systems Resource Centre

Schedule 11: Significant Accounting Policies adopted in the presentation of the accounts are as under:

a) Accounting Policy :

In order to ensure uniformity and consistency in the method of account for programme funds and financial reporting, the following accounting policies will be applicable .The periodic financial reporting and the annual financial statements will be guided by these accounting policies.

The financial statements have been prepared under the historical cost Convention in accordance with the provision of the Income Tax Act 1961 and with the accounting standards specified by ICAI and relevant provisions as well as on the basis of going concern and the system of accounting followed is Cash system in accordance with the generally accepted accounting principal and provision of the Indian Society Act 1860,as adopted consistently by the NHSRC .The Accounting Policies not specifically referred to be consistent with generally accepted accounting principles followed by the Centre.

NHSRC is required to follow the accounting policy of GOI , Which is currently on cash basis .The procedure and formalities for Grants-in-aid for NHSRC's programs under rules 209 to 212 of General Financial Rules 2017 are recurring in nature towards the annual budget for the purposes of the project ,the following policy will be adopted for accounting and reporting to all development partners.

b) Fixed Assets

- Fixed assets are started at cost of acquisition or construction inclusive of incidental expenses, cost of improvement and any attributable cost of bringing the assets to condition of its intended use less Deprecation.

c) Deprecation

Deprecation has been charges on the basis of rates specified under Income Tax Act,1961.The method of calculation is also in accordance with Income Tax Act,1961 except as per suggestions of the ministry; depreciation shall be charges up to 90% of the total cost of the asset till the asset is functional.

d) Grant-in-Aid

Grant-in-aid-is received for meeting out of Revenue expenditure and is recognized on a systemic basis in the Income & Expenditure Account over the period necessary to match with the related costs which are intended to be utilized .Such grant is shown separately as Grant-in-Aid under income head and Grant & Pending Utilization in Balance Sheet. The accounting treatment of grant for the purchase of fixed assets and such expenditure is shown as total annual expenditure in the Utilization Certificate.



e) Grant –in-aid in Kind

Grant –in-aid in kind received from any institutions/development partners or authority is accounted on notional value the head of fixed assets and physical control by way of a fixed assets register.

f) Revenue Recognition

Other items of revenue are recognized in accordance with Accounting Standard (AS-09). Accordingly no revenue is recognized wherever there are uncertainties in the ascertainment/realization of income.



(Principal Administrative Officer)



(Executive Director)

(As per our report of even date attached)

**For Bansal Agarwal & Co
Chartered Accountants
FRN 006674N**



**(Mahesh Kumar Bansal)
Partner
Membership No. 85779**

**Place: New Delhi
Dated: 18/07/2019**



GFR 12 – A

[(See Rule 238 (1))]

(PROVISIONAL)

**FORM OF UTILIZATION CERTIFICATE
FOR AUTONOMOUS BODIES OF THE GRANTEE ORGANIZATION
UTILIZATION CERTIFICATE FOR THE YEAR 2018-19 in
Respect of recurring/non-recurring
GRANTS-IN-AID/SALARIES/CREATION OF CAPITAL ASSETS**

1. Name of the Scheme:-**NATIONAL HEALTH MISSION**2. Whether recurring or non-recurring grants:- **Recurring**

3. Grants position at the beginning of the Financial year

(i) Cash in Hand/Bank:- **5,02,24,078.01**(ii) Unadjusted advances:- **NIL**(iii) Total:- **5,02,24,078.01**

4. Details of grants received, expenditure incurred and closing balances: (Actuals)

Unspent Balances of Grants received years as at (iii)	Interest Earned Thereon (includin g other receipts)	Inter est depo sited back to the Gove rnme nt	Grant received during the year			Total Available funds (1+2+3+4)	Expenditure incurred	Closing Balances (5-6)
1	2	3	4			5	6	7
			Sanction No.	Date (ii)	Amount (iii)			
5,02,24,078.01	19,14,182	Nil	NHSRC/2017- 18/Budget/admin/0 1/PF-02	23.05.18	4,86,00,000	44,40,38,260.01	38,82,61,446.66	5,57,76,813.35
			NHSRC/2017- 18/Budget/admin/0 1/PF-02	27.07.18	10,00,00,000			
			NHSRC/2017- 18/Budget/admin/0 1/PF-03	29.10.18	11,12,00,000			
			NHSRC/2017- 18/Budget/admin/0 1/PF-03	02.02.19	13,21,00,000			

Component wise utilization of grants:

Grant-in-aid- General	Grant-in-aid-salary	Grant-in-aid-creation of Capital assets	Total
38,82,61,446.66			38,82,61,446.66

Details of grants position at the end of the year

(i) Cash in Hand/Bank: - 5, 57,76,813.35

(ii) Unadjusted Advances:-

(iii) Total: - 5, 57,76,813.35





Certified that I have satisfied myself that the conditions on which grants were sanctioned have been duly fulfilled/are being fulfilled and that I have exercised following checks to see that the money has been actually utilized for the purpose for which it was sanctioned:

- (i) The main accounts and other subsidiary accounts and registers (including assets registers) are maintained as prescribed in the relevant Act/Rules/Standing instructions (mention the Act/Rules) and have been duly audited by designated auditors. The figures depicted above tally with the audited figures mentioned in financial statements/accounts.
- (ii) There exist internal controls for safeguarding public funds/assets, watching outcomes and achievements of physical targets against the financial inputs, ensuring quality in asset creation etc. & the periodic evaluation of internal controls is exercised to ensure their effectiveness.
- (iii) To the best of our knowledge and belief, no transactions have been entered that are in violation of relevant Act/Rules/standing instructions and scheme guidelines.
- (iv) The responsibilities among the key functionaries for execution of the scheme have been assigned in clear terms and are not general in nature.
- (v) The benefits were extended to the intended beneficiaries and only such areas/districts were covered where the scheme was intended to operate.
- (vi) The expenditure on various components of the scheme was in the proportions authorized as per the scheme guidelines and terms and conditions of the grants-in-aid.
- (vii) It has been ensured that the physical and financial performance under **NATIONAL HEALTH MISSION** (name of the scheme has been according to the requirements, as prescribed in the guidelines issued by Govt. of India and the performance/targets achieved statement for the year to which the utilization of the fund resulted in outcomes given at Annexure – I duly enclosed.



- Details of various schemes executed by the agency through grants-in-aid received from the same Ministry or from other Ministries are enclosed at Annexure –II (to be formulated by the Ministry/Department concerned as per their requirements/specifications).

Membership No.85779



GFR 12 – A
[(See Rule 238 (1))]
(PROVISIONAL)

**FORM OF UTILIZATION CERTIFICATE
FOR AUTONOMOUS BODIES OF THE GRANTEE ORGANIZATION
UTILIZATION CERTIFICATE FOR THE YEAR 2018-19 in
Respect of recurring/non-recurring
GRANTS-IN-AID/SALARIES/CREATION OF CAPITAL ASSETS**

1. Name of the Scheme:- **Department of Health Research (DHR)**
2. Whether recurring or non-recurring grants:- **Non Recurring**
3. Grants position at the beginning of the Financial year
 - (i) Cash in Hand/Bank:- **14,02,000**
 - (ii) Unadjusted advances:- **NIL**
 - (iii) Total:- **14,02,000**
4. Details of grants received, expenditure incurred and closing balances: (Actuals)

Unspent Balances of Grants received years as at (iii)	Interest Earned Thereon (including other receipts)	Interest deposite d back to the Govern ment	Grant received during the year			Total Available funds (1+2+3+4)	Expenditure incurred	Closing Balances (5-6)
1	2	3	4			5	6	7
			San ctio n No.	Date (ii)	Amount (iii)			
14,02,000	Nil	Nil		Nil	Nil	14,02,000	5,21,383	8,80,617

Component wise utilization of grants:

Grant-in-aid– General	Grant-in-aid-salary	Grant-in-aid–creation of Capital assets	Total
5,21,383			5,21,383

Details of grants position at the end of the year

- (i) Cash in Hand/Bank: - 8, 80,617
- (ii) Unadjusted Advances:-
- (iii) Total: - 8, 80,617





Certified that I have satisfied myself that the conditions on which grants were sanctioned have been duly fulfilled/are being fulfilled and that I have exercised following checks to see that the money has been actually utilized for the purpose for which it was sanctioned:

- (i) The main accounts and other subsidiary accounts and registers (including assets registers) are maintained as prescribed in the relevant Act/Rules/Standing instructions (mention the Act/Rules) and have been duly audited by designated auditors. The figures depicted above tally with the audited figures mentioned in financial statements/accounts.
- (ii) There exist internal controls for safeguarding public funds/assets, watching outcomes and achievements of physical targets against the financial inputs, ensuring quality in asset creation etc. & the periodic evaluation of internal controls is exercised to ensure their effectiveness.
- (iii) To the best of our knowledge and belief, no transactions have been entered that are in violation of relevant Act/Rules/standing instructions and scheme guidelines.
- (iv) The responsibilities among the key functionaries for execution of the scheme have been assigned in clear terms and are not general in nature.
- (v) The benefits were extended to the intended beneficiaries and only such areas/districts were covered where the scheme was intended to operate.
- (vi) The expenditure on various components of the scheme was in the proportions authorized as per the scheme guidelines and terms and conditions of the grants-in-aid.
- (vii) It has been ensured that the physical and financial performance under **NATIONAL HEALTH MISSION** (name of the scheme has been according to the requirements, as prescribed in the guidelines issued by Govt. of India and the performance/targets achieved statement for the year to which the utilization of the fund resulted in outcomes given at Annexure – I duly enclosed.





- (viii) The utilization of the fund resulted in outcomes given at Annexure – II duly enclosed (to be formulated by the Ministry/Department concerned as per their requirements/specifications.)
Details of various schemes executed by the agency through grants-in-aid received from the same Ministry or from other Ministries are enclosed at Annexure –II (to be formulated by the Ministry/Department concerned as per their requirements/specifications).

Signature

Name

Chief Finance Officer
(Head of the Finance)
(UDDIPAN DUTTA)

Signature

Name

Head of the Organization

RAJANI R. VED.For: Bansal Agarwal & Co.
Chartered Accountants
Firm Reg. No.006674N

Place: New Delhi

Date: 18.07.2019

UDIN : 19085779AAAAAP2001

(Mahesh Kumar Bansal)
Partner
Membership No.85779



GFR 12 – A
[(See Rule 238 (1))]
(PROVISIONAL)

**FORM OF UTILIZATION CERTIFICATE
FOR AUTONOMOUS BODIES OF THE GRANTEE ORGANIZATION
UTILIZATION CERTIFICATE FOR THE YEAR 2018-19 in
Respect of recurring/non-recurring
GRANTS-IN-AID/SALARIES/CREATION OF CAPITAL ASSETS**

1. Name of the Scheme:-**NATIONAL HEALTH MISSION**
2. Whether recurring or non-recurring grants:- **Recurring**
3. Grants position at the beginning of the Financial year
 - (i) Cash in Hand/Bank:- **74,40,000**
 - (ii) Unadjusted advances:- **NIL**
 - (iii) Total:- **74,40,000**
4. Details of grants received, expenditure incurred and closing balances: (Actuals)

Unspent Balances of Grants received years as at (iii)	Interest Earned Thereon (including other receipts)	Interest deposited back to the Government	Grant received during the year			Total Available funds (1+2+3+4)	Expenditure incurred	Closing Balances (5-6)
1	2	3	4			5	6	7
			Sanction No.	Date (ii)	Amount (iii)			
74,40,000	Nil	Nil		Nil	Nil	Nil	Nil	74,40,000

Component wise utilization of grants:

Grant-in-aid– General	Grant-in-aid-salary	Grant-in-aid–creation of Capital assets	Total
Nil			Nil

Details of grants position at the end of the year

- (i) Cash in Hand/Bank: - 74, 40,000
- (ii) Unadjusted Advances:-
- (iii) Total: - 74, 40,000



[Signature]

[Signature]



Certified that I have satisfied myself that the conditions on which grants were sanctioned have been duly fulfilled/are being fulfilled and that I have exercised following checks to see that the money has been actually utilized for the purpose for which it was sanctioned:

- (i) The main accounts and other subsidiary accounts and registers (including assets registers) are maintained as prescribed in the relevant Act/Rules/Standing instructions (mention the Act/Rules) and have been duly audited by designated auditors. The figures depicted above tally with the audited figures mentioned in financial statements/accounts.
- (ii) There exist internal controls for safeguarding public funds/assets, watching outcomes and achievements of physical targets against the financial inputs, ensuring quality in asset creation etc. & the periodic evaluation of internal controls is exercised to ensure their effectiveness.
- (iii) To the best of our knowledge and belief, no transactions have been entered that are in violation of relevant Act/Rules/standing instructions and scheme guidelines.
- (iv) The responsibilities among the key functionaries for execution of the scheme have been assigned in clear terms and are not general in nature.
- (v) The benefits were extended to the intended beneficiaries and only such areas/districts were covered where the scheme was intended to operate.
- (vi) The expenditure on various components of the scheme was in the proportions authorized as per the scheme guidelines and terms and conditions of the grants-in-aid.
- (vii) It has been ensured that the physical and financial performance under **NATIONAL HEALTH MISSION** (name of the scheme has been according to the requirements, as prescribed in the guidelines issued by Govt. of India and the performance/targets achieved statement for the year to which the utilization of the fund resulted in outcomes given at Annexure – I duly enclosed.





- (viii) The utilization of the fund resulted in outcomes given at Annexure – II duly enclosed (to be formulated by the Ministry/Department concerned as per their requirements/specifications.)
Details of various schemes executed by the agency through grants-in-aid received from the same Ministry or from other Ministries are enclosed at Annexure –II (to be formulated by the Ministry/Department concerned as per their requirements/specifications).

Signature

Name

(UDDIPRAN DUTTA)

Chief Finance Officer
(Head of the Finance)

Signature

Name

RAJANI R. VED.

Head of the Organization

For: Bansal Agarwal & Co.
Chartered Accountants
Firm Reg. No.006674N

Place: New Delhi

Date: 18.07.2019

UDIN : 19085779AAAAA03495

(Mahesh Kumar Bansal)

Partner

Membership No.85779