



Annual Report
2016 - 17

NDDB Foundation for Nutrition



Board of Governors as on 31st March 2017

Shri Dilip Rath,
Chairman,
National Dairy Development Board,
Anand

Shri Sangram R Chaudhary,
Executive Director,
National Dairy Development Board,
Anand

Shri Ravi Shankar,
Managing Director,
IDMC Limited,
Anand

Shri Siva Nagarajan,
Managing Director,
Mother Dairy Fruits & Vegetables
Private Limited,
Delhi

Shri RS Sodhi,
Managing Director,
Gujarat Cooperative Milk Marketing
Federation Limited,
Anand

Dr. Anand Kumar,
Managing Director,
Indian Immunologicals Limited,
Hyderabad

Shri Manjit Singh Brar,
Managing Director,
Punjab Milk Federation Ltd,
Chandigarh





Chairman's message

"It is easier to build strong children than to repair broken men" Frederick Douglass, a renowned African American social reformist wisely wrote a long time ago. Children are the foundation for strong, vibrant and dynamic India. As lack of adequate nutrition creates long-lasting, often permanent physiological changes in children, meeting their nutritional needs in early formative years becomes very important.

With its 2.2 trillion dollar growing economy and 125 crore population, India is being recognized as an emerging global power. We have the youngest population in the world and their capabilities and dynamism can be leveraged to step up this growth for bringing prosperity to all Indians. However, before this can happen, we need to ensure that every child in the country is well nourished.

Today, about 36% of our children are undernourished (NFHS 2015-16). NDDDB Foundation for Nutrition (NFN) is making an attempt to address this challenge through its 'Giftmilk' programme. 'Giftmilk' is a novel initiative of NDDDB, which provides an opportunity to every concerned Indian to gift a child a better tomorrow. Therefore, NFN initiated to provide fortified flavoured milk to children in identified schools on all working days.

We believe that this initiative would help in addressing the nutritional needs of the children, increasing attendance in schools, increasing enrolment and inculcating hygienic practices.

NFN has made significant progress in 2016-17. About 4.5 lakh milk pouches were distributed among school children. NFN launched fortified flavoured milk in Anand. We completed a year of distribution at schools in Telangana as well as Delhi and initiated 'Giftmilk' impact study. NFN also received the Government's notification on amendment in Company's rule, making NFN eligible for receiving CSR funds from Corporates.

We at NFN are poised to take this initiative further and would endeavor to forge partnerships with the Milk Unions and State Governments. NFN believes that any investment in addressing malnutrition through school milk programme would benefit and transform the lives of children and help build a strong nation.

We invite you to partner with us in this mission.

*Dilip Rath
Chairman,*

NDDDB Foundation for Nutrition

2 June 2017





Objective

NDDB along with its subsidiaries embarked on a noble mission of providing milk and milk products to government school children through a network of milk producer organisations (dairy cooperatives and producer companies) to address malnutrition.

Status

The year 2016-17, has been a promising year for NDDB Foundation for Nutrition.

In 2016-17, NDDB Foundation for Nutrition (NFN) has received a donation of ₹113.73 lakh from NDDB's subsidiaries Mother Dairy Fruit & Vegetable Private Limited (MDFVPL), IDMC Limited and Indian Immunologicals Limited (IIL) for supply of flavoured milk to the school children. NFN also initiated 'Giftmilk' programme in 4 schools of Gujarat. Presently, NFN has been providing 'Giftmilk' to seven schools in Gujarat, Telangana and Delhi.

As on 31 March 2017, NFN distributed 4,46,738 units of milk in above schools having an enrolment of about 3,500 students. NFN has also received a positive response from potential donors for expansion in the coming year.

*Chairman, NDDB launched
'Giftmilk' in Mujkova Prathmik Shala,
Mujkova, Anand*





During the year, 'Giftmilk' cost at Z P High School, Lakshmapur, Telangana was reduced by replacing the distant supplier with Nalgonda-Ranga Reddy Milk Producers Mutually Aided Cooperative Union Limited (NARMUL) – a local dairy cooperative.

To strengthen the 'Giftmilk' programme, NFN has initiated distribution of flavoured milk fortified with vitamin A and D in 4 schools of Anand which is produced and packed at Amul dairy, Anand. Fortification of milk with these vitamins helps in achieving healthier bones, better vision and stronger immune system. Besides, according to the National Nutrition Monitoring Bureau (NNMB) survey and a report of the expert group of ICMR in 2012, India has very high burden of Vitamin A and D deficiencies, amongst young children. Therefore, NFN intends to promote vitamin fortified milk as a part of 'Giftmilk' programme in all its beneficiary schools.

Quality of milk and monitoring of distribution chain are important parameters of operational efficiency of the 'Giftmilk' programme. Maintaining a cold chain is necessary for preserving quality of milk until the point of consumption. Insulated boxes are used throughout the transit period. Quantity of milk received and pouches consumed, etc. are regularly monitored for maintaining transparency.

NFN has also developed a Tracking System, which would capture real time data of fund transfers, 'Giftmilk' distribution as well as regular reporting by the schools. Access would be provided to the donors to have complete information of the usage of their funds on a day to day basis.

Besides, NFN has also initiated 'Giftmilk' Impact Studies to understand the effectiveness, response of the stakeholders as well as corrective measures required to further improve the operations. An external agency, 'Institute of Home Economics (IHE), Delhi University' has been chosen for conducting the impact study in Delhi. While, for Telangana, the study has been taken up internally by NDDDB. The findings as per the interim reports are encouraging.

As per the study conducted by IHE, in the first phase, 'Giftmilk' has received a positive response from the children as well as parents related to the regular consumption of milk in school by the children. It also highlighted a few difficulties faced by the teachers giving NFN a scope of improvement. The impact study also involved nutrition education module in the school to reinstate the importance of milk in daily diet of growing children.

The internal impact study has highlighted some interesting findings on the success of implementation of the 'Giftmilk' programme in the school of Telangana. The enrolment of students has increased from 200 to 307 in the present academic year. Students and teachers reported that this intervention has helped to increase attendance, improve concentration and reduce tiredness among the students.

To further understand the perception of students about the 'Giftmilk' programme, drawing and essay writing competitions were conducted in 'Giftmilk' schools. The participants showed keen interest in NFN's programme.

NFN's vision of reaching out to as many children as possible has been further facilitated by Government of India's recent amendment in companies' rules 2014 permitting to undertake CSR activities to a registered trust or society set up by an entity established under the Act of the Parliament before completion of three years in undertaking similar programmes or projects. Consequently, the exemption will allow NFN to also receive CSR funds from corporates in addition to NDDB subsidiaries.



SNAPSHOT

- NDDB Foundation for Nutrition is registered on 9th October 2015 as a Trust under Bombay Public Charitable Trust Act 1950 and a Society under the Societies Registration Act 1860.
- 200ml of flavoured fortified milk in pouches are served in chilled condition to school children.
- CSR donations to NFN is exempted under Ministry of Corporate Affairs Notification G.S.R. 540(E) dated 23rd May 2016 regarding the CSR activities approved by the CSR committee.
- Donations made to the NFN Trust/Society shall qualify u/s 80G (5) of IT Act 1961 and NFN is registered u/s 12AA of IT Act 1961.
- The Giftmilk programme was launched on 26th February 2016.
- Donations from corporates, PSUs, voluntary organizations, State Governments and individuals will be channelized for support of the programme.
- A web based platform is being used for transactions ensuring utmost transparency and accountability.
- NFN is leveraging the large network of 210 affiliated Dairy Cooperative Unions, 29 Marketing Dairies and expertise of NDDB for supply, logistics and monitoring.
- A direct tie-up of donors with dairy cooperatives will be facilitated considering donor's preference in terms of regions/locations/school.

Glimpses of student's imagination captured during 'Giftmilk' Drawing Competition

નામ:- યશીરા જહાદલા સૈયદ ઘો:૬મ



Name: Yashira Jahedali Saiyed, Standard: 6th, School: Prathamik Shala No. 14, Anand, Gujarat



The NFNs Plan for 2017-18

NFN has geared up to spread its operations in different states. With the help of Jharkhand State Co-operative Milk Federation Limited (JMF) and IDMC limited, NFN has made arrangements for launch of 'Giftmilk' programme in a school of Jharkhand from the next academic year. Likewise, NFN will be launching 'Giftmilk' programme in a school of Udagamandalam in Tamil Nadu using CSR contribution from IIL.

NDDB's Subsidiaries have committed a sum of ₹150 lakh for 2017-18 against ₹113 lakh during last financial year for the programme. With this, NFN proposes to serve around 10 Lakh child milk days during the next year by covering around five thousand children. Further, NFN would be approaching Public Sector Undertaking for funding the programme under their CSR activities.

Thus, both in terms of geographical presence as well as student coverage, the NFN looks forward to the year 2017-18 as a year of significant expansion.





SORAB S. ENGINEER & CO. (Regd.)
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT**Report on the Financial Statements**

We have audited the accompanying financial statements of **NDDB FOUNDATION FOR NUTRITION ("the Trust")** which comprise the Balance Sheet as at March 31, 2017, and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 misstatement.

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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation of the financial statements that give a 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 Trust has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Trust as at 31st March, 2017 and its surplus for the year ended on that date.



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SORAB S. ENGINEER & CO. (Regd.)**Report on Other Legal and Regulatory Requirements**

As required by The Bombay Public Trust Act, 1950 applicable to the State of Gujarat and on the basis of such checks as we considered necessary and appropriate and according to information and explanations given to us during the course of audit, we enclose in the Annexure, a statement on the matters specified therein.

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
Partner
Membership No. 100892



Anand
June 2, 2017

Schedule VIII
(See Rule 17(1))

Name of Public Trust: **NDDB FOUNDATION FOR NUTRITION**
 Registration Number: F\1699\Anand
 Date of Registration: October 9, 2015
 Address of Trust's Office: **NDDB Campus, Near Jagnath Mahadev Mandir,
 Khetiwadi Road, Anand, Gujarat**
 Phone Number: **2692-260148**

Balance Sheet as at 31st March, 2017

FUNDS AND LIABILITIES	AMOUNT (Rs.)	PROPERTY AND ASSETS	AMOUNT (Rs.)
Trust Funds or Corpus		Immovable Properties	-
Corpus Fund		Investments	-
Balance as per last financial statements	1,00,000.00		
Add: Received during the year	50,00,000.00	Furniture and Fixtures	-
	51,00,000.00	Loans (secured or unsecured)	
Other Earmarked Funds	-	Good/doubtful	-
Reserve Fund	-	Other loans	-
Loans (secured or unsecured)		Advances	
From Trustees	-	Income outstanding	
From Others	-	Interest	52,532.30
Liabilities		Cash and Bank balances	
For Expenses	-	Fixed Deposit with Yes Bank Ltd.	50,00,000.00
For Advances	-	(In the name of NDDB Foundation for Nutrition)	
For Rent and Other Deposits	-	In Saving Bank Account	64,57,143.96
For Sundry Credit Balances	9,02,253.20	with Bank of Baroda & Yes Bank Ltd.	
Income and Expenditure Account		(In the name of NDDB Foundation for Nutrition)	
Balance as per last financial statements	13,73,588.81		
Surplus for the year	41,33,834.25		
	55,07,423.06		
TOTAL	115,09,676.26	TOTAL	115,09,676.26

Refer Schedule-A For Notes Forming Part of Accounts.

The above balance sheet to the best of our belief contains a true account of Funds and Liabilities and of the Property and Assets of the Trust.

As per our report of even date
For Sorab S. Engineer & Co.
 Firm Registration No. 110417W
 Chartered Accountants

For and on behalf of Trust,

Chokshi Shreyas B.

CA. Chokshi Shreyas B.
 Partner
 Membership No. 100892

Rajesh Subramaniam
Rajesh Subramaniam
 Treasurer

Sangram Chaudhary
Sangram Chaudhary
 Secretary

Dilip Rath
Dilip Rath
 Chairman

Place : Anand
 Date : 2 June 2017



Schedule IX
(See Rule 17(1))

Name of Public Trust: **NDDB FOUNDATION FOR NUTRITION**
 Registration Number: F\1699\Anand
 Date of Registration: October 9, 2015
 Address of Trust's Office: **NDDB Campus, Near Jagnath Mahadev Mandir,
 Khetiwadi Road, Anand, Gujarat**
 Phone Number: **2692-260148**

Income and Expenditure account for the period ending on March 31, 2017

EXPENDITURE	AMOUNT (Rs.)	INCOME	AMOUNT (Rs.)
To Establishment Expenses	-	By Interest	
To Legal Expenses	-	On Saving Bank Account	1,49,170.98
To Audit Fees (including Service Tax)	34,500.00	On Fixed Deposit Account	3,21,060.25
To Contribution to Charity Commissioner Fund	152.00	By Donations in cash or in kind	
To Miscellaneous Expenses	34,593.54	Domestic	113,74,000.00
To Amounts transferred to Reserve or Specific Funds	-	By Income from Other Sources	-
To Expenditure on Objects of the Trust (Specify if any from FCRA)		By Transfer from Reserve	-
(a) Religious	-		
(b) Educational	-		
(c) Medical Relief	-		
(d) Relief of Poverty	-		
(e) Other Charitable Objects - Gift Milk Expenditure	60,48,901.44		
(f) Other Charitable Objects - Gift Milk Research Study Expenditure	15,92,250.00		
	76,41,151.44		
To Surplus carried over to Balance Sheet	41,33,834.25		
TOTAL	118,44,231.23	TOTAL	118,44,231.23

Refer Schedule-A For Notes Forming Part of Accounts.

As per our report of even date
For Sorab S. Engineer & Co.
 Firm Registration No. 110417W
 Chartered Accountants



CA. Chokshi Shreyas B.
 Partner
 Membership No. 100892

For and on behalf of Trust,



Rajesh Subramaniam
 Treasurer



Sangram Chaudhary
 Secretary



Dilip Rath
 Chairman

Place : Anand
 Date : 2 June 2017



NDDB FOUNDATION FOR NUTRITION**SCHEDULE- A : NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2017****a SIGNIFICANT ACCOUNTING POLICIES:****1 Method of Accounting**

The financial statements are prepared under the historical cost convention, on accrual basis of accounting to comply in all material respects, with the accounting standards as notified by the Institute of Chartered Accountants of India and in conformity with accounting principles generally accepted in India (Indian GAAP) as applicable, and the relevant provisions of the Bombay Public Trust Act, 1950. The accounting policies have been consistently applied by the Trust; and the accounting policies not referred to otherwise, are in conformity with Indian GAAP.

2 Revenue Recognition

Interest income is accounted on accrual basis.

3 Use of estimates

The presentation of financial statements in conformity with the Indian GAAP requires the management to make estimates and assumptions to be made that may affect the balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of incomes and expenses during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimated.

b NOTES ON ACCOUNTS:**1 Information about NDDB FOUNDATION FOR NUTRITION**

NDDB FOUNDATION FOR NUTRITION is registered as Public Trust under The Bombay Public Trust Act, 1950 and also as a Society under The Societies Registration Act, 1860 with the main object of providing nutrition support to children and needy persons *interalia* through milk/milk products and thereby contribute to the eradication of malnutrition.

- 2 The trust is registered under Section 12AA of the Income tax Act, 1961 and it believes that its income/profit, if any, is exempt as its activities are covered under Section 2(15) of the said Act and accordingly no provision for income tax has been made for the year under consideration.

As per our report of even date attached

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants

Chokshi Shreyas B.

CA Chokshi Shreyas B.
Partner
Membership No. 100892

Place : Anand
Date : 2 June 2017



For and on behalf of Trust,

Rajesh Subramaniam

Rajesh Subramaniam
Treasurer

Sangram Chaudhary

Sangram Chaudhary
Secretary

Dilip Rath

Dilip Rath
Chairman

Schedule IX-C
(See Rule 32)

Name of Public Trust: **NDDB FOUNDATION FOR NUTRITION**
 Registration Number: F\1699\Anand
 Date of Registration: October 9, 2015
 Address of Trust's Office: **NDDB Campus, Near Jagnath Mahadev Mandir,**
Khetiwadi Road, Anand, Gujarat
 Phone Number: **2692-260148**

Statement of income liable to contribution for the period ending on March 31, 2017


PARTICULARS	AMOUNT (Rs.)
Gross annual income	168,44,231.23
Details of Income not chargeable to contribution under Section 58 and rule 32	
i) Donation received during the year from any sources	
(a) Corpus	
(1) From Country	50,00,000.00
(2) From Foreign Country; FCRA No. and date	-
(b) General	
(1) From Country	113,74,000.00
(2) From Foreign Country; FCRA No. and date	-
ii) Grants by Government and Local Authorities	
(a) Government and Local authorities	-
(b) From Foreign Country	-
(a) By Funding Agencies	
(1) From Country	-
(2) From Foreign Country; FCRA No. and date	-
iii) Amount spent for the purpose of education	-
iv) Amount spent for the purpose of medical relief	-
v) (A) Deduction out of income from lands used for agricultural purpose:	
(a) Land Revenue and Local Fund Cess	-
(b) Rent Payable to superior landlord	-
(c) Cost of production, if lands are cultivated by trust	-
(B) Income from land used for agricultural purpose	-
vi) (A) Deduction out of income from lands used for non agricultural purpose:	
(a) Assessment, Cesses and other Government or Municipal Taxes	-
(b) Ground rent payable to the superior landlord	-
(c) Insurance premiums	-
(d) Repairs @ 8.33 percent of gross rent of buildings	-
(e) Cost of collection @ 4 percent of gross rent of buildings let out	-
(B) Income from land used for non agricultural purpose	-
vii) Cost of collection of income or receipts from securities stocks, etc @ 1 percent of such income	-
viii) Deduction on account of repairs in respect of building not rented and yielding no income @ 8.33 per cent, of the estimated gross annual rent	-
Income liable to contribution	4,70,231.23

For NDDB Foundation for Nutrition


 Dilip Rath
 Chairman

As per our report of even date
 For Sorab S. Engineer & Co.
 Firm Registration No. 110417W
 Chartered Accountants




 CA. Chokshi Shreyas B.
 Partner
 Membership No. 100892

Place : Anand
 Date : 2 June 2017





Acknowledgement

Funding Partners

- Mother Dairy Fruits and Vegetables Limited
- Indian Immunologicals Limited
- IDMC Limited

Supply Partners

- Mother Dairy Fruits and Vegetables Limited
- Kaira District Cooperative Milk Producers Union Limited
- Nalgoda-Ranga Reddy Milk Producers Mutually Aided Cooperative Union Limited

Government Partners

- Department of Education- State Government of Delhi, Gujarat and Telangana for providing the permission for implementing the programme.

Other Partners

- Sarvodaya Kanya Vidhyalaya Chirag, Delhi
- Sarvodaya Kanya Vidhyalaya East of Kailash, Delhi
- Zilla Parishad High School, Lakshmapur, Telangana
- Adarshi Nivasi Shala, Anand, Gujarat
- Nagar Prathamik Shala No.14, Anand, Gujarat
- Nagar Prathamik Shala No.24, Anand, Gujarat
- Mujkuva Prathamik Shala, Anand, Gujarat



NDDB Foundation for Nutrition

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