

मीडिया लैब एशिया  
**Media Lab Asia**

वार्षिक प्रतिवेदन

# Annual Report

**2014-2015**





# Annual Report 2014-2015

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## CORPORATE INFORMATION

### Board of Directors of Media Lab Asia (during the year 2014-15)

#### *Chairman*

**Shri Ravi Shankar Prasad** (ex-Officio)

Hon'ble Minister of Communications & Information Technology, Govt. of India

#### *Directors*

**Shri R.S. Sharma**, IAS (ex-Officio)

Secretary to Government of India

Department of Electronics & Information Technology (DeitY),

Ministry of Communications and IT

**Shri Swadheen S Kshatriya**

Chief Secretary, Government of Maharashtra (ex-Officio)

**Mr. J.B. Mohapatra** (until 08/12/2014)

Joint Secretary and Financial Adviser, Department of Electronics & Information Technology,

Ministry of Communications and Information Technology, Government of India

**Ms. Anuradha Mitra**

Joint Secretary and Financial Adviser, Department of Electronics & Information Technology,

Ministry of Communications and Information Technology, Government of India

**Dr. F. C. Kohli**

Former Deputy Chairman, Tata Consultancy Services Ltd.

**Shri R. Chandrashekhar** (from 29/11/2014)

President, NASSCOM

**Shri R. Bhattacharya IAS** (until 31/12/2014)

Secretary, Department of School Education & Literacy, Ministry of HRD, Govt. of India

**Shri Kiran Karnik**

Former President, NASSCOM

**Dr. Saurabh Srivastava**

Founder, Indian Angel Network

**Prof. Devang Khakhar**

Director, IIT Bombay

**Shri Anoop Kumar Agrawal**

President & CEO, National e-Governance Division, Media Lab Asia

**Shri Arun Sachdeva** (until 31/12/2014)

Scientist G, DeitY

**Shri R.K. Goyal, IAS** (from 01/01/2015)

Joint Secretary, DeitY and Managing Director & CEO, Media Lab Asia

## **Senior Executives**

### *Managing Director & CEO*

Shri G.V. Ramaraju (until 30.06.2014)

Shri Arun Sachdeva (until 31.12.2014)

Shri R.K. Goyal IAS (from 01.01.2015)

### *Research & Development*

Shri Anoop Kumar Agrawal, IAS, President & CEO, NeGD

Prof. Narendra Ahuja, Director, IT Research Academy

Shri V.K. Bhatia, Sr. Director (Research), Media Lab Asia

Shri Bhavani Prasad Yerrapalli, Research Director, Media Lab Asia

### *Finance and Administration*

Shri George Arakal, Director (Admin & Finance)

Shri K.P. Sivadas, Manager Accounts

### *Auditors*

A.P.Sanzgiri & Co.

Chartered Accountants, Mumbai – 400 055

## **Registered & Corporate Office**

### **Media Lab Asia**

Samrudhi Venture Park,

4th Floor, Central MIDC Road,

Andheri (E), Mumbai – 400 093

**CIN** : U72900MH2001NPL133410

**TEL** : (022) 28312931/28327505

**FAX** : (022) 28379158

**Website** : [www.medialabasia.in](http://www.medialabasia.in)

**Email** : [contact@medialabasia.in](mailto:contact@medialabasia.in)

## **Research Hub**

### **Media Lab Asia**

708-723, 7<sup>th</sup> Floor,

Devika Tower, 6 Nehru Place,

New Delhi – 110019

### **Media Lab Asia – National e-Governance Division (NeGD)**

4<sup>th</sup> Floor, Electronics Niketan,

6 CGO Complex, Lodhi Road,

New Delhi – 110 003

### **Media Lab Asia – Information Technology Research Academy (ITRA)**

Block 4, 2<sup>nd</sup> Floor, CDoT Campus

Chhatarpur, Mehrauli

New Delhi, 110030

### **Media Lab Asia – Vivesvaraya Phd scheme for Electronics & IT**

Room No. 2084, 2<sup>nd</sup> Floor, Electronics Niketan,

6 CGO Complex, Lodhi Road,

New Delhi – 110 003

## **Members of Technical Advisory Board** (as on 31.03.2015)

### **Prof S. V. Raghavan**

Scientific Secretary in the Office of the Principal Scientific Adviser to the Government of India, New Delhi

### **Secretary to Government of India**

Department of Science and Technology

Ministry of Science and Technology, Government of India, New Delhi

### **Dr. Ashok S. Kolaskar**

Former Advisor, National Knowledge Commission, New Delhi

Former Vice-Chancellor, University of Pune

### **Prof. N. Balakrishnan**

Department of Aerospace Engineering and Super Computer Education and Research Centre

Indian Institute of Science, Bangalore

### **Prof. Anil K. Gupta**

Indian Institute of Management, Vastrapur, Ahmedabad

**Director**, All India Institute of Medical Sciences, New Delhi

**Director**, Tata Institute of Fundamental Research, Mumbai

### **Representative**

Department of School Education and Literacy

Ministry of Human Resource Development, Government of India, New Delhi

### **Prof. Krithi Ramamritham**

Indian Institute of Technology – Bombay, Mumbai

### **Prof. Anupam Basu**

Department of Computer Science and Engineering

Indian Institute of Technology, Kharagpur

### **Director**

Indian Institute of Technology, Kanpur

### **Prof. Ashok Jhunjhunwala**

Department of Electrical Engineering

Indian Institute of Technology, Madras

### **Director**

Indian Institute of Technology, New Delhi

### **Dr. C. Muralikrishna Kumar**

Sr. Adviser (CIT and I), NITI Ayog, Government of India

New Delhi

### **Shri R.K. Goyal, IAS (Additional Charge)**

Joint Secretary

Department of Electronics and Information Technology (DeitY), Govt. of India



## FOREWORD



It is my proud privilege to present 14<sup>th</sup> Annual Report of Media Lab Asia for the year 2014-15. The report provides an account of various activities, products developed or deployed, and recognitions given by various agencies, in addition to the Balance Sheet and information with regard to the company during the period.

I am happy to inform that Media Lab Asia has become ISO 9001:2008 certified company for services related to design, development and applications of Information & Communication Technologies (ICT) for Healthcare, Education, Livelihood Enhancement and Empowerment of Persons with Disabilities.

During the year, MLAsia was entrusted with the ambitious project of assisting the Department of Electronics & Information Technology (DeitY) in enhancing the number of PhDs in the ICT sector covering ESDM (Electronics System Design and Manufacturing) sector. The project has a vision of providing 3000 PhDs over the next 9 years. I am sure the outcome of this initiative is further going to add to the overall goal of MLAsia that is well described by its tag line 'Innovating for Digital Inclusion'.

Development of centralized system for Heart Rate Variability (HRV) analysis is a path breaking project undertaken in partnership with All India Institute for Medical Sciences (AIIMS), Delhi. The objective is to analyze HRV - an important system performance indicator not only in health but in several diseases as well

The development work in the areas of Livelihood enhancement, particularly in empowering farmers with right information at right time and the artisans in embroidery & weaving in coming out with the new designs at a relatively faster pace besides preserving their traditional designs.

I am happy to inform that MLAsia facility at C-DOT Campus, Delhi was made operational and ITRA activities shifted to this new location.

The 24<sup>th</sup> Board and 13<sup>th</sup> Annual General Meetings of the company were held on 29<sup>th</sup> November, 2014 under the Chairmanship of Sh. Ravi Shankar Prasad ji, Hon'ble Minister Communications & IT. The meetings were attended by Sh. R.S. Sharma, Secretary DeitY, Sh. J.B. Mohapatra, JS&FA DeitY and other Directors of the Board and Members of the General Body.

The company, in its activities and successes, was fortunate to be guided and mentored by eminent people with thought leadership and vision at the Board of Directors (BoD), Members of the company, Technical Advisory Board, DeitY and many others. Specifically I would like to acknowledge the excellent support received from Hon'ble Minister for Communications & IT & Chairman, BoD; the Directors and Members of MLAsia. The activities of the year are covered in this report giving us the confidence that MLAsia continues to play a prominent role in development and deployment in the chosen areas of ICT in coming years. I thank all of them for their excellent support and pledge of work that came in the lives of the common man to serve through innovation and technology.

**M.R. Anand**  
**Managing Director & Chief Executive Officer**

## **Boards' Report**

## BOARD'S REPORT

The Directors have pleasure in presenting the Fourteenth Annual Report and Audited Statements of Accounts for the year ended March 31, 2015.

### Operating Results for the Year Ended March 31, 2015

Particulars	Rs. (in Lakhs)	Rs. (in Lakhs)
	March 31, 2015	March 31, 2014
<b>Income</b>	<b>6764</b>	<b>5474</b>
Research and/or Development Expenditure	5972	4921
Other Expenditure	792	553
<b>Total Expenditure</b>	<b>6764</b>	<b>5474</b>

### Performance of the Company

#### 1. Introduction

Media Lab Asia is a not-for-profit organization set up under Section 25 of the Companies Act, 1956 (now Section 8 under Companies Act, 2013) by the Department of Electronics and Information Technology (DeitY), Ministry of Communications and Information Technology (MCIT), Government of India, with an aim to bring the benefits of Information and Communication Technologies (ICT) to the common man and the needy.

The Company is engaged in the areas of Livelihood Enhancement, (Agriculture, CAD tools for artisans, ERP for SMEs etc.), Healthcare, Empowerment of differently abled and Education. Media Lab Asia is strengthening delivery of ICT solutions for differently abled, women & children and tribes. In this endeavor it is working with Govt. (User Departments/Ministries), R&D Institutions, Academia, Industry, NGOs & other organizations / stake-holders etc.

Media Lab Asia focuses on 'Lab to Land' and "early harvest" projects useful for the masses.

Media Lab Asia has achieved reasonable success in its efforts in developing & deploying ICTs for the benefit of common man. Media Lab Asia has gained experience of over a decade in understanding the needs of the field, role of ICT for grassroots applications through conceptualization, projects preparation, development and its deployment on ICT based technologies, products and services.

#### 2. Background

Cabinet in July 2003, approved full scope programme with restructured business plan for Media Lab Asia, initially for a period of 9 years, after which Media Lab Asia programme was to be reviewed. In pursuance of the same, DeitY, in October, 2011, constituted a Working Group to review the performance of Media Lab Asia. The Working Group was chaired by Dr. R. Chidambaram, Principal Scientific Adviser to the Government of India.

The Working Group reviewed the performance of Media Lab Asia and noted that the activities were taken up as per the business plan approved by the cabinet in 2003 and as per the subsequent recommendations by the Technical Advisory Board as also those of the review Committee of Department of Electronics and IT (DeitY) for the scheme. The Working Group observed that Media Lab Asia has created a niche for itself and presents a unique platform to harness results of new research & emerging technologies to serve the needs of the common man with a range of applications through ICT intervention.

The role of Media Lab Asia in research-technology-commercialization value chain and the model required for scaling up the existing projects and development of marketable products/models, involvement of business market for commercialization of the product was assessed and the opportunity and role of Media Lab Asia was identified.

The Working Group opined that Media Lab Asia is a unique organization in its mandate which is very relevant and valuable in helping to address the national goals in alignment with Government plans and Media Lab Asia may continue and scale up its activities to utilize the structure created for the benefits of bringing the ICT to the lives of common man.

The Working Group recommended that budgetary support of the Government may continue for another ten years beyond the initially approved period of up to 30<sup>th</sup> April, 2012.

In 2009 & 2010 respectively, National e-Governance Division (NeGD) and IT Research Academy (ITRA) were added to Media Lab Asia as two other divisions with their respective agenda in reaching the scope & activities of Media Lab Asia. NeGD has been playing a pivotal role in assisting DeitY in discharging its key roles / tasks relating to Programme Management of National e-Governance Plan (NeGP). The Digital India programme of the Government of India has been entrusted to NeGD and Media Lab Asia is fully engaged in this activity. The onerous responsibility of the implementation of ITRA is an enabling programme, to help build a national resource for advancing the quality and quantity of R&D in Information and Communications Technologies and Electronics and its applications in IT and related institutions across India.

During the year, DeitY awarded Media Lab Asia implementation of its Vivesvaraya Phd scheme for Electronics & IT. The scheme is to create 3000 additional PhDs (1500 in Electronics and 1500 in IT/IT Enabled Services) at an estimated cost of Rs. 401 crore over a period of 9 years. In addition, 100 PhDs are to be supported by industry / State Government as a part of this scheme.

### **3. Achievements during 2014-2015**

#### **3.1. Ongoing Projects**

##### **3.1.1. 'Interactive Information Dissemination System (IIDS)'**

Interactive Information Dissemination System (IIDS)' has been designed after rigorous field study of various ICT initiatives in agriculture field in India and information needs assessment of farmers across 12 states of India covering 26 ICT initiatives in agriculture. IIDS is a pull & push based system where agriculture related information can be pulled by the farmers using the mobile phones. IIDS is a combination of Smart Phone Application, Interactive Portal and IVRS. There is a mobile interface at front end and web interface at the back end. Data would be transmitted through voice, text, images and videos from both ends (farmers to expert and back).

#### **Current Deployment of IIDS:**

IIDS was launched in the year 2013 by the then **Secretary, Department of Electronics and Information Technology (Deity), MCIT** in two Agricultural Universities namely Acharya N G Ranga Agricultural University, Hyderabad as Annapurna Krishi Prasaar Seva (AKPS) and Central Agricultural University, Imphal as m4agriNEI.

IIDS has become a useful tool in enhancing the extension outreach of Universities. IIDS has enabled the farmers to interact directly with their local scientists in their native language (currently in Telugu, Khasi and Garo) over a toll free number, disseminating the location specific information on their mobiles (text and voice messages in Telugu,

Khasi & Garo) and providing an option to the farmers to send their farm images & small videos using a smart phone application in IIDS.

Agricultural Scientists are using IIDS and providing farm & farmer specific information and solutions to the farmers' queries in real time as well as in offline mode. The experts using IIDS has an access to knowledge database and also the farmer database which enables them to understand the farmer and appreciate his field problems in a better way - **KYF – Know Your Farmer**.



IIDS structure & its implementation

The brief on the deployment of IIDS in the year 2014-15 is as follows:

### **Annapurna Krishi Prasaar Seva (AKPS)**

IIDS was field tested with 1200 farmers through 4 KVKs of Acharya N G Ranga Agricultural University (ANGRAU) upto 31<sup>st</sup> March 2014 under NAIP, ICAR project. After the completion of the NAIP project, an MoU was signed in April 2014 between MLAs and ANGRAU with an objective to continue the AKPS in the existing 4 KVKs with a revised target to include 2 more KVKs and to increase the farmers base to at-least 6000 farmers from 6 districts of the then undivided Andhra Pradesh during 2014-15.



Farmers using AKPS Services

Due to formation of new state (Telangana) in August 2014, AKPS is now being implemented by two Universities namely Acharya N G Ranga Agricultural University (ANGRAU) for Andhra Pradesh and Prof. Jayashankar Telangana State Agricultural University (PJTSAU) for Telangana. During the year, 5500+ new farmers from 1100+ villages from Andhra Pradesh and Telangana were registered for agro advisory services. 6900+ farmers were total registered with



AKPS by the end of the year. The KVKs are receiving queries from the registered farmers and providing need based advisories in Agriculture, Animal Husbandry and Fisheries. 2100+ queries of farmers were addressed by the experts from 6 KVKs during the year, with this more than 8000 queries were attended to and solutions provided since March 2013. Apart from the agro advisory services, KVKs also sent the 337 voice mails and 106 text messages in Telugu to the 6900+ farmers registered under the project on weather based agro advisories, precautionary & control measures for pests/diseases in rice, animal husbandry and fisheries.

### Mobile Based Agro Advisory System for North East (m4agriNEI)



M4agriNEI is a unique project in North East (NE) region (a first of its kind initiative in the field of agriculture) undertaken along with Central Agricultural University (CAU), Imphal (Manipur) with an objective to empower the farmers by providing right information on right time. A multimedia agro advisory lab is established at College of Post Graduate Studies, Barapani, Meghalaya of CAU with six work stations, two servers, a 30 Channel PRI line, a 2 MBPS lease line and a Toll Free No. The agro advisories are delivered in the local dialects viz. Khasi and Garo.

More than 1500 farmers were registered from Ri-Bhoi, East Khasi Hills, West Garo Hills and Jaintia Hills of Meghalaya during the year. So far, 5500+ farmers are registered with m4agriNEI including 1000 farmers from 'KIRAN' project of ICAR. 15 training and 11 awareness programs conducted on crop cultivation and livestock management which were attended by 800 farmers. 3500+ farmers benefited from 70 training & awareness programs conducted. More than 1900 advisories were delivered during the year on crop cultivation, pest & crop diseases, Artificial Insemination, piggery/poultry production and management. More than 3000 advisories were delivered since June 2014.

A feedback study was conducted to analyze the extent of utilization of the services provided by the m4agriNEI lab. The study was conducted in 11 out of 47 randomly selected villages in Ri-Bhoi district where the m4agriNEI project was undertaken. The study shows that the information provided through the m4agriNEI was clear and easily understandable (to 92% farmers) and was on time (to 76.14%). With regard to training programmes, 96.22% of the respondents expressed that the information received through training programmes is useful and clearly understandable, while 61.90% felt that training programmes acted as motivating force in raising more queries as per demand of the situation. Majority of the respondents i.e. 82.11% were satisfied with the information provided by the m4agriNEI team on pest and disease management on ginger.



Participation in North-East Agri Fair



Experts on Field Visit

The 'Working Group' on ICT in Agriculture of Media Lab Asia recommended to extend the m4agriNEI services to other NE states viz. Mizoram (for Animal Husbandry), Tripura (for Fisheries) and Arunachal Pradesh (for Horticulture)

in addition to Meghalaya (for agriculture) jointly in collaboration with the respective domain colleges of the Central Agricultural University in these states. With this, MLAsia would be in position to cater the farmers of all the major domains of agriculture in 4 states of NE region in their local dialects.

### 3.1.2 Deployment of Chic™ (CAD tool for crafts)



Kantha Embroidery Work at  
'Swayambhar Nari' NGO, Kolkata



Women Using Chic™ CAD tool at 'ADHAR' NGO,  
Kanpur

Chic™ is a software tool used by the artisans in making embroidery designs. It improves productivity, strengthens earlier design concepts and generates a variety of employment and trade opportunities. Designs can be transferred from computer to different materials like cloth and paper. Chic CAD software was customized for 'Kantha' embroidery by adding motifs that are primarily used for 'Kantha' work.

Deployment of CHIC CAD was undertaken along with 'ADHAR', an NGO in Kanpur. Chic™ CAD software was installed at their premises and 'Hands on Training' was provided to 7 master trainers. So far these master trainers have trained 70+ artisans and are expected to train another 700+ artisans.

### 3.1.3 ICT based integrated development program for women empowerment in Lallapura craft cluster, Varanasi

Media Lab Asia is executing the above mentioned project in collaboration with Sai Institute for Rural Development (SIRD). The objective of the project is to empower women in Lallapura craft cluster by deployment of various ICT based solutions / technologies including Chic™ (CAD Tool for Craft), Basic Computer training and health awareness programs etc. The project is supported by DeitY.

The ICT Based resource Centre has been established at Lallapura, Varanasi and project activities started w.e.f. 16 April 2014. The activities carried out under the project during the year are as under:

- Centre established with requisite infrastructure (Computers, Printers, Pen Tablets, Inverter, Tables, Chairs etc.)
- Sanctioned manpower recruited at the Centre – 5 project employees (1 Manager, 3 Coordinators, 1 Assistant)
- Seven social-economic sensitization/awareness programs conducted and one health camp organized (more than 500 persons benefitted)
- 193 women / girls trained on basic computer skills
- 80 women / girls trained on Chic™-CAD Tool for Craft. 240 Khaka patterns created

Health awareness programs were conducted on Anemia, Malaria, Chickenpox, Waterborne Diseases, Milk-borne Diseases, Smallpox, Cough/Cold, Tetanus, Roundworm etc. (more than 400 persons benefitted)



Dr. Ajay Kumar IAS, Additional Secretary, DeitY testing the tool during PRSG meeting of the project

#### **3.1.4 ICT in schools in North-East region of the country**

Digital classroom teaching has been implemented in Government Schools of state of Mizoram in collaboration with State Education Department to empower the teachers in rural areas of the state with Computer Aided Teaching tool. It helps in enhancing the concept clarity and interest in the teaching learning process.

1332 capsules of Computer aided software identified by the committee of Mizo teachers were installed in 250 schools. Capsules have the content on subjects of Physics, Chemistry, Biology, including practical & Maths for classes XI and XII, and Science & Technology, History, Civics, Geography, and Maths for Classes VIII to X.

Hardware for the project was provided by Govt. of Mizoram (a Computer connected to a 29" color Television through a PAL converter). Training was provided to about 900 teachers under this project.

#### **3.1.5 'Punarbhava™' ([www.punarbhava.in](http://www.punarbhava.in)) - Web portal to disseminate information related to disability field**

This web portal is created to benefit persons with disabilities, NGOs, professionals, policy makers, students, parents, community workers and other stakeholders in the field of disability. Information related to different disability issues is being disseminated through the portal and is accessible as per W3C guidelines. The information on portal is segregated under different sections such as Legal Instruments, Assistive Devices, Blogs, Accessible Content, Latest News, Events, Employment Opportunities, Publications and feedback. Two new sections viz. a.) Educational Games for Children with Disabilities and b.) Web page for NGOs working in Disability Field were created during the year. The portal is regularly updated and average daily hits have substantially increased from 3000 to 4000 during the year. It is a collaborative initiative with Rehabilitation Council of India (RCI), Govt. of India.

#### **3.1.6 'Punarjjani™' ([www.punarjjani.in](http://www.punarjjani.in)) – Web based tool to assist special teachers in assessment of children with mental retardation (MR)**

The special educators normally maintain detailed assessment & programming records of mentally challenged children and analyze them manually which is a time consuming and cumbersome task. The ICT based integrated assessment tool, 'Punarjjani™' developed in collaboration with C-DAC, Thiruvananthapuram empowers special educators for easy, efficient, quick and regular assessment of children with MR in 6-18 years of age group.





'Punarjjani™' Training Workshops at Coimbatore, Tamil Nadu & Guwahati, Assam

'Punarjjani™' tool helps educators in saving their time by digitization & integration of three standard methods widely used manually viz. FACP (Functional Assessment Checklist Programming), BASIC-MR (Behavioral Assessment Scale for Indian Children with Mental Retardation), MDPS (Madras Development Programming System).

The tool is hosted through Internet on Media Lab Asia's server at Mumbai office. 20 training workshops have been conducted at Delhi (5), Ahmedabad (1), Kochi (2), Mumbai (2), Kolkata (1), Bhopal (1), Hyderabad (1), Chennai (1), Madurai (1), Panipat (2), Pune (1), Guwahati (1) and Coimbatore (1). 780+ special teachers representing 465 special schools & 122 Sarva Shiksha Abhiyan (SSA) blocks (119 - Haryana & 3 – Tamil Nadu) from around 150 cities/towns of 28 States/UTs throughout the country have been trained benefiting more than 20,000 mentally challenged children. The workshops at Madurai, Chennai, Pune & Coimbatore were conducted jointly with Computer Society of India (CSI).

### 3.1.7 Deployment of Tele-ophthalmology through Vision Centres / CSCs

MLAsia's Teleophthalmology Software has been deployed through Vision Centres/ CSCs' jointly with Venu Eye Hospital and Research Centre (Delhi), HV Desai Super Specialty Eye Hospital (Pune) & CSC e-Governance India Ltd.



Teleophthalmology training camps at Panchgani & Sangamner, Maharashtra

In the initial phase of the program 10 CSCs which includes 6 in Alwar district of Rajasthan and 4 in Ghaziabad district of Uttar Pradesh and two vision centers located at Panchgani and Sangamner taluk of Maharashtra have been covered.

Considering the field / user requirement MLAsia developed web based 'Teleophthalmology System' for enhancing ophthalmology services through vision centers/ CSCs to other parts of the country.

### 3.1.8 Implementation of ISO 9001-2008 at MLAsia

Standardization Testing and Quality Certification (STQC) Directorate has certified Media Lab Asia for ISO 9001:2008 (Quality Management System) on 6/1/2015 Registration Number SQ/ISO9001/ 675 for Services Related to Design, Development and Application of Information Communication Technology for healthcare, Education, Livelihood Enhancement and Empowerment of Differently abled.

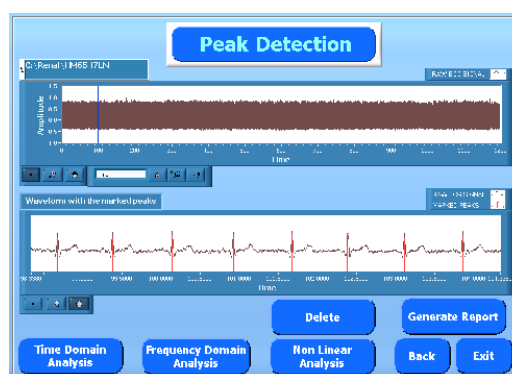


Sr. Director (Research) receiving ISO Certification from Director, STQC

### 3.2. New Projects Initiated

#### 3.2.1 Centralized System for Heart Rate Variability (HRV) Analysis

Media Lab Asia initiated the project 'Design & Development of Centralized System on HRV Analysis' for empowering medical practitioners, researchers and academics across the country in partnership with All India Institute of Medical Sciences (AIIMS)-Delhi. Over 50 years of the research on heart rate variability has



progressed from fetal heart rate variability to nearly involving all diseases. HRV has found that derangement in one system influences levels of functioning of the other and thus HRV is an important system performance indicator not only in health but in several diseases as well. The centralized database on HRV would be useful for medical research, education, preventive-curative care and diagnosis.

The purpose of the development is to make this technology available to remote places and to provide the HRV tool in a more informative and advanced way (in system format) so that the doctors, researchers, health providers, professionals, people and communities have easy access for their specific needs. The endeavor would generate huge amounts of medical knowledge which could significantly improve the health status of the people.

#### 3.2.2 'Punarjjani™' Phase II

Based upon the feedback received during the training sessions of current version of the tool, further development was undertaken in September 2014 as 'Punarjjani™' Phase with following objectives:

- Integration of vocational assessment checklist / scale for persons with mental retardation (MR) in age group 19-35 years named 'Prayatna'
- Support for Hindi & other Indian languages (currently tool is in English only)

During the year, the system study was conducted. Vision document, System Requirement Specification (SRS) document were drafted. Preliminary design was prepared and work on developing the modules was initiated.

### 4. Information Technology Research Academy (ITRA)

ITRA is an enabling programme initiated by Department of Electronics & Information Technology (DeitY), Ministry of Communications & Information Technology, Government of India, to help build a national resource for advancing the

quality and quantity of R&D in Information and Communications Technologies and Electronics and its applications in IT and related institutions across India. ITRA is currently operating as a division of Media Lab Asia.

ITRA is designed to produce a large numbers of IT researchers who are well equipped with the latest IT knowledge, educated in relating classroom knowledge to developing solutions, trained to spot problems amenable to IT solutions, motivated to identify societal problems in IT and other domains, and exposed to mechanisms for converting lab solutions to working prototypes. ITRA activities are aimed at a major increase in the national capacity of producing PhDs who could become faculty in academic institutions and address the needs of the industry and society at large. ITRA uses the following mechanisms for enhancing the quality of R&D at institutions:

- a) Eminent experts are invited to nurture R&D teams in emerging areas and collaborate with ITRA Institutions/Faculty
- b) Fellowships, awards, professorships, etc., are given to recognize performance
- c) Researchers are exposed to state of the art facilities, best practices and mentorship



Annual Review of ITRA project



Prof. S.V. Raghavan giving opening remarks during ITRA-Human Simulator Strategy Formulation meeting

- d) Programs are formulated to promote creativity and innovation through nurturing societal sensitivity
- e) Mechanisms are defined to transfer deserving technologies developed by the teams to companies, etc.

Initially, ITRA has taken up two focus areas, viz., "Mobile Computing, Networking and Applications (ITRA-Mobile)" and "IT based Innovations in Water Resources Sustainability (ITRA-Water)". 14 teams projects were initiated at 44 institutions across the country in these two areas. The progress of ITRA-Water projects were examined by the review committee in early Aug 2014 at IISc Bangalore, while ITRA-Mobile projects were examined in mid Aug 2014. All the teams were provided with constructive feedback by the committees. Subsequently, Annual Evaluation Meeting for all the projects was conducted in Jan, 2015. These 14 team projects were reviewed by panels of 10 to 15 experts in the respective fields. Students presented posters for their respective projects. A total of 72 posters were presented during the course of the workshop, 33 posters were presented for ITRA-Water and 39 posters for ITRA-Mobile. Presently, 103 PhD students are working in the project in these two focus areas.

ITRA has also taken up a new focus area "IT in Agriculture & Food (ITRA-Ag&Food)". To initiate the project activities, request for proposals for the focus area was floated and more than 200 Expression of Interests (EoIs) were received. ITRA is in the process of evaluating and shortlisting these EoIs.

To initiate a new focus area, Human Simulator, ITRA organized a brainstorming meeting on Nov 27, 2014, in Delhi. Objective of the meeting was to develop an outline of the initiative – in terms of defining its scope, and identifying the sciences, engineering disciplines, stakeholders, organizations, individuals etc., to be involved to best realize that

scope. This meeting was attended by around 15 eminent experts from Govt. Departments, Research Institutions, Academia and Industry. AS a next step, Strategy Formulation Meeting for Human Simulator was conducted from 15<sup>th</sup> to 17<sup>th</sup> January, 2015, which was attended by about 60 international and national experts, from the fields of Medicine as well as ICT & E. Request for Proposals for this focus area will soon be floated.

ITRA has also formulated following policies and guidelines for post grant engagements for the teams: (i.) UG and PG Student Internships; (ii.) Performance Based Awards for Students and Teams; (iii.) Interactions of Teams with Mentors; (iv.) International Travel of Researchers; and (v.) Interactions of Teams with Adjunct Faculty.

The CDOT premises at Mehrauli, New Delhi, was identified, and rented, as ITRA Headquarter. Now, ITRA is operating from this location.

## **5. Visvesvaraya PhD Scheme for Electronics & IT**

### **Scheme to Enhance the Number of Phds in the Electronic System Design and Manufacturing (ESDM) and IT / IT Enabled Services (ITES) Sector**

Department of Electronics and Information Technology (DeitY), Govt. of India has conceived a scheme to enhance the number of PhDs in the Electronic System Design and Manufacturing (ESDM) and IT/IT enabled Services (ITES) sector. Cabinet Committee on Economic Affairs (CCEA) has approved the scheme with a total cost of Rs 401 Crore (Rupees Four Hundred One Crore only) over a period of nine years.

The implementation of the scheme was entrusted to Media Lab Asia through an MoU signed between Media Lab Asia and DeitY in June 2014. Accordingly, a PhD Cell was set up under Media Lab Asia for providing secretariat facility and manage activities of the scheme as assigned by DeitY from time to time, and for creation of institutional mechanism etc. The implementation of the scheme was started from academic Year 2014-15.

#### **Salient Features of the scheme:**

- o Give thrust to R&D, Create innovative ecosystem and Enhance India's competitiveness in these knowledge intensive sectors.
- o Fellowship support to 1500 PhD Candidates including both Full-Time (500) and Part-Time (1000) in each of ESDM and IT/ITES sectors (Total: 3000 PhD Fellowship).
- o For additional PhD candidates only taken up by an institution, No support for current levels of enrolment in the PhD programme
- o Support 200 Young Faculty Research Fellowships in the area of ESDM an IT / ITES with the objective to attract and retain bright young faculty members
- o Encourage Industry-Academia Interaction: For every 5 candidates supported by DeitY under this scheme, the institution is expected to enrol one candidate supported by industry / State Govt.
- o Help in fulfilling the commitments made in National Policy on Electronics (NPE) 2012 and National Policy on Information Technology (NPIT) 2012.

#### **Financial Assistance:**

- Full time PhD Candidate:
  - o Fellowship : @ Rs. 22,500 per month for the first two years (1st & 2nd year) and Rs. 25,000 per month for the next three years (3rd to 5th year)
    - Proposal for revision in fellowship submitted
  - o Annual Contingency grant: @Rs. 30,000 per year for every full time candidate
  - o Reimbursement of Rent as per the GOI norms

- Overheads to Institutions: @ Rs. 25,000 per year for every full time candidate
  - Support for attending international conferences - up to Rs. 50,000 per conference. 1000 grants on First come first serve basis.
  - Additional Infrastructure grant to the institutions for full-time candidates : 50% by the Institutions & 50% from PhD scheme (up to Rs. 5 lakh/full-time candidate) for lab up-gradation/equipment.
  - Part-time Candidate: One time incentive of Rs. 2.5 lakhs on completion of the PhD
  - 200 Young Faculty Research Fellowship to retain and attract bright young faculty members
    - 1 Fellowship/5 Full Time PhD Candidates at an institution
    - Fellowship @ Rs. 20,000 per month + research grant of Rs. 5 lakhs per year up to 5 years
  - Institutions eligible to receive support under the scheme:
    - All IITs, NITs, IISc, IISER, Central Universities, Deemed Universities under Central Government and Colleges/Institutions of National importance are eligible to receive support under the scheme
    - A university created under state act, provincial act, State Universities, Private Universities, Private Deemed Universities, "Colleges that are allowed to offer PhDs", and other academic & R&D institutions are also eligible to receive support subject to qualifying the following eligibility criteria
      - The Institution should have existing post graduate stream in ESDM/IT/ITES and have produced PhDs in these areas for the last 3 years. The PhD student(s) under this scheme to be admitted as per UGC admission norms
      - The Institution should be recognized by AICTE and NBA (National Board of Accreditation) accredited with respect to ESDM & IT / ITES programmes.
- Or
- The Institution should be accredited by NAAC (National Assessment and Accreditation Council of UGC).
- The institutes should comply to the "UGC's Minimum Standards and Procedures for award of M.Phil/Ph.D Degree, Regulation, 2009"

#### **Progress during the year:**

- After approval of the scheme in March 2014, 329 PhD fellowships (291 Full Time, 38 Part Time) have been approved at 34 institutions across 19 states till 3rd meeting of Academic Committee held on 8th December 2014.
- Funds released to 25 institutions, approved till 2nd meeting of Academic Committee held on 4th August 2014.
- 163 Full Time & 18 Part Time candidates have been admitted during 2014-15.
- Awareness/Promotion of the scheme:
  - Promotional letters/emails were sent to all eligible Institutes across the country requesting their participation in the scheme. A large no. of proposals were received (from 102 institutions) for consideration in the 4<sup>th</sup> meeting of Academic Committee.
  - Advertisements have been published in newsletters of CSI & ELCINA (Cost Free).
  - Development of a Portal was initiated to facilitate interaction between different stakeholders of the PhD scheme: PhD Cell, Academia and Industry.

#### **Application Procedure:**

In order to participate in the scheme, an eligible institute needs to submit a proposal to the PhD Cell, DeitY, in the prescribed format available with the PhD Cell, DeitY. PhD Cell, DeitY examines the proposal for its adequacy & request for additional information from the institute if any.



**Terms & Conditions:**

- The support is to be provided to additional PhD candidates taken up by an institution.
- No support for current levels of enrollment in the PhD programme.
- An Institution would be eligible for one Young Faculty Research Fellowship grant for every 5 full time PhD candidates supported under this scheme in the institution in a given year.
- For every 5 candidates supported under this scheme, at least one candidate should be supported by industry/State Govt.
- Support will be provided to the Institution granting the PhD degree and no direct funding to the PhD candidates or faculty members or to the departments in a supported institution.

More details are available at [http://www.deity.gov.in/esdm/PhD\\_Scheme](http://www.deity.gov.in/esdm/PhD_Scheme) and <http://phd.medialabasia.in/>

More details are available at <http://www.deity.gov.in/content/right-links2>

**6. National e-Governance Division NeGD**

National e-Governance Division (NeGD) is an independent business division within Media Lab Asia, Department of Electronics and Information Technology (DeitY), Government of India. NeGD has been mandated to support DeitY in various programme management aspects of the Digital India and eKranti initiatives including strategic planning and capacity building; development of standards, policies and guidelines; awareness and communication; evaluation and assessment; and citizen engagement through physical and digital/ social platforms. NeGD is also responsible for implementing some projects under Digital India.

**Activities & Achievements (April 2014 – March 2015)****6.1 Programme Management & Digital India Secretariat****6.1.1 Apex Committee Meetings**

Two meetings of the Apex Committee on Digital India were held in November 2014 and February 2015. NeGD provided full-fledged liaison, management and secretarial support in organization of the meetings chaired by Cabinet Secretary. NeGD has also kept track on action taken in respect of the decision points made during the meetings.

**6.1.2 Monitoring & Assessment**

- The monthly progress report on Digital India is being sent to Cabinet Secretariat highlighting the status of implementation of mission mode projects (MMPs) under Digital India and eKranti.
- Steps were taken to start developing a robust web and mobile based project management information system (PMIS) in-house by NeGD for data collection and monitoring of planning and execution at various levels for use by various agencies / departments involved in various activities / projects under Digital India.
- NeGD conducted a field-level study to estimate the utilization of e-infrastructure created under SWAN, CSC, SDC and e-District projects and the nature and level of services delivered to the citizens. The aim was also to provide inputs on improving the service delivery platforms in States / UTs. Team NeGD also undertook multiple field visits.
- A 1-day review meeting of the State e-Governance Mission Teams was organized at DeitY in October 2014 to assess performance and address any challenges.

**6.1.3 Project / Product Appraisal & Evaluation**

- Technical appraisal of all NeGP2.0 / eKranti projects is being done by DeitY, prior to being placed before the Expenditure Finance Committee (EFC) / CNE. Notable amongst the proposals which were appraised through

NeGD during 2014-15 are: Extension of Phase-I and proposal on Phase-II of e-Courts MMP; EFC – Employment Exchange MMP; EFC – Phase VI of Unique Identification Authority of India (UIDAI); Draft Cabinet Note – for extension of Crime and Criminal Tracking Network & Systems (CCTNS) project; Public Distribution System – related to Cash Transfer of Liquid Petroleum Gas (LPG) subsidy; Road Transport MMP implementation at RTO Ghaziabad and South Delhi; Cabinet Committee on Economic Affairs note on Immigration, Visa and Foreigners Registration & Tracking (IVFRT) extension; Assessment of Reports on Common Service Centers (CSCs); Result Framework Document (RFD) parameters for MMPs including e-Office; National Plan of Action for Children; Roadmap for development of North Eastern (NE) States and similarly positioned Eastern States of Bihar, Chhattisgarh, Jharkhand, Odisha and West Bengal; Information Technology Reforms of Employees' Provident Fund (EPF) Organization.

- NeGD was part of the technical evaluation committees of National Judicial Reform System; Integration of Border Check post with Toll Plazas on National Highways; Food Corporation of India (FCI); Delhi Police (as technical member) and actively contributed to the technical evaluation of the solution(s) proposed by the bidders in response to RFPs.
- NeGD cyber-security team advised Odisha on evaluation parameters for procuring an SIEM tool.

#### 6.1.4 Project Revamp

NeGD contributed to the revamping of 3 mission mode projects as follows:

- **Targeted Public Distribution System (TPDS):** The common application software (CAS) developed by NIC used for TPDS has three modules: Stakeholder Identity Management System (SIMS), Existing Ration Card Management System (eRCMS), and & Essential-commodities Assurance & Security Target (FEAST). It was suggested that a single stack and single database should be used for both eRCMS and FEAST which were at that time using two different technology stacks and databases. It was also suggested that single application / version should be developed and run for the entire country wherein the application, is hosted in multi-tenant mode at the centre and managed by a single team. It was recommended that Aadhaar based authentication should be leveraged (instead of using SMART card) and that the biometric standards as defined by DeitY should be used to bring interoperability.
- **Road & Transport:** The two applications currently running – Vahan and Sarathi – are both distributed as well as RTO-specific, and have resulted in fragmented databases. It was suggested that these applications may be converted to online / web-enabled versions with a central database and common, multi-tiered, scalable platform. RTO data should be consolidated and migrated to this central structure. Workflow engines should be deployed to configure flow, processes, online verification of documents and approvals. It was recommended that Aadhaar-based authentication should be leveraged (instead of using SMART card in Registration Certificates), and that Sarathi and Vahan should be integrated through open APIs with the police department and insurance setups.
- **e-Courts:** Most of the e-Courts Phase-II scoping was found to be in line with the principles / vision of eKranti. This is an effort towards addressing the challenges arising out of the Supreme Court, High Courts and District Courts not yet integrated, local servers, and use by some courts of legacy/ outdated applications. It was felt that BPR should be done for all states done before project conceptualization.

#### 6.1.5 Awareness & Communication (A&C) Components

Effective awareness and communication is crucial to success of the Digital India / eKranti initiatives. In April 2014, the National e-Governance Division (NeGD) was approved as the implementing agency for the A&C (2014-17), at an outlay of Rs. 98.15 Crore. The NeGD A&C team along with other programme and project-specific NeGD teams have worked together under the guidance of President & CEO, NeGD, and also with external agencies, to achieve optimal outcomes and impact in all programme management, project development and promotion activities.

## **6.2 Platforms, Applications & Portals**

### **6.2.1 Digital India (DI) Portal**

NeGD actively contributed to the designing of the DI Portal that highlights the details of the programme, progress made under various components and offers various engagement avenues for citizens and stakeholders. Additionally, a DI mobile app was also designed to offer the information and services of DI on the mobile platform.

### **6.2.2 Mobile Seva Platform**

NeGD continued to provide full-fledged project management support for the Mobile Seva initiative including management of social media interface with citizens and other stakeholders. Through continued exceptional level of team-work, outreach and initiative of the small Mobile Seva team comprising of members from DeitY, CDAC and NeGD, was able to onboard 663 new government departments and agencies taking the total number of departments and agencies having adopted Mobile Seva to 1633 as on 31-Mar-2015 with a cumulative total of over 300 crore push SMS transactions between them. Over 400 services had also been operationalized through PULL-SMS over short-codes 51969 and 166 and long code 9223166166. On the Government Mobile App Store ([www.apps.mgov.gov.in](http://www.apps.mgov.gov.in)), 449 live / integrated mobile-apps had been hosted for free download by citizens. Mobile Seva bagged the second prize under the category on "Promoting Whole-of-Government Approaches in the Information Age" of the United Nations (UN) Public Service Awards, 2014. Mobile Seva was the only winner from India across all categories that year. NeGD contributed actively to the compelling, robust and factually sound (entry) application for the award as well as in identifying priority items in order to present a comprehensive platform to the jury. NeGD also played a leading role in drafting Mobile Seva's application for the Commonwealth Association for Public Administration and Management (CAPAM) Awards where Mobile Seva finished as a finalist. Using creative briefs, NeGD assisted DeitY in complete design and content for user-friendly Mobile Seva brochures / flyers as information / advocacy material for both citizens and government departments (first used at the exhibition during the UN Public Service Awards function).

### **6.2.3 E-Gov Appstore**

The "Application Development and Reengineering" guidelines were approved by Hon'ble Minister. Four applications (XLN, HRMS, Meeseva, e-Hospital) were productized and cloud enabled. Subsequent to its launch with 29 applications / components / web services, the e-Gov App Store was augmented with 14 additional applications and an additional web service.

### **6.2.4 Rapid Replication**

The e-Pass application was successfully rolled out in Himachal Pradesh, Tripura, Karnataka and Jharkhand. The HRMS application was rolled out in Jharkhand. Work on the MeeSeva application componentization was completed. The e-Hospital application was implemented in 3 hospitals of Karnataka.

### **6.2.5 Paygov Platform**

NeGD is actively supporting implementation under the PayGov India project and is assisting DeitY in its project management. It is implemented in 45 departments and is being extended to other departments and states.

### **6.2.6 Rapid Assessment System (RAS)**

NeGD has designed prototype to capture service-seekers' feedback related to e-services delivered by central / state departments / agencies through various channels – web, SMS, IVRS, USSD etc. RAS aims to facilitate analysis of feedback and insights thereof to support the departments / agencies concerned in improving the effectiveness of e-



Governance service delivery. The Software Requirement Specifications (SRS) for RAS have been produced as per IEEE 830 template.

### **6.3 Policies / Frameworks & Schemes**

#### **6.3.1 Cyber Security Assurance Framework**

The Security Assurance Framework was prepared by MDI incorporating the Standard Operating Procedures prepared by NeGD. The pilot was undertaken in Karnataka and Maharashtra.

#### **6.3.2 Capacity Building (CB) Scheme**

The CB scheme Phase I was implemented from 2008 to January 2015. An EFC was held and the approval of the continuation of the scheme was obtained in January 2015. The CB scheme Phase II was approved for 2 years 3 months, 10-January-2015 through 31-March-2017 with an outlay of Rs. 423.87 cr. CB scheme II will take forward the initiatives aimed at strengthening the capacities of the state / UT governments through the setting up of appropriate institutional mechanisms, assistance with professional resource support and training / knowledge sharing initiatives. The scope has been enlarged to cover central line ministries in various training and knowledge sharing initiatives. The Capacity Building Management Cell (CBMC) is part of NeGD and has been entrusted with the responsibility of implementation of CB Scheme, which will focus on a variety of initiatives covering domains such as recruitment, HR management, training, guidelines, learning management system, knowledge management system, etc.

#### **6.3.3 e-Governance Competency Framework (e-GCF)**

The e-GCF toolkit was developed by NeGD and launched by Hon'ble Minister on 25<sup>th</sup> Dec 2014, as part of the activities and events conducted on 'Good Governance Day'. The e-GCF has been developed with an objective to strengthen the capacity building domain for DI by establishing standards in selection, deployment and training of people across various teams. The objective of moving towards a competency-based system is to ensure that each e-governance job role is performed by a person who has the required competencies for that job role. The e-GCF defines 19 e-gov job roles covering all aspects of e-governance project lifecycle and identifies a comprehensive set of competencies critical to implementation of e-governance projects / initiatives under DI / eKranti (NeGP 2.0). The framework is designed to streamline the two key aspects - Deploy Right and Develop Right - in e-governance project teams.

### **6.4 National Workshops & Conferences**

#### **6.4.1 Centre-State Coordination for Digital India (DI)**

In order to discuss action items pertaining to initiatives under e-governance, electronic manufacturing and broadband for all, a conference of IT ministers and IT secretaries of states and UTs was held in August 2014 under the chairmanship of Hon'ble Minister for Communications and Information Technology, in New Delhi. A book on 'Digital India: A programme to transform India into a digitally empowered society and knowledge economy' was released at the event. IT Ministers from 10 states, (Andhra Pradesh, Bihar, Goa, Gujarat, Jammu and Kashmir, Madhya Pradesh, Meghalaya, Orissa, Telangana & Uttar Pradesh) participated in the conference. IT Secretaries and senior officials from 33 States / UTs also participated in the conference. The expected outcome is better coordination between the centre and states to achieve the vision of DI.

#### **6.4.2 100-Days Agenda**

In order to showcase the goals accomplished as per the 100 days' agenda (ending 31-August-2014) set forth by DeitY, Hon'ble Minister held a press conference in the first week of September 2014. A film on 100 days of good governance was made on the various activities and achievements under the Ministry of Communications & IT.

#### **6.4.3 Digital Locker (DL)**

A national consultation workshop on digital locker was organized in October 2014 in respect of two stated aims under the vision areas of Digital India, namely, universal digital accessibility and private space on a public cloud. The workshop was attended by more than 50 participants from central government departments / agencies, academia, industry solution providers, consulting organizations, data centre providers and original equipment manufacturers. The inputs received from the workshop discussions were combined together in a recommendation report, which formed part of the implementation strategy document for the digital locker system.

#### **6.4.4 Mobile as Instrument of Digital Identity & Financial Inclusion**

A national consultation workshop on mobile as instrument of digital identity and financial inclusion was organized in October 2014 in respect of four stated aims under the vision areas of DI, namely, the role of mobiles in cradle-to-grave digital identity, services in real time from mobile platforms, participation in digital and financial space through mobiles and banking, and making financial transactions electronic and cashless. Recommendations of this workshop were converted into action plan after further deliberations. The workshop was attended by more than 60 participants which included industry practitioners, members of the academia, implementers, regulatory authorities, industry bodies, and senior govt. officials from DeitY and other ministries. As an outcome of the workshop, three implementable solutions for mobile ID emerged: Mobile number linked with Aadhaar, Mobile Digital Signatures and Voice Biometrics or "Mobile number + Voice biometrics". Picking up from the workshop, DeitY and UIDAI have taken steps to facilitate easy updating of mobile numbers in Aadhaar database to keep it up to date for all authentication requirements using mobiles.

#### **6.4.5 Open Application Program Interfaces (APIs) & Open Data**

- A national consultation workshop on open APIs was organized in October 2014 in respect of the stated aim of "seamlessly integrated services across departments or jurisdictions" under the vision areas of DI. It was attended by 60 participants from central / state line ministries, industry, NIC, C-DAC and academia. The inputs of meeting were compiled as Open APIs Policy and are being used for integrating various e-Gov applications. Implementation roadmap for open APIs was also prepared and approved by Secretary based on the workshop outcomes. A detailed project report and software requirement specifications (SRS) for creating an Open API platform were also prepared. The functionality of Open API platform was compared with the ongoing effort on e-Sangam project, and the gap analysis report was submitted to DeitY.
- A national conference on open data & open API was organized in December 2014 at Scope Complex, New Delhi. It was attended by IT Secretaries of various states, central government officials and industry partners.

#### **6.4.6 Capacity Building**

A national workshop on capacity building under DI was held in December 2014. This was aimed at convergence of efforts of the various stakeholders involved in change management / training / human resources in e-governance domain so as to collectively develop the implementation plan for Capacity Building Scheme to be funded under DI. The stakeholders included officers dealing with e-Governance projects and capacity building from states / UTs and central line ministries, members from state e-mission teams, academia, industry, training institutes and HR organizations. The 76 participants represented over 20 organizations and 21 state and central government

departments / agencies. The recommendations of the workshop were compiled and are being used in implementation of the approved CB Scheme.

#### **6.4.7 Geospatial Information System (GIS) for Governance**

A national workshop on use of GIS and space technologies for governance and decision support system as part of DI was held in February 2015 with participation from Secretary - Department of Earth Sciences, Director - NRSA, Surveyor General of India and senior officers from ministries of defence and home affairs. The 135 participants represented stakeholders and practitioners from the government, industry and remote sensing institutes. The event was designed to share the best practices and brainstorm on the key issues of user ministries, states and industry. It was decided that there is a need to create a national GIS platform and also that standards for data capturing, storing and sharing, need to be devised. The deliberations and inputs are being used for designing GIS framework and implementation approach for seamlessly integrating GIS and space technologies in government processes.

#### **6.4.8 Cyber-Security & Detailed Project Reports (DPR)**

A workshop was organized on DPR and Cyber Security in October 2014 for SeMTs in Gurgaon. The DPR template was revised and circulated among the participants to enable SeMT members to write as well as appraise DPRs for projects envisaged at state level.

### **6.5 Events & Outreach**

#### **6.5.1 Good Governance Day**

A mega event and exhibition to celebrate "Good Governance Day" was organized on 25-December-2014 at the Manekshaw Centre, New Delhi. Hon'ble Minister inaugurated the event which saw attendance and participation from around 1500 people including officers from the central government and its agencies, industry partners, electronic and print media, and citizens. Several products and services were launched at the event. More than 50 exhibitors from government and private organizations participated in the event. A film on "Good Governance Day" was made to showcase the various initiatives under the Ministry. A book on "Activities and Achievements of DeitY" and the implementation toolkit book on "eGovernance Competency Framework (eGCF)" were also launched at the event. The whole event received a phenomenal response from government officers, industry and public. NeGD and DeitY reached out to a large number of stakeholders and delivered the key message of government by optimally using social media, digital media along with other conventional communication channels.

#### **6.5.2 Mass Media**

All the 39 episodes of the TV series on National e-Governance Plan (NeGP) were broadcast on the national channel of Doordarshan (DD National), with repeat telecasts on DD Bharati, DD Urdu and DD National.

#### **6.5.3 Social Media**

Government agencies are increasingly using social media to engage with citizens, share information and deliver services more quickly and effectively than ever before. Realizing the great potential of social media, National e-Governance Division established a dedicated social media team in July 2014. The team began its great journey on 3-August-2014 with just the facebook channel. On the 15-August-2014, NeGD Twitter account was launched. NeGD social media team then did the first-ever live coverage of an event—the "100 days of Good Governance" press conference at Press Information Bureau (PIB) which gave NeGD social media handles a great momentum. Zindagi Dot Com, a TV series on e-Governance was promoted through NeGD YouTube channel. Since Zindagi Dot Com was aired on Doordarshan, NeGD YouTube channel helped it reach out even to the viewers who have switched to cable and DTH services. After gaining a substantial amount of following on Facebook, Twitter and YouTube, NeGD social media played a pivotal role in promotion of the Good Governance Day 2014. Social media channels were used to invite general public to a Government- organized event. The event was covered live through social media. By end of

December 2014, the channels were boasting of a following of over 1 lakh and it was decided to rename and re-verify these channels to DI. In February 2015, all the NeGD social media channels were rebranded to DI.

#### **6.5.4 Logo Support**

Institutional and logo support were provided to 9 events for brand-propagation purposes of the Digital India/ eKranti (NeGP 2.0) initiatives, including those organized by ASSOCHAM, Indian Chamber of Commerce, National Institute for Micro Small and Medium Enterprises, UNESCO and Indian Express Limited.

### **6.6 Training & Orientation**

#### **6.6.1 Leadership Sensitization**

Orientation programmes for policy makers in e-Governance are facilitated by the NeGD Capacity Building Management Cell (CBMC) and conducted through the National Institute for Smart Governance (NISG). In January 2015, a leadership meet was conducted in Goa which was attended by 70 participants including ministers, MLAs and senior government functionaries.

#### **6.6.2 Specialized Training Programmes**

The Specialized Training for e-Governance Programme or “STeP” is primarily targeted at senior and middle management. These training programs have been rolling out since November 2010 to develop skills within state government departments in specific areas such as government process reengineering, business models, public private partnerships, project management, regulatory frameworks, technology management, etc. During 2014- 15, the CBMC facilitated a total of 63 such STeP programmes through NISG, covering a total of 1960 participants.

#### **6.6.3 CIO PROGRAMMES**

An e-governance leadership programme (eGLP), which was the last of the 8 intensive training programmes for Chief Information Officers (CIOs) approved by DeitY, was conducted in August 2014 for 22 participants. NeGD designed the programme with the help of NISG. The objective of CIO training programmes is to equip in-house resources from within the government departments to lead e-Governance efforts in mission mode for good governance. The objective is to also accelerate implementation of e-governance initiatives in India across all levels of government.

#### **6.6.4 New Joiners Orientation (SeMTs)**

The CBMC facilitates the appointment of professionals in the state e-mission teams (SeMTs) across all states and UTs. SeMTs are constituted by contractual appointment of open market personnel through NISG as well as by deputation from government/ PSUs and autonomous bodies. One orientation and refresher training programme was conducted in October 2014 for a batch of 48 professionals. Such programmes are beneficial for orienting new joiners into the government system and e-governance domain.

#### **6.6.5 Basics of Cyber Security**

- Training was provided by the cyber security team to SeMT members and government officials (from states) in the states of Uttar Pradesh and Odisha, on the basics of IT security and standard operating procedures
- Training was also provided by the cyber security team in Delhi to SeMT members and government officials of 35 states and UTs on the basics of IT Security.

## **7. Future Activities and Prospective Projects**

### **7.1 Expansion of Mobile Based Agricultural Extension System in Arunachal Pradesh, Mizoram and Tripura**

Media Lab Asia is implementing a project m4agriNEI with College of Post Graduate Studies (CPGS) of Central Agricultural University (CAU) in the state of Meghalaya for last two years. Based on its successes and need of the mobile based agro advisory system in other states of North Eastern Region, CAU has shown their keen interest to replicate and establish m4agriNEI services in other states of NE Region. CAU is an agricultural university at Iroisemba near Imphal in Manipur. There are seven colleges under CAU in six states of NE which have different domain expertise i.e Veterinary Sciences & Animal Husbandry, Agriculture, Fisheries, Horticulture & Forestry, Agricultural Engineering & Post-Harvest Technology and Home Science. With the help of the different domain expertise available in these colleges of CAU, the plan is to develop localized, need based & authentic content for major crops (Agriculture/Horticulture/Forestry), Livestock, Fisheries and Food & Nutrition to cater the needs of the farming community of NE Region by expanding m4agriNE project. Thus, it is proposed to extend the m4agriNEI services and establish Labs (in addition to the lab established at CPGS, Barapani) preferably in the state of Mizoram, Tripura and Arunachal Pradesh in next phase.

### **7.2 Up scaling of Annapurna Krishi Prasaar Seva with Acharya N G Ranga Agricultural University, Hyderabad**

The project awarded by National Agricultural Innovation Project (NAIP), ICAR to the consortium led by Media Lab Asia got completed on 31<sup>st</sup> March 2014. Media Lab Asia developed an 'Interactive Information Dissemination System (IIDS)' for farmers to provide them information as and when they require. IIDS has been designed after rigorous field study of 26 ICT initiatives in agriculture in India and information needs assessment of farmers across 12 states of India. IIDS was field tested as Annapurna Krishi Prasaar Seva through 4 KVKs of ANGRAU and 1200 farmers from 12 villages of Andhra Pradesh under NAIP project. Based on the utility and success of IIDS, the Vice Chancellor of the ANGRAU has shown keen interest to sustain and up-scale the IIDS in their other KVKs. NAIP has also recommended Media Lab Asia to sustain the deployment of IIDS in the existing 4 KVKs viz Nellore, Nalgonda, Khammam and Srikakulam for a minimum 2 more years. In view of the same, Media Lab Asia along with ANGRAU propose to take up the up-scaling of IIDS in existing 4 KVKs of ANGRAU and also expand it in at least 2 more KVKs in the coming year.

### **7.3 e-CHIPS- Crop Health Integrated Prediction System (eCHIPS)**

Under e-Chips, a system would be developed where sensor node would broadcast the crop's (Gladiolus based cropping system) critical agronomic parameters. An intelligent computing device would be available for on field analysis to generate the alerts for the farmer to increase quality and yield of the crop. The system will have the ability to transfer data to the remote server for governmental agencies to plan, predict endemics, and other such uses. The concept has been evolved with the help of Directorate of Floriculture Research, Indian Council of Agriculture Research (ICAR).

### **7.4 Rural Women Technology Park (Supported by DST)**

Media Lab Asia would initiate a set up viz; "Rural Women Technology Park" at Basani, Varanasi to provide the ICT enabled technology solutions in the following areas:

- Empowerment of rural women, their livelihood enhancement and better life style
- Skill enhancement training on food processing/preservation, craft designing, retail management, accounting
- Health awareness and workshop/seminars/camps on women's problem.
- Creation of women SHGs, developing entrepreneurship and providing market linkages

## **7.5 ICT Framework for preventive, curative, and bridge governmental financial schemes for Non-Communicable Diseases**

Media Lab Asia will be undertaking initiatives to promote ICT intervention in the process of aiding the NGOs and medical service providers to provide prevention, curing, and also bridging the common man with the governmental health schemes for non-communicable diseases. In general, by implementing these frameworks and identifying the disease in the early stages will reduce the financial burden and also will provide links for governmental financial aid. To build this framework, Media Lab Asia will be using its in house telemedicine equipment, Rural Health Management Information System (RHMS), Hospital Information System (HIS) and will plan on integrating diagnostic digital/mobile tools to our in house solution.

## **7.6 Open Source CAD tool for Weaving Banarasi sarees**

Media Lab Asia will be working on an open source initiative to help the designers in generating designs and inputs for the Jacquard card punching machines. The jacquard punch cards will be used by the weavers in the looms to weave Banarasi sarees. By doing this, we are bringing in process efficiency and thereby lower the cost of production of Banarasi sarees. There will be a pilot test done at the end of the development effort, both to get better functional feedback from the designer community and build awareness of the application.

## **8. Particulars of Loans, Guarantees or Investments under Section 186 :**

The Company has not given any loans or guarantees and not made any investments covered under the provisions of Section 186 of the Companies Act, 2013.

## **9. Particulars of Contracts or Arrangements with related parties (Section 188) :**

Information on transactions with related parties pursuant to Section 134 (3)(h) of the Companies Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 : **Nil**

## **10. Particulars of Employees**

Particulars of employees in receipt of remuneration of Rs.5,00,000/- or more per month or Rs. 60,00,000/- or more per year during the year, as prescribed under the provisions of Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 : **Nil**

## **11. Extract of Annual Return**

As provided under Section 92(3) of the Companies Act, the extract of annual return is given in Annexure I in the prescribed form MGT-9 which forms part of this report.

## **12. Board of Directors**

Since the previous Annual General Meeting, following Directors ceased to be Directors on the Board of Media Lab Asia:

- Shri J.B. Mohapatra, JS&FA, DeitY, on December 8, 2014
- Shri Arun Sachdeva, MD & CEO, Media Lab Asia (additional charge) on December 31, 2014
- Shri R. Bhattacharya, Secretary, Dept. of School Education and Literacy, on December 31, 2014
- Shri Raj Kumar Goyal, MD & CEO, Media Lab Asia (additional charge) on May 12, 2015
- Shri R.S. Sharma, Secretary, DeitY, on August 7, 2015
- Shri Anoop Kumar Agrawal, President & CEO, NeGD, on January 18, 2016
- Shri J.S. Deepak, Secretary, DeitY, on February 8, 2016

The Directors of the Company place on record their appreciation for the valuable contribution made by the above directors during their tenure as Directors of the Company.

The following Directors were being inducted/appointed on the Board of Media Lab Asia:

- Ms. Anuradha Mitra , Joint Secretary & Financial Advisor, DeitY, from December 9, 2014
- Shri Raj Kumar Goyal IAS, MD & CEO, Media Lab Asia (additional charge) from January 1, 2015
- Dr. M.R. Anand, Senior Advisor, DeitY and MD & CEO, Media Lab Asia (additional charge) from May 13, 2015
- Shri J.S. Deepak IAS, Secretary, DeitY, from August 31, 2015 (ex-Officio)
- Dr. Aruna Sharma IAS, Secretary, DeitY, from February 8, 2016 (ex-Officio)
- Ms. Radha Chauhan IAS, President & CEO, NEGD, from April 1, 2016
- Shri Gaurav Dwivedi IAS, CEO, MyGov, from April 1, 2016

In accordance with the provision of Section 152(6) of the Companies Act, 2013, Shri Saurabh Srivastava and Shri Kiran Karnik will retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment as Directors.

### **13. Directors' Responsibility Statement**

[Pursuant to Section 134 (5) of the Companies Act, 2013]

The Board of Directors of the Company, to the best of their knowledge and ability, confirm that:

- i) In the preparation of the Annual Accounts, the applicable Accounting Standards have been followed;
- ii) Selected Accounting policies were applied consistently and the Directors 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 March 31, 2015 and of the statement of income and expenditure of the company for the year ended March 31, 2015;
- iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the financial statements have been prepared on a going concern basis; and
- v) proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **14. Grant-in-aid**

Department of Electronics and Information Technology, Ministry of Communications and Information Technology, Government of India, has provided grant-in-aid of Rs.140.69 Cr to National e-Governance Division, Rs.8.00 Cr to IT Research Academy, Rs.38.75 Cr to MyGov, Rs.24 Cr to Visvesvaraya PhD Scheme for Electronics & IT & Rs.0.47 Cr towards sponsored projects of Media Lab Asia(core), totalling to Rs.211.91 crores during the financial year 2014-15.

### **15. Public Deposits**

The Company has neither invited nor accepted any deposits within the meaning of Section 73 of the Companies Act, 2013.

### **16. Details of Subsidiary/Joint Venture/Associate Companies :**

There are no Subsidiary, Joint Venture or Associate Companies.

### **17. Change(s) in the nature of business**

There were no material changes with regard to the nature of activities of the Company

#### **Material changes and commitments, affecting the financial position**

There were no material changes and commitments, affecting the financial position of the Company, which have occurred between the end of the financial year of the Company to which the balance sheet relates to, and the date of the report.

## 18. Details of establishment of vigil mechanism for directors and employees:

Vigil mechanism is **Not Applicable**, as the Company is not covered under Section 177(9) of the Companies Act, 2013.

## 19. Internal Financial Controls:

The Company has in place, adequate internal financial controls with reference to financial statements, commensurate with the size, scale and complexity of its operations. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

## 20. Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

### 20.1 Conservation of Energy

Media Lab Asia is not an energy intensive unit. However, all measures for conservation of energy at all levels have been taken.

### 20.2 Technology

Company is conscious of implementation of latest technologies in key working areas and has used latest Technology for carrying on its operations.

## 21. Foreign Exchange Earnings and Outgo

Particulars	Rupees
Foreign Exchange Earnings	Nil
Foreign Exchange Outgo	5,122,160

## 22. Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act 2013

The Company has always believed in providing a safe and harassment free workplace for every individual employees working with the Company. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

Aligning with the guidelines prescribed under Sexual Harassment (Prevention, Prohibition & Redressal) Act 2013, we have constituted Prevention of Sexual Harassment Committee ("PSC"). The composition of PSC as on today is as under:

Mrs. Harshprabha Agarwal, Assistant Controller (T-Technology), Office of the Controller of Certifying Authority (CCA), DeitY, Ministry of Communications & Information Technology, Government of India	Presiding Officer
Dr. T.S. Anurag, Senior Research Scientist, Media Lab Asia	Member
Ms. Moumita Poddar, Junior Web Designer, Media Lab Asia	Member
Mrs. Seema Gupta, Asst. Personal Secretary, Media Lab Asia	Member
Mr. Raj Kumar Sharma, Jr Admin. Executive, Media Lab Asia	Member

During the year ended March 31, 2015, the committee received [nil] complaints pertaining to sexual harassment.



## **23. Auditors**

A.P.SANZGIRI & Co., Chartered Accountants, Statutory Auditors of the Company will retire at the conclusion of the ensuing Annual General Meeting.

The Office of the Comptroller and Auditor General of India vide letter No.(1)/1065 dated July 31, 2015 has recommended the name of A.P.SANZGIRI & Co., Chartered Accountants, as the statutory auditors of the Company for the year 2015-16. Media Lab Asia has received letter from A.P.SANZGIRI & Co., that their appointment, if made would be within the prescribed limits under section 141 (3)(g) of the Companies Act 2013 and that they are not disqualified for appointment.

Accordingly, in terms of the provisions Section 139(2) of the Companies Act 2013, the Board of Directors recommend the appointment of A.P.SANZGIRI & Co., as Statutory Auditors of the Company to hold office from the conclusion of the 14<sup>th</sup> Annual General Meeting till the conclusion of the 15<sup>th</sup> AGM.

## **24. Auditors' Report**

The report of the Statutory Auditors of the Company, A.P.SANZGIRI & Co., Chartered Accountants, is attached herewith. There is no qualified opinion in the Auditors Report on the audited statement of accounts of Media Lab Asia for the financial year 2014-15.

## **25. Acknowledgements**

The Directors wish to place on record their appreciation for the valuable support received by the Company from the Department of Electronics and Information Technology, Ministry of Communications and Information Technology, Government of India, State Governments and concerned Government Departments/Agencies for the cooperation.

The Board thanks the employees, vendors, bankers, project partners and academic institutions for their support.

**For and On behalf of the Board of Directors**

**Managing Director & CEO**

**Director**

New Delhi, April 1, 2016

**Annexure -1**  
**Form No. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
**as on the financial year ended on 31.03.2015**

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

**I. Registration and other details:**

i.	CIN	:	U72900MH2001NPL133410
ii.	Registration Date	:	20 <sup>th</sup> September, 2001
iii.	Name of the Company	:	MEDIA LAB ASIA
iv.	Category / Sub-Category of the Company	:	Incorporated under Section 25 of the Companies Act, 1956 (now Section 8 under Companies Act, 2013). A Public Company not having Share Capital
v.	Address of the Registered office and contact details	:	Media Lab Asia 4 <sup>th</sup> Floor, Samruddhi Venture Park, Central MIDC Road, Andheri (East), Mumbai – 400 093. Tel : (022) 28312931 / 28327505 Fax : (022) 8379158 <b>Website : <a href="http://www.medialabasia.in">www.medialabasia.in</a></b>
vi.	Whether listed company Yes / No	:	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	:	Not Applicable

**II. Principal business activities of the company**

All the Business activities contributing 10 % or more of the total turnover of the company are:-

Sl. No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Research and Development in Information Communication Technologies for the benefit of the common man.	Not Applicable	Nil

**III. Particulars of holding, subsidiary and associate Companies : Nil**

**IV. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity) :**

The Company does not have Equity Share Capital.

i.	Category-wise Share Holding	:	Not Applicable
ii.	Category-wise Share Holding	:	Not Applicable
iii.	Change in Promoters' Shareholding	:	Not Applicable
iv.	Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)	:	Not Applicable
v.	Shareholding of Directors and Key Managerial Personnel	:	Not Applicable

## V. Indebtedness

Indebtedness of the Company including interest outstanding/accrued but not due for payments

Particulars	Secured loans excluding deposits	Unsecured loans	Deposits	Total indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>Change in Indebtedness during the financial year</b>				
• Addition	Nil	Nil	Nil	Nil
• Reduction	Nil	Nil	Nil	Nil
<b>Net Change</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid	Nil	Nil	Nil	Nil
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>	<b>Nil</b>

## VI. Remuneration of directors and Key Managerial Personnel

- A. Remuneration to Managing Director, Whole-time Directors and/or Manager : NA
- B. Remuneration to other directors : NA
- C. Remuneration to Key Managerial Personnel other than MD/Manager/WT D : NA

## VII. Penalties / Punishment/ Compounding of offences :

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/Compo- unding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if Any(give Details)
<b>A. Company</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>B. Directors</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>C. Other officers in default</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

For and On behalf of the Board of Directors

Managing Director & CEO

Director

Annexure to the Board's report

## **Auditors' Report**

## **INDEPENDENT AUDITORS' REPORT**

### **Report on the Financial Statements**

1. We have audited the accompanying financial statements of **Media Lab Asia** which comprise the Balance Sheet as at March 31, 2015, and the Statement of Income and Expenditure and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

2. The Company's Board of Director are responsible for the matters stated in the section 134(5) of the Companies Act, 2013 ("**the Act**") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Cash Flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material mis-statement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material mis-statement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of system controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

4. 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 Act in the manner so required and give a true and fair

view in conformity with the accounting principles generally accepted in India, of the state affairs of the company as at March 31, 2015 and its income/expenditure, and its cash flow for the year ended on that date.

#### **Emphasis of Matter**

5. We draw attention to the following matters in the Notes to the financial statements:

- (a) We have relied and accepted as correct the Statements of Accounts for Expenses, Fixed Assets acquired and Interest earned during the year ended March 31, 2015 aggregating to Rs. 46,189,538, Rs. 15,327,157 and Rs. 1,728,326 respectively, which are received from 46 Institutions/ Departments that have been incorporated into the Company's books of account on the basis of certification from other Chartered Accountants. (Refer Note 27)
- (b) We have relied on the Statements of Accounts for Expenses, Fixed Assets acquired and Interest earned during the year ended March 31, 2015 aggregating to Rs. 26,986,331, Rs. 2,345,632 and Rs. 598,157 respectively, which are received from 28 Institutions/ Departments that have been incorporated into the Company's books of account on the basis of certification by the Heads of the concerned Institutions/ Departments. These accounts are subject to audit by Chartered Accountants of the respective Institutions/ Departments (Refer Note 27).

The extent of consequential adjustments, if any, which would arise on receipt of audited statements of expenses, interest earned and fixed assets from the department/institution mentioned above is currently not ascertainable.

- (c) Advances given to Institutions/ Departments considered good aggregating to Rs. 61,966,695 are subject to confirmations and reconciliations. The impact if any on subsequent confirmation, is not presently ascertainable.

Our opinion is not modified in respect of these matters.

#### **Report on other Legal and Regulatory Requirements**

- 6. As required under Section 143(5) of the Companies Act, 2013, we give in the Annexure I, a Statement on the Directions issued by the Comptroller and Auditor General of India.
- 7. This report does not include a statement on the matter specified in the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, since in our opinion and accordance to the information and explanation given to us, the said order is not applicable to the Company.
- 8. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Income and Expenditure and the Cash Flow Statements dealt with by this report are in agreement with the books of account.

- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the other matters included in the Auditor's Report 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 derivatives contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund by the Company

For **A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No.: 116293W

Date:

Place: Mumbai

**CA Ankush Goyal**

**Partner**

Membership No: 146017

**ANNEXURE I TO THE INDEPENDENT AUDITORS' REPORT REFERRED TO IN PARAGRAPH 6 UNDER 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' SECTION OF OUR REPORT OF EVEN DATE OF MEDIA LAB ASIA FOR THE YEAR ENDED ON MARCH 31, 2015**

**Comments on directions u/s 143(5) of Companies Act 2013**

- 1) If the company has been selected for disinvestment, a complete status report in terms of valuation of assets (including intangible assets and land) and liabilities (including Committed & General Reserves) may be examined, including the mode and present stage of disinvestment process.**

The Company has not been selected for 'Disinvestment' purpose. Hence, the information sought is Not Applicable to the company.

- 2) To report whether there are any cases of waiver/write off of debts/loans/interest etc. if yes the reasons thereof, and the amount involved.**

During the course of audit and as per information and explanations given to us, there were no cases/instances of waiver/write-off of any loans/debts/interest etc., by the company during F.Y.2014-15.

- 3) Whether proper records are maintained for inventories lying with third parties & assets received as gift from Government and other authorities?**

The Company is not engaged in manufacturing or trading business, hence records for inventories are not applicable to the company. We have been informed that there are no assets received as gift from the Government during the year.

- 4) A report on age-wise analysis of pending legal/arbitration cases, including the reasons of pendency and existence/effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.**

We have been informed that there are no pending legal/arbitration cases for or against the company.



## **Financial statements**

## **Media Lab Asia (Consolidated)**

**BALANCE SHEET AS AT 31st MARCH, 2015**

	Particulars	Note No	As at 31st March, 2015	As at 31st March, 2014
			Amount (in Rs.)	Amount (in Rs.)
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' Funds			
	(a) Share Capital		-	-
	(b) Reserves and Surplus	3	80,559,037	81,135,655
	(c) Reserve Fund for Contingencies	4	46,002,604	31,395,873
2	Non Current Liabilities			
	(a) Long term Provisions	5	3,147,106	2,719,906
3	Current liabilities			
	(a) Other Current Liabilities	6	2,071,305,491	527,709,533
	(b) Short Term Provisions	7	1,774,789	906,635
	<b>Total</b>		<b>2,202,789,027</b>	<b>643,867,602</b>
<b>II.</b>	<b>ASSETS</b>			
1	Non Current Assets			
	(a) Fixed Assets	8		
	(i) Tangible Assets		80,332,258	80,416,224
	(ii) Intangible Assets		226,779	719,431
	(iii) Capital Work in Progress		86,639,000	-
			167,198,037	81,135,655
	(b) Non Current Investments	9	2,400	2,400
	(c) Long Term Loans And Advances	10	10,003,125	10,041,236
	(d) Other Non Current Assets	11	-	-
2	Current Assets			
	(a) Cash and Cash Equivalents	12	1,769,824,331	400,296,504
	(b) Short Term Loans and Advances	13	234,525,884	143,902,364
	(c) Other Current Assets	14	21,235,250	8,489,443
	<b>Total</b>		<b>2,202,789,027</b>	<b>643,867,602</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

As per our report of even date attached.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For and on behalf of the Board**

**Manging Director & CEO**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Director**

Mumbai

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH 2015**

Particulars		Note No.	31st March, 2015 Amount(in Rs.)	31st March, 2014 Amount(in Rs.)
I.	Transferred from Grant-in-aid account (Refer Notes 2(g) and 24 )	15	675,914,620	546,389,378
II.	Other income	16	489,657	1,025,011
<b>III.</b>	<b>Total</b>		<b>676,404,277</b>	<b>547,414,389</b>
	<b>Expenditure</b>			
	Research and / or Development Expenditure ( Refer Note 2(l) )	17	597,202,925	492,087,492
	Employee benefits expense	18	33,035,199	14,498,193
	Administration and Other Expenses	19	46,166,153	40,828,704
	Depreciation and amortization expense			
	- On Research Assets		21,325,425	5,540,824
	- On Other Assets		6,361,143	3,532,422
			27,686,568	9,073,246
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3)		27,686,568	9,073,246
<b>IV.</b>	<b>Total</b>		<b>676,404,277</b>	<b>547,414,389</b>
V.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		-	-
VI.	Exceptional items		-	-
VII.	Excess of Income over Expenditure before extraordinary items and tax (V - VI)		-	-
VIII.	Extraordinary Items		-	-
IX.	<b>Excess of Income over Expenditure before tax (VII- VIII)</b>		-	-
X.	Tax expense:		-	-
XI.	<b>Excess of Income over Expenditure for the year(IX-X)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

As per our report of even date attached.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For and on behalf of the Board**

**Managing Director & CEO**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Director**

Mumbai

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2015**

	Particulars	Amount(in Rs.)	Amount(in Rs.)
		2014-15	2013-14
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Transfer from Grant in Aid to Income & Expenditure Account	(675,914,620)	(546,389,378)
	Transfer from Reserve & Surplus for Depreciation	(34,010,304)	(9,073,246)
	<b>Total Transfer to Income &amp; Expenditure Account</b>	<b>(709,924,924)</b>	<b>(555,462,624)</b>
	<b>Adjustments to reconcile net income (expense) to net cash</b>		
	Depreciation including Depreciation due to implementation of Schedule II of the Companies Act, 2013	34,010,304	9,073,246
	Fixed Assets adjusted/discarded/written off	78,474	5,467
	Grant refunded to Government of India	-	(129,136,320)
	Grant Received during the year	2,119,173,478	537,300,384
	Interest on Fixed Deposits	46,738,871	39,543,814
	<b>Operating Cash inflow (Outflow) before Working Capital Change</b>	<b>1,490,076,203</b>	<b>(98,676,033)</b>
	<b>Adjustments for:</b>		
	<b>Decrease/(Increase) in Assets</b>	<b>(103,331,216)</b>	<b>(114,979,779)</b>
	Decrease/(Increase) in Long Term Loans & Advances	38,111	(97,296)
	Decrease/(Increase) in Short Term Loans & Advances	(90,623,520)	(129,753,802)
	Decrease/(Increase) in other Current Assets	(12,745,807)	14,871,319
	<b>Increase/(Decrease) in Liabilities</b>	<b>100,352,042</b>	<b>3,466,539</b>
	Increase/(Decrease) in Other Current Liabilities	99,056,688	2,138,401
	Increase/(Decrease) in Long term Provision	427,200	996,104
	Increase/(Decrease) in Short Term Provisions	868,154	332,034
	<b>Net Cash inflow (outflow) from operating activities</b>	<b>1,487,097,029</b>	<b>(210,189,273)</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Addition to Fixed Assets including Work-in-progress	(117,631,660)	(8,707,982)
	Gain on disposal of obsolete items	62,458	
	<b>Net Cash used in investing activities</b>	<b>(117,569,202)</b>	<b>(8,707,982)</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	<b>Net Cash used in financing activities</b>	<b>-</b>	<b>-</b>
	<b>Net increase/(decrease) in cash &amp; Cash Equivalents(A+B+C)</b>	<b>1,369,527,827</b>	<b>(218,897,255)</b>
	Opening Cash and Cash equivalents	400,296,504	619,193,759
	<b>Closing Cash and Cash equivalents</b>	<b>1,769,824,331</b>	<b>400,296,504</b>

As per our report of even date attached.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For and on behalf of the Board**

**Manging Director & CEO**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Director**

Mumbai

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**1 Background:**

**Media Lab Asia** (hereinafter referred to as 'the Company') was incorporated on September 20, 2001 as a **Company Limited by Guarantee** and not having share capital and was granted a license under Section 25 of the Companies Act, 1956 ( now Section 8 Company under Companies Act 2013). The main objective of the Company is to bring the benefits of most advanced Information and Communication Technologies (ICT) to the common man and needy people.

**Information Technology Research Academy (ITRA)** is an enabling National Programme initiated by Department of Electronics and Information Technology (DeitY), Ministry of Communications and Information Technology (MCIT), Government of India, to help build a national resource for advancing the quality and quantity of R&D in Information and Communications Technologies and Electronics (ICTE) and its applications, in IT and related institutions across India. ITRA is currently operating as a Division of Media Lab Asia.

**National e-Governance Division (NeGD)** is an independent business division within Media Lab Asia. NeGD has been mandated to support Department of Electronics and Information Technology, Government of India in its various programme management aspects of the Digital India and eKranti initiatives including strategic planning and capacity building; development of standards, policies and guidelines; awareness and communication; evaluation and assessment; and citizen engagement through physical and digital/ social platforms. NeGD is also responsible for implementing of projects under Digital India. NeGD has complete financial and HR autonomy. The accounts, finance and human resource of NeGD are controlled, managed and maintained by the division itself and the division is headed by President & CEO, NeGD.

**MyGov** platform is a unique first of its kind participatory governance initiative involving the common citizen at large. The idea of MyGov brings the government closer to the common man by the use of online platform creating an interface for healthy exchange of ideas and views involving the common citizen and experts with the ultimate goal to contribute to the social and economic transformation of India. MyGov project aims to provide an internet based platform to enable all citizens to contribute to the democratic process of ideation, feedback and participation in policy formulation and execution.

**Visvesvaraya PhD Scheme for Electronics & IT** is a Programme initiated by Department of Electronics and Information Technology (DeitY), Ministry of Communications and Information Technology (MCIT), Government of India to enhance the number of PhDs in the Electronics System Design and Manufacturing (ESDM) and IT/IT Enabled Services (ITES) sectors. Media Lab Asia would provide secretariat, managerial support and creation of institutional mechanism as Implementation Agency to Department of Electronics and Information Technology, Ministry of Communications and Information Technology, Government of India.

**2 Significant Accounting Policies:**

**(a) Basis of Preparation of Financial Statements:**

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

**(b) Use of Estimates:**

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**(c) Cash & Cash Equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(d) Tangible and Intangible Fixed Assets:**

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

**(e) Depreciation / Amortisation:**

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.

**(f) Investments:**

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

**(g) Grant-in-aid:**

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

**(h) Employee Benefits:**

**(i) Short Term Employee Benefits**

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

**(ii) Defined Contribution Plan**

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

**(iii) Defined Benefit Plan**

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(iv) Long Term Employee Benefits**

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

**(i) Expenses incurred at Indian Institutes of Technology and other organisations:**

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.



**Note 3 - Reserves and Surplus**

(Refer Notes 2(g) and 6)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	81,135,655		81,506,386	
<b>Add :</b>				
Assets purchased during the year transferred from grant-in-aid account	30,992,660		8,707,982	
NAIP Project Assets clubbed during the year (Refer Note 31)	2,519,500			
<b>Less :</b>				
Written down value of deletions during the year	78,474		5,467	
		114,569,341		90,208,901
<b>Less:</b>				
Transferred to Income and Expenditure Account:				
-Depreciation for the year (Refer Note 8)		27,686,568		9,073,246
-Due to implementation of Schedule II of the Company's Act 2013		6,323,736		
<b>Total</b>		<b>80,559,037</b>		<b>81,135,655</b>

**Note 4 - Reserve Fund for Contingencies**

(Refer Note 26)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
As per last Balance Sheet		-		-
a) Opening Balance	31,395,873		14,729,650	
b) Additions during the year				
i) Interest earned during the year	2,915,823		1,242,940	
ii) Other additions				
- VIIDP project overheads	250,000			
- ITRA project overheads	8,721,908		15,423,283	
- PhD project overheads	2,719,000			
Total (a+b )		46,002,604		31,395,873
<b>Less :</b>				
c) Utilisation / Expenditure of funds				
i) Revenue Expenditure	-		-	
ii) Capital Expenditure	-		-	
Total (c )		-		-
Closing Balance at the year end (a+b-c)		46,002,604		31,395,873
<b>Total</b>		<b>46,002,604</b>		<b>31,395,873</b>

**Note 5 - Long Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 32)	3,147,106	2,719,906
<b>Total</b>	<b>3,147,106</b>	<b>2,719,906</b>

**Note 6 - Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Grant-in-aid account (Refer Notes 2(g) and 24)		
As per last Balance Sheet	519,653,580	643,703,818
<b>Add:</b>		
Transferred from Reserve on deletion of Fixed Assets	78,474	5,467
Grant-in-aid received during the year :		
- Media Lab Asia (Core Activities)	4,736,400	157,471,497
- I T Research Academy	80,000,000	162,743,414
- Visvesvaraya PhD Scheme for Electronics & IT	240,000,000	-
- National e-Governance Division	1,406,937,078	217,085,473
- MyGov	179,500,000	-
- e-Greetings Portal Sampark	208,000,000	-
Interest earned on Grant-in-aid during the year :		
- Media Lab Asia (Core Activities)	7,907,801	7,038,896
- I T Research Academy	9,578,071	9,475,876
- Visvesvaraya PhD Scheme for Electronics & IT	11,798,406	-
- National e-Governance Division	8,955,836	21,786,102
- MyGov	5,582,934	-
gain on disposal of obsolete items	62,458	-
<b>Less:</b>		
Amount refunded to the Government of India	-	129,136,320
Transferred to Reserve for Fixed Assets (Refer Note 3)	30,992,660	8,707,982
Transferred to Reserve Fund for Contingencies- (Refer Note 26) :		
- VIIDP project overheads	250,000	-
- ITRA project overheads	8,721,908	15,423,283
- PhD project overheads	2,719,000	-
Transferred to Income and Expenditure Account (Refer Note 15)	675,914,620	546,389,378
	1,964,192,850	519,653,580
(b) Deposits		
- Earnest Money	20,000	20,000
- Security	43,000	43,000
(c) Other Current Liabilities (for fixed assets)	86,639,000	-
(d) Other Current Liabilities (for expenses)	18,024,734	5,588,172
(e) Other Payables		
- Tax Deducted at source	657,073	922,744
- Service Tax	44,519	153,241
- Salary and Reimbursements	880,794	584,203
- Provident Fund and other Employee Deductions	375,572	356,644
- Income received in advance	93,750	93,750
- Others	334,199	294,199
<b>Total</b>	<b>2,071,305,491</b>	<b>527,709,533</b>

**Note 7 - Short Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 32)	1,774,789	906,635
<b>Total</b>	<b>1,774,789</b>	<b>906,635</b>

**MEDIA LAB ASIA**  
CIN : U72900MH2001NPL133410

**Note 8 - Fixed Assets**

(Refer Notes 2(d), (e), (g) and 25)

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION						NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	Additions during the year	For the year	Due to Implementation of Schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>(i) Tangible Assets</b>												
Computer Equipments#	108,130,852	15,320,993	4,705,949	118,745,896	93,655,823	1,821,638	17,447,390	1,625,516	4,695,408	109,854,959	8,890,937	14,475,029
Research Equipment	28,366,051	11,253,672	67,933	39,551,790	26,694,778	-	3,942,993	409,026	-	31,046,797	8,504,993	1,671,273
Office Equipment*	19,527,258	2,526,879	-	22,054,137	12,818,984	304,347	3,160,468	3,501,199	-	19,784,998	2,269,139	6,708,274
Furniture and Fixtures	18,241,396	6,017,559	-	24,258,955	15,080,610	-	1,657,429	520,451	-	17,258,490	7,000,465	3,160,786
Lease hold Premises@	55,946,000	-	-	55,946,000	1,847,387	-	588,905	-	-	2,436,292	53,509,708	54,098,613
Vehicles	3,273,756	-	-	3,273,756	2,971,507	-	126,318	18,915	-	3,116,740	157,016	302,249
<b>TOTAL</b>	<b>233,485,313</b>	<b>35,119,103</b>	<b>4,773,882</b>	<b>263,830,534</b>	<b>153,069,089</b>	<b>2,125,985</b>	<b>26,923,503</b>	<b>6,075,107</b>	<b>4,695,408</b>	<b>183,498,276</b>	<b>80,332,258</b>	<b>80,416,224</b>
Previous Year	224,910,796	8,689,507	114,990	233,485,313	144,617,815	-	8,560,797	-	109,523	153,069,089	80,416,224	
<b>(ii) Intangible Assets</b>												
Software	10,973,120	519,042	-	11,492,162	10,253,689	-	763,065	248,629	-	11,265,383	226,779	719,431
<b>TOTAL</b>	<b>10,973,120</b>	<b>519,042</b>	<b>-</b>	<b>11,492,162</b>	<b>10,253,689</b>	<b>-</b>	<b>763,065</b>	<b>248,629</b>	<b>-</b>	<b>11,265,383</b>	<b>226,779</b>	<b>719,431</b>
Previous Year	10,954,645	18,475	-	10,973,120	9,741,240	-	512,449	-	-	10,253,689	719,431	
<b>GRAND TOTAL</b>	<b>244,458,433</b>	<b>35,638,145</b>	<b>4,773,882</b>	<b>275,322,696</b>	<b>163,322,778</b>	<b>2,125,985</b>	<b>27,686,568</b>	<b>6,323,736</b>	<b>4,695,408</b>	<b>194,763,659</b>	<b>80,559,037</b>	<b>81,135,655</b>
Previous Year	235,865,441	8,707,982	114,990	244,458,433	154,359,055	-	9,073,246	-	109,523	163,322,778	81,135,655	
<b>(iii) Capital Work In Progress</b>											<b>86,639,000</b>	<b>-</b>
											<b>167,198,037</b>	<b>-</b>
<p>1) #NAIP Project Computer Equipments costing Rs.41,97,410 and Accumulated Depreciation of Rs.18,21,638 as on 1.04.2014 has been clubbed with Media Lab Asia during the year 2014-15.</p> <p>2) *NAIP Project Office Equipments costing Rs.4,48,075 and Accumulated Depreciation of Rs.3,04,347 as on 1.04.2014 has been clubbed with Media Lab Asia during the year 2014-15.</p> <p>3) @Lease hold premises has been amortised over a period of 95 years from 10.02.2011.</p> <p>4) Previous years figures have been regrouped / reclassified wherever necessary to conform to current year's classification / disclosure</p> <p>Depreciation till the year ended March 31, 2014, were being provided based on the rates specified under schedule XIV of Companies Act, 1956. Schedule II of Companies Act, 2013 prescribes useful lives for fixed assets, which in many cases are different from the rates specified under schedule XIV of Companies Act, 1956. The Company has reestimated the useful lives and residual value of fixed assets and provided depreciation in accordance with Schedule II of Companies Act, 2013. Further, based on transitional provisions due to implementation of Schedule II of the Act, the charge to reserve for fixed asset in respect of assets having no useful life as on 1st April, 2014 is Rs.6,323,736.</p>												

**Note 9 - Non Current Investments**

Particulars	Nominal Value	No. of Shares	31st March, 2015	31st March, 2014
	Rs.		Amount (in Rs.)	Amount (in Rs.)
Trade Investment (at cost) (Refer Note 30) Investment in Shares of Agrocom Software Technologies Pvt Ltd	1	2,400	2,400	2,400
<b>Total</b>			<b>2,400</b>	<b>2,400</b>
Note: a) Aggregate value of Investments Unquoted - At Cost			2,400	2,400
b) There is no diminution in the value of Investment			-	-

**Note 10 - Long Term Loans & Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered Good</b>		
1) Security Deposits	7,368,076	7,356,421
2) Capital Advance	-	62,150
3) Advance Income tax (tds)	2,635,049	2,622,665
<b>Total</b>	<b>10,003,125</b>	<b>10,041,236</b>

**Note 11 - Other Non Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Other bank balances:</u> Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 12 - Cash and Cash Equivalents**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Cash and Cash Equivalents (Refer Note 2( c )</u>		
Cash on hand	23,702	116,503
Balances with Banks	43,354,117	1,860,143
<u>Other Bank Balances</u>		
Bank Deposits with more than 3 months maturity	1,726,446,512	398,319,858
<b>Total</b>	<b>1,769,824,331</b>	<b>400,296,504</b>

**Note 13 - Short Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b><u>Advances Recoverable in Cash or in Kind</u></b>		
<b><u>Unsecured considered Good</u></b>		
Indian Institutes of Technology and Other Organisations ( Refer Note 2(i))	232,443,444	142,332,266
(A)	232,443,444	142,332,266
<b><u>Other Loans and Advances</u></b>		
Prepaid expenses	2,064,082	459,984
Advances to employees	14,135	33,831
Others	345,948	1,076,283
Provision for doubtful advance	(341,725)	-
(B)	2,082,440	1,570,098
<b>Total (A + B )</b>	<b>234,525,884</b>	<b>143,902,364</b>

**Note 14 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	21,235,250	8,489,443
<b>Total</b>	<b>21,235,250</b>	<b>8,489,443</b>

**Note 15 - Grant-in-aid**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2(g), 6 and 24)	675,914,620	546,389,378
<b>Total</b>	<b>675,914,620</b>	<b>546,389,378</b>

**Note 16 - Other Income**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
( a ) Hosting and maintenance of website	417,707	245,000
( b ) Interest Income	-	-
- On Savings Account	-	-
- On Fixed deposits	-	-
- On Security deposits	21,465	19,656
- On Advance	-	-
( c ) Sundry credit balances written back(net)	-	733,845
( d ) Miscellaneous Income	50,485	26,510
<b>Total</b>	<b>489,657</b>	<b>1,025,011</b>

**Note -17 Research and / or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Expenses - Indian Institutes of Technology and Other Organisations ( Refer Note 2 (i) )	73,444,327	16,538,327
Salaries, Allowances and Other benefits	479,536,563	433,526,886
Contribution to Provident Fund & Other Funds	2,772,292	2,363,005
Travel and Conveyance	4,849,395	4,377,864
Research Workshops and Conferences	8,439,624	9,144,318
Professional Fees	459,181	711,202
Communication	2,492,876	1,896,373
Rent	19,314,374	18,085,870
Maintenance	5,795,623	5,136,951
Trademark Registration	98,670	306,696
<b>Total</b>	<b>597,202,925</b>	<b>492,087,492</b>

**Note 18 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other benefits	30,763,222	12,567,521
Contribution to Provident Fund & Other Funds	1,539,312	921,346
Staff Welfare	732,665	1,009,326
<b>Total</b>	<b>33,035,199</b>	<b>14,498,193</b>

**Note 19 - Administration and Other Expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Electricity	1,586,019	1,793,626
Rates and Taxes	157,155	360,256
Repairs and Maintenance		
- Building	-	-
- Others	6,158,137	5,414,447
Insurance	114,303	98,667
Office Expenses	5,871,509	2,638,499
Travel and Conveyance	10,222,757	14,999,781
Legal and Professional Fees	2,587,117	7,130,422
Auditors' Remuneration *	229,000	232,456
Advertising and Conferences	13,537,171	488,174
Website Maintenance expenses	41,794	-
Recruitment	2,967,437	4,735,469
Communication	1,164,815	2,257,284
Meeting expenses	260,398	326,721
Miscellaneous Expenses	926,816	347,435
Loss on Fixed Assets	-	5,467
Provision for doubtful debts	341,725	-
<b>Total</b>	<b>46,166,153</b>	<b>40,828,704</b>

*Auditors' Remuneration	31st March 2015	31st March 2014
	Amount (in Rs.)	Amount (in Rs.)
Payment to Auditors (including service tax)		
a) Auditor	229,000	168,450
b) For Other Services	-	50,562
c) Reimbursement of Expenses	-	13,444
<b>Total</b>	<b>229,000</b>	<b>232,456</b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

- 20** Capital and Other Commitments as at the end of the year is Rs. Nil.; (Previous year Rs.62,150).
- 21** Contingent Liabilities as at the end of the year is Rs. Nil (Previous Year Rs. Nil).
- 22** The Financial Statements comprises the accounts of (i) Media Lab Asia (Core), (ii) Information Technology Research Academy (iii) National e-Governance Division and the Project accounts of (iv) MyGov and (v) Visvesvaraya PhD Scheme for Electronics & IT.
- 23** The Company has been notified as an institution for charitable purpose under Section 10(23)(C)(iv) of the Income Tax Act, 1961 vide order No.CCIT/MUM/10(23)(C) (iv)/66/2007-08 97 dated 31.10.2007 issued by Ministry of Finance, Department of Revenue, Chief Commissioner of Income Tax, Mumbai from A. Y. 2005– 2006 onwards until withdrawn and is therefore entitled to claim exemption from tax, subject to fulfilment of the prescribed conditions.  
The Company has also obtained registration under Section 12A of the Income Tax Act, 1961 vide letter No. DIT(E)/12A/36786/2002-2003 dated October 7, 2002 and is therefore entitled to claim exemption from tax under Section 11 of the Income Tax Act.
- 24** Department of Electronics and Information Technology (DeitY) has provided Grant-in-aid of Rs.2,119,173,478 during the financial year 2014-15 (previous year Rs.537,300,384) to the Company. Any portion of the Grant-in-aid which is not ultimately required for the approved purposes shall be duly surrendered to the DeitY. An amount of Rs.43,823,048 (previous year Rs.38,300,874) being interest received on grant in aid deposits during the year has been credited to grant in aid account. Interest earned/accrued has been credited to grant in aid account by the Company in the year in which it is earned/accrued on an accrual basis. The Company has refunded interest amount Rs. Nil ( Previous year Rs.29,136,320) to DeitY during the year 2014-15.

**Details of Grant**

**Media Lab Asia (Core Activities)**

-Varanasi ICT based Integrated Development Program(VIIDP)  
-Awareness & Communication Campaign about Standards

<b>FY 2014-15</b>	<b>FY 2013-14</b>
<b>Rupees</b>	<b>Rupees</b>
-	157,471,497
3,888,000	-
848,400	-
<u>4,736,400</u>	<u>157,471,497</u>

**Information Technology Research Academy**

<u>80,000,000</u>	<u>162,743,414</u>
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**National e-Governance Division :**

Project Setting up of NeGD  
Project Capacity Building Scheme Phase II for States/Uts under NeGP  
Project Creation of Cyber Security Cell in e-Governance  
Project National Roll Out of Training Programme for CIOs under NeGP  
Awareness and Communication Approach and Strategy for NeGP 2014-17  
Functioning of NeGD 2.0  
Setting up of PMU for State Service Delivery Gateway (SSDG)  
Implementation of Citizen Engagement Framework  
Establishment of a Project Development Fund  
Preparing North East for Digital India  
Launching Digital India Week Programme  
Rapid Assessment System  
Certificate Training Programme for SC/ST Officers  
Collaborative Application Development Platform  
Setting up of Capacity Building Management Cell (CBMC) & Recruitment

21,806,664	-
502,273,500	203,085,473
3,226,378	-
36,681,481	-
150,000,000	-
130,000,000	-
3,970,696	4,000,000
13,600,000	10,000,000
50,000,000	-
100,000,000	-
96,700,000	-
14,002,800	-
50,000,000	-
8,372,000	-
226,303,559	-
<u>1,406,937,078</u>	<u>217,085,473</u>

**MyGov** - A platform for citizen engagement in governance  
e-Greetings Portal and Sampark

179,500,000	-
208,000,000	-
<u>387,500,000</u>	<u>-</u>

**Visvesvaraya PhD Scheme for Electronics & IT**

<u>240,000,000</u>	<u>-</u>
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**Grand Total**

<u><b>2,119,173,478</b></u>	<u><b>537,300,384</b></u>
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**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**25** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.

**26** A Reserve Fund has been created out of earnings including funds received as overheads from the sponsored projects to meet any unforeseen costs that may arise in the future as well as the future upkeep costs or for any other purpose conducive to the interests of the company. During the current year an amount of Rs. 11,690,908 has been transferred to Reserve Fund out of Project overheads received. Since fixed deposits have not been specifically earmarked, proportionate interest of Rs. 2,915,823 earned on the liquid term deposits have been credited to the Reserve Fund.

**27** Media Lab Asia has received audited statement of expenses aggregating to Rs.39,92,101 from Central Agricultural University, Barapani and Sai Institute of Rural Development, Varanasi. The statement of expenses received from CDAC, Thiruvananthapuram, Rehabilitation Council of India, New Delhi and Department of School Education, Govt. of Nagaland and Department of School Education, Govt. of Mizoram for expenses aggregating to Rs.10,233,340 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.

IT Research Academy has received audited statement of expenses aggregating to Rs.38,389,938 and audited details of gross book value of fixed assets aggregating to Rs.15,327,157 from forty four project team members consisting of 34 institutions. The statement of expenses and details of gross book value of fixed assets received from ten project team members consisting of 9 institutions for expenses aggregating to Rs.10,651,101 and gross book value of fixed assets aggregating to Rs.2,345,632 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.

Media Lab Asia has received audited statement of expenses of project "Visvesvaraya PhD Scheme for Electronics & IT" aggregating to Rs.3,807,499 from ten institutions. The statement of expenses received from fourteen institutions for expenses aggregating to Rs.6,101,890 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.

NeGD has received Utilisation Certificates from National Institute for Smart Government (NISG) and other institutions towards fund utilised for recruitment and HR management activities etc. out of the advance paid to them. The amount utilised is shown under Research and/or Development Expenditure in the Income and Expenditure Account. The unutilised amount is shown under the head 'Loans and Advances' in **Note 13**. The financial statements have been prepared on the basis of such statement of expenses duly certified by the authorised personnel of these institutions except in the case of project "National role out of training programme for Chief Information Officers under NeGP Capacity Building Scheme" for which no utilisation certificate/balance confirmation has been received for advance of Rs.60,137,528 from NISG.

The financial statements have been prepared on the basis of such statement of expenses and details of fixed assets.

**28** Expenditure in Foreign Currency

	<b>Year ended March 31, 2015 Rupees</b>	<b>Year ended March 31, 2014 Rupees</b>
i) Travelling expenses	214,577	108,525
ii) Trademark renewal	61,833	205,404
iii) Equipments	484,5750	61,616
<b>Total</b>	<b>5,122,160</b>	<b>375,545</b>

**29** Employee cost includes remuneration paid to Managing Director Rs.Nil during the financial year 2014-15 (Previous year Rs.Nil).

**30** The Company had entered into MOU with Agrocom Software Technologies Pvt. Ltd. dated 17th September, 2008 for use of Aqua Software license developed by IIT, Bombay in collaboration with Media Lab Asia. As per the said MOU, the company had received 2400 shares (Face Value of Rs.1 per share) of Agrocom Software Technologies Private Limited which are disclosed under non current investments.

**31** The Company had undertaken the project entitled "Development of a set of alternative ICT models based on a study and analysis of the major ICT initiatives in agriculture in India to meet the information need of the Indian farmers" to be operated under consortium mode under the Component 4 of the National Agricultural Innovation Project (NAIP) vide sanction letter dated 13th January 2009 and the project has been completed as on 31 March 2014.

NAIP, vide letter ref. No. 13(1)/2014-NAIP/AT/COM-IV(Proc. Admin) dated 25.04.2014, has accorded approval for transfer of non-recurring assets procured under NAIP Project in the name of the Company. Accordingly, Computer Equipments Costing Rs.4,197,310 and Office Equipments Costing Rs.448,075 totalling to Rs.4,645,385 has been clubbed with the fixed assets during the financial year. NAIP has settled the balance due of Rs.671,424 during the year 2014-15.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**32 Employee Benefits**

As per the companies (Accounting Standards), Rules 2006, the following disclosures have been made.

**Defined Benefit Plans**

**A. Contribution to Gratuity Fund**

The details of the Company's Gratuity Fund for its employees are given below which have been certified by Life Insurance Corporation of India as on 31<sup>st</sup> March, 2015 and relied upon by the auditors

	<b>FY 2014-15</b>	<b>FY 2013-14</b>
i Valuation Method	Projected Unit Credit Method	Projected Unit Credit Method
ii Actuarial Assumptions		
Mortality Rate	LIC(1994-96) ultimate	LIC(1994-96) ultimate
Withdrawal Rate	1%	1%
Discount Rate	8%	8%
Salary Escalation	10.00%	5.50%
iii Results of Valuation	<b>Rupees</b>	<b>Rupees</b>
a.PV of Past Service Benefit	4,177,719	2,824,884
b.Current Service Cost	200,423	318,416
c.Total Service Gratuity	16,368,158	17,282,076
d. Accrued Gratuity	4,965,291	4,360,984

**B. Leave Encashment**

Payments to and provision for employees includes Rs.1,521,912 (previous year Rs.1,328,138) towards provision made as per Actuarial Valuation in respect of accumulated leave encashment and Rs.252,877 towards liability of contractual staff made on actual basis debited to the Statement of Income and Expenditure. Total Liability as per Actuarial Valuation and as reflected in Company's Accounts is Rs.4,669,018 ( previous year Rs.3,626,541). The company has not funded the liability.

**Defined Contribution Plans**

The Company has recognised Rs.2,785,916 (previous year Rs.2,763,609) towards Provident Fund / Pension Fund .

- 33** During the financial year 2014-15, the Company has made provision on doubtful advance of Rs.341,725 lying in the account of Picopeta Simputers Pvt Ltd against the advance paid in the year 2002 along with purchase order for procurement of Simputers.
- 34** The Company after obtaining necessary approvals from the DeitY, has disposed off obsolete and unusable computer equipments worth Rs.4,705,949 having WDV of Rs.10,541 for Rs.72,999 during the year 2014-15. The gain of Rs.62,458 has been credited to the grant in aid account
- 35** Micro & Small Enterprises Dues  
The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :  
a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.  
The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.
- 36** The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- 37** Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.
- 38** Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification/disclosure.

**MEDIA LAB ASIA**  
CIN : U72900MH2001NPL133410

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

- 39** The Company has obtained permission under Section 96(1) of the Companies Act, 2013 for extension of the time for conducting its Annual General Meeting, upto December 31, 2015.

Signatures to Note No. 1 to 39

**For A. P. Sanzgiri & Co.**  
Chartered Accountants  
Firm Registration No. : 116293W

**For and on behalf of the Board of Directors**

**CA Ankush Goyal**  
**Partner**  
Membership No. : 146017

**Managing Director & CEO**

Mumbai

**Director**  
New Delhi

## **Financial statements (Divisions & Projects)**

## **Media Lab Asia (Standalone)**

**MEDIA LAB ASIA**

**STANDALONE BALANCE SHEET AS AT 31st MARCH, 2015**

	Particulars	Note No	As at 31st March, 2015	As at 31st March, 2014
			Amount (in Rs.)	Amount (in Rs.)
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' Funds			
	(a) Share Capital		-	-
	(b) Reserves and Surplus	3	56,630,609	69,618,998
	(c) Reserve Fund for Contingencies	4	46,002,604	31,395,873
2	Non Current Liabilities			
	(a) Long term Provisions	5	2,380,013	2,485,242
3	Current liabilities			
	(a) Other Current Liabilities	6	69,570,361	130,970,966
	(b) Short Term Provisions	7	1,500,810	906,635
	<b>Total</b>		<b>176,084,397</b>	<b>235,377,714</b>
<b>II.</b>	<b>ASSETS</b>			
1	Non Current Assets			
	(a) Fixed Assets	8		
	(i) Tangible Assets		56,584,256	69,028,602
	(ii) Intangible Assets		46,353	590,396
			56,630,609	69,618,998
	(b) Non Current Investments	9	2,400	2,400
	(c) Long Term Loans and Advances	10	8,377,065	8,350,026
	(d) Other Non Current Assets	11	-	-
2	Current Assets			
	(a) Cash and Cash Equivalents	12	101,032,551	143,174,901
	(b) Short Term Loans and Advances	13	7,267,045	9,905,984
	(c) Other Current Assets	14	2,774,727	4,325,405
	<b>Total</b>		<b>176,084,397</b>	<b>235,377,714</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

We have verified the above Balance Sheet as at 31st March, 2015, the statement of Income and Expenditure for the year ended 31st March, 2015, and the related Notes to Accounts with the Books of Account and other records produced before us, and as per the information and explanations given to us, we certify the same to be in agreement with the books of accounts.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

**MEDIA LAB ASIA**

**STANDALONE STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH, 2015**

Particulars		Note No.	31st March, 2015 Amount(in Rs.)	31st March, 2014 Amount(in Rs.)
I.	Transferred from Grant-in-aid Account (Refer Notes 2(g), 6 and 21)	15	72,064,067	62,915,070
II.	Other income	16	489,657	1,002,511
III.	<b>Total</b>		<b>72,553,724</b>	<b>63,917,581</b>
	<b>Expenditure:</b>			
	Research and/or Development Expenditure (Refer Note 2(l))	17	60,355,177	49,345,213
	Employee Benefits Expense	18	3,961,843	4,178,729
	Administration and Other Expenses	19	8,236,704	10,393,639
	Depreciation and amortization expense			
	- On Research Assets		10,145,079	5,241,741
	- On Other Assets		1,328,700	1,886,741
			11,473,779	7,128,482
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3)		11,473,779	7,128,482
IV.	<b>Total</b>		<b>72,553,724</b>	<b>63,917,581</b>
V.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		-	-
VI.	Exceptional items		-	-
VII.	Excess of Income over Expenditure before extraordinary items and tax (V - VI)		-	-
VIII.	Extraordinary Items		-	-
IX.	<b>Excess of Income over expenditure before tax (VII- VIII)</b>		-	-
X.	Tax expense:		-	-
XI.	<b>Excess of Income over Expenditure for the year (IX-X)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

## **MEDIA LAB ASIA**

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

#### **1 Background:**

Media Lab Asia (hereinafter referred to as 'the Company') was incorporated on September 20, 2001 as a company limited by guarantee and not having share capital and was granted a license under Section 25 of the Companies Act, 1956 ( now Section 8 Company under Companies Act 2013). The main objective of the Company is to bring the benefits of most advanced Information and Communication Technologies (ICT) to the common man and needy people.

#### **2 Significant Accounting Policies:**

##### **(a) Basis of Preparation of Financial Statements:**

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

##### **(b) Use of Estimates:**

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

##### **(c) Cash & Cash Equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

##### **(d) Tangible and Intangible Fixed Assets:**

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

##### **(e) Depreciation / Amortisation:**

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.



## MEDIA LAB ASIA

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

**(f) Investments:**

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

**(g) Grant-in-aid:**

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

**(h) Employee Benefits:**

**(i) Short Term Employee Benefits**

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

**(ii) Defined Contribution Plan**

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

**(iii) Defined Benefit Plan**

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

**(iv) Long Term Employee Benefits**

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

**(i) Expenses incurred at Indian Institutes of Technology and other organisations:**

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

## **MEDIA LAB ASIA**

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.

## MEDIA LAB ASIA

### Note 3 - Reserves and Surplus

(Refer Notes 2(g) and 6)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	69,618,998		75,983,848	
Add :				
Assets purchased during the year transferred from grant-in-aid account	1,918,824		769,099	
NAIP Project Assets clubbed during the year (Gross block Rs.4,645,485 less accumulated depreciation Rs.2,125,985) (Refer Note 30)	2,519,500			
Less :				
Written down value of deletions during the year	10,541		5,467	
Less:		74,046,781		76,747,480
Transferred to Income and Expenditure Account :				
- Depreciation for the year (Refer Note 8)	11,473,779		7,128,482	
-Depreciation due to implementation of Schedule II of the Company's Act 2013	5,942,393			
		17,416,172		7,128,482
<b>Total</b>		<b>56,630,609</b>		<b>69,618,998</b>

### Note 4 - Reserve Fund for Contingencies

(Refer Note 26)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
As per last Balance Sheet				
a) Opening Balance	31,395,873		14,729,650	
b) Additions during the year				
i) Interest earned during the year	2,915,823		1,242,940	
ii) Other additions				
- Institutional Overheads - Visvesvaraya PhD Scheme for Electronics & IT	2,719,000		-	
- Project Overheads - VIIDP Project	250,000		-	
- Overheads - ITRA Project	8,721,908		15,423,283	
Total (a+b )		46,002,604		31,395,873
Less:				
c) Utilisation / Expenditure of funds	-		-	
i) Revenue Expenditure	-		-	
ii) Capital Expenditure	-		-	
Total (c )		-		-
Closing Balance at the year end (a+b-c)		46,002,604		31,395,873
<b>Total</b>		<b>46,002,604</b>		<b>31,395,873</b>

**MEDIA LAB ASIA**

**Note 5 - Long Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 32)	2,380,013	2,485,242
<b>Total</b>	<b>2,380,013</b>	<b>2,485,242</b>

**Note 6 - Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Grant-in-aid account (Refer notes 2 (g) and 21)		
As per last Balance Sheet	127,400,377	27,843,686
Add:		
Transferred from Reserve on deletion of Fixed Assets	10,541	5,467
Grant-in-aid received during the year :		
- Media Lab Asia (Core)	-	157,471,497
-Varanasi ICT based Integrated Development Program	3,888,000	-
-Awareness & Communication Campaign about Standards	848,400	-
Interest earned on Grant-in-aid during the year	7,907,801	7,038,896
Gain on disposal of obsolete items	62,458	-
Less:		
Amount refunded to the Government of India	-	1,275,000
Transferred to Reserve for Fixed Assets (Refer Note 3)	1,918,824	769,099
VIIDP project overheads	250,000	
Transferred to Income and Expenditure Account (Refer note 15)	72,064,067	62,915,070
	65,884,686	127,400,377
(b) Deposits		
- Earnest Money	20,000	20,000
- Security	43,000	43,000
(c) Other Current Liabilities (for expenses)	2,080,013	2,107,737
(d) Other Payables		
Tax Deducted at source	295,198	408,194
Service Tax	9,627	107,807
Salary and Reimbursements	616,365	225,690
Provident Fund and other Employee Deductions	233,523	270,212
Income received in advance	93,750	93,750
Others	294,199	294,199
<b>Total</b>	<b>69,570,361</b>	<b>130,970,966</b>

**Note 7 - Short Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 32)	1,500,810	906,635
<b>Total</b>	<b>1,500,810</b>	<b>906,635</b>

**MEDIA LAB ASIA**

**Note 8 - Fixed Assets**

(Refer Notes 2(d), (e), (g) and 22)

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION						NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	Additions during the year	For the year	Due to Implementation of Schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>(i) Tangible Assets</b>												
Computer Equipments#	96,012,980	5,316,325	4,705,949	96,623,356	89,794,124	1,821,638	7,176,635	1,244,173	4,695,408	95,341,162	1,282,194	6,218,856
Research Equipment	27,548,243	-	-	27,548,243	26,672,872	-	204,125	409,026	-	27,286,023	262,220	875,371
Other Office Equipment	-	-	-	-	-	-	-	-	-	-	-	-
Office Equipment*	18,397,004	795,358	-	19,192,362	12,537,535	304,347	2,002,211	3,501,199	-	18,345,292	847,070	5,859,469
Furniture and Fixture	15,972,359	112,250	-	16,084,609	14,298,315	-	739,795	520,451	-	15,558,561	526,048	1,674,044
Lease hold Premises@	55,946,000	-	-	55,946,000	1,847,387	-	588,905	-	-	2,436,292	53,509,708	54,098,613
Vehicles	3,273,756	-	-	3,273,756	2,971,507	-	126,318	18,915	-	3,116,740	157,016	302,249
<b>TOTAL</b>	<b>217,150,342</b>	<b>6,223,933</b>	<b>4,705,949</b>	<b>218,668,326</b>	<b>148,121,740</b>	<b>2,125,985</b>	<b>10,837,989</b>	<b>5,693,764</b>	<b>4,695,408</b>	<b>162,084,070</b>	<b>56,584,256</b>	<b>69,028,602</b>
Previous Year	216,496,233	769,099	114,990	217,150,342	141,496,381	-	6,734,882	-	109,523	148,121,740	69,028,602	
<b>(ii) Intangible Assets</b>												
Software	10,118,860	340,376	-	10,459,236	9,528,464	-	635,790	248,629	-	10,412,883	46,353	590,396
<b>TOTAL</b>	<b>10,118,860</b>	<b>340,376</b>	<b>-</b>	<b>10,459,236</b>	<b>9,528,464</b>	<b>-</b>	<b>635,790</b>	<b>248,629</b>	<b>-</b>	<b>10,412,883</b>	<b>46,353</b>	<b>590,396</b>
Previous Year	10,118,860	-	-	10,118,860	9,134,864	-	393,600	-	-	9,528,464	590,396	
<b>GRAND TOTAL</b>	<b>227,269,202</b>	<b>6,564,309</b>	<b>4,705,949</b>	<b>229,127,562</b>	<b>157,650,204</b>	<b>2,125,985</b>	<b>11,473,779</b>	<b>5,942,393</b>	<b>4,695,408</b>	<b>172,496,953</b>	<b>56,630,609</b>	<b>69,618,998</b>
Previous Year	226,615,093	769,099	114,990	227,269,202	150,631,245	-	7,128,482	-	109,523	157,650,204	69,618,998	
<p>1) #NAIP Project Computer Equipments costing Rs.41,97,410 and Accumulated Depreciation of Rs.18,21,638 as on 1.04.2014 has been clubbed with Media Lab Asia during the year 2014-15. (Refer Note 30)</p> <p>2) *NAIP Project Office Equipments costing Rs.4,48,075 and Accumulated Depreciation of Rs.3,04,347 as on 1.04.2014 has been clubbed with Media Lab Asia during the year 2014-15. (Refer Note 30)</p> <p>3) @Lease hold premises has been amortised over a period of 95 years from 10.02.2011.</p> <p>Depreciation till the year ended March 31, 2014, were being provided based on the rates specified under schedule XIV of Companies Act, 1956. Schedule II of Companies Act, 2013 prescribes useful lives for fixed assets, which in many cases are different from the rates specified under schedule XIV of Companies Act, 1956. The Company has reestimated the useful lives and residual value of fixed assets and provided depreciation in accordance with Schedule II of Companies Act, 2013. Further, based on transitional provisions due to implementation of Schedule II of the Act, the charge to reserve for fixed asset in respect of assets having no useful life as on 1st April, 2014 is Rs.5,942,393.</p>												

**MEDIA LAB ASIA**

**Note 9 - Non Current Investments**

Particulars	Nominal	No. of	31st March, 2015	31st March, 2014
	Rs.		Amount (in Rs.)	Amount (in Rs.)
Trade Investment (at cost) (Refer Note 28) Investment in Shares of Agrocom Software Technologies Pvt Ltd	1	2,400	2,400	2,400
<b>Total</b>			<b>2,400</b>	<b>2,400</b>
Note: a) Aggregate value of Investments Unquoted - At Cost			2,400	2,400
b) There is no diminution in the value of Investment				

**Note 10 - Long Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered good :</b>		
1) Security Deposits	7,321,576	7,306,921
2) Capital Advance	-	-
3) Advance Income Tax (tds)	1,055,489	1,043,105
<b>Total</b>	<b>8,377,065</b>	<b>8,350,026</b>

**Note 11 - Other Non Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Other bank balances:</u> Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 12 - Cash and Cash Equivalents**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Cash and Cash Equivalents</u>		
Cash on hand	13,831	79,174
Balances with Banks	18,415,111	679,519
<u>Other Bank Balances</u>		
Bank Deposits with more than 3 months maturity	82,603,609	142,416,208
<b>Total</b>	<b>101,032,551</b>	<b>143,174,901</b>

**MEDIA LAB ASIA**

**Note 13 - Short Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b><u>Advances Recoverable in Cash or in Kind</u></b>		
<b><u>Unsecured considered Good</u></b>		
Indian Institutes of Technology and Other Organisations (Refer Note 2(i))	6,074,923	8,336,337
(A)	6,074,923	8,336,337
<b><u>Other Loans and Advances</u></b>		
Prepaid expenses	1,177,987	459,533
Advances to employees	14,135	33,831
Others	341,725	1,076,283
Less: Provision for Doubtful Advances (Refer Note 33)	(341,725)	
(B)	1,192,122	1,569,647
<b>Total (A + B )</b>	<b>7,267,045</b>	<b>9,905,984</b>

**Note 14 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	2,774,727	4,325,405
<b>TOTAL</b>	<b>2,774,727</b>	<b>4,325,405</b>

**Note 15 - Grant-in-aid**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2(g), 6 and 21)	72,064,067	62,915,070
<b>Total</b>	<b>72,064,067</b>	<b>62,915,070</b>

**Note 16 - Other Income**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
( a ) Hosting and maintenance of website	417,707	245,000
( b ) Interest Income		
- On Savings Account	-	-
- On Fixed deposits	-	-
- On Advance	-	-
- On Security deposits	21,465	19,656
( c ) Sundry credit balances written back (Net)	-	733,845
( d ) Miscellaneous income	50,485	4,010
<b>Total</b>	<b>489,657</b>	<b>1,002,511</b>

**MEDIA LAB ASIA**

**Note 17 - Research and/or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Expenses - Indian Institutes of Technology and Other Organisations (Refer Note 2(I))	14,493,899	5,468,229
Salaries, Allowances and Other benefits	20,481,122	18,204,405
Contribution to Provident Fund & Other Funds	1,108,545	1,093,845
Travel and Conveyance	3,220,475	3,072,171
Research Workshops and Conferences	1,927,212	1,293,052
Professional Fees	459,181	711,202
Communication	2,103,532	1,329,542
Rent	12,886,274	12,729,120
Maintenance	3,576,267	5,136,951
Trademark Registration	98,670	306,696
<b>Total</b>	<b>60,355,177</b>	<b>49,345,213</b>

**Note 18 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other benefits	2,122,842	2,964,782
Contribution to Provident Fund & Other Funds	1,223,598	877,990
Staff Welfare	615,403	335,957
<b>Total</b>	<b>3,961,843</b>	<b>4,178,729</b>

**Note 19 - Administration and Other Expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Electricity	1,586,019	1,793,626
Rates and Taxes	157,155	360,256
Repairs and Maintenance		
- Building	-	-
- Others	1,616,160	3,519,662
Insurance	114,303	98,667
Office Expenses	201,171	770,887
Travel and Conveyance	1,193,525	1,139,382
Legal and Professional Fees	490,515	471,565
Auditors' Remuneration *	229,000	221,220
Recruitment	761,162	1,096,260
Communication	474,281	376,841
Meeting expenses	234,627	326,721
Miscellaneous Expenses	837,061	213,085
Loss on Fixed Assets	-	5,467
Provision for doubtful advance	341,725	
<b>Total</b>	<b>8,236,704</b>	<b>10,393,639</b>

*Auditors' Remuneration	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Payment to Auditors (including service tax)		
a) Auditor	229,000	168,450
b) For Other Services	-	39,326
c) Reimbursement of Expenses	-	13,444
<b>Total</b>	<b>229,000</b>	<b>221,220</b>



## MEDIA LAB ASIA

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

- 20** Media Lab Asia was incorporated on September 20, 2001 as a company limited by guarantee and not having a share capital and was granted a license under Section 25 of the Companies Act, 1956 (Section 8 Company under Companies Act 2013).

Media Lab Asia has been notified as an institution for charitable purpose under Section 10(23)(C)(iv) of the Income Tax Act, 1961 vide order No.CCIT/MUM/10(23)(C) (iv)/66/2007-08 97 dated 31.10.2007 issued by Ministry of Finance, Department of Revenue, Chief Commissioner of Income Tax, Mumbai from A. Y. 2005– 2006 onwards until withdrawn and is therefore entitled to claim exemption from tax, subject to fulfilment of the prescribed conditions.

Media Lab Asia has also obtained registration under Section 12A of the Income Tax Act, 1961 vide letter No. DIT(E)/12A/36786/2002-2003 dated October 7, 2002 and is therefore entitled to claim exemption from tax under Section 11 of the Income Tax Act.

- 21** Department of Electronics & Information Technology (DeitY), Ministry of Communications & IT, Government of India has provided Grant-in-aid of Rs.47,36,400 during the financial year 2014-15 (previous year Rs.15,74,71,497) to Media Lab Asia. Any portion of the Grant-in-aid which is not ultimately required for the approved purposes shall be duly surrendered to the DeitY. An amount of Rs.79,07,801 (previous year Rs.70,38,896) being interest received on grant in aid deposits during the year has been credited to grant in aid account. Interest earned/accrued has been credited to grant in aid account by Media Lab Asia in the year in which it is earned/accrued on an accrual basis. Media Lab Asia has refunded interest amount of Rs. Nil ( Previous year Rs.1,275,000) to DeitY during the year 2014-15.

<b>Details of Grant</b>	<b>FY 2014-15</b>	<b>FY 2013-14</b>
Media Lab Asia (Core Activities)	-	157,471,497
-Varanasi ICT based Integrated Development Program (VIIDP)	3,888,000	-
-Awareness & Communication Campaign about Standards	848,400	-
<b>Total</b>	<b>4,736,400</b>	<b>157,471,497</b>

- 22** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.

- 23** Media Lab Asia has received audited statement of expenses aggregating to Rs.3,992,101 from Central Agricultural University, Barapani and Sai Institute of Rural Development, Varanasi. The statement of expenses received from CDAC, Thiruvananthapuram, Rehabilitation Council of India, New Delhi and Department of School Education, Govt. of Nagaland and Department of School Education, Govt. of Mizoram for expenses aggregating to Rs.10,233,340 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.  
The financial statements have been prepared on the basis of such statement of expenses.

<b>24 Expenditure in Foreign Currency</b>	<b>Year ended March 31, 2015 Rupees</b>	<b>Year ended March 31, 2014 Rupees</b>
i) Travelling expenses	94,947	-
ii) Trademark renewal	61,833	205,404
<b>Total</b>	<b>156,780</b>	<b>205,404</b>

- 25** Capital and Other Commitments as at the end of the year is Rs. Nil.; (Previous year Rs. Nil).

- 26** A Reserve Fund has been created out of earnings including funds received as overheads from the sponsored projects to meet any unforeseen costs that may arise in the future as well as the future upkeep costs or for any other purpose conducive to the interests of the company. During the current year an amount of Rs. 11,690,908 has been transferred to Reserve Fund out of Project overheads received. Since fixed deposits have not been specifically earmarked, proportionate interest of Rs. 2,915,823 earned on the liquid term deposits have been credited to the Reserve Fund.

- 27** Employee cost includes remuneration paid to Managing Director Rs.Nil during the financial year 2014-15 (Previous year Rs.Nil).

- 28** The Company had entered into MOU with Agrocom Software Technologies Pvt. Ltd. dated 17th September, 2008 for use of Aqua Software license developed by IIT, Bombay in collaboration with Media Lab Asia. As per the said MOU, the company had received 2400 shares (Face Value of Rs.1 per share) of Agrocom Software Technologies Private Limited which are disclosed under non current investments.

## MEDIA LAB ASIA

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

- 29** The Company had undertaken the project entitled " Development of a set of alternative ICT models based on a study and analysis of the major ICT initiatives in agriculture in India to meet the information need of the Indian farmers" to be operated under consortium mode under the Component 4 of the National Agricultural Innovation Project (NAIP) vide sanction letter dated 13th January 2009 and the project has been completed as on 31 March 2014.
- 30** NAIP vide letter ref. No. 13(1)/2014-NAIP/AT/COM-IV(Proc. Admin) dated 25.04.2014 has accorded approval for transfer of non-recurring assets procured under NAIP Project in the name of Media Lab Asia. Accordingly, Computer Equipments Costing Rs.4,197,310 and Office Equipments Costing Rs.448,075 totalling to Rs.4,645,385 have been clubbed with Media Lab Asia fixed assets during the financial year. NAIP has settled the balance due of Rs.671,424 during the year 2014-15.
- 31** Department of Electronics and Information Technology, Ministry of Communications and IT, Govt. of India has accorded administrative approval for the Project " Scheme to enhance the number of PhDs in the Electronic System Design and Manufacturing (ESDM) and IT/IT Enabled Services (ITES) sectors ( Visvesvaraya PhD Scheme for Electronics & IT)" being implemented by Media Lab Asia with a budgetary support of Rs.466 Crores over a period of 9 years. Media Lab Asia would provide secretariat, managerial support and creation of institutional mechanism as Implementation Agency to Department of Electronics and Information Technology, Ministry of Communications and Information Technology, Government of India.

#### **32 Employee Benefits**

As per the companies (Accounting Standards), Rules 2006, the following disclosures have been made.

##### **Defined Benefit Plans**

##### **A. Contribution to Gratuity Fund**

The details of the Company's Gratuity Fund for its employees are given below which have been certified by Life Insurance Corporation of India as on 31<sup>st</sup> March, 2015 and relied upon by the auditors

	<b>FY 2014-15</b>	<b>FY 2013-14</b>
i Valuation Method	Projected Unit Credit Method	Projected Unit Credit Method
ii Actuarial Assumptions		
Mortality Rate	LIC(1994-96) ultimate	LIC(1994-96) ultimate
Withdrawal Rate	1%	1%
Discount Rate	8%	8%
Salary Escalation	10.00%	5.50%
iii Results of Valuation	<b>Rupees</b>	<b>Rupees</b>
a.PV of Past Service Benefit	4,177,719	2,824,884
b.Current Service Cost	200,423	318,416
c.Total Service Gratuity	16,368,158	17,282,076
d. Accrued Gratuity	4,965,291	4,360,984

##### **B. Leave Encashment**

Payments to and provision for employees includes Rs.897,474 (previous year Rs.1,231,856) towards provision made as per Actuarial Valuation in respect of accumulated leave encashment and Rs.70,907 towards liability of contractual staff made on actual basis debited to the Statement of Income and Expenditure. Total Liability as per Actuarial Valuation and as reflected in Company's Accounts is Rs.3,809,916 ( previous year Rs.3,391,877). The company has not funded the liability.

##### **Defined Contribution Plans**

The Company has recognised Rs. 1,240,845 (previous year Rs.1,451,093) towards Provident Fund / Pension Fund .

- 33** During the financial year 2014-15, the Company has made provision on doubtful advance of Rs.341,725 lying in the account of Picopeta Simputers Pvt Ltd against the advance paid in the year 2002 along with purchase order for procurement of Simputers.
- 34** The Company after obtaining necessary approvals from the DeitY, has disposed off obsolete and unusable computer equipments worth Rs.4,705,949 having WDV of Rs.10,541 for Rs.72,999 during the year 2014-15. The gain of Rs.62,458 has been credited to the grant in aid account.

**MEDIA LAB ASIA**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**35 Micro & Small Enterprises Dues**

The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :

a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.

The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.

**36 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.**

**37 Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.**

**38 Contingent Liabilities as at the end of the year is Rs. Nil (Previous Year Rs. Nil).**

**39 Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification/disclosure.**

Signatures to Note No. 1 to 39

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**Managing Director & CEO**

New Delhi

## **IT Research Academy (ITRA)**

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**BALANCE SHEET AS AT 31st MARCH, 2015**

	Particulars	Note No	As at 31st March, 2015	As at 31st March, 2014
			Amount (in Rs.)	Amount (in Rs.)
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' Funds			
	(a) Share Capital		-	-
	(b) Reserves and Surplus	3	19,465,980	6,521,188
2	Non Current Liabilities			
	(a) Long term Provisions	4	234,664	234,664
3	Current liabilities			
	(a) Other Current Liabilities	5	225,772,735	245,363,933
	(b) Short Term Provisions	6	145,039	-
	<b>Total</b>		<b>245,618,418</b>	<b>252,119,785</b>
<b>II.</b>	<b>ASSETS</b>			
1	Non Current Assets			
	(a) Fixed Assets	7		
	(i) Tangible Assets		19,399,161	6,521,188
	(ii) Intangible Assets		66,819	-
			19,465,980	6,521,188
	(b) Long Term Loans and Advances	8	15,000	77,150
	(c) Other Non Current Assets	9	-	-
2	Current Assets			
	(a) Cash and Cash Equivalents	10	81,530,898	149,504,802
	(b) Short Term Loans and Advances	11	144,525,285	91,852,607
	(c) Other Current Assets	12	81,255	4,164,038
	<b>Total</b>		<b>245,618,418</b>	<b>252,119,785</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

We have verified the above Balance Sheet as at 31st March, 2015, the statement of Income and Expenditure for the year ended 31st March, 2015, and the related Notes to Accounts with the Books of Account and other records produced before us, and as per the information and explanations given to us, we certify the same to be in agreement with the books of accounts.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH, 2015**

Particulars		Note No.	31st March, 2015 Amount(in Rs.)	31st March, 2014 Amount(in Rs.)
I.	Transferred from Grant-in-aid account (Refer Notes 2(g), 5 and 18 )	13	76,509,465	28,797,511
II.	Other income	14	-	22,500
III.	<b>Total</b>		<b>76,509,465</b>	<b>28,820,011</b>
	<b>Expenditure:</b>			
	Research and/or Development Expenditure (Refer Note 2(l))	15	69,304,304	26,359,985
	Employee Benefits Expense	16	3,720,029	655,718
	Administration and Other Expenses	17	3,485,132	1,804,308
	Depreciation and amortization expense			
	- On Research Assets		11,180,346	299,083
	- On Other Assets		265,300	-
			11,445,646	299,083
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3)		11,445,646	299,083
IV.	<b>Total</b>		<b>76,509,465</b>	<b>28,820,011</b>
V.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		-	-
VI.	Exceptional items		-	-
VII.	Excess of Income over Expenditure before extraordinary items and tax (V - VI)		-	-
VIII.	Extraordinary Items		-	-
IX.	<b>Excess of Income over expenditure before tax (VII- VIII)</b>		-	-
X.	Tax expense:		-	-
XI.	<b>Excess of Income over Expenditure for the year (IX-X)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**  
(Division of Media Lab Asia)  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**1 Background:**

ITRA is an enabling National Programme initiated by Department of Electronics and Information Technology (DeitY), Ministry of Communications and Information Technology (MCIT), Government of India, to help build a national resource for advancing the quality and quantity of R&D in Information and Communications Technologies and Electronics (ICTE) and its applications, in IT and related institutions across India. ITRA is currently operating as a Division of Media Lab Asia. Media Lab Asia had in its 18th Board meeting held on December 22, 2009 created a separate division called "IT Research Academy (ITRA)" for executing ITRA programme.

The Department of Electronics and Information Technology, Government of India has approved vide letter No.1(1)/2010-ITRA dated 04.11.2010 a total grant in aid of Rs.148.83 Crores over a period of five years for implementation of the Project entitled "IT Research Academy (ITRA)" by Media Lab Asia. ITRA project had commenced its operations from the date of first release vide sanction order reference No.1(1)/2010-ITRA dated 22.12.2010. Duration of the ITRA project has been extended further for a period upto December 2018 without any cost escalation.

Media Lab Asia, Section 25 Company registered under the Companies Act, 1956 ( now Section 8 under Companies Act, 2013) of Department of Electronics and Information Technology, is the implementing Agency for executing ITRA Programme.

**2 Significant Accounting Policies:**

**(a) Basis of Preparation of Financial Statements:**

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

**(b) Use of Estimates:**

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

**(c) Cash & Cash Equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

**(d) Tangible and Intangible Fixed Assets:**

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

## INFORMATION TECHNOLOGY RESEARCH ACADEMY

(Division of Media Lab Asia)

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

#### (e) Depreciation / Amortisation:

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.

#### (f) Investments:

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

#### (g) Grant-in-aid:

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

#### (h) Employee Benefits:

##### (i) Short Term Employee Benefits

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

##### (ii) Defined Contribution Plan

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

##### (iii) Defined Benefit Plan

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

##### (iv) Long Term Employee Benefits

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

#### (i) Expenses incurred at Indian Institutes of Technology and other organisations:

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.



**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**Note 3 - Reserves and Surplus**

(Refer Notes 2(g) and 5)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	6,521,188		252,877	
Add :				
Assets purchased during the year transferred from grant-in-aid account	24,458,371		6,567,394	
Less :				
Written down value of deletions during the year	67,933		-	
		30,911,626		6,820,271
Less:				
Transferred to Income and Expenditure Account :		11,445,646		299,083
- Depreciation for the year (Refer Note 7)				
<b>Total</b>		<b>19,465,980</b>		<b>6,521,188</b>

**Note 4 - Long Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 23)	234,664	234,664
<b>Total</b>	<b>234,664</b>	<b>234,664</b>

**Note 5 - Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Grant-in-aid account (Refer Notes 2(g), 18 and 19 )		
As per last Balance Sheet	244,318,265	140,949,263
Add:		
Transferred from Reserve on deletion of Fixed Assets	67,933	-
Grant-in-aid received during the year	80,000,000	162,743,414
Interest earned on Grant-in-aid during the year	9,578,071	9,475,876
Less:		
Amount refunded to the Government of India	-	18,062,100
Transferred to Reserve for Fixed Assets (Refer Note 3)	24,458,371	6,567,394
Project overheads (Refer Note 25)	8,721,908	15,423,283
Transferred to Income and Expenditure Account (Refer Note 13 )	76,509,465	28,797,511
	224,274,525	244,318,265
(b) Other Current Liabilities (for expenses)	1,185,161	715,120
(c) Other Payables		
Tax Deducted at source	74,897	39,645
Service Tax	4,426	-
Salary and Reimbursements	185,352	268,991
Provident Fund and other Employee Deductions	48,374	21,912
<b>Total</b>	<b>225,772,735</b>	<b>245,363,933</b>

**Note 6 - Short Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 23)	145,039	-
<b>Total</b>	<b>145,039</b>	<b>-</b>

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**Note 7 - Fixed Assets**

(Refer Notes 2(d), (e), (g) and 20 )

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION					NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	For the year	Due to Implementation of Schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>(i) Tangible Assets</b>											
Computer Equipments	5,519,459	6,941,724	-	12,461,183	260,290	7,052,760	-	-	7,313,050	5,148,133	5,259,169
Research Equipments	817,808	11,253,672	67,933	12,003,547	21,906	3,738,868	-	-	3,760,774	8,242,773	795,902
Other Office Equipment											
Office Equipments	113,722	1,009,630	-	1,123,352	8,697	384,587	-	-	393,284	730,068	105,025
Furniture and Fixtures	381,072	5,182,395	-	5,563,467	19,980	265,300	-	-	285,280	5,278,187	361,092
<b>TOTAL</b>	<b>6,832,061</b>	<b>24,387,421</b>	<b>67,933</b>	<b>31,151,549</b>	<b>310,873</b>	<b>11,441,515</b>	<b>-</b>	<b>-</b>	<b>11,752,388</b>	<b>19,399,161</b>	<b>6,521,188</b>
Previous Year	264,667	6,567,394	-	6,832,061	11,790	299,083	-	-	310,873	6,521,188	
<b>(ii) Intangible Assets</b>											
Software	-	70,950	-	70,950	-	4,131	-	-	4,131	66,819	-
<b>TOTAL</b>	<b>-</b>	<b>70,950</b>	<b>-</b>	<b>70,950</b>	<b>-</b>	<b>4,131</b>	<b>-</b>	<b>-</b>	<b>4,131</b>	<b>66,819</b>	<b>-</b>
Previous Year	-	-	-	-	-	-	-	-	-	-	-
<b>GRAND TOTAL</b>	<b>6,832,061</b>	<b>24,458,371</b>	<b>67,933</b>	<b>31,222,499</b>	<b>310,873</b>	<b>11,445,646</b>	<b>-</b>	<b>-</b>	<b>11,756,519</b>	<b>19,465,980</b>	<b>6,521,188</b>
Previous Year	264,667	6,567,394	-	6,832,061	11,790	299,083	-	-	310,873	6,521,188	
Depreciation till the year ended March 31, 2014, were being provided based on the rates specified under schedule XIV of Companies Act, 1956. Schedule II of Companies Act, 2013 prescribes useful lives for fixed assets, which in many cases are different from the rates specified under schedule XIV of Companies Act, 1956. The Company has reestimated the useful lives and residual value of fixed assets and provided depreciation in accordance with Schedule II of Companies Act, 2013. Further, based on transitional provisions due to implementation of Schedule II of the Act, the charge to reserve for fixed asset in respect of assets having no useful life as on 1st April, 2014 is Rs. Nil.											

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**Note 8 - Long Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered good :</b>		
1) Security Deposits	15,000	15,000
2) Capital Advance	-	62,150
3) Advance Income Tax (tds)	-	-
<b>Total</b>	<b>15,000</b>	<b>77,150</b>

**Note 9 - Other Non Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Other bank balances:</u>		
Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 10 - Cash and Cash Equivalents**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Cash and Cash Equivalents (Refer Note 2 (c ))</u>		
Cash on hand	9,871	37,329
Balances with Banks	7,863,792	1,084,823
<u>Other Bank Balances</u>		
Bank Deposits with more than 3 months maturity	73,657,235	148,382,650
<b>Total</b>	<b>81,530,898</b>	<b>149,504,802</b>

**Note 11 - Short Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b><u>Advances Recoverable in Cash or in Kind</u></b>		
<b><u>Unsecured considered Good</u></b>	-	-
Indian Institutes of Technology and Other Organisations (Refer Note 2(i))	144,167,250	91,852,607
(A)	144,167,250	91,852,607
<b><u>Other Loans and Advances</u></b>		
Prepaid Expenses	353,812	-
Advances to employees	-	-
Others	4,223	-
(B)	358,035	-
<b>Total</b>	<b>144,525,285</b>	<b>91,852,607</b>

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**Note 12 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	81,255	4,164,038
<b>Total</b>	<b>81,255</b>	<b>4,164,038</b>

**Note 13 - Grant-in-aid**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2(g), 5 and 18)	76,509,465	28,797,511
<b>Total</b>	<b>76,509,465</b>	<b>28,797,511</b>

**Note 14 - Other Income**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest Income on Savings Account	-	-
Interest Income on Fixed Deposits	-	-
Miscellaneous income	-	22,500
<b>Total</b>	<b>-</b>	<b>22,500</b>

**Note 15 - Research and/or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Expenses - Indian Institutes of Technology and Other Organisations (Refer Note 2(l))	49,041,039	11,070,098
Salaries, Allowances and Other benefits	6,923,867	5,742,397
Contribution to Provident Fund & Other Funds	85,179	82,044
Travel and Conveyance	1,497,584	1,305,693
Research Workshops and Conferences	3,023,741	2,236,172
Communication	205,491	566,831
Rent	6,428,100	5,356,750
Maintenance	2,099,303	-
<b>Total</b>	<b>69,304,304</b>	<b>26,359,985</b>

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**

(Division of Media Lab Asia)

**Note 16 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other benefits	3,448,710	597,258
Contribution to Provident Fund & Other Funds	202,666	43,356
Staff Welfare	68,653	15,104
<b>Total</b>	<b>3,720,029</b>	<b>655,718</b>

**Note 17 - Administration and Other Expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Repairs and Maintenance		
- Building	-	-
- Others	1,665,506	333,504
Office Expenses	1,059,317	99,758
Travel and Conveyance	256,620	143,387
Legal and Professional Fees	82,023	11,236
Auditors Remuneration - for other services	-	11,236
Recruitment	121,625	1,075,751
Communication	229,742	-
Miscellaneous Expenses	70,299	129,436
<b>Total</b>	<b>3,485,132</b>	<b>1,804,308</b>

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**  
(Division of Media Lab Asia)  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

- 18** Department of Electronics & Information Technology(DeitY), Ministry of Communications & IT, Government of India has provided Grant-in-aid of Rs.80,000,000 during the year 2014-15 (previous year Rs.162,743,414). Any portion of the Grant-in-aid which is not ultimately required for the approved purposes shall be duly surrendered to the DeitY. An amount of Rs. 9,578,071 (previous year Rs.9,475,876) being interest received on grant in aid deposits during the year has been credited to grant in aid account.
- 19** Deity vide sanction letter no 1(1)/2010-ITRA dated 17.12.2014 has adjusted interest accrued Rs.15,942,574 towards grant-in-aid to IT Research Academy during the financial year 2014-15 (Previous year Rs.7,256,586). Interest earned/accrued has been credited to grant in aid account by the Division in the year in which it is earned/accrued on an accrual basis. ITRA-Media Lab Asia has refunded interest amount Rs. Nil ( Previous year Rs.18,062,100) to DeitY during the year 2014-15.
- 20** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.
- 21** IT Research Academy has received audited statement of expenses aggregating to Rs.38,389,938 and audited details of gross book value of fixed assets aggregating to Rs.15,327,157 from 44 project team members consisting of 34 institutions. The statement of expenses and details of gross book value of fixed assets received from 10 project team members consisting of 9 institutions for expenses aggregating to Rs.10,651,101 and gross book value of fixed assets aggregating to Rs.2,345,632 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.

The financial statements have been prepared on the basis of such statement of expenses and details of fixed assets.

22 Expenditure in Foreign Currency	Year ended	Year ended
	March 31, 2015	March 31, 2014
	Rupees	Rupees
i) Equipments	4,845,750	61,616
<b>Total</b>	<b>4,845,750</b>	<b>61,616</b>

**23 Employee Benefits**

As per the companies (Accounting Standards), Rules 2006, the following disclosures have been made.

**A.Leave Encashment**

Payments to and provision for employees includes Rs.92,009 (previous year Rs 96,282) towards provision made as per Actuarial Valuation in respect of accumulated leave encashment and Rs.53,030 towards liability of contractual staff made on actual basis debited to the Statement of Income and Expenditure. Total Liability as per Actuarial Valuation and as reflected in Company's Accounts is Rs.326,673 (previous year Rs.234,664). The company has not funded the liability.

**B.Defined Contribution Plans**

The Company has recognised Rs.287,845 (previous year Rs.125,400) towards Provident Fund / Pension Fund .

- 24** Capital and Other Commitments as at the end of the year is Rs. Nil.; (Previous year Rs. 62150).
- 25** Miscellaneous & Contingency overheads of the project have been transferred during the year to Media Lab Asia.
- 26** Contingent Liabilities as at the end of the year is Rs. Nil (Previous Year Rs. Nil).
- 27** Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.
- 28** Micro & Small Enterprises Dues  
The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :

**INFORMATION TECHNOLOGY RESEARCH ACADEMY**  
(Division of Media Lab Asia)  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.

The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.

**29** The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

**30** Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification/disclosure.

Signatures to Note No. 1 to 30

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**Managing Director & CEO**

New Delhi



## **National e-Governance Division (NeGD)**

**National e-Governance Division (NeGD)**  
(Division of Media Lab Asia)

**BALANCE SHEET AS AT 31st MARCH, 2015**

Particulars		Note No	As at 31 March, 2015	As at 31 March, 2014
			Amount (in Rs.)	Amount (in Rs.)
<b>I. EQUITY AND LIABILITIES</b>				
1 Shareholders' Funds				
(a) Share Capital			-	-
(b) Reserves and Surplus		3	3,065,634	4,995,469
2 Current liabilities				
(a) Other Current Liabilities		4	1,075,166,292	151,374,634
<b>Total</b>			<b>1,078,231,926</b>	<b>156,370,103</b>
<b>II. ASSETS</b>				
1 Non Current Assets				
(a) Fixed Assets		5		
(i) Tangible Assets			2,952,027	4,866,434
(ii) Intangible Assets			113,607	129,035
(iii) Capital work in progress			484,159	-
			3,549,793	4,995,469
(b) Long Term Loans And Advances		6	1,611,060	1,614,060
(c) Other Non Current Assets		7	-	-
2 Current Assets				
(a) Cash And Cash Equivalents		8	1,017,065,436	107,616,801
(b) Short Term Loans And Advances		9	54,429,615	42,143,773
(c) Other Current Assets		10	1,576,022	-
<b>Total</b>			<b>1,078,231,926</b>	<b>156,370,103</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

We have verified the above Balance Sheet as at March 31, 2015, the statement of Income and Expenditure for the year ended March 31, 2015, and the related Notes to Accounts with the Books of Account and other records produced before us, and as per the information and explanations given to us, we certify the same to be in agreement with the books of accounts.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia - NeGD**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**President & CEO**

**National e-Governance Division (NeGD)**

(Division of Media Lab Asia)

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH 2015**

Particulars		Note No.	31st March, 2015 Amount (in Rs.)	31st March, 2014 Amount (in Rs.)
I.	Transferred from Grant-in-aid account (Refer Notes 2(g) and 16 )	11	492,459,768	454,676,797
II.	Other income	12	-	-
III.	<b>Total</b>		<b>492,459,768</b>	<b>454,676,797</b>
	<b>Expenditure</b>			
	Research and / or Development Expenditure (Refer Notes 2(e))	13	453,386,439	416,382,294
	Employee Benefits Expense	14	9,806,431	9,663,746
	Administration and Other Expenses	15	29,266,898	28,630,757
	Depreciation and amortization expense			
	- On Research Assets		-	-
	- On Other Assets		4,328,724	1,645,681
			4,328,724	1,645,681
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3 )		4,328,724	1,645,681
IV.	<b>Total</b>		<b>492,459,768</b>	<b>454,676,797</b>
V.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		-	-
VI.	Exceptional items		-	-
VII.	Excess of Income over Expenditure before extraordinary items and tax (V - VI)		-	-
VIII.	Extraordinary Items		-	-
IX.	<b>Excess of Income over Expenditure before tax (VII- VIII)</b>		-	-
X.	Tax expense:			
XI.	<b>Excess of Income over Expenditure for the year (IX-X)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia - NeGD**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**President & CEO**

Mumbai

## **National e-Governance Division**

(Division of Media Lab Asia)

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

#### **1 Background:**

**National e-Governance Division (NeGD)** is an independent business division within Media Lab Asia. NeGD has been mandated to support Department of Electronics and Information Technology, Government of India in its various programme management aspects of the Digital India and eKranti initiatives including strategic planning and capacity building; development of standards, policies and guidelines; awareness and communication; evaluation and assessment; and citizen engagement through physical and digital/ social platforms. NeGD is also responsible for implementing of projects under Digital India. NeGD has complete financial and HR autonomy. The accounts, finance and human resource of NeGD are controlled, managed and maintained by the division itself and the division is headed by President & CEO, NeGD.

#### **2 Significant Accounting Policies:**

##### **(a) Basis of Preparation of Financial Statements:**

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

##### **(b) Use of Estimates:**

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

##### **(c) Cash & Cash Equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

##### **(d) Tangible and Intangible Fixed Assets:**

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

##### **(e) Depreciation / Amortisation:**

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

## National e-Governance Division

(Division of Media Lab Asia)

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.

**(f) Investments:**

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

**(g) Grant-in-aid:**

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

**(h) Employee Benefits:**

**(i) Short Term Employee Benefits**

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

**(ii) Defined Contribution Plan**

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

**(iii) Defined Benefit Plan**

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

**(iv) Long Term Employee Benefits**

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

**(i) Expenses incurred at Indian Institutes of Technology and other organisations:**

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

## **National e-Governance Division**

(Division of Media Lab Asia)

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.

**National e-Governance Division (NeGD)**

(Division of Media Lab Asia)

**Note 3 - Reserves and Surplus**

(Refer Notes 2 (g) and 4)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	4,995,469		5,269,661	
Add :				
Assets purchased during the year transferred from grant-in-aid	2,780,232		1,371,489	
Less :				
Written down value of deletions during the year	-		-	
		7,775,701		6,641,150
Less:				
Transferred to Income and Expenditure Account :				
- Depreciation for the year (Refer Note 5)		4,328,724		1,645,681
- Depreciation Due to implementation of Schedule II of companies Act, 2013		381,343		
<b>Total</b>		<b>3,065,634</b>		<b>4,995,469</b>

**Note-4 Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Grant-in-aid ( Refer Notes 2(g) and 16 )		
As per last Balance Sheet	147,934,938	474,910,869
Add:		
Transferred from Reserve on deletion of Fixed Assets	-	-
Grant-in-aid received during the year	1,406,937,078	217,085,473
Interest earned on grant-in-aid during the year	8,955,836	21,786,102
Less:		
Amount refunded to the Government of India	-	109,799,220
Transferred to Reserve for Fixed Assets (Refer Note 3)	2,780,232	1,371,489
Transferred to Income and Expenditure Account (Refer Note 11)	492,459,768	454,676,797
	1,068,587,852	147,934,938
(b) Other Current Liabilities (for Fixed Asset)	484,159	-
(c) Other Current Liabilities (for expenses)	5,816,336	2,765,315
(d) Other Payables		
Tax Deducted at source	150,461	474,905
Service Tax	28,727	45,434
Salary and Reimbursements	-	89,522
Provident Fund and other Employee Deductions	58,757	64,520
Security Deposit from Suppliers	40,000	-
<b>Total</b>	<b>1,075,166,292</b>	<b>151,374,634</b>

**National e-Governance Division (NeGD)**

(Division of Media Lab Asia)

**Note 5 - Fixed Assets**

(Refer Notes 2(d),(e), (g) and 17)

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION					NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	For the year	Due to Implementation of schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
(i) Tangible Assets											
Computer Equipments	6,598,413	1,317,014	-	7,915,427	3,601,409	2,795,775	381,343	-	6,778,527	1,136,900	2,997,004
Office Equipments	1,016,532	632,588	-	1,649,120	272,752	757,471	-	-	1,030,223	618,897	743,780
Furniture and Fixtures	1,887,965	722,914	-	2,610,879	762,315	652,334	-	-	1,414,649	1,196,230	1,125,650
TOTAL	9,502,910	2,672,516	-	12,175,426	4,636,476	4,205,580	381,343	-	9,223,399	2,952,027	4,866,434
Previous Year	8,149,896	1,353,014		9,502,910	3,109,644	1,526,832	-	-	4,636,476	4,866,434	
(ii) Intangible Assets											
Software	854,260	107,716	-	961,976	725,225	123,144	-	-	848,369	113,607	129,035
TOTAL	854,260	107,716	-	961,976	725,225	123,144	-	-	848,369	113,607	129,035
Previous Year	835,785	18,475	-	854,260	606,376	118,849	-	-	725,225	129,035	-
GRAND TOTAL	10,357,170	2,780,232	-	13,137,402	5,361,701	4,328,724	381,343	-	10,071,768	3,065,634	4,995,469
Previous Year	8,985,681	1,371,489	-	10,357,170	3,716,020	1,645,681	-	-	5,361,701	4,995,469	-
(iii) Capital Work In Progress										484,159	-
										3,549,793	-
Depreciation till the year ended March 31, 2014, were being provided based on the rates specified under schedule XIV of Companies Act, 1956. Schedule II of Companies Act, 2013 prescribes useful lives for fixed assets, which in many cases are different from the rates specified under schedule XIV of Companies Act, 1956. The Company has reestimated the useful lives and residual value of fixed assets and provided depreciation in accordance with Schedule II of Companies Act, 2013. Further, based on transitional provisions due to implementation of Schedule II of the Act, the charge to reserve for fixed asset in respect of assets having no useful life as on 1st April, 2014 is Rs. 381,343.											



**National e-Governance Division (NeGD)**  
(Division of Media Lab Asia)

**Note 6 - Long Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered Good :</b>		
Security Deposits	31,500	34,500
Advance Income Tax (tds)	1,579,560	1,579,560
<b>Total</b>	<b>1,611,060</b>	<b>1,614,060</b>

**Note 7 - Other Non Current Assets**

Particulars	31 March, 2015	31 March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Other bank balances:</b>		
Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 8 - Cash and Cash Equivalents**

Particulars	31 March, 2015	31 March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Cash and Cash Equivalents (Refer Note 2(c) )</b>		
Cash on hand	-	-
Balances with Banks	344,436	95,801
<b>Other bank balances:</b>		
Bank Deposits with more than 3 months maturity	1,016,721,000	107,521,000
<b>Total</b>	<b>1,017,065,436</b>	<b>107,616,801</b>

**Note 9 - Short Term loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Advances Recoverable in Cash or in Kind</b>		
<b>Unsecured considered Good</b>		
National Institute for Smart Government	54,408,143	42,136,322
Centre for Innovations in Public Systems	7,000	7,000
(A)	54,415,143	42,143,322
<b>Other Loans and Advances</b>		
Prepaid expenses	14,472	451
(B)	14,472	451
<b>Total (A + B )</b>	<b>54,429,615</b>	<b>42,143,773</b>

**National e-Governance Division (NeGD)**  
(Division of Media Lab Asia)

**Note 10 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	1,576,022	-
<b>TOTAL</b>	<b>1,576,022</b>	<b>-</b>

**Note 11 - Grant-In-Aid Account**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2 (g) and 16)	492,459,768	454,676,797
<b>Total</b>	<b>492,459,768</b>	<b>454,676,797</b>

**Note 12 - Other Income**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Interest Income		
- On Fixed deposits	-	-
- On Advance	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note -13 Research and/or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other Benefits	448,446,918	409,580,084
Contribution to Provident Fund & Other Funds	1,482,755	1,187,116
Research Workshops and Conferences	3,456,766	5,615,094
<b>Total</b>	<b>453,386,439</b>	<b>416,382,294</b>

**Note 14 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other Benefits	9,769,702	9,005,481
Staff Welfare	36,729	658,265
<b>Total</b>	<b>9,806,431</b>	<b>9,663,746</b>

**National e-Governance Division (NeGD)**  
(Division of Media Lab Asia)

**Note -15 Administration and Other Expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Repairs and Maintenance		
- Building	-	-
- Others	1,411,965	1,561,281
Office Expenses	3,615,778	1,767,854
Travel and Conveyance	8,470,655	13,717,012
Legal and Professional Fees	1,174,688	6,647,621
Advertising and Conferences	12,541,949	488,174
Recruitment	1,774,273	2,563,458
Communication	259,606	1,880,443
Miscellaneous	17,984	4,914
<b>Total</b>	<b>29,266,898</b>	<b>28,630,757</b>

## National e-Governance Division

(Division of Media Lab Asia)

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

- 16** NeGD has received grant in aid of Rs.1,406,937,078 during the year 2014-15 (previous year Rs.217,085,473). An amount of Rs. 8,955,836 (previous year 21,786,102 ) being interest received on grant in aid deposits during the year has been credited to grant in aid account. Interest earned/accrued has been credited to grant in aid account in the year in which it is earned/accrued on an accrual basis. NeGD has refunded interest amount Rs. Nil (Previous year Rs. 9,799,220) to DeitY during the year 2014-15.

Details of Grant	FY 2014-15 Rupees	FY 2013-14 Rupees
Project Setting up of NeGD	21,806,664	-
Project Capacity Building Scheme Phase II for States/Uts under NeGP	502,273,500	203,085,473
Project Creation of Cyber Security Cell in e-Governance	3,226,378	-
Project National Roll Out of Training Programme for CIOs under NeGP	36,681,481	-
Awareness and Communication Approach and Strategy for NeGP 2014-17	150,000,000	-
Functioning of NeGD 2.0	130,000,000	-
Setting up of PMU for State Service Delivery Gateway (SSDG)	3,970,696	4,000,000
Implementation of Citizen Engagement Framework	13,600,000	10,000,000
Establishment of a Project Development Fund	50,000,000	
Preparing North East for Digital India	100,000,000	
Launching Digital India Week Programme	96,700,000	
Rapid Assessment System	14,002,800	
Certificate Training Programme for SC/ST Officers	50,000,000	
Collaborative Application Development Platform	8,372,000	
Setting up of Capacity Building Management Cell (CBMC) & Recruitment	226,303,559	
	<u>1,406,937,078</u>	<u>217,085,473</u>

- 17** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.

- 18** NeGD has received Utilisation Certificates from National Institute for Smart Government (NISG) and other institutions towards fund utilised for recruitment and HR management activities etc. out of the advance paid to them. The amount utilised is shown under Research and/or Development Expenditure in the Income and Expenditure Account. The unutilised amount is shown under the head 'Loans and Advances' in Note 9. The financial statements have been prepared on the basis of such statement of expenses duly certified by the authorised personnel of these institutions except in the case of project "National role out of training programme for Chief Information Officers under NeGP Capacity Building Scheme" for which no utilisation certificate/balance confirmation has been received for advance of Rs.60,137,528 from NISG.

Expenditure in Foreign Currency	Year ended March 31, 2015 Rupees	Year ended March 31, 2014 Rupees
i) Travel	119,630	108,525
<b>Total</b>	<u><u>119,630</u></u>	<u><u>108,525</u></u>

#### **20 Employee Benefits**

As per the companies (Accounting Standards), Rules 2006, the following disclosures have been made.

##### **Defined Contribution Plans**

The Company has recognised Rs.1,048,365 (previous year Rs. 1,187,116) towards Provident Fund / Pension Fund .

- 21** Capital and Other Commitments as at the end of the year is Rs. Nil (Previous year Rs. Nil).

- 22** Contingent Liabilities as at the end of the year is Rs. Nil (Previous Year Rs. Nil).

## **National e-Governance Division**

(Division of Media Lab Asia)

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

- 23** Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.
- 24** Micro & Small Enterprises Dues  
The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :  
a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.  
The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.
- 25** The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- 26** Previous year's figures have been regrouped/reclassified wherever necessary to conform to current year's classification/disclosure.

Signatures to Note No. 1 to 26

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia - NeGD**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**President & CEO**

New Delhi

## Project 'MyGov'

## BALANCE SHEET AS AT 31st MARCH, 2015

Particulars		Note No	As at 31st March, 2015	As at 31st March, 2014
			Amount (in Rs.)	Amount (in Rs.)
<b>I. EQUITY AND LIABILITIES</b>				
1 Shareholders' Funds				
(a) Share Capital			-	-
(b) Reserves and Surplus		3	882,288	-
2 Current liabilities				
(a) Other Current Liabilities		4	470,998,668	-
<b>Total</b>			<b>471,880,956</b>	<b>-</b>
<b>II. ASSETS</b>				
1 Non Current Assets				
(a) Fixed Assets		5		
(i) Tangible Assets			882,288	-
(ii) Intangible Assets			-	-
(iii) Capital work in progress			86,154,841	-
			87,037,129	-
(b) Long Term Loans And Advances		6	-	-
(c) Other Non Current Assets		7	-	-
2 Current Assets				
(a) Cash And Cash Equivalents		8	374,771,963	-
(b) Short Term Loans And Advances		9	4,681,101	-
(c) Other Current Assets		10	5,390,763	-
<b>Total</b>			<b>471,880,956</b>	<b>-</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

We have verified the above Balance Sheet as at March 31, 2015, the statement of Income and Expenditure for the year ended March 31, 2015, and the related Notes to Accounts with the Books of Account and other records produced before us, and as per the information and explanations given to us, we certify the same to be in agreement with the books of accounts.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. 116293W

**For Media Lab Asia - NeGD****CA Ankush Goyal****Partner**

Membership No. 146017

**President & CEO**

Mumbai

## STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH 2015

Particulars		Note No.	31st March, 2015 Amount (in Rs.)	31st March, 2014 Amount (in Rs.)
I.	Transferred from Grant-in-aid account (Refer Notes 2(g) and 16 )	11	16,179,634	-
II.	Other income	12	-	-
<b>III.</b>	<b>Total</b>		<b>16,179,634</b>	<b>-</b>
	<b>Expenditure</b>			
	Research and/or Development Expenditure (Refer Notes 2(e))	13	-	-
	Employee Benefits Expense	14	13,878,010	-
	Administration and Other Expenses	15	2,301,624	-
	Depreciation and amortization expense			
	- On Research Assets		-	-
	- On Other Assets		141,123	-
			141,123	-
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3 )		141,123	-
<b>IV.</b>	<b>Total</b>		<b>16,179,634</b>	<b>-</b>
V.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (III-IV)		-	-
VI.	Exceptional items		-	-
VII.	Excess of Income over Expenditure before extraordinary items and tax (V - VI)		-	-
VIII.	Extraordinary Items		-	-
IX.	<b>Excess of Income over Expenditure before tax (VII- VIII)</b>		-	-
X.	Tax expense:		-	-
XI.	<b>Excess of Income over Expenditure for the year (IX-X)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. 116293W

**For Media Lab Asia - NeGD****CA Ankush Goyal****Partner**

Membership No. 146017

**President & CEO**

Mumbai



## MyGov

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

#### 1 Background:

MyGov platform is a unique first of its kind participatory governance initiative involving the common citizen at large. The idea of MyGov brings the government closer to the common man by the use of online platform creating an interface for healthy exchange of ideas and views involving the common citizen and experts with the ultimate goal to contribute to the social and economic transformation of India.

Department of Electronics and Information Technology, Ministry of Communications & IT, Government of India has accorded approval for the Project MyGov vide Administrative Approval Ref No.L-14018/1/2014-HRD dated 25.09.2014 and the project aims to provide an internet based platform to enable all citizens to contribute to the democratic process of ideation, feedback and participation in policy formulation and execution. The outlay for the project is Rs.99.48 Crores for five years.

#### 2 Significant Accounting Policies:

##### (a) Basis of Preparation of Financial Statements:

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

##### (b) Use of Estimates:

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

##### (c) Cash & Cash Equivalents:

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value

##### (d) Tangible and Intangible Fixed Assets:

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

##### (e) Depreciation / Amortisation:

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(f) Investments:**

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

**(g) Grant-in-aid:**

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

**(h) Employee Benefits:**

**(i) Short Term Employee Benefits**

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

**(ii) Defined Contribution Plan**

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

**(iii) Defined Benefit Plan**

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

**(iv) Long Term Employee Benefits**

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

**(i) Expenses incurred at Indian Institutes of Technology and other organisations:**

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.

**Note 3 - Reserves and Surplus**

(Refer Notes 2(g) and (3))

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	-		-	
Add :				
Assets purchased during the year transferred from grant-in-aid account	1,023,411		-	
Less :				
Written down value of deletions during the year	-		-	
		1,023,411		-
Less:				
Transferred to Income and Expenditure Account :				-
- Depreciation for the year		141,123		-
<b>Total</b>		<b>882,288</b>		<b>-</b>

**Note 4- Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Grant-in-aid ( Refer Notes 2(g) and (16))		
As per last Balance Sheet	-	-
Add:		
Transferred from Reserve on deletion of Fixed Assets	-	
Grant-in-aid received during the year	387,500,000	-
Interest earned on grant in aid during the year	5,582,934	-
Less:		
Amount refunded to the Government of India	-	-
Transferred to Reserve for Fixed Assets (Refer Note 3)	1,023,411	-
Transferred to Income and Expenditure Account (Refer Note 11)	16,179,634	-
	375,879,889	-
(b) Other Current Liabilities (for Fixed Asset)	86,154,841	
(c) Other Current Liabilities (for expenses)	8,852,720	-
(d) Other Payables		
Tax Deducted at source	109,479	-
Service Tax	1,739	-
<b>Total</b>	<b>470,998,668</b>	<b>-</b>

**Note 5: Fixed Assets**

(Refer Notes 2(d),(e) and (g))

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION					NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	For the year	Due to Implementation Of Schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>(i) Tangible Assets</b>											
Computer Equipment	-	1,023,411	-	1,023,411	-	141,123		-	141,123	882,288	-
<b>TOTAL</b>	-	<b>1,023,411</b>	-	<b>1,023,411</b>	-	<b>141,123</b>		-	<b>141,123</b>	<b>882,288</b>	-
Previous Year	-	-	-	-	-	-		-	-	-	
<b>(ii) Intangible Assets</b>											
<b>TOTAL</b>	-	-	-	-	-	-		-	-	-	-
Previous Year	-	-	-	-	-	-		-	-	-	-
<b>GRAND TOTAL</b>	-	<b>1,023,411</b>	-	<b>1,023,411</b>	-	<b>141,123</b>		-	<b>141,123</b>	<b>882,288</b>	-
Previous Year	-	-	-	-	-	-	-	-	-	-	-
<b>(iii) Capital Work In Progress</b>										86,154,841	-
										<b>87,037,129</b>	-

**Note 6 - Long Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered Good :</b>		
Security Deposits	-	-
Advance Income Tax (tds)	-	-
<b>Total</b>	-	-

**Note 7: Other Non Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Other bank balances:</b>		
Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	-	-

**Note 8 - Cash and Cash Equivalents**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Cash and Cash Equivalents</b>		
Cash on hand	-	-
Balances with Banks	25,963	-
<b>Other bank balances</b>		
Bank Deposits with more than 3 months maturity	374,746,000	-
<b>Total</b>	<b>374,771,963</b>	-

**Note 9 - Short Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Advances Recoverable in Cash or in Kind</b>		
<b>Unsecured considered Good</b>		
Advance to Supplier	4,388,540	-
(A)	4,388,540	-
<b>Other Loans and Advances</b>		
Prepaid expenses	292,561	-
(B)	292,561	-
<b>Total (A + B )</b>	<b>4,681,101</b>	-

**Note 10 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	5,390,763	-
<b>Total</b>	<b>5,390,763</b>	<b>-</b>

**Note 11 - Grant-In-Aid account**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2 (g) and 16)	16,179,634	-
<b>Total</b>	<b>16,179,634</b>	<b>-</b>

**Note 12 - Other Income**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) Interest Income		
- On Fixed deposits	-	-
- On Advance	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note -13 Research and/or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other Benefits	-	-
Contribution to Provident Fund & Other Funds	-	-
Research Workshops and Conferences	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 14 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other Benefits	13,878,010	-
Contribution to Provident Fund & Other Funds	-	-
Staff Welfare	-	-
<b>Total</b>	<b>13,878,010</b>	<b>-</b>

**Note -15 Administration and Other expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Repairs and Maintenance		
- Building	-	-
- Others	-	-
Office Expenses	-	-
Travel and Conveyance	282,240	-
Legal and Professional Fees	839,891	-
Advertising and Conferences	995,222	-
Website Maintenance Expenses	41,794	-
Communication	141,005	-
Miscellaneous	1,472	-
<b>Total</b>	<b>2,301,624</b>	<b>-</b>



## MyGov

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

- 16** MyGov-NeGD has received grant in aid of Rs.387,500,000 during the financial year 2014-15. An amount of Rs. 5,582,934 being interest received on grant in aid deposits during the year has been credited to grant in aid account. Interest earned/accrued has been credited to grant in aid account in the year in which it is earned/accrued on an accrual basis.

Details of Grant	FY 2014-15 Rupees	FY 2013-14 Rupees
MyGov - A platform for citizen engagement in governance	179,500,000	-
e-Greetings Portal and Sampark	208,000,000	-
	387,500,000	-

- 17** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.
- 18** Expenditure in Foreign Currency Rs. Nil
- 19** Capital and Other Commitments as at the end of the year is Rs. Nil.
- 20** Contingent Liabilities as at the end of the year is Rs. Nil
- 21** Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.
- 22** Micro & Small Enterprises Dues  
The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :  
a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.  
The Company is making efforts to get the confirmations from the suppliers as regards their status under the Act.
- 23** The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- 24** This being the first financial year of operations of MyGov, comparable figures for the previous year is Nil.

Signatures to Note No. 1 to 24

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia - NeGD**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**President & CEO**

New Delhi

**Project 'Visvesvaraya PhD Scheme for  
Electronics & IT'**

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**BALANCE SHEET AS AT 31st MARCH, 2015**

	Particulars	Note No	As at 31st March, 2015 Amount (in Rs.)	As at 31st March, 2014 Amount (in Rs.)
I.	<b>EQUITY AND LIABILITIES</b>			
1	Shareholders' Funds			
	(a) Share Capital		-	-
	(b) Reserves and Surplus	3	514,526	-
2	Non Current Liabilities			
	(a) Long term Provisions	4	532,429	-
3	Current liabilities			
	(a) Other Current Liabilities	5	229,797,435	-
	(b) Short Term Provisions	6	128,940	-
	<b>Total</b>		<b>230,973,330</b>	<b>-</b>
II.	<b>ASSETS</b>			
1	Non Current Assets			
	(a) Fixed Assets	7		
	(i) Tangible Assets		514,526	-
	(ii) Intangible Assets		-	-
	(b) Long Term Loans and Advances	8	514,526	-
	(c) Other Non Current Assets	9	-	-
2	Current Assets			
	(a) Cash and Cash Equivalents	10	195,423,483	-
	(b) Short Term Loans and Advances	11	23,622,838	-
	(c) Other Current Assets	12	11,412,483	-
	<b>Total</b>		<b>230,973,330</b>	<b>-</b>

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Balance Sheet and should be read in conjunction therewith.

We have verified the above Balance Sheet as at 31st March, 2015, the statement of Income and Expenditure for the year ended 31st March, 2015, and the related Notes to Accounts with the Books of Account and other records produced before us, and as per the information and explanations given to us, we certify the same to be in agreement with the books of accounts.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31st MARCH, 2015**

Particulars		Note No.	31st March, 2015 Amount(in Rs.)	31st March, 2014 Amount(in Rs.)
I.	Transferred from Grant-in-aid Account (Refer Notes 2(g), 5 and 17)	13	18,701,686	-
II	<b>Total</b>		<b>18,701,686</b>	-
	<b>Expenditure</b>			
	Research and/or Development Expenditure (Refer Note 2(l))	14	14,157,005	-
	Employee Benefits Expense	15	1,668,886	-
	Administration and Other Expenses	16	2,875,795	-
	Depreciation and amortization expense			
	- On Research Assets		-	-
	- On Other Assets		297,296	-
			297,296	-
	Less: Transferred from Reserve for Fixed Assets (Refer Note 3)		297,296	-
III	<b>Total</b>		<b>18,701,686</b>	-
IV.	Excess of Income over Expenditure before exceptional and extraordinary items and tax (II-III)		-	-
V.	Exceptional items		-	-
VI.	Excess of Income over Expenditure before extraordinary items and tax (VI - V)		-	-
VII.	Extraordinary Items		-	-
VIII.	<b>Excess of Income over expenditure before tax (VI- VII)</b>		-	-
IX.	Tax expense:		-	-
X.	<b>Excess of Income over Expenditure for the year (VIII - IX)</b>		-	-

Summary of Significant Accounting Policies

2

Notes referred to above form an integral part of the Statement of Income and Expenditure and should be read in conjunction therewith.

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

**Managing Director & CEO**

Mumbai

## **VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

### **NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

#### **1 Background:**

The National Policy on Electronics (NPE 2012) and The National Policy on Information Technology (NPIT 2012) give special thrust on significantly increasing the number of PhDs in the country to enable India to compete globally in the coming decades, to develop an eco system of research, development and IP creation in these knowledge intensive sectors. The NPE 2012, inter alia, sets an objective of creating 2500 PhDs annually by 2020 in Electronics System Design and Manufacturing and related fields. The NPIT, 2012 envisaged to set up Centres of Excellence in institutes of higher learning to promote high end research in specialised ICT areas and producing quality doctoral and postdoctoral level researchers. The support under the Scheme will be provided to the institution granting the PhD Degree.

The duration of the Visvesvaraya PhD Scheme for Electronics & IT would be for five years for the purpose of selecting PhD candidates for support under the Scheme from the academic year 2014-15. However, the funding would be continued till 9th year for the commitments already made during the scheme period.

Department of Electronics and Information Technology, Ministry of Communications & IT, Government of India has accorded approval for the Visvesvaraya PhD Scheme for Electronics & IT vide Administrative Approval Ref No.1(5)2012-HRD(Vol.IV) dated 27.06.2014 and the scheme aims to generate 1500 PhDs in each of ESDM and IT/ITES sectors over a period of 5 years. The outlay of the Scheme (revised) is Rs.466 Crores for 9 years.

Media Lab Asia, Section 25 Company registered under the Companies Act, 1956 (now Section 8 under Companies Act, 2013) of Department of Electronics and Information Technology, would provide secretariat, managerial support and creation of institutional mechanism as Implementation Agency to Department of Electronics and Information Technology, Ministry of Communications and Information Technology, Government of India.

#### **2 Significant Accounting Policies:**

##### **(a) Basis of Preparation of Financial Statements:**

The financial statements are prepared to comply in all material aspects with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the generally accepted accounting principles ('GAAP') in India. The accounts have been prepared under historical cost convention on accrual basis and under going concern assumption. The accounting policies have been applied consistently except for changes due to adoption of newly issued accounting standards or where a revision is made to an existing accounting standard that requires a change in the accounting policy hitherto in use.

##### **(b) Use of Estimates:**

The preparation of financial statements in conformity with GAAP requires the Management to make estimates and assumptions to be made that affect the reported amounts of assets and the liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of the changes in circumstances surrounding the estimation. Changes in estimates are reflected in the financial statements for the periods in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

##### **(c) Cash & Cash Equivalents:**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

##### **(d) Tangible and Intangible Fixed Assets:**

Tangible assets are stated at historical cost less accumulated depreciation/amortization and impairment losses, if any. Cost includes borrowing cost, inward freight, duties, taxes and incidental expenses related to the acquisition and installation of the assets incurred to bring the assets to their working condition for their intended use.

Assets acquired by Indian Institutes of Technology and other organisations are capitalised based on reports audited by independent accountants or certified by Heads of concerned organisations, received from the respective entities at periodic intervals.

Intangible Assets are recorded at the consideration paid for acquisition of such assets and are stated at cost less accumulated amortization and impairment.

## VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

#### (e) Depreciation / Amortisation:

Depreciation on Tangible Fixed Assets other than leasehold premises is provided on written down value method over the estimated useful lives of assets from the date the asset is put to effective use. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its fixed assets and has adopted the useful lives as prescribed in Schedule II. Assets individually costing ₹5,000 or less are depreciated fully in the year of acquisition. Leasehold premises are amortised on straight line basis over the primary period of lease.

Intangible Assets comprising computer software is amortized on a straight line basis over a period of five years or the estimated useful life whichever is lower.

Assets purchased out of grant-in-aid are capitalised and an equivalent amount is transferred to Reserve for Fixed Assets. Accordingly, deletion of such fixed assets are also adjusted from the Reserve for fixed assets.

#### (f) Investments:

Long-term investments, included under Non-Current Investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value and resultant decline if any, is charged to revenue. Cost of investments includes acquisition charges such as brokerage, fees and duties.

#### (g) Grant-in-aid:

Grant-in-aid utilised for expenditure incurred during the year is transferred to income and expenditure account to the extent of expenditure incurred. The portion of Grant-in-aid utilised for the purchase of fixed assets, is transferred to Reserve for Fixed Assets. An amount equivalent to depreciation charged during the year on fixed assets, purchased from the Grant-in-aid, is transferred from the Reserve for Fixed Assets to the Statement of Income and Expenditure and reduced from depreciation charge. The unutilised portion of the approved Grant-in-aid is recognised as a liability.

#### (h) Employee Benefits:

##### (i) Short Term Employee Benefits

All short term employee benefits obligations payable wholly within twelve months of the rendering the services are classified as Short Term Employee Benefits. Such Benefits are estimated and provided for in the period in which the employee renders the related service.

##### (ii) Defined Contribution Plan

All eligible employees of the Company are entitled to receive benefits under the provident fund through a defined contribution plan in which both the employees and the Company contribute monthly at specified percentage of employee's basic salary. These contributions are made to a Government approved provident fund. Contributions to the said Government regulated provident fund scheme is a defined contribution plan.

The contributions paid/ payable under the schemes are recognized during the period in which the employees render the related service.

##### (iii) Defined Benefit Plan

The costs of providing Gratuity (funded) is determined using projected unit credit method on the basis of actuarial valuation carried out at each balance sheet date. The Company has entered into an agreement with the Life Insurance Corporation of India to administer its gratuity scheme. The maximum amount of gratuity each employee is eligible to, is subject to the limits as specified under Income Tax Rules.

##### (iv) Long Term Employee Benefits

The obligation for long term employee benefits such as compensated absences is recognized during the period, based on an actuarial valuation.

In respect of contractual staff, Provision for Leave encashment including availment is accrued and provided for on the basis of unavailed accumulated leave of employees as at the date of Balance Sheet on a full liability basis in accordance with the contract entered with the concerned staff.

#### (i) Expenses incurred at Indian Institutes of Technology and other organisations:

Advances to Indian Institutes of Technology and other Organisations are either expensed in the Statement of Income and Expenditure or capitalised as fixed assets based on the Statement of Accounts, audited by independent Auditors or certified by Heads of the concerned organisations, received from the respective entities at periodic intervals.

## VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

**(j) Foreign Currency Transactions:**

Foreign currency transactions are recorded in the books at exchange rates prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognised as income or expense in the Statement of Income and Expenditure of the same period.

Foreign currency assets and liabilities are translated at the year-end rates and the resultant exchange differences are taken to the Statement of Income and Expenditure. Non-monetary items, carried at historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

**(k) Leased Assets:**

Assets acquired on leases where a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as Operating leases. The rental and all other expenses of leased assets are treated as revenue expenditure.

**(l) Research and / or Development Expenditure:**

Research and/or Development expenditure includes all costs incurred by the Company, Indian Institutes of Technology and other organisations, for the conduct of Research, Development, Deployment and Implementation activities.

**(m) Impairment of Assets:**

The Management assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Management estimates the recoverable amount of the asset (i.e. higher of the asset's net selling price and value in use). If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than the carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and is recognized in the Statement of Income and Expenditure. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is re-assessed and the amount is reflected at such recoverable amount subject to a maximum of the depreciable historical cost. Such reversal of impairment loss is made if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized.

**(n) Provisions, Contingent Liabilities and Contingent Assets:**

The Company recognizes a provision when there is a present obligation as a result of a past event that requires probable outflow of resources to settle the obligation and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made where there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources or where no reliable estimate is possible. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized, nor disclosed. Provision, Contingent Liabilities and Contingent assets are reviewed at each Balance sheet date.

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**Note 3 - Reserves and Surplus**

(Refer Notes 2(g) and 4)

Particulars	31st March, 2015		31st March, 2014	
	Rupees	Rupees	Rupees	Rupees
<b>Reserve for Fixed Assets</b>				
As per last Balance Sheet	-		-	
Add :				
Assets purchased during the year transferred from grant-in-aid account	811,822		-	
Less :				
Written down value of deletions during the year	-		-	
		811,822		-
Less:				
Transferred to Income and Expenditure Account :-				
- Depreciation for the year		297,296		-
<b>Total</b>		<b>514,526</b>		<b>-</b>

**Note 4 - Long Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 23)	532,429	-
<b>Total</b>	<b>532,429</b>	<b>-</b>

**Note 5 - Other Current Liabilities**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
(a) <u>Grant-in-aid account</u> (Refer Notes 2(g) and 17 )		
As per last Balance Sheet	-	-
Add:		
Grant-in-aid received during the year	240,000,000	
Transferred from Reserve on deletion of Fixed Assets	-	-
Interest earned on grant-in-aid during the year	11,798,406	-
Less:		
Amount refunded to the Government of India	-	-
Transferred to Reserve for Fixed Assets (Refer Note 3)	811,822	-
Institutional Overheads (Refer Note 24)	2,719,000	-
Transferred to Income and Expenditure Account (Refer Note 13 )	18,701,686	-
	229,565,898	-
(b) Other Current Liabilities (for expenses)	90,504	-
(c) Other Payables	27,038	
Tax Deducted at source		-
Salary and Reimbursements	79,077	-
Provident Fund and other Employee Deductions	34,918	-
<b>Total</b>	<b>229,797,435</b>	<b>-</b>

**Note 6 - Short Term Provisions**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Provision for employee benefits</b>		
Leave Encashment (Refer Notes 2(h) and 23)	128,940	-
<b>Total</b>	<b>128,940</b>	<b>-</b>



**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**Note 7 - Fixed Assets**

(Refer Notes 2(d), (e), (g) and 18)

Amount in Rupees

DESCRIPTION OF ASSETS	GROSS BLOCK - AT COST				DEPRECIATION					NET BLOCK	
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	As at April 1, 2014	For the year	Due to implementation of Schedule II	On Deductions during the year	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>(i) Tangible Assets</b>											
Computer Equipments	-	722,519	-	722,519	-	281,097	-	-	281,097	441,422	-
Other Office Equipment											
Office Equipments	-	89,303	-	89,303	-	16,199	-	-	16,199	73,104	-
<b>TOTAL</b>	-	<b>811,822</b>	-	<b>811,822</b>	-	<b>297,296</b>	-	-	<b>297,296</b>	<b>514,526</b>	-
Previous Year	-	-	-	-	-	-	-	-	-	-	-

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**Note 8 - Long Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b>Unsecured considered good :</b>		
1) Security Deposits	-	-
2) Capital Advance	-	-
3) Advance Income Tax (tds)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 9 - Other Non Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Other bank balances:</u>		
Fixed Deposits with maturity for more than 12 months.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 10 - Cash and Cash Equivalents**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<u>Cash and Cash Equivalents (Refer Note 2 (c))</u>		
Cash on hand	-	-
Balances with Banks	16,704,815	-
<u>Other Bank Balances</u>		
Bank Deposits with more than 3 months maturity	178,718,668	-
<b>Total</b>	<b>195,423,483</b>	<b>-</b>

**Note 11 - Short Term Loans and Advances**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
<b><u>Advances Recoverable in Cash or in Kind</u></b>		
<b><u>Unsecured considered Good</u></b>	-	-
Indian Institutes of Technology and Other Organisations (Refer Note 2(i))	23,397,588	-
(A)	23,397,588	-
<b><u>Other Loans and Advances</u></b>		
Prepaid Expenses	225,250	-
Advances to employees	-	-
Others	-	-
(B)	225,250	-
<b>Total</b>	<b>23,622,838</b>	<b>-</b>

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**Note 12 - Other Current Assets**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Interest accrued on Bank Fixed Deposits	11,412,483	-
<b>Total</b>	<b>11,412,483</b>	<b>-</b>

**Note 13 - Grant-in-aid**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Transferred from Grant-in-aid account (Refer Notes 2(g), 5 and 17)	18,701,686	-
<b>Total</b>	<b>18,701,686</b>	<b>-</b>

**Note 14 - Research and/or Development Expenditure**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
PhD Financial support to IIT's and Other Organisations : Fellowships, Reimbursement of Rent, Consumables & Overheads	9,909,389	
Salaries, Allowances and Other benefits	3,684,656	-
Contribution to Provident Fund & Other Funds	95,813	-
Travel and Conveyance	131,336	-
Research Workshops and Conferences	31,905	-
Communication	183,853	-
Maintenance	120,053	-
<b>Total</b>	<b>14,157,005</b>	<b>-</b>

**Note 15 - Employee Benefits Expense**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Salaries, Allowances and Other benefits	1,543,958	-
Contribution to Provident Fund & Other Funds	113,048	-
Staff Welfare	11,880	-
<b>Total</b>	<b>1,668,886</b>	<b>-</b>

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**Note 16 - Administration and Other Expenses**

Particulars	31st March, 2015	31st March, 2014
	Amount (in Rs.)	Amount (in Rs.)
Repairs and Maintenance Expenses		
- Building	-	-
- Others	1,464,506	-
Office Expenses	995,243	-
Travel and Conveyance	19,717	-
Recruitment	310,377	-
Communication	60,181	
Miscellaneous Expenses	25,771	-
<b>Total</b>	<b>2,875,795</b>	<b>-</b>

## VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

- 17** Department of Electronics & Information Technology(DeitY), Ministry of Communications & IT, Government of India has provided Grant-in-aid of Rs.24 Crore during the financial year 2014-15 (previous year Rs.nil) for implementation of the Scheme vide its sanction letter dated 27.06.2014. Any portion of the Grant-in-aid which is not ultimately required for the approved purposes shall be duly surrendered to the DeitY. An amount of Rs. 11,798,406 (previous year Rs.nil) being interest received on grant in aid deposits during the year has been credited to grant in aid account. Interest earned/accrued has been credited to grant in aid account in the year in which it is earned/accrued on an accrual basis.
- 18** As per the terms and conditions governing the grant-in-aid, assets purchased out of the grant-in-aid cannot be disposed off, encumbered without the prior sanction of the Department of Electronics and Information Technology. These assets cannot be utilised for purposes other than those for which the grant has been sanctioned. Further, should the Company cease to exist, such assets shall revert to the Department of Electronics and Information Technology, who will be free to sell or otherwise dispose off the assets.
- 19** Media Lab Asia has received audited statement of expenses aggregating to Rs.3,807,499 from ten institutions . The statement of expenses received from fourteen institutions for expenses aggregating to Rs.6,101,890 have been duly certified by the authorised personnel of these Institutions. These accounts are subject to audit by Chartered Accountants of the respective Institutions.  
The financial statements have been prepared on the basis of such statement of expenses and details of fixed assets.
- 20** Capital and Other Commitments as at the end of the year is Rs. Nil.
- 21** Contingent Liabilities as at the end of the year is Rs. Nil
- 22** Expenditure in Foreign Currency is Rs. Nil.

#### **23 Employee Benefits**

As per the companies (Accounting Standards), Rules 2006, the following disclosures have been made.

##### **A.Leave Encashment**

Payments to and provision for employees includes Rs.532,429 (previous year Rs Nil) towards provision made as per Actuarial Valuation in respect of accumulated leave encashment and Rs.128,940 towards liability of contractual staff made on actual basis debited to Statement of Income and Expenditure. Total Liability as per Actuarial Valuation and as reflected in Company's Accounts is Rs.532,429 (previous year Rs.Nil). The company has not funded the liability.

##### **B.Defined Contribution Plans**

The Company has recognised Rs.208,861 (previous year Rs. Nil) towards Provident Fund / Pension Fund .

- 24** Institutional overheads of the project have been transferred during the year to Media Lab Asia.
- 25** Balance with debtors and creditors are subject to confirmation, reconciliation and consequential adjustments thereof, if any.
- 26** Micro & Small Enterprises Dues  
The Company has not received any intimation from suppliers regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures regarding :  
a) Amount due and outstanding to suppliers as at the end of the accounting year b) Interest paid during the year c) Interest payable at the end of the accounting year and d) Interest accrued and unpaid at the end of the accounting year have not been given.
- 27** The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards as specified under Companies Act, 1956 (i.e. the Companies (Accounting Standards) Rules, 2006) which shall be deemed to be the accounting standards as per Rule 7, of the companies (Accounts) Rule, 2014 as a transaction provision until accounting as specified under Section 133 of Companies Act,2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

**VISVESVARAYA PHD SCHEME FOR ELECTRONICS & IT**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015**

- 28** This being the first financial year of operations of Visvesvaraya PhD Scheme for Electronics & IT, comparable figures for the previous year is Nil.

Signatures to Note No. 1 to 28

**For A. P. Sanzgiri & Co.**

Chartered Accountants

Firm Registration No. : 116293W

**For Media Lab Asia**

**CA Ankush Goyal**

**Partner**

Membership No. : 146017

Mumbai

**Managing Director & CEO**

New Delhi



## मीडिया लैब एशिया

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## Media Lab Asia

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