

ANNUAL REPORT

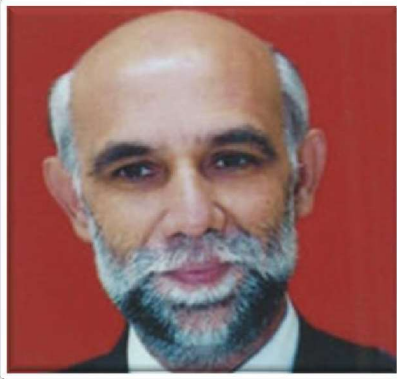
2019-2020



Dairy Health and
Nutrition Initiative
India Foundation

Board Members

As on September 30, 2020



Dr. Deepak Tikku
Chairman



Dr. Malavika Chauhan
Director



Mr. Arun Pandhi
Director



Mr. Mehrab Irani
Director



Dr. Nagaraj Belavadi
Director

AUDITORS:

Deloitte Haskins & Sells LLP

Chartered Accountants,
Indiabulls Finance Centre,
Tower 3, 27th – 32nd Floor,
SenapatiBapat Marg,
Elphinstone Road (West),
Mumbai – 400 013

BANKER:

HDFC Bank,
Fort Branch, Mumbai – 400 001

REGISTERED OFFICE:

C/o Centre for Micro Finance,
D – 240, D Block,
Behind World Trade Park,
Malviya Nagar,
Jaipur – 302 017

Dairy Health and Nutrition Initiative India Foundation (DHANII) was incorporated under Section 8 of the Companies Act, 2013 on 1st September 2016 to assist in setting up Producer Companies for upliftment of small and marginalized producers and support their activities by providing technical and financial support to its members. Around 68% of the members of the MPCs belong to smallholder category (having 3 or less animals).

A Producer Company combines the institutional and ideological strength of cooperatives, ownership limited to users; no trading of shares; patronage not capital based – with the flexibility and autonomy available under Company law.

During the year, all 5 MPCs consolidated their operations. A total of around 950 villages have been covered with ~43,000 members as against the target of 40,000 during the year. The milk collection for all five MPCs was 151,700 KgPD as on March 31, 2020. Around 400 Crores have been paid back to its members as a producer price by these companies which is about 85 % of the turnover of the companies. Giving a boost to the rural employment, 905 Rural youths were deployed as Sahayaks along with 108 AI technicians and 257 as transporters and labourers.

DHANII also approved the expansion plan of four MPCs namely Sakhi, Asha, Ruhaanii and Shwetdhara Milk Producer Company. MPCs are also providing the need based Productivity Enhancement services to its members which include the door-step Artificial Insemination, Ration Balancing, supply of cattle-feed/mineral mixture etc. A two years PES project has been sanctioned to Sakhi, Asha and Shwetdhara MPCs.

All the MPCs follow core design principals as envisaged in Producer Companies act and have IT enabled operations for ensuring transparency at each level. All the 5 MPCs, have achieved their business break-even. Further expansion of the MPCs would be undertaken in Rajasthan, Haryana and U.P. during coming year. I would like to thank Sir Dorabji Tata Trust for their financial support and NDDDB Dairy Services for their technical support.

Deepak Tikku
Chairman
(DIN-00064125)

Background	4
Vision and Mission of DHANII	4
Why Milk Producer Companies	5
The Year in Retrospect	6
Best Practices used by MPCs	7
Our Partners	8
Key Challenges	8
Way Forward	8
Voices from the Field	9-10
Awards Won by Milk Producer Companies	11
Notice of Annual General Meeting	12-15
Director's Report	16-20
Independent Auditor's Report	21-24
Balance Sheet	25
Statement of Income and Expenditure	26
Cash Flow Statement	27
Notes Forming Part of the Financial Statements	28-34

In India, apart from agriculture-based interventions, livestock is a key source of livelihood for small and marginal farmers, contributing nearly 16-20% of their annual household income. Given that around 85% of the Indian farmers have land holding less than two hectares, livestock rearing is critical for sustainable income. Further, the returns from livestock especially through dairying are significant, with regular and assured cash flows. Unlike agriculture, livestock remains fairly unaffected by vagaries of nature and natural calamities which can have a devastating impact on farmer incomes and threaten their livelihoods.

Key challenges in dairy sector include:-

- India is at top in milk production in the World
- Households- predominantly small holders (3 or less animals)
- About 2/3rd of the Dairy sector is still unorganized
- Cooperative sector covers 25% milk producers and procures about 10% of the milk
- Absence of strong countervailing force in the form of producer organizations

Keeping in view, the above constraints in mind and to tap the immense potential offered by dairying, “Dairy Health and Nutrition Initiative India Foundation (DHANII)” was setup by Tata Trusts in 2016 to sustainably enhance incomes of milk producers by building their capacity vis-à-vis milk production, animal health, breed improvement, animal nutrition and providing market linkage. The intent behind DHANII and the dairy mission is to help milk producers earn more by improving their knowledge about milk production, breed improvement and animal health and nutrition.

DHANII, entered in collaborative agreement with NDDDB Dairy Services (NDS) for technical support to establish the Producer Owned Institutions i.e. **Milk Producer Companies (MPCs)**. Five MPCs have been formed in states of Rajasthan (2), Punjab (1); Uttar Pradesh (1) and Maharashtra (1), which are fully operational.

Vision and Mission of DHANII

Vision

- To help achieve India's goal for the SDG-1 – 'to end poverty in all its forms, everywhere', by the development of sustainable women based, scaled up, dairy value chains across some of the most backward regions of India.

Mission (5 years)

- To enroll at least 3 Lakh households in newly established, professionally run, sustainable Milk Producer Companies in 5000 villages in 13 districts, across 5 states of India.

Objective (5 year)

- To reach a minimum expected income increase per household of Rs. 50,000 per annum, through association with the dairy value chains.

- Check against exploitation of producers
- Cooperatives are restrictive in nature with political interference
- Producer Company is a business enterprise registered under the Company Act.
- Combines institutional strengths of mutual assistance with the liberal regulatory framework
- 2013 legislation protects the basic principles of cooperation:
 - voluntary and open membership
 - democratic member control
 - member economic participation
 - autonomy and independence

MPCs use the following Core Design Principles which make them strong Members owned institutions:

Membership

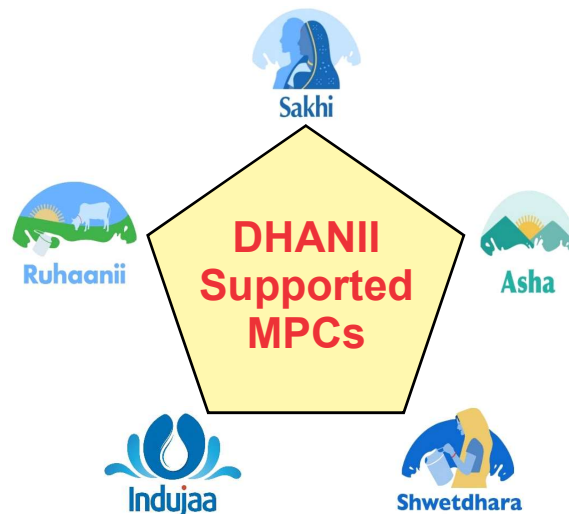
- Business only with members
- Continuity of membership on meeting minimum quantum and period requirement – No free riders
- Member equity in proportion to patronage – 'building skin in the game'
- Appropriate mechanism for two way communication between members and the company

Governance

- Patronage based member classes and member class representation on Board
- Apolitical board
- Expert Directors on the Board
- Policy Based governance by the Board

Operations and Management

- Enterprise is managed by hired professionals
- SOP based operations , efficient value chain management
- Continuous capacity building of all the stakeholders
- Robust database and MIS system (IT)



Milk Procurement

- 5 fully functional Milk Producer Companies
- Villages covered- 953
- Members linked with MPCs ~43,036
- Average Milk collection in all 5 MPCs-1,51,700 KgPD

Productivity Enhancement Services

- Artificial Inseminations-25,719
- Ration Balancing Programmes- 4,544
- Silage demonstrations – 386
- Cattle feed sold – 4,371 MT
- Mineral mixture – 34,733 Kgs

Socio-economic Impact

- Women in leadership role (29 Board of Directors, 4 Chairpersons)
- Increased savings in women's bank accounts, Rs 40,000-50,000 from dairy
- Reduced migration of rural poor
- Ploughing back to rural economy (~Rs 400 Cr paid in the form of milk price since inception which constitute about 85 % of the turnover)
- Boost to Rural Employment
 - 905 Rural youths as Sahayaks, 108 AI Technicians, 257 as Transporter, labour.
 - Indirect employment for peoples engaged in ancillary activities such as milk chilling, transportations



- MPCs are equipped with latest technologies, infrastructure and assured market linkages
- IT tools such as cloud based data management system, ERPs
- Competitive milk price
 - *Milk Pooling Points (MPP) in every village is fully automated*
 - *Milk is weighted and tested in the presence of milk producers*
 - *Data captured and transmitted to central server immediately*
 - *Receipt followed by SMS to members*
 - *Regular payment directly in members' bank account*
- Additional benefits like Price incentives, patronage linked bonus
- Capacity building programmes for beneficiaries
- Input services to increase milk production
- Dividend from out of profit



Our Partners



Our Partners

NDDDB Dairy Services (NDS), New Delhi
Tata Trusts Associate Organisations

Reviving Green Revolution Cell, Ludhiana
Centre for Microfinance, Jaipur
Tata Trusts ,Project Management Unit, Lucknow
Costal Salinity Prevention Cell, Gujarat
Sukhi Baliraja initiative, Maharashtra

Key Challenges

- Dependency on Institutional/bulk Sales
- Sourcing funds for Intervention

Way Forward

- Scouting newer geographies for Dairy Intervention where Tata Trusts has created reasonable social capital
- Exploring possibility of creating professional marketing organization promoted by Producer Companies.
- Sourcing funds from Tata group of companies under CSR activities. (National Dairy Plan-II, other such schemes)

Learning to Save for the Future

40-year-old Daya Devi experienced a change in life after her association with the Asha Mahila MPC. During the initial days after joining the MPC, Daya was exhilarated to see extra income in her account.

“I was happy to see myself going financially independent. The amount was credited in my account and I used to quickly withdraw and spend the money. I was unable to see any real benefit of the MPC” says Daya Devi, a resident of Bisalpur village in Bali.

It was a matter of chance that Daya learnt the importance of saving money. For a couple of months when she went to her parents' house, Daya's family continued selling milk at the MPP.

“When I came back and checked my account, I realized that there was quite a lot of money. For a moment I thought that it must be by mistake that the MPC transferred the amount” she says.

However, later Daya realized that it was all her own money. Only because she had not touched the amount for days, it kept growing. She discussed with other MPC members and understood how they have been able to use their savings for important things like children's education, construction of house, etc.

“It has been three years that I have not withdrawn any amount from my earnings through MPC. I try managing the household expenses with our income from farming. Asha has not only enhanced my earnings but also taught me the importance of savings,” smiles Daya.

Till date, Daya has been able to save more than INR 6 lakhs in her account.



Donning different hats to inspire many more

With the backing of Tata Dairy Mission, Julfina Banu has not only been able to realise her dreams, but also inspire other women to realise theirs

It is impossible not to notice the immense confidence and exuberance on Julfina Bano's face. The 26-year-old Board member of Sakhi Mahila Milk Producer Company (SMMPC), one of the five Milk Producer Companies set up under the Tata Dairy Mission initiative, is a delight to talk to. In a village where there are barely one or two women who have passed 10th grade, Julfina is proud to be a Science graduate. Interestingly, her love for studies continues. "I am currently pursuing Bachelor of Education. Fortunately, I come from a family where studies are given a lot of importance. Both girls and boys in our families were given equal opportunity to study and progress," says Julfina.

Despite such a busy schedule (managing home, kids and studies), it is incredible to see how Julfina finds time for running a dairy business while also working as a board member at Sakhi. "I think it is a matter of perspective. I have had a lot of challenges to overcome and am still facing flak from people around. Of course, my journey wouldn't have been possible without management's support. But when I look back and see how far I've come; I feel proud of myself," she smiles.

Talking about her journey with Sakhi, Julfina's eyes shine with enthusiasm. "I never wanted to do dairy farming and always aspired for a job. To me, dairy looked a menial task with meagre earnings. The credit of transforming dairy from subsistence mode to entrepreneurial venture undoubtedly goes to Sakhi. The trainings and exposure visits have instilled a lot of confidence in me," says Julfina.

Remembering the initial days of her association with Sakhi, Julfina recalls the tough time. She was mocked, discouraged and even stopped from attending meetings. But Julfina ignored them and steadily moved ahead. She could see a ray of hope in the business proposition. Her efforts were not wasted. Not only did Julfina's income rise exponentially, she was also selected as the board member of SMMPC.

Julfina adds, "In three years, I have been able to support my family and pay for my education too. From having one buffalo, we now have five buffaloes and a cow. The bank staff treats me with respect while earlier they never even considered our loan application. Sakhi has changed my life."

Personally, Julfina wants to get a job after completing her studies. She plans to hire labourers to manage the dairy. As a board member, she wants more and more women to join Sakhi and the brand to grow stronger than ever. Today, Julfina is a role model for several women in Mewat and Shekhawati.



Awards Won by Milk Producer Companies

Sakhi MPC

“Best Governance Mechanism – North Region Award” at the ET-Samunnati FPO Summit & Awards 2019 on October 18, 2019 in New Delhi.

“Dairy Startup Award” from Agriculture Today in India Dairy Award 2020 held in New Delhi on January 10, 2020 that brought India's dairy sector heroes to the fore.

Asha MPC

“Agri Business of Year Award” at Small Business Awards 2020 held at Mumbai hosted by Franchise India and Co-Hosted by ZEE Business, the Economic Times, G7CR Technologies (February 13, 2020)



Notice of Annual General Meeting



Notice is hereby given that the Fourth Annual General Meeting of the Members of Dairy Health and Nutrition Initiative India Foundation will be held, at a shorter notice with the consent of the Members, on Wednesday, September 30, 2020, at 12:00 noon at 01, Sargent House, Allana Marg, Colaba, Mumbai – 400 001 through video conference or other audio visual means, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements of the Company including Statement of Income & Expenditure and the Cash Flow Statement, for the year ended on March 31, 2020 and the Balance Sheet as at that date, and the Reports of the Directors and the Auditors thereon.

SPECIAL BUSINESS:

2. To consider and if through fit, to pass with or without modification the following resolution as an Ordinary resolution: -

“RESOLVED THAT pursuant to the provision of Section 161 and other applicable provisions, if any of the Companies Act, 2013, Mr. Mehrab Irani (DIN: 07845807), who was appointed as an Additional Director of the Company w.e.f. April 1, 2020 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company.

RESOLVED FURTHER THAT any other Director of the Company be and is hereby authorised to sign and submit necessary Form with Registrar of Companies and generally do all such acts, deeds and things as may be necessary or expedient for the purpose of giving effect to this resolution.”

3. To consider and if through fit, to pass with or without modification the following resolution as an Ordinary resolution: -

“RESOLVED THAT pursuant to the provision of Section 161 and other applicable provisions, if any of the Companies Act, 2013, Dr. Nagaraj Belavadi (DIN: 01734080), who was appointed as an Additional Director of the Company w.e.f. April 1, 2020 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company.

Dairy Health and Nutrition Initiative India Foundation

REGD OFFICE: Centre for Micro Finance, D-240, D Block, Behind World Trade Park, Malviya Nagar, Jaipur, Rajasthan – 302 017
CIN No.: U74999RJ2016NPL055879, Phone No. +91 141 4025909, Email ID: dhaniico@gmail.com, Website: www.dhanii.org

RESOLVED FURTHER THAT any other Director of the Company be and is hereby authorised to sign and submit necessary Form with Registrar of Companies and generally do all such acts, deeds and things as may be necessary or expedient for the purpose of giving effect to this resolution.”

For and on behalf of the Board

Arun Pandhi
Director

Place: - Mumbai

Date: - September 30, 2020

Notes: -

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs (MCA) has, vide its circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as MCA Circulars), permitted the holding of the Annual General Meeting (AGM) through video conferencing (VC) or other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. In compliance with the MCA Circulars and the relevant provisions of the Companies Act, 2013 (Act), the AGM of the Company is being held through VC/OAVM only.
2. In compliance with the applicable provisions of the Companies Act, 2013 (the “Act”) (including any statutory modification or re-enactment thereof for the time being in force), as amended from time to time, read with the MCA Circulars, the Annual General Meeting (“AGM”) of the Company is scheduled to be held on Wednesday, September 30, 2020 at 12:00 noon(IST) through VC/OAVM.
3. Explanatory Statement pursuant to section 102 of the Companies Act, 2013 in respect of business under items 2 and 3 of the Notice is annexed hereto.
4. Since this AGM is being held pursuant to the MCA circulars through VC/OAVM, the requirement of physical attendance of members has been dispensed with.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
6. As the Company does not have Share Capital, the provisions relating to Proxies as per Section 105 of the Act are not applicable to the Company.
7. The Members can join the AGM in the VC/OAVM mode 15 minutes before the scheduled time of the commencement of the AGM.
8. Further, due to non-availability of postal and courier services, on account of the threat posed by COVID-19 and in terms of the MCA Circulars, the Company is sending this AGM Notice along

with the Annual Report for FY2019-20 in electronic form only to those Members whose e-mail addresses are registered with the Company.

9. Soft copies of the Register of Members, Directors and Key Managerial Personnel, maintained under Section 170 of the Companies Act, 2013 will be available for inspection by the members during the meeting. Members desiring inspection of statutory registers during the AGM may send their request in writing by email to the Company at dhaniico@gmail.com.

Explanatory Statement pursuant to section 102 of the Companies Act, 2013:

Item No. 2

The Board of Directors appointed Mr. Mehrab Irani (DIN: 07845807), as an additional director of the Company with effect from 1stApril, 2020 pursuant to section 161 of the Companies Act, 2013 and Articles of Association of the Company. In terms of Section 161 of the Companies Act, 2013, Mr. Mehrab Irani holds office as an Additional Director up to the date of the forthcoming Annual General Meeting of the Company, but is eligible for appointment as Director.

Mr. Mehrab Irani, aged 43, is a qualified Chartered Accountant, Company Secretary and CFA (Level I). He has rich experience in Finance, investment Research, Portfolio Management, Investment Banking, Dealing and Global Research on US and European Financial Services Sector and Credit Markets. Currently, he is Group CFO of Tata Trusts. Prior to joining The Tata Trusts he has worked at senior level with various organisations such as Tata Investment Corporation Limited, SBI Capital Markets, Zurich Asset Management Company, I-Gate Global Solutions and Trent Limited.

The Board commends to the Members his appointment as Director of the Company.

None of the Directors, except Mr. Mehrab Irani, is interested in the above resolution.

Item No. 3

The Board of Directors appointed Dr. Nagaraj Belavadi (DIN: 01734080), as an additional director of the Company with effect from 1stApril, 2020 pursuant to section 161 of the Companies Act, 2013 and Articles of Association of the Company. In terms of Section 161 of the Companies Act, 2013, Dr. Nagaraj Belavadi holds office as an Additional Director up to the date of the forthcoming Annual General Meeting of the Company, but is eligible for appointment as Director.

Dr. Nagaraj Belavadi, aged 69, is Dairy Industry Professional with over four decades of experience in organizing milk procurement and production enhancement systems through a network of cooperatives under the Operation Flood Development Programme, managing dairy projects, and imparting training to managers / staff and to the board of directors of dairy cooperatives. A graduate

in Veterinary Science, he has held Senior level positions in National Dairy Development Board (NDDB), including as the Executive Director, besides serving as a member on the Board of NDDB.

The Board commends to the Members his appointment as Director of the Company.

None of the Directors, except Dr. Nagaraj Belavadi, is interested in the above resolution.

By order of the Board of Directors

For Dairy Health and Nutrition Initiative India Foundation

**Arun Pandhi
DIRECTOR**

(DIN: 02244978)

DATE: September 30, 2020

PLACE: Mumbai

To,
The Members
Dairy Health and Nutrition Initiative India Foundation

Your Directors are pleased to present the Fourth Annual Report and the Audited Financial Statements of the Company for the year ended March 31, 2020.

Financial Results

Particulars	For the year ended on 31 st March 2020 (Amounts in Rs.)	For the year ended on 31 st March 2019 (Amounts in Rs.)
Total Income	9,65,99,471	9,08,14,863
Less: Total Expenditure	9,65,99,111	9,08,14,863
Excess of Income over Expenditure	360	Nil

Operations

DHANII was incorporated under Section 8 of the Companies Act, 2013 on 1st September, 2016 and is limited by Guarantee and does not have Share Capital.

The objective of the Company is to assist in the promotion, production and maintenance of quality livestock and to increase production and distribution of good quality milk and milk products and to undertake operations with respect to encouragement of related activities.

The Company incurs expenditure by way of grants which are given towards meeting the objects of the Company and programme expenses which represent initiatives/activities undertaken by the Company.

DHANII, with technical support of NDDDB Dairy Services (NDS), has assisted in the establishment of 5 Milk Producer Companies (**MPCs**) in Rajasthan (Sakhi Mahila Milk Producer Company Ltd., Alwar and Asha Mahila Milk Producer Company Ltd., Bali); Punjab (Ruhaanii Milk Producer Company Ltd., Mansa); Maharashtra (Indujaa Mahila Milk Producer Company Ltd., Yavatmal) and Uttar Pradesh (Shwethdara Mahila Milk Producer

Dairy Health and Nutrition Initiative India Foundation

REGD OFFICE: Centre for Micro Finance, D-240, D Block, Behind World Trade Park, Malviya Nagar, Jaipur, Rajasthan – 302 017
CIN No.: U74999RJ2016NPL055879, Phone No. +91 141 4025909, Email ID: dhaniico@gmail.com, Website: www.dhanii.org

Company Ltd., Pratapgarh). To ensure fair prices for their milk, these producers are being organized under Producer Companies, which are equipped with latest technologies, infrastructure and assured market linkages. During the Financial Year 2019-20: -

- (a) A total of around 953 villages have been covered with ~43,000 members as against the target of 40,000.
- (b) Milk collection for all five MPCs was 151,700 KgPD as on March 31, 2020.
- (c) Expansion plan has been approved for all the five MPCs

Plans for Financial Year 2020-21: -

- (a) Expansion plan to be rolled out to cover additional approved villages
- (b) Select MPCs would be coming up with their products (Ghee in the first phase)

Deposits

During the year under review, the Company neither accepted nor renewed any fixed deposits falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014.

Corporate Social Responsibility (CSR)

The provisions of the Companies Act, 2013 relating to CSR were not applicable to the Company during the financial year.

Directors' Responsibility Statement

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, your Directors, to the best of their knowledge and belief and according to information and explanation obtained by them, confirmed that:

- (a) In the preparation of the annual accounts for the year ended on 31st March 2020, 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 as at 31st March 2020 and of the particulars of Income over Expenditure of the Company for the period ended on that date;

- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting 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 are adequate and operating effectively.

Meetings of the Board

During the year, 2 (Two) Board Meetings were held on September 25, 2019 and March 3, 2020.

Directors

There has been no change in the constitution of the Board of Directors during the year under review.

Mr. Mehrab Irani and Dr. Nagaraj Belavadi, were appointed as Additional Directors by the Board of Directors with effect from April 1, 2020 to hold the office till the ensuing Annual General Meeting (AGM). Mr. Irani and Dr. Belavadi being eligible, are proposed to be appointed as Directors at the AGM. The Board commends their appointment at the AGM.

Details of Fraud Reported by Auditors

No fraud has been reported by the Auditors under Section 143(12) of the Companies Act, 2013.

Auditors

M/s. Deloitte Haskins & Sells LLP Chartered Accountants, Mumbai (Firm Registration No. 117366W/W-100018) were appointed as the Statutory Auditors of the Company for a period of 5 (Five) years from the conclusion of the First Annual General Meeting till the conclusion of the Annual General Meeting to be held in the year 2022.

The Auditors Report for the Financial Year 2019-20 do not contain any qualifications, reservations or adverse remarks.

Subsidiary and Associate Companies

The Company does not have any Subsidiary/Associate/JV company.

Particulars of Loans, Guarantees or Investments

The Company did not give any loans, guarantees or make any investment pursuant to the provisions of Section 186 of the Companies Act, 2013.

Particulars of Employees

The Company had no employees who were in receipt of remuneration exceeding the amount under section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 during the financial year.

Related Party Transactions

During the year, the Company has not entered into any related party transactions.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

In view of the nature of activities being carried on by the Company, the provisions of Rule 8 of Companies (Accounts) Rules, 2014 regarding conservation of energy and technology absorption respectively are not applicable to the Company.

There was no inflow or outflow of foreign exchange involved during the year under review.

Material changes and commitments, if any, affecting the financial position of the Company

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year and the date of this Report.

Details of significant material orders passed by the Regulators / Courts / Tribunals impacting the going concern status and Company's Operations in future

There are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company and its future operations. Hence, no disclosure pursuant to Rule 8 (5) (vii) of Companies (Accounts) Rules, 2014 is required.

Extract of Annual Return

Pursuant to Section 92(3) of the Act and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the extract of Annual Return in Form MGT-9 is annexed as Annexure to this Report.

Details in respect of adequacy of internal financial controls with reference to the Financial Statements pursuant to Rule 8 (5) (viii) of Companies (Accounts) Rules, 2014

The Company has an adequate internal financial control system, commensurate with the size of its business operations.

Risk Management Policy

The Company does not have a formal risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

Acknowledgement

Your Directors wish to place on records their sincere appreciation for the assistance and support extended by the Consultants, Advisors, Sir Dorabji Tata Trust and NDDDB Dairy Services. We look forward to their continued support in future.

For and on behalf of the Board

Arun Pandhi
Director
(DIN-02244978)

Mehrab Irani
Director
(DIN-07845807)

Place: -

Date: -September____, 2020

Dairy Health and Nutrition Initiative India Foundation

REGD OFFICE: Centre for Micro Finance, D-240, D Block, Behind World Trade Park, Malviya Nagar, Jaipur, Rajasthan – 302 017
CIN No.: U74999RJ2016NPL055879, Phone No. +91 141 4025909, Email ID: dhaniico@gmail.com, Website: www.dhanii.org

To
The Members of
Dairy Health and Nutrition Initiative India Foundation Report on the Audit of the Financial Statements
Opinion

We have audited the accompanying financial statements of Dairy Health and Nutrition Initiative India Foundation (“the Company”), which comprise the Balance Sheet as at 31 March 2020, and the Statement of Income and Expenditure, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended (“Accounting Standards”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2020, and its Excess of Income over expenditure, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon.

- Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Act with respect

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the

disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit 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 purposes 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, the Statement of Income and Expenditure, the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. Reporting on the adequacy of Internal Financial Control Over Financial Reporting of the Company and the operating effectiveness of such controls, under section 143(3)(i) of the Act is not applicable in view of the exemption available to the Company in terms of the notification no. G.S.R. 583(E) dated 13 June 2017 issued by the Ministry of Corporate Affairs, Government of India, read with general circular No. 08/2017 dated 25 July 2017.
 - g. In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
 - h. 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, as amended 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.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, is not applicable to the Company, as the Company is licensed to operate under section 8 of the Companies Act, 2013 as specified in paragraph 1(2)(iii) of the Order.

For Deloitte Haskins & Sells LLP
Chartered Accountants

(Firm's Registration No. 117366W/W-100018)

Mumbai, 30 September 2020

Joe Pretto
(Partner)
(Membership No. 77491)
(UDIN: 20077491AAAAABX4085)

Balance Sheet

Dairy Health and Nutrition Initiative India Foundation

(Private company limited by guarantee)

Balance Sheet as at 31 March, 2020

Particulars		Note No.	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
I	LIABILITIES			
1	Funds			
	(a) Reserves and Surplus	3	360	-
2	Non Current liabilities			
	(a) Other Non Current Liability	4	89,332	50,994
3	Current liabilities			
	(a) Trade Payables			
	Micro and Small Enterprises	5	-	-
	Other than Micro and Small Enterprises		55,05,505	40,09,971
	(b) Other current liabilities	6	41,06,423	3,13,71,553
			97,01,620	3,54,32,518
	TOTAL		97,01,620	3,54,32,518
II	ASSETS			
1	Non Current Assets			
	(a) Fixed Assets			
	Tangible Fixed Assets	7	89,332	50,994
	(b) Long Term Loans and Advances	8	4,88,032	2,21,570
2	Current Assets			
	(a) Cash and Cash Equivalents	9	91,24,256	3,51,51,707
	(b) Other Current Assets	10	-	8,247
	TOTAL		97,01,620	3,54,32,518
See accompanying notes forming part of the financial statements		1-18		
In terms of our report attached				
For Deloitte Haskins & Sells LLP		For and on behalf of		
Chartered Accountants		Dairy Health and Nutrition Initiative India Foundation		
Joe Pretto		Arun Pandhi	Mehrab Irani	
Partner		Director	Director	
		DIN: 02244978	DIN: 07845807	
Mumbai, Date		Mumbai, Date		

Statement of Income and Expenditure



Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Statement of Income and Expenditure for the year ended 31 March, 2020

Particulars	Note No.	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
I INCOME			
(a) Grant income	11	9,65,99,111	9,08,14,863
(b) Other income	12	360	-
Total Income		9,65,99,471	9,08,14,863
II EXPENDITURE			
(a) Grant Expenses	13	7,87,69,900	7,96,80,000
(b) Professional Charges		1,42,04,250	85,39,715
(c) Other Expenses	14	35,81,041	25,61,911
(d) Depreciation	7	43,920	33,237
Total Expenditure		9,65,99,111	9,08,14,863
III Excess of Income over Expenditure before tax		360	-
Tax expense		-	-
Excess of Income over Expenditure for the year		360	-
See accompanying notes forming part of the financial statements	1-18		

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of
Dairy Health and Nutrition Initiative India Foundation

Joe Pretto

Arun Pandhi

Mehrab Irani

Partner

Director

Director

DIN: 02244978

DIN: 07845807

Mumbai, Date

Mumbai, Date

Cash Flow Statement

Dairy Health and Nutrition Initiative India Foundation
Cash Flow Statement for the year ended 31 March 2020

Particulars	Note No.	For the period for the year ended 31 March, 2020 (Rs.)	For the period for the year ended 31 March, 2019 (Rs.)
A. Cash flow from operating activities			
Excess of Income over Expenditure		360	-
Adjustments for Non Cash Items:			
Depreciation		43,920	33,237
Interest on fixed deposits		(4,30,287)	(21,60,697)
Excess of Income over Expenditure before working capital changes		(3,86,007)	(21,27,460)
Adjustments for changes in working capital:			
Other Non Current Liabilities		38,338	(33,237)
Trade Payables		14,95,534	28,68,885
Other Current Liabilities		(2,72,65,130)	1,64,16,777
Other Current Assets		8,247	14,278
Cash flow generated from operating activities		(2,61,09,018)	1,71,39,243
Income tax paid		(2,66,462)	(2,16,070)
Net cash flow (Used) / generated from operating activities (A)		(2,63,75,480)	1,69,23,173
B. Cash flow from investing activities			
Net cash flow from investing activities (B)		-	-
C. Cash flow from financing activities (C)			
Purchase of fixed assets		(82,258)	-
Interest received on fixed deposits with bank		4,30,287	21,60,697
Net cash flow generated from financing activities (C)		3,48,029	21,60,697
Net increase in Cash and cash equivalents (A+B+C)		(2,60,27,451)	1,90,83,870
Cash and cash equivalents at the beginning of the period		3,51,51,707	1,60,67,837
Cash and cash equivalents at the end of the year		91,24,256	3,51,51,707
Reconciliation of Cash and cash equivalents with the Balance Sheet:			
Cash and cash equivalents as per Balance Sheet (Refer Note 8)		91,24,256	3,51,51,707
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements		-	-
Net Cash and cash equivalents (as defined in AS 3 Cash flow statement) included in Note 8		91,24,256	3,51,51,707
See accompanying notes forming part of the financial statements	1-18		
In terms of our report attached. For Deloitte Haskins & Sells LLP Chartered Accountants		For and on behalf of Dairy Health and Nutrition Initiative India Foundation	
Joe Pretto Partner		Arun Pandhi Director DIN: 02244978	Mehrab Irani Director DIN: 07845807
Mumbai, Date		Mumbai, Date	

**DAIRY HEALTH AND NUTRITION INITIATIVE INDIA FOUNDATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

1. Corporate Information:

Dairy Health and Nutrition Initiative India Foundation ("the Company") is incorporated on 1 September, 2016 as a private company limited by guarantee and not having a share capital and has been granted a license under Section 8(1) of the Companies Act, 2013 by Ministry of Corporate Affairs, Government of India, vide its license number: 107653 dated 29 August, 2016. The objective of the company is to assist in the promotion, production and maintenance of quality livestock and to increase production and distribution of good quality milk and milk products and to undertake operations with respect to encouragement of related activities.
The Company incurs expenditure by way of grants given towards objects and Programme expenses which represents initiatives/activities undertaken by the Company.

2. Significant Accounting Policies:

A. Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the 2013 Act").

The financial statements are prepared under the historical cost convention on accrual basis. The company is a small and medium sized company as defined in the General instructions in respect of Accounting Standards specified under section 133 of the Companies Act, 2013. Accordingly the company has complied with the Accounting Standards as applicable to Small and Medium sized Company.

B. Use of Estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

C. Revenue Recognition:

- Earmarked grants are initially credited to a liability account in the Balance Sheet and are transferred to Statement of Income and Expenditure in the year in which and to the extent to which the Company complies with the conditions attached to them.
- Donations are recognized as income in Statement of Income and Expenditure in the period in which the collections are actually received.
- Interest Income is recognized on time proportion basis taking into account the amount outstanding.

D. Expenses towards objects:

Grant expenses represents expenses towards particular programmes, which are executed in collaboration with other charitable organization.
Programme expenses represent expenses towards programmes which are executed by the Company.

E. Fixed Assets:

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and any attributable cost of bringing the assets to its working condition for its intended use.

Components of Grants utilized for meeting costs of capital assets are disclosed as 'Grant for Capital Assets' as a part of 'Other Non-Current Liabilities'. Costs of such assets are capitalized. Amount equivalent to depreciation provided on such asset is released from Capital Grant to Income and Expenditure Account.

F. Depreciation:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. The depreciation is calculated on straight line method as per the useful / estimated life prescribed in Schedule II to the Companies Act, 2013.

Following are the categories of assets and useful life considered based on Schedule II to the Companies Act 2013:

Assets	-	Estimated Useful Life
Office Equipment	-	5 years
Computers	-	3 years
Furniture & Fixtures	-	10 years

G. Expenses towards objects:

Grants paid represents expenses towards particular programmes which are executed in collaboration with other organisation's.

H. Employee Benefits:

Short Term Benefits:

Short term Employee Benefits are accounted as an expense in the Income and Expenditure account in the year in which services are rendered.

I. Provisions and Contingencies:

A provision is recognized when the Company has a present obligation as a result of past events 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 (excluding retirement benefits) 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. Contingent liabilities (if any) are disclosed in the Notes. Contingent assets are neither recognised nor disclosed in the financial statements.

J. Operating cycle:

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Notes forming part of the financial statements

Note 3 Reserves and Surplus

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Income and Expenditure Account		
Opening balance	-	-
Add: Excess of Income over Expenditure for the year	360	-
Closing Balance	360	-

Note 4 Other Non Current Liability

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Capital Grant		
Balance at beginning of the year	50,994	84,231
Add: Received during the year	82,258	-
Less: Transferred to Statement of Income and Expenditure	43,920	33,237
	89,332	50,994

Note 5 Trade Payables

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

a) An amount of Rs. NIL (PY Rs. NIL) was due and outstanding to suppliers as at the end of the accounting period on account of Principal and Interest.

b) No interest was paid during the period in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 and no amount was paid to the supplier beyond the appointed day.

c) No interest is payable at the end of the period other than interest under Micro, Small and Medium Enterprises Development Act, 2006.

d) No amount of interest was accrued and unpaid at the end of the accounting period.

The above information regarding Micro, Small and Medium Enterprises 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.

Note 6 Other Current Liabilities

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Earmarked Grant		
Balance at beginning of the year	3,10,24,049	1,48,54,476
Add: Received during the year	7,16,98,477	10,38,32,000
Add: Refund received from Onward Grantee during the year	1,61,12,407	1,86,75,192
Add: Interest earned during the year	4,30,287	21,60,698
Less: Transferred to Statement of Income and Expenditure	9,65,55,191	9,07,81,626
Less: Refund paid to Donor during the year	1,90,55,108	1,77,16,691
Less: Transferred to Capital Grant	82,258	-
	35,72,663	3,10,24,049
(b) Statutory Remittances	5,33,760	3,47,504
Total	41,06,423	3,13,71,553

Note: The amount unutilised from Earmarked Funds represent amount received from various donors and sponsors for specific projects under taken/ to be undertaken by the company which have remained unutilized as at the Balance Sheet date.

Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Notes forming part of the financial statements

Note 7 Fixed Assets

Sr. No.	Particulars	Gross Block (at Cost)			Depreciation				Net Block	
		As at 1 April, 2019	Addition during the year	Deduction / sales during the year	As at March 31, 2020	As at 1 April, 2019	For the year	Adjustments during the year	As at March 31, 2020	As at March 31, 2019
	Assets purchased from Donors Funds									
	Tangible Assets									
1	Computers	99,710	82,258	-	1,81,968	48,716	43,920	-	92,636	89,332
		<i>99,710</i>	<i>-</i>	<i>-</i>	<i>99,710</i>	<i>15,479</i>	<i>33,237</i>	<i>-</i>	<i>48,716</i>	<i>50,994</i>
	Total	99,710	82,258	-	1,81,968	48,716	43,920	-	92,636	89,332

Note

1) Previous year figures are in italics

Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Notes forming part of the financial statements

Note 8 Long Term Loans and Advances

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Advance Income Tax (TDS Receivable)	4,88,032	2,21,570
	4,88,032	2,21,570

Note 9 Cash and Cash Equivalents

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Balances with banks		
In Current Account	91,24,256	79,51,707
Fixed Deposit Accounts	-	2,72,00,000
	91,24,256	3,51,51,707
Note:		
(i) Of the above, the balances that meet the definition of cash and cash equivalent as per AS-3 Cash Flow Statement is:	91,24,256	3,51,51,707

Note 10 Other Current Assets

Particulars	As at 31 March, 2020 (Rs.)	As at 31 March, 2019 (Rs.)
Interest Accrued on Fixed Deposits	-	8,247
	-	8,247

Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Notes forming part of the financial statements

Note 11 Grant Income

Particulars	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
Grant Income		
Transferred from Earmarked Funds	9,65,55,191	9,07,81,626
Transferred from Capital Grant Funds	43,920	33,237
Total	9,65,99,111	9,08,14,863

Note 12 Other Income

Particulars	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
Interest on Income Tax Refund	360	-
Total	360	-

Note 13 Grant Expenses

Particulars	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
Grants Expenses	7,87,69,900	7,96,80,000
Total	7,87,69,900	7,96,80,000

Note 14 Other Expenses

Particulars	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
Legal and Professional Charges	21,57,933	12,13,221
Statutory Audit Fees (refer note below)	2,95,000	2,95,000
Internal Audit Fees	5,31,000	7,222
Travel, Lodging & Boarding expenses	5,10,163	9,31,117
Printing & Stationary	73,019	87,438
Insurance	3,957	2,026
Interest on TDS	3,375	1,380
Bank Charges	353	130
Computer Expenses	5,841	19,067
Miscellaneous Expenses	400	5,310
Total	35,81,041	25,61,911

Note:

Particulars	For the year ended 31 March, 2020 (Rs.)	For the year ended 31 March, 2019 (Rs.)
Auditors Remuneration:		
Statutory Audit Fees	2,50,000	2,50,000
Goods and Service Tax thereon	45,000	45,000
Total	2,95,000	2,95,000

Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)
Notes forming part of the financial statements

Note 15 Unspent Grants as at 31 March, 2020

Programme	Project Description	Opening Balance as at 1 April, 2019	Grants received during the year ended 31 March, 2020	Refund by Onward Grantee during the year ended 31 March, 2020	Interest earned during the year ended 31 March, 2020	Transferred to Income and Expenditure Account	Grants refunded to Donor during the year ended 31 March, 2020	Transferred to Capital Grant	Closing Balance as at 31 March, 2020
Sir Dorabji Tata Trust	Tata Dairy Mission Phase 1- Grant 1 dated October 7, 2016 (Sakhi, Asha & Shwetthara Phase - 1)	26,26,355	1,21,65,209	-	87,786	-	1,30,19,500	-	18,59,850
SDDT/TDM/DH/DK/AG/NI/2016-17		63,09,989	1,21,73,192	-	1,13,865	41,99,000	1,17,71,691	-	26,26,355
SDDT/TDM/DH/DK/NI/2016-17	Tata Dairy Mission Phase 1- Grant 2 dated December 19, 2016 (Ruhaani Phase - 1)	6,09,078	32,32,771	-	-	-	38,36,642	-	5,207
SDDT/MUM/OTHER/DHANI/AG/CK/2017-18/003	Tata Dairy Mission Phase 1- Grant 3 dated June 8, 2017 (Maahi)	38,35,387	65,02,000	-	34,691	38,18,000	59,45,000	-	6,09,078
SDDT/MUM/OTHER/DHANI/AG/CK/2017-18/003	Tata Dairy Mission Phase 1- Grant 4 dated July 26, 2017 (NDS)	(431)	7,14,427	-	-	44,60,000	7,14,427	-	(431)
Core Grant	Core Grant - Grant 5	1,74,823	12,51,000	57,477	9,430	14,26,254	-	-	22,42,153
SDDT/MUM/DHA/DHA/NI/2018-2019/0004/VK/ck	Expansion Plan of Milk Producer Companies Operations - Grant 6 dated May 8, 2018 (Sakhi Phase - 2)	45,34,277	-	-	1,58,375	25,17,406	-	-	21,75,246
SDDT/MUM/DHA/DHA/NI/2018-2019/0004/VK/ck	Expansion Plan of Milk Producer Companies Operations - Grant 7 dated May 8, 2018 (Asha Phase - 2)	27,97,851	-	-	28,863	27,97,000	-	-	29,714
SDDT/MUM/DHA/DHA/NI/2018-2019/0005/VK/ck	Expansion Plan of Milk Producer Companies Operations - Grant 8 dated May 8, 2018 (Indujaa)	1,46,335	2,82,35,000	-	851	2,54,38,000	-	-	27,97,851
SDDT/MUM/DHA/DHA/NI/2018-2019/0005/VK/ck	Tata Dairy Mission Phase 2- Grant 8 dated May 8, 2018 (Indujaa)	2,11,85,076	1,47,65,000	1,88,75,000	1,46,335	1,47,65,000	-	-	1,46,335
SDDT/MUM/DHA/DHA/NI/2018-2019/0006/VK/ck	Dairy Development Project in Vidarbha & Maharashtra Region of Maharashtra - Grant 9 dated May 8, 2018	14,84,539	5,31,31,000	-	17,06,581	3,36,52,505	14,84,539	-	2,11,85,076
SDDT/MUM/RPA/DHA/NI/2019-2020/0082-AK/al	Core Expenses for DHANII Admin Grant	-	19,90,000	-	-	5,05,461	-	-	14,84,539
SDDT/MUM/RPA/DHA/NI/2019-2020/0083-AK/a	Expansion Plan of Sakhi Mahila Milk Producer Company Limited, Alwar (Phase 3)	-	71,10,000	-	39,444	33,20,944	-	82,258	37,46,242
SDDT/MUM/RPA/DHA/NI/2019-2020/0088-AK/al	Two Years Extension of Support Services being provided by NDDB Dairy Services (NDS)	-	60,77,000	-	-	75,96,250	-	-	(15,19,250)
SDDT/MUM/RPA/DHA/NI/2019-2020/0089-AK/al	Extension of Productivity Enhancement Services in Villages Covered by Three Milk Producer Companies	-	1,06,99,000	-	20,553	1,06,98,900	-	-	20,653
Total		3,10,24,049	1,61,12,407	10,38,32,000	4,30,287	9,65,55,191	1,90,55,108	82,258	35,72,663
		1,48,54,476	1,86,75,192	-	21,60,698	9,07,81,626	1,77,16,691	-	3,10,24,049

Note: Previous year figures are disclosed in italics.

**Dairy Health and Nutrition Initiative India Foundation
(Private company limited by guarantee)**

Notes forming part of the financial statements

Note 16 The Company is registered under Section 12AA of the Income Tax Act, 1961 which entitles it to claim an exemption from income tax, provided certain conditions laid down in the Income Tax Act, 1961 are complied with. Provision for income tax would be made only in the year in which the Company is unable to establish reasonable certainty of its ability to fulfil these conditions. The Company has also obtained a certificate under 80G of the Income Tax Act, 1961.

Note 17 COVID-19 impact on projects

Government's response to COVID-19 in the form of lockdown and other containment measures were sudden and unprecedented. Nationwide lockdown starting from 24th March for 3 weeks had brought to a standstill most activities.

Milk Procurement activities were functioning during the 3-week total lockdown. All dairy cooperatives were fully functional throughout the lockdown period. DHANII team have to ensure coordination with the dairy cooperatives. DHANII stop operations for 5 days in every month to break the COVID19 chain.

In all these projects, the staff were strictly adhering to protocols given by the government as well as DHANII / Tata Trusts.

Although there were restrictions on travel, DHANII has managed to carry out its activity to a large extent due to coordination at district level and with National Dairy Development Board (NDS). However the financial impact for 2019 -20 from these activities are not material.

Note 18 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and behalf of the Board of Directors

Arun Pandhi
Director

DIN: 02244978

Mumbai, Date

Mehrab Irani
Director

DIN: 07845807

Mumbai, Date



Dairy Health and Nutrition Initiative India Foundation