

**The Centre for Internet & Society**  
**Consolidated Financial Statements of Account**

**Balance Sheet**

Particulars	Schedule	As at March 31, 2017 Amount (₹)	As at March 31, 2016 Amount (₹)
<b>FUNDS AND LIABILITIES</b>			
<b>I. Capital and Other Funds</b>			
i) General Fund	1(A)	5,031,015	8,651,659
ii) Balance in Undisbursed Funds	2	14,152,336	24,812,603
iii) Capital Funds used for purchase of Fixed Assets	1(B)	4,452,731	4,145,096
		<b>23,636,082</b>	<b>37,609,358</b>
<b>II. Liabilities</b>			
Other Liabilities	3	899,084	36,974
		<b>899,084</b>	<b>36,974</b>
		<b>24,535,166</b>	<b>37,646,332</b>
<b>ASSETS</b>			
i) Fixed Assets	1(B)	4,452,731	4,145,096
		<b>4,452,731</b>	<b>4,145,096</b>
ii) Cash and Bank Balances	5	15,730,958	27,914,941
iii) Loans and Advances	6	2,887,479	4,122,297
iv) Advance Recoverable Suspense	7	1,463,998	1,463,998
		<b>20,082,435</b>	<b>33,501,236</b>
		<b>24,535,166</b>	<b>37,646,332</b>

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

As per our report of even date attached

for Sharp & Tannan  
Chartered Accountants  
(Firm's Registration No. 003792S)

  
**V. Viswanathan**  
Partner  
Membership No. 215565

for and on behalf of the Board of Trustees

  
**Jayna Kothari**  
Chairman

  
**Sunil Abraham**  
Executive Director

Place: **Chennai**  
Date: **17<sup>th</sup> February 2018**

Place: Bangalore  
Date: January 8, 2018

**The Centre for Internet & Society**  
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**Receipts and Payments Account**

RECEIPTS			PAYMENTS				
Particulars	Schedule	2016-17 Amount (₹)	2015-16 Amount (₹)	Particulars	Schedule	2016-17 Amount (₹)	2015-16 Amount (₹)
<b>To Opening Balance of Recoverables</b>							
i) Cash and Bank Balances		27,914,941	22,325,783				
ii) Loans and Advances		4,122,297	2,110,408				
iii) Advances against Funds receivable		-	-				
iv) Funds Recoverable Suspense		1,463,998	1,460,998				
		<b>33,501,236</b>	<b>25,897,189</b>				
<b>To Foreign Contribution received during the Financial Year</b>							
Funds Received against specific Projects	8			i) Revenue Expenditure	9	47,677,417	54,646,502
		<b>33,951,950</b>	<b>63,675,405</b>	ii) Capital Expenditure	10	307,635	673,563
						<b>47,985,052</b>	<b>55,320,155</b>
<b>To Other Receipts during the Financial Year</b>							
i) Interest on Fixed Deposit		-	233,165				1,410,048
ii) Interest on Short Term Deposit		-	31,352				4,000
iii) Cyber Steward project			495,100				
iv) Reimbursement on Article 19 meetings		117,438				117,438	
v) Registration Fees - Global Congress		28,500				33,379	63,736
vi) Miscellaneous Income		6,806	204,550			249,736	146,711
vii) Interest on TDS Refund		-	20,296				600
viii) Refund of TDS		-	184,464				
			<b>152,744</b>			<b>400,553</b>	<b>1,625,095</b>
<b>To Closing Balance of Liabilities</b>							
i) Other Current Liability	3	899,084	36,974				
		<b>899,084</b>	<b>36,974</b>				
						<b>20,082,435</b>	<b>33,501,236</b>
						<b>68,505,014</b>	<b>90,778,495</b>

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**for Sharp & Tannan**  
Chartered Accountants  
(Firm's Registration No. 003792S)

  
**V. Viswanathan**  
Partner  
Membership No. 215565

Place: **Chennai**  
Date: **17th February 2018**

for and on behalf of the Board of Trustees

  
**Jayna Kothari**  
Chairman

  
**Sunil Abraham**  
Executive Director

Place: Bangalore  
Date: January 8, 2018

**The Centre for Internet & Society**  
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**Income and Expenditure Account**

Particulars	Schedule Reference	2016-17 Amount (₹)	2015-16 Amount (₹)
<b>Income</b>			
i) Interest on Fixed Deposit		-	233,165
ii) Interest on Short Term Deposit		-	31,352
iii) Interest on TDS Refund		-	20,296
iv) Project income and cost reimbursement		577,670	14,203,386
v) General Donations		28,500	-
vi) Cyber Steward Project		-	495,100
vii) Refund for TDS		-	184,464
viii) Miscellaneous Income		3,656	204,550
ix) Registration Fees		3,150	-
		<b>612,976</b>	<b>15,372,313</b>
		<b>612,976</b>	<b>15,372,313</b>
<b>Expenditure</b>			
i) Project Expenses and cost reimbursement		3,950,505	11,097,109
ii) Bank Charges		33,379	63,736
iii) General Administration		249,736	75,942
iv) Cyber Steward Project		-	4,000
v) Advances written off		-	70,769
vi) Rates & Taxes		-	600
vii) Miscellaneous Expenses		-	-
		<b>4,233,620</b>	<b>11,312,156</b>
		<b>4,233,620</b>	<b>11,312,156</b>
<b>Excess of Expenditure over Income transferred to General Fund</b>		<b>(3,620,644)</b>	<b>4,060,157</b>

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

As per our report of even date attached

**for Sharp & Tannan**  
Chartered Accountants  
(Firm's Registration No. 003792S)

  
**V. Viswanathan**  
Partner  
Membership No. 215565

Place: *Chennai*  
Date: *17<sup>th</sup> February 2018*

for and on behalf of the Board

  
**Jayna Kothari**  
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**Sunil Abraham**  
Executive Director

Place: Bangalore  
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**The Centre for Internet & Society**  
**Consolidated Financial Statements of Account**

**Schedule-1(A): Statement of Changes in General Fund**

Particulars	For the year ended March 31, 2017 Amount (₹)	For the year ended March 31, 2016 Amount (₹)
To Opening Balance	8,651,659	4,591,502
Excess/ (Deficit) as per Income and Expenditure Account transferred to General Fund	<u>(3,620,644)</u>	<u>4,060,157</u>
Closing Balance in General Fund Account		
Balance carried to Balance Sheet	<u>5,031,015</u>	<u>8,651,659</u>

**Schedule-1(B): Statement of Changes in Capital Fund/ Fixed Assets**

Particulars	For the year ended March 31, 2017 Amount (₹)	For the year ended March 31, 2016 Amount (₹)
<b>Capital Fund</b>		
Opening Balance	4,145,096	3,405,912
Additions during the year	<u>307,635</u> <b>4,452,731</b>	<u>739,184</u> <b>4,145,096</b>
Closing Balance	<u>4,452,731</u>	<u>4,145,096</u>

**Note:**

Fixed assets held in the books were purchased against specific projects and were accounted based on fund accounting system i.e recorded as payment in the respective specific project. For the purpose of control, the fixed assets were notionally recorded in the Balance Sheet with a corresponding credit to 'Capital Fund'.

**The Centre for Internet & Society**  
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**Schedule - 2: Summary of Utilisation of Funds for the Financial Year 2016-17**

Projects	Donor	Opening Balance (₹)	Receipts during the year (₹)	Total Funds Available for Utilisation (₹)	Expenses during the year (₹)	Balance as at March 31, 2017		
						Total (₹)	Excess applied (₹)	Undisbursed Funds (₹)
		[A]	[B]	[C]=[A + B]	[D]	[E] = [C - D]	[F]	[G]
Detecting the Controllers [GSMA]	Privacy International [PI]	678,449	416,340	1,094,789	1,304,910	(210,121)	(210,121)	-
Protecting Privacy in the Global South [Phase 2]-Year 1	Privacy International [PI]	2,658,371	165,620	2,823,991	2,560,263	263,728	-	263,728
Protecting Privacy in the Global South [Phase 2]-Year 2	Privacy International [PI]	-	1,994,712	1,994,712	628,452	1,366,260	-	1,366,260
Internet and free education	Privacy International [PI]	226,619	-	226,619	-	226,619	-	226,619
Cyber Policy Research agenda for India	Hewlett Foundation	-	6,537,000	6,537,000	2,843,802	3,693,198	-	3,693,198
Strengthening Information Societies Research Capacity Alliance	Singapore Internet Research Centre	-	-	-	109,922	(109,922)	(109,922)	-
Protecting public interest in ICT related policy	Burma Project	21,850	-	21,850	1,872	19,978	-	19,978
Mapping Big Data for Development and Global Goals	LIRNEAsia	-	3,790,211	3,790,211	361,931	3,428,280	-	3,428,280
Towards a Networked Economy in Myanmar	LIRNEAsia	-	275,250	275,250	7,171	268,079	-	268,079
Contributions for objectives of Mozilla	Mozilla Foundation	-	662,173	662,173	522,219	139,954	-	139,954
Big Data Development study	University of Manchester	-	-	-	41,684	(41,684)	(41,684)	-
Develop educational content under a free license	Wikimedia Foundation	8,181,774	10,496,890	18,678,664	14,010,658	4,668,006	-	4,668,006
Develop educational content under a free license	Wikimedia Foundation - Chandigarh Edition	-	3,341,205	3,341,205	2,934,393	406,812	-	406,812
Understanding the Socio-Economic Impact of Copyright in the Digital Economy (CODE Project)	Derechos Digitales	-	720,920	720,920	3,100	717,820	-	717,820
Pervasive Technologies	International Development Research Centre	2,295,653	4,773,773	7,069,426	7,247,238	(177,812)	(177,812)	-
Research on study of Journalism	University of Oxford	-	200,186	200,186	323,247	(123,061)	(123,061)	-
Non-Visual Desktop Access and National Resource Kit	Hans Foundation	2,930,327	-	2,930,327	3,048,313	(117,986)	(117,986)	-
Research and Advocacy on Freedom of Expression and Internet Governance	John D and Catherine T MacArthur Foundation	2,648,993	-	2,648,993	3,141,683	(492,690)	(492,690)	-
Explore the challenges and opportunities related to the use of big data in India	John D and Catherine T MacArthur Foundation	2,474,824	-	2,474,824	2,246,596	228,228	-	228,228
Programmatic and Core Costs	Kusuma Foundation	2,695,743	-	2,695,743	2,697,093	(1,350)	(1,350)	-
<b>Total</b>		<b>24,812,603</b>	<b>33,374,280</b>	<b>58,186,883</b>	<b>44,034,547</b>	<b>14,152,336</b>	<b>(1,274,626)</b>	<b>15,426,962</b>

**Note:**

The Undisbursed funds of Rs. 1,41,52,336/- as at 31 March 2017 (net of excess applied amounting to Rs. 12,74,626/-) is subject to confirmation by the respective donors.

**The Centre for Internet & Society**  
**Consolidated Financial Statements of Account**

Particulars		2016-17 Amount (₹)	2015-16 Amount (₹)	
<b>Schedule-7</b>				
<b>Project Income received during the Financial Year</b>				
<b>Local</b>				
i)	CSCS Digital Innovation Fund Applying Human Rights Standards/	Centre for the Study of Culture and Society [CSCS]	258,230	774,187
ii)	Freedom of Expression	Centre for Law and Democracy [CLD]	25,040	98,960
iii)	IP and Development Track	Indian Institute of Foreign Trade [IIFT]	-	1,479,752
iv)	Digital Activism in Asia	Lepuana University	-	531,114
v)	Draft Policy on Accessible ICT Procurement	UNESCO	-	637,021
vi)	Freedom of Expression and Internet Policy in South Asia	Univeristy of Pennysylvania [UPEN]	-	299,173
vii)	Intellectual Property Rights Conference	Global Congress [GC]	-	10,383,179
viii)	Update and create online directory of services for periosn with vision loss in India	National Institute for the Visually Handicapped [NIVH]	294,400	-
		<b>577,670</b>	<b>14,203,386</b>	
<b>FC</b>				
i)	Detecting the Controllers [GSMA] Protecting Privacy in the Global South [Phase 2]-Year 1	Privacy International [PI]	416,340	1,504,101
ii)	Protecting Privacy in the Global South [Phase 2]-Year 2	Privacy International [PI]	165,620	
iii)	Cyber Policy Research agenda for India	Hewlett Foundation	1,994,712	3,048,371
iv)	Mapping Big Data for Development and Global Goals	LIRNEAsia	6,537,000	
v)	Towards a Networked Economy in Myanmar	LIRNEAsia	3,790,211	-
vi)	Contributions for objectives of Mozilla	Mozilla Foundation	275,250	-
vii)	Big Data Development study	University of Manchester	662,173	-
viii)	Develop educational content under a free license	Wikimedia Foundation	10,496,890	11,995,927
ix)	Develop educational content under a free license	Wikimedia Foundation - Chandigarh Edition	3,341,205	-
x)	Understanding the Socio-Economic Impact of Copyright in the Digital Economy (CODE Project)	Derechos Digitales	720,920	-
xi)	Pervasive Technologies	International Development Research Centre	4,773,773	6,751,260
xii)	Research on study of Journalism	University of Oxford	200,186	-
xiii)	Research and Advocacy on Freedom of Expression and Internet Governance	John D and Catherine T MacArthur Foundation	-	6,593,625
xiv)	Explore the challenges and opputunities related to the use of big data in India	John D and Catherine T MacArthur Foundation	-	4,578,734
xv)	Programmatic and Core Costs	Kusuma Foundation	-	15,000,001
xvi)				
		<b>33,374,280</b>	<b>49,472,019</b>	
		<b>33,951,950</b>	<b>63,675,405</b>	

**The Centre for Internet & Society**  
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Particulars		2016-17 Amount (₹)	2015-16 Amount (₹)	
<b>Schedule-8</b>				
<b>Revenue Expenditure against grants during the Financial Year</b>				
<b>Local</b>				
i)	CSCS Digital Innovation Fund Applying Human Rights Standards/ Freedom of Expression	Centre for the Study of Culture and Society [CSCS]	286,700	439,708
ii)	IP and Development Track	Centre for Law and Democracy [CLD]	-	25,000
iii)	Digital Activism in Asia	Indian Institute of Foreign Trade [IIFT]	-	1,270,173
iv)	Draft Policy on Accessible ICT Procurement	Lepuana University	808,639	236,633
v)	Freedom of Expression and Internet Policy in South Asia	UNESCO	496,259	128,696
vi)	Intellectual Property Rights Conference	Univeristy of Pennsylvania [UPEN]	-	502,305
vii)	Update and create online directory of services for persons with vision loss in India	University of Utah	-	813,205
viii)		Global Congress [GC]	1,936,922	6,271,341
ix)		National Institute for the Visually Handicapped [NIVH]	261,180	-
x)		Daisy Consortium	8,972	-
xi)	IPR Guidelines for National Cultural Audio Visual	Indira Gandhi Centre for Arts [IGNCA]	151,833	-
			<b>3,950,505</b>	<b>9,687,061</b>
<b>FC</b>				
i)	Detecting the Controllers [GSMA]	Privacy International [PI]	1,253,637	1,037,446
ii)	Protecting Privacy in the Global South [Phase 2]- Year 1	Privacy International [PI]	2,560,263	-
iii)	Protecting Privacy in the Global South [Phase 2]- Year 2	Privacy International [PI]	628,452	-
iv)	Internet and free education	Privacy International [PI]	-	770,400
v)	Cyber Policy Research agenda for India	Hewlett Foundation	2,843,802	-
vi)	Strengthening Information Societies Research Capacity Alliance	Singapore Internet Research Centre	109,922	-
vii)	Protecting public interest in ICT related policy	Burma Project	1,872	1,404,275
viii)	Mapping Big Data for Development and Global Goals	LIRNEAsia	361,931	-
ix)	Towards a Networked Economy in Myanmar	LIRNEAsia	7,171	-
x)	Contributions for objectives of Mozilla	Mozilla Foundation	522,219	-
xi)	Big Data Development study	University of Manchester	41,684	-
xii)	Develop educational content under a free license	Wikimedia Foundation	13,849,134	8,899,941
xiii)	Develop educational content under a free license	Wikimedia Foundation - Chandigarh Edition	2,934,393	-
xiv)	Understanding the Socio-Economic Impact of Copyright in the Digital Economy (CODE Project)	Derechos Digitales	3,100	-
xv)	Pervasive Technologies	International Development Research Centre	7,247,238	6,016,162
xvi)	Research on study of Journalism	University of Oxford	323,247	-
xvii)	Non-Visual Desktop Access and National Resource Kit	Hans Foundation	3,048,313	7,331,910
xviii)	Research and Advocacy on Freedom of Expression and Internet Governance	John D and Catherine T MacArthur Foundation	3,128,683	6,372,909
xix)	Explore the challenges and oppotunities related to the use of big data in India	John D and Catherine T MacArthur Foundation	2,246,596	1,995,351
xx)	Programmatic and Core Costs	Kusuma Foundation	2,615,255	11,131,137
			43,726,912	44,959,531
			<b>47,677,417</b>	<b>54,646,592</b>
<b>Schedule-9</b>				
<b>Capital Expenditure against grants during the Financial Year</b>				
<b>FC</b>				
i)	Kusuma Foundation		81,838	89,900
ii)	Wikimedia Foundation		161,524	488,080
iii)	MacArthur Foundation		13,000	-
iv)	Privacy International		51,273	95,583
			<b>307,635</b>	<b>673,563</b>

**The Centre for Internet & Society**  
**Consolidated Financial Statements of Account**

Particulars	As at March 31, 2017 Amount (₹)	As at March 31, 2016 Amount (₹)
<b>Schedule-3</b>		
<b>Other Current Liabilities</b>		
i) Payable to employees	229,789	1,909
ii) Advance from Creative Commons	45,379	-
iii) Advance on Article 19 Meetings	214,651	-
iii) Statutory Liabilities	409,265	35,065
	<u>899,084</u>	<u>36,974</u>
<b>Schedule-4</b>		
<b>Cash and Bank Balances</b>		
i) Cash in hand	7,035	26,198
ii) Cash at bank		
a) Current Account	15,423,923	27,888,743
b) Term Deposits	300,000	-
	<u>15,730,958</u>	<u>27,914,941</u>
<b>Schedule-5</b>		
<b>Loans and Advances</b>		
i) TDS Recoverable	384,856	384,856
ii) Rent Deposits	800,000	800,000
iii) Other Deposits	500,000	-
iv) Staff Advances	797,019	771,822
v) Other Advances	405,604	2,165,619
	<u>2,887,479</u>	<u>4,122,297</u>
<b>Schedule-6</b>		
<b>Advance Recoverable Suspense</b>		
i) Funds recoverable	1,463,998	1,463,998
	<u>1,463,998</u>	<u>1,463,998</u>

**Note:**

Advance recoverable suspense represent amounts suspected to have been misappropriated by one of the Society's employees who was in charge of finance and accounting function during the financial years 2013-14 and 2014-15.

The management is in the process of finalising a suitable course of action against the alleged suspect for the recovery of the amount.



# The Centre for Internet & Society

## Consolidated Financial Statements of Account

### Schedule-9

#### Other explanatory notes

- (a) During the current year the management identified that, on account of certain mismatches in the TDS returns filed by the Society in earlier years, the tax statement extracted from Income-tax website shows a TDS of Rs. 8,25,220/- as payable by the Society. The Management is in the process of reconciling the mismatches and is of the view that the Society's TDS liability had been duly remitted by the Society as and when due. Accordingly, the management is confident that the mismatch will be reconciled and no liability will accrue to the Society on account of this.

### Schedule-10

#### Significant Accounting Policies

- (a) Basis for preparation of financial statements

The Financial Statements of the Society, consisting of Balance Sheet, Receipts & Payments Account and Income & Expenditure Account, are prepared by the Society under historical cost convention, on cash basis of accounting. In the absence of any authoritatively established accounting principles for the specialised aspects related to Societies which do not carry out any commercial activity, the statements

- (b) Fixed assets

Fixed assets are stated at cost. Fixed assets purchased towards specific projects are accounted based on fund accounting system. The purchase of fixed assets are recorded as utilisation in the respective fund.

No depreciation is charged on fixed assets since the entire fixed assets relates to specific projects and are accounted on fund accounting system.

- (c) Donations and grants

Donations and grants received are recognised as income on receipt of such donation. Donations made with a specific direction that they shall form part of the corpus of the Trust are classified as corpus donations and are directly accounted as society fund receipts in the Balance Sheet.

Grants received from donors which are earmarked with specific budget (specific grants) are accounted based on fund accounting system. The receipts and payments pertaining to the specific fund is accounted in the fund account and the unutilized amount is shown as a liability. Salary cost is allocated to the specific project based on the time spent on specific project estimated on reasonable basis in line with the budget agreed with the donors. Administration and other common expenses are apportioned to the projects to the extent allowable as per the MOU's agreed with the donors.

Unspent amount, if any, at the end of the project period will be returned to the donors if so required by the MOU agreed with the donors.

- (d) Reimbursement of expenses

Expenses incurred by the Society which are reimbursed by the donors, are recognized as expenses on actual payment. The reimbursement received from the donors is recognized as income on actual receipt of the amount. Any amount reimbursed in excess of the actual expenses incurred is considered as income and recognized accordingly in the Income & Expenditure account.