

Certificate of Compliance

We have audited the accounts of George Institute for Global Health ("The Company") having its registered office at Plot No. 57, Second Floor, Corporation Bank Building, Nagarjuna Circle, Punjagutta, Hyderabad-500082, India (CIN U74900TG2007NPL055085 under Companies Act, 1956 registered with Registrar of Companies, Andhra Pradesh and FCRA Registration No. 010230895) for the year ended March 31, 2019 and examined all relevant books and vouchers and certify that according to the audited accounts:

- i. the brought forward foreign contribution (cash & bank balance) at the beginning of the financial year was Rs. 42,339,832;
- ii. foreign contribution of Rs. 124,917,703 was received by the Company during the financial year 2018-19;
- iii. Rs. 2,035,223 was received by the Company as interest on foreign contribution, as second recipient, during the financial year 2018-19;
- iv. the balance of unutilised foreign contribution (cash & bank balance) with the Company at the end of the financial year 2018-19 was Rs. 21,244,336;
- v. the Company has maintained the accounts of foreign contribution and records relating thereto in the manner specified in Section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with Rule 17 of the Foreign Contribution (Regulation) Rules, 2011.
- vi. The Information in this certificate and in the enclosed Balance Sheet, Statement of Income and Expenditure Account and Statement of receipt and payment is correct as checked by us.
- vii. The Company has utilized the foreign contribution received for the purposes it is registered under Foreign Contribution (Regulation) Act, 2010.

For MSKA & Associates
Chartered Accountants
Firm Registration No. 105047W

Rahul Aggarwal

Rahul Aggarwal
Partner

Membership No: 505676
UDIN:19505676AAAAAD8055



Place: Gurugram
Date: December 21, 2019

AUDITORS' CERTIFICATE

To,
The Board of Directors
George Institute for Global Health
311-312, Third Floor, Elegance Tower,
Plot No. 8, Jasola District Centre,
New Delhi - 110025, India

Certificate under FC-4 in accordance with Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011

1. We have been requested by the Company having its registered office at unit Plot No. 57, Second Floor, Corporation Bank Building, Nagarjuna Circle, Punjagutta, Hyderabad-500082, India vide engagement letter dated June 20, 2019 to issue a certificate as required under FC-4, in accordance with Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011 (hereinafter collectively referred as the "Direction"). The certificate should be read together with following accompanying documents, which have been signed/ initialed by us, as required.
 - Certificate of Compliance, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, in accordance with the Format prescribed under FC-4 (read with the Direction) for certificate to be issued by the Chartered Accountant. This Certificate of Compliance has been issued by us to strictly comply with the Format requirements under FC - 4 only and should be read together with this certificate and accompanying documents.
 - The Statement of Compliance, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, which has been prepared by the Company in accordance with the Direction (hereinafter referred to as the 'Statement').
 - The Special Purpose Financial Statements, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, which have been prepared by the Company in accordance with the generally accepted accounting principles in India and the Direction, with the specific purpose of submitting them to the Ministry of Home Affairs and audited by us. These special purpose financial statements comprise of Balance Sheet as at March 31, 2019, the Income and Expenditure account and the Receipts and Payments account for the year then ended, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, together with accompanying explanatory information.
 - Our audit opinion on these Special Purpose Financial Statements vide our report dated Dec 21, 2019.



2. Management's Responsibility for the Statement

The preparation of the Statement is the responsibility of management of the Company including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.

The Management is responsible for ensuring that the Company complies with the requirements of Foreign Contribution (Regulations) Act, 2010 read with underlying rules and guidelines, as amended from time to time, including the Direction.

3. Auditor's Responsibility

Pursuant to the requirements of the Direction, our responsibility is to verify the Statement from the audited books and accounts of the Company for the year ended March 31, 2019 and other relevant documents produced to us for our examination.

We conducted our examination of the Statement in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' issued by ICAI. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC)-1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

4. Conclusion

Based on the procedures performed by us, as referred in paragraph 3 above and according to the information and explanations given to us and based on management representations, nothing has come to our attention that cause us to believe that the Statement is not in agreement with audited books and accounts of the Company and other relevant documents, produced us for our examination, for the year ended March 31, 2019.



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5. Restriction on Use

The certificate is addressed to Board of Directors of the Company solely for the purpose to enable the Company to comply with requirements of the provision under the Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011. As mentioned above, this certificate should be read together with accompanying documents, which have been signed/ initialed by us. MSKA & Associates shall not be liable to the Company or to any other concerned for any claims, liabilities or expenses relating to this assignment.

Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For MSKA & Associates
Chartered Accountants
ICAI Firm Registration No.:105047W



Rahul Aggarwal
Partner
Membership No.:505676
UDIN:19505676AAAAAD8055



Place: Gurugram
Date: December 21, 2019

Independent Auditors' Report

The Board of Directors,
George Institute for Global Health,
311-312, Third Floor, Elegance Tower,
Plot No. 8, Jasola District Centre,
New Delhi - 110025

REPORT ON THE SPECIAL PURPOSE FINANCIAL STATEMENTS**Opinion**

We have audited the Special Purpose Financial Statements of George Institute for Global Health (the "Company"), which comprise the Balance Sheet as at March 31, 2019, the Income and Expenditure account and the Receipts and Payments account for the year then ended, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, together with accompanying explanatory information. These special purpose financial statements have been prepared by the Company in accordance with the generally accepted accounting principles in India with the specific purpose of submitting them to Ministry of Home Affairs in accordance with Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011 (the "Direction").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Special Purpose Financial Statements give a true and fair view of the state of affairs of the Company (including unutilized foreign contribution) as at March 31, 2019 and its excess of expenditure over income for the year then ended, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, in accordance with the Direction and accounting principles generally accepted in India.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with ethical requirements that are relevant to our audit of the Special Purpose Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of Accounting

We draw attention to Note 2 to the Special Purpose Financial Statements, which describes the basis of preparation of these financial statements. These special purpose financial statements have been prepared by the Company, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, in accordance with the generally accepted accounting principles in India with the specific purpose of submitting them to Ministry of Home Affairs in accordance with the Direction.

Responsibilities of Management and Those charged with Governance for Special Purpose Financial Statements

The Management is responsible for the preparation of these special purpose financial statements in accordance with the Direction and generally accepted accounting principles in India; and this includes design, implementation and maintenance of such internal control as management determines is necessary



to enable the preparation of special purpose financial statement that are free from material misstatement whether due to fraud or error.

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

Those Charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements

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

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

- Identify and assess the risks of material misstatement of the special purpose 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 expressing our opinion on whether the company has internal financial controls with reference to special purpose financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the special purpose financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the special purpose financial statements, including the disclosures, and whether the special purpose 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.



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

Other Matters

- As mentioned in the Basis of Accounting above, these special purpose financial statements have been prepared by the management, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, in accordance with generally accepted accounting principles and the Direction and therefore, these financial statements do not present the affairs of the Company as a whole.
- We had audited the financial statements of the Company (as a whole) as of and for the year ended March 31, 2019 on which we issued unmodified audit opinion vide our report dated July 26, 2019. Our audit of these financial statements were conducted in accordance with the Standards of Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.


Our opinion is not modified in respect of above matters.

Restriction on use

These special purpose financial statements have been audited with the specific purpose to assist the Company to submit them to Ministry of Home Affairs, in compliance with the provisions under the Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011. As a result, the special purpose financial statements are not suitable for any another purpose.

Our report is intended solely for the use of Board of Directors of the Company for the specific purpose of submission to the Ministry of Home Affairs and should not be distributed to or used by any other parties. MSKA & Associates shall not be liable to the Company or to any other concerned for any claims, liabilities or expenses relating to this assignment. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For MSKA & Associates
Chartered Accountants
Firm Registration No.: 105047W


Rahul Aggarwal
Partner
Membership No.: 505676
UDIN:19505676AAAAAC8000



Place: Gurugram
Date: December 21, 2019

**GEORGE INSTITUTE FOR GLOBAL HEALTH
HYDERABAD**

FCRA Registration No.: 010230895

CIN: U74900TG2007NPL055085

Balance Sheet as at 31 March 2019

FUNDS & LIABILITIES	Amount in INR			
	As at 31-Mar-2019	As at 31-Mar-2018	PROPERTY & ASSETS	As at 31-Mar-2019
Excess of income over expenditure				
Opening balance (as per last year)	27,676,757	29,361,688	Property, plant & equipment and other assets	12,000,617
Less: Deficit for the year	(7,794,187)	(1,684,931)	Project funds & grant receivable	2,581,918
	19,882,570	27,676,757	Prepaid expenses and travel & other advances	3,407,335
			Property, plant & equipment	
Liabilities & provisions			Cash and Bank Balances	
Trade payables	3,132,160	1,340,845	Balances in account with scheduled banks:	
Statutory liabilities	2,648,847	2,323,820	Citi bank - FCRA erstwhile designated bank account	1
Other provisions	2,536,717	-	Axis bank - FCRA designated bank account	99,705
Provisions for gratuity and leave encashment	11,283,004	7,207,088	Axis bank - Utilisation account-I	5,769,049
Grant received in advance	20,785,091	20,491,997	Yes bank - Utilisation account-II	14,775,562
			Fixed deposits with banks	710,484
Total	60,268,389	59,040,507	Total	60,268,389

Refer note 1 and 2 for "Accompanying explanatory information"

As per our report of even date

For MSKA & Associates
Chartered Accountants
Firm Registration No.: 105047W



Rahul Aggarwal
Rahul Aggarwal
Partner
Membership No.: 505676

Place: Gurugram
Date:

For George Institute for Global Health

Amit Khanna
Director
DIN: 06616990

Place: New Delhi
Date: 19 December 2019

GEORGE INSTITUTE FOR GLOBAL HEALTH
HYDERABAD

FCRA Registration No.: 010230895

CIN: U74900TG2007NPL055085

Income and Expenditure Account for the year ended 31 March 2019

	Amount in INR		
	Year ended 31-Mar-2019	Year ended 31-Mar-2018	Year ended 31-Mar-2018
EXPENDITURE			
<u>Expenditure</u>			
Employee benefit expenses	95,631,697	73,896,755	
Depreciation expenses	678,630	546,869	
Other project cost	25,730,997	5,039,125	
Travelling and conveyance	10,168,904	5,720,953	
Audit and other fees	549,489	519,200	
Operating lease rent/ office rent	9,510,836	7,364,850	
Electricity charges	979,073	761,984	
IT and communications expenses	4,218,020	1,887,928	
Other operating expenses	6,147,707	8,404,975	
Deficit carried over to balance sheet	(7,794,187)	(1,684,931)	
Total	145,821,166	102,459,708	102,459,708
INCOME			
<u>Contribution towards</u>			
Project funds & grants	143,588,097		100,453,362
<u>Other Income</u>			
Interest income	2,232,469		2,005,896
Miscellaneous income	600		450
Total	145,821,166	102,459,708	102,459,708

Refer note 1 and 2 for "Accompanying explanatory information"

As per our report of even date

For MSKA & Associates
Chartered Accountants
Firm Registration No.: 105047W

Rahul Aggarwal
Rahul Aggarwal
Partner
Membership No.: 505676



Place: Gurugram
Date:

For George Institute for Global Health

Amit Khanna

Amit Khanna
Director
DIN: 06616990

Place: New Delhi
Date: 19 December 2019

**GEORGE INSTITUTE FOR GLOBAL HEALTH
HYDERABAD**

FCRA Registration No.: 010230895

CIN: U74900TG2007NPL055085

Receipt and Payment Account for the year ended 31 March 2019:

		Amount in INR				
	RECEIPTS	Year ended 31-Mar-2019	Year ended 31-Mar-2018	PAYMENTS	Year ended 31-Mar-2019	Year ended 31-Mar-2018
Balance b/f						
Cash in hand						
Bank balances:						
Axis bank - FCRA designated bank account		9,040,182		Employee benefit expenses	88,954,858	70,568,985
Citi bank - FCRA erstwhile designated bank account		1	230,723	Travelling and conveyance	9,838,250	5,548,174
Axis bank - Utilisation account-I		27,697,183	23,193,449	Other project cost	24,706,767	4,569,151
Yes bank - Utilisation account-II		5,002,466		Operating lease rent/ office rent	9,485,891	7,378,587
Fixed deposits with banks		600,000	600,000	Electricity charges	942,543	764,221
				IT and communications expenses	4,200,958	1,789,290
Receipts:				Other operating expenses	5,967,718	8,424,539
Grant received		124,917,703	116,749,990	Property, plant & equipment	2,035,287	419,895
Bank interest		2,035,223	1,985,271	Prepaid expenses and travel & other advances	1,916,150	936,759
				Balance c/f		
				Cash in hand		
				Bank balances:		
				Citi bank - FCRA erstwhile designated bank account		1
				Axis bank - FCRA designated bank account	99,705	9,040,182
				Axis bank - Utilisation account-I	5,769,049	27,697,183
				Yes bank - Utilisation account-II	14,775,582	5,002,466
				Fixed deposits with banks	600,000	600,000
Total		169,292,758	142,739,433	Total	169,292,758	142,739,433

Refer note 1 and 2 for "Accompanying explanatory information"

As per our report of even date

For MSKA & Associates

Chartered Accountants

Firm Registration No.: 105047W



Rahul Aggarwal

Partner

Membership No.: 505676

Place: Gurugram

Date:

For George Institute for Global Health



Amit Khanna

Director

DIN: 06616990

Place: New Delhi

Date: 19 December 2019

GEORGE INSTITUTE FOR GLOBAL HEALTH

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2019

1. Background

George Institute for Global Health (The Company) is registered under Section 25 of the Companies Act, 1956 (now Section 8 of the Companies Act, 2013) and is a wholly owned subsidiary of The George Institute for Global Health, Australia. The Company was incorporated on August 09, 2007.

The Company is recognised as a Scientific and Industrial Research Organisation (SIRO) by the Department of Scientific and Industrial Research under the Scheme on Recognition of Scientific and Industrial Research Organisations (SIROs), 1988. The Company has recognition of Scientific and Industrial Research Organisation (SIROs) for the period from April 01, 2016 upto March 31, 2019. During the year Company has renewed the same vide Order no. F.No.13/260/2011-TU-V, dated March 19, 2019 for the period from April 01, 2019 upto March 31, 2022

The Company is also registered under the Foreign Contribution (Regulation) Act, 2010 for carrying out activities of educational nature. The registration is valid till June 04, 2022.

The Company is also registered under section 12AA of the Income Tax Act, 1961 as a charitable organisation.

The Company is engaged in conducting research on the leading causes of premature death and disability, especially chronic and non-communicable diseases (e.g. diabetes, hypertension, heart and kidney diseases, mental disorders etc.) and injury, to transform policy and practice and health outcomes for people. The Company's research focuses on developing effective and affordable solutions for the healthcare challenges of the 21st century especially in resource-poor environments.

2. Basis for preparation of special purpose financial statements

The special purpose financial statements of the Company have been prepared, attributable to contributions received by the Company from foreign sources only in FCRA bank accounts, in accordance with the requirement of Section 19 of the Foreign Contribution (Regulations) Act, 2010 (42 of 2010) read with Rule 13 and Rule 17 of the Foreign Contribution (Regulation) Rules, 2011 and Generally Accepted Accounting Principles in India (Indian GAAP). The special purpose financial statements have been prepared under the historical cost convention on an accrual basis. Refer note 2 of the financial statements of the Company for the year ended March 31, 2019 for accounting policies used by the Company for preparation of these Special Purpose Financial Statements. These Special Purpose Financial Statements have been approved by the Board of Directors of the Company in their meeting held on December 19, 2019.

