



**Independent Auditors' Report**

**To the Board of Directors of Indus Action Initiatives**

**Report on the Financial Statements**

1. We have audited the accompanying financial statements of **Indus Action Initiatives** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2017, the Income and Expenditure Account, 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 Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements, that give a true and fair view of the financial position and financial performance 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 Company's (Accounts) Rules, 2014 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policy; 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. 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 thereunder.
5. 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 misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the 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 the internal financial controls relevant to the Company'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 Company 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 the Company's directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

8. 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:
- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2017;
  - (b) in the case of the Statement of Income & Expenditure, of the Income/Expenses of the Company for the year ended on that date, and
  - (c) in the case of the statement of cash flow, cash flows of the Company for the year ended on that date.

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

9. The Company is licensed to operate under section 8 of the Companies Act, 2013 ('the Act'). Accordingly the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section 143(11) of the Act, is not applicable to the Company.
10. 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 it appears from our examination of those books.
  - (c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (As Amended).
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2017 and taken on record by the Board of Directors, none of the directors are disqualified as



on 31st March, 2017 from being appointed as a director in terms of section 164(2) of the Act.

- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
- (i) The Company does not have any pending litigation which would impact its financial position ;
  - (ii) The Company did not have any Long-term contracts including derivative contracts for which there were any material forcible losses; and
  - (iii) There were no amounts which were required to be transferred to the Investor Education and protection fund by the Company.
  - (iv) The Company, as detailed in Note 17 to the Financial Statements, has made requisite disclosures in these financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8<sup>th</sup> November 2016 to 30<sup>th</sup> December 2016. Based on the audit procedures performed and taking into consideration the information and explanations given to us, in our opinion , these are in accordance with the books of account maintained by the Company.

For **CA. P. Mishra & Co.**  
Chartered Accountants  
GURUGRAM

CA. **P. Prakash Mishra**  
Partner

Firm Registration Number: 011875N

Membership No.: 90839

Gurugram

Dated: 19/08/2017



**Indus Action Initiatives**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Balance Sheet as at 31 March 2017  
(All amounts are in Indian Rupees unless otherwise stated)

	Note	As at 31 March 2017	As at 31 March 2016
<b>SOURCES OF FUNDS</b>			
Corpus Fund	1	18,50,000	18,50,000
General fund	2	(3,02,349)	23,37,737
		15,47,651	41,87,737
<b>Current liabilities</b>			
Trade payables		-	-
- Total outstanding dues of Micro and Small Enterprises		-	-
- Total outstanding dues of creditors other than Micro and Small Enterprises		-	-
Other current liabilities	3	12,82,959	1,12,393
		12,82,959	1,12,393
<b>TOTAL</b>		<b>28,30,610</b>	<b>43,00,130</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	11	3,13,469	2,51,766
Intangible Assets	7	16,397	-
		3,29,866	2,51,766
<b>Current assets</b>			
Cash and bank balances	4	23,14,054	34,80,822
Short-term loans and advances	5	1,80,469	5,62,542
Other current assets	6	6,221	5,000
		25,00,744	40,48,364
<b>TOTAL</b>		<b>28,30,610</b>	<b>43,00,130</b>

As per our report of even date attached.

For O.P. Mishra & Co. Chartered Accountants  
ICAI Firm Registration No. 011873N  
Om Prakash Mishra  
Partner  
Membership No.: 090839

Place: Gurgaon  
Date: 19/08/2017

For and on behalf of the Board of Directors of  
Indus Action Initiatives

Tarun Cherukuri  
Director  
DIN: 06622010

Place: New Delhi  
Date: 19/08/2017

Vaibhav Mathur  
Director  
DIN: 05293624

Place: New Delhi  
Date: 19/08/2017

**Indus Action Initiatives**  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

**Income and Expenditure Account for the year ended 31 March 2017**

	Note	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>Income</b>			
Grants and donation received	7	1,18,93,646	49,13,048
Other income	8	12,207	6,557
<b>Total</b>		<b>1,19,05,853</b>	<b>49,19,605</b>
<b>Expenditure</b>			
Employee benefits	9	59,29,034	18,69,930
Depreciation	6,7	1,92,202	88,176
Other expenses	10	84,24,703	16,14,940
<b>Total expenses</b>		<b>1,45,45,939</b>	<b>35,73,046</b>
<b>Surplus/ ( Deficit) for the year</b>		<b>(26,40,086)</b>	<b>13,46,559</b>

As per our report of even date attached.


For O P Mishra & Co.  
Chartered Accountants  
ICAI Firm Registration No. 011873N  
  
Prakash Mishra  
Partner  
Membership No.: 090839

Place: Gurgaon  
Date: 19/08/2017

For and on behalf of the Board of Directors of  
Indus Action Initiatives

  
Tarun Cherukuri  
Director  
DIN: 06622010

Place: New Delhi  
Date: 19/08/2017

  
Vaibhav Mathur  
Director  
DIN: 05293624

Place: New Delhi  
Date: 19/08/2017

**Indus Action Initiatives****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Cash flow statement for the year ended 31 March 2017****(All amounts are in Indian Rupees unless otherwise stated)**

	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>A. Cash flow from operating activities</b>		
Surplus for the year	(26,40,086)	13,46,559
Adjustments for:		
- Miscellaneous balances written back	-	6,557
- Depreciation	1,92,202	88,176
Working capital adjustments:		
- Decrease in loans and advances	3,82,073	(4,97,378)
- Increase in trade payables	-	(1,04,794)
- Increase in other liabilities	11,70,566	(84,537)
Net cash from operating activities	(8,95,245)	7,54,583
Income tax paid (including tax deducted at source)	(1,221)	-
<b>Net cash generated from operations</b>	<b>(8,96,466)</b>	<b>7,54,583</b>
<b>B. Cash flow from investing activities</b>		
- Purchase of fixed assets	(2,70,302)	(3,15,704)
<b>Net cash used for investing activities</b>	<b>(2,70,302)</b>	<b>(3,15,704)</b>
<b>C. Cash flow from financing activities</b>		
- Proceeds from Corpus fund	-	18,50,000
<b>Net cash used for financing activities</b>	<b>-</b>	<b>18,50,000</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(11,66,768)</b>	<b>22,88,879</b>
Cash and cash equivalents at the beginning of the year	34,80,822	11,91,943
<b>Cash and cash equivalents at the end of the year</b>	<b>23,14,054</b>	<b>34,80,822</b>
Components of cash and cash equivalents:		
Cash in hand	3,857	75
Balances with scheduled banks	23,10,197	34,80,747
	<b>23,14,054</b>	<b>34,80,822</b>

The Cash Flow Statement has been prepared in accordance with the 'Indirect Method' as set out in the Accounting Standard (AS) - 3 on 'Cash Flow Statements' as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014

As per our report attached

**For O P Mishra & Co.**

Chartered Accountants

ICAI Firm Registration No. 011873N



Om Prakash Mishra  
Partner  
Membership No.: 090839

Place: Gurgaon

Date: 19/08/2017

For and on behalf of the Board of Directors of  
**Indus Action Initiatives**

*Tarun Cherukuri*  
Tarun Cherukuri  
Managing Director  
DIN: 06622010

Place: New Delhi

Date: 19/08/2017

*Vaibhav Mathur*  
Vaibhav Mathur  
Director  
DIN: 05293624

Place: New Delhi

Date: 19/08/2017

**Indus Action Initiatives****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Notes to financial statements for the year ended 31 March 2017****(All amounts are in Indian Rupees unless otherwise stated)**

	As at 31 March 2017	As at 31 March 2016
<b>1 Corpus Fund</b>		
Opening balance	-	-
Add: Additions during the year	18,50,000	18,50,000
<b>Total</b>	<b>18,50,000</b>	<b>18,50,000</b>
<b>2 General fund</b>		
Opening balance	23,37,737	9,91,178
Add: Additions during the year	(26,40,086)	13,46,559
<b>Total</b>	<b>(3,02,349)</b>	<b>23,37,737</b>
<b>3 Other current liabilities</b>		
Employee related payables	4,94,737	47,266
Statutory dues	84,141	11,612
Other Liabilities	7,04,080	53,515
	<b>12,82,958</b>	<b>1,12,393</b>
<b>4 Cash and bank balances</b>		
Cash and cash equivalents:		
Cash on hand	3,857	75
Balance with scheduled banks	23,10,197	34,80,747
- on current accounts	<b>23,14,054</b>	<b>34,80,822</b>

*Jaun. A.**Vaibhav Mathur*

**Indus Action Initiatives**

(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Notes to financial statements for the year ended 31 March 2017

(All amounts are in Indian Rupees unless otherwise stated)

5	Short-term loans and advances (Unsecured, considered good)	As at	As at
		31 March 2017	31 March 2016
	Security deposit	1,21,542	60,000
	Advances to vendors	58,927	11,542
	Advance for Campaign Expenses		4,50,000
	Advance recoverable from employees	-	41,000
		<u>1,80,469</u>	<u>5,62,542</u>
6	Other current assets (Unsecured, considered good)	As at	As at
		31 March 2017	31 March 2016
	Advance income tax	6,221	5,000
		<u>6,221</u>	<u>5,000</u>



*Jarun. a.*

*Vaibhav Mathur*



**Indus Action Initiatives****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Notes to financial statements for the year ended 31 March 2017****(All amounts are in Indian Rupees unless otherwise stated)****7 Grants and donations received**

	For the year ended 31 March 2017	For the year ended 31 March 2016
Grants and donations received	1,18,93,646	49,13,048
Survey receipts	-	-
	<u>1,18,93,646</u>	<u>49,13,048</u>

**8 Other income**

	For the year ended 31 March 2017	For the year ended 31 March 2016
Miscellaneous balances written back	-	6,557
Interest on FDR	12,207	-
	<u>12,207</u>	<u>6,557</u>

**9 Employee benefits expense**

	For the year ended 31 March 2017	For the year ended 31 March 2016
Salary, wages and bonus	58,26,007	18,08,500
Staff welfare	1,03,027	61,430
	<u>59,29,034</u>	<u>18,69,930</u>

**10 Other expenses**

	For the year ended 31 March 2017	For the year ended 31 March 2016
Rent (refer note 17)	5,76,014	2,74,000
Legal and professional	12,96,218	70,600
Rates, fees and taxes	-	7,438
Conference and campaign expenses	34,65,619	1,63,002
Printing and stationery	3,87,273	2,85,820
Travelling and conveyance	11,56,253	2,53,450
Communication expenses	12,21,040	4,21,724
Electricity and water charges	42,350	35,222
Office expenses	1,72,643	67,743
Bank charges	904	876
Interest on late TDS Payment	5,314	-
Balances written off	-	11,722
Repair and Maintenance	99,739	17,580
Miscellaneous expenses	1,336	5,763
	<u>84,24,703</u>	<u>16,14,940</u>

*Y. Jain a.**Vaibhav Mathur*

Indus Action Initiatives

(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Notes to the financial statements for the year ended 31 March 2017  
(All amounts are in Indian Rupees unless otherwise stated)

11 Tangible assets

Asset description	Gross block					
	As at 31 March 2015	Additions	Deletions/ adjustments	As at 31 March 2016	Additions	Deletions/ adjustments
Computers	30,000	2,84,774	-	3,14,774	63,040	-
Office Equipment	-	30,930	-	30,930	73,003	-
Furniture & Fixture	-	-	-	-	1,16,259	-
<b>Total</b>	<b>30,000</b>	<b>3,15,704</b>	<b>-</b>	<b>3,45,704</b>	<b>2,52,302</b>	<b>-</b>
						<b>5,98,006</b>



Asset Description	Depreciation					
	As at 31 March 2015	For the year	On deletions/ adjustments	Upto 31 March 2016	For the year	On deletions/ adjustments
Computers	5,762	81,410	-	87,172	1,61,894	-
Office Equipment	-	6,766	-	6,766	12,727	-
Furniture & Fixture	-	-	-	-	15,978	-
<b>Total</b>	<b>5,762</b>	<b>88,176</b>	<b>-</b>	<b>93,938</b>	<b>1,90,599</b>	<b>-</b>
						<b>2,84,537</b>

Asset Description	Net block			
	As at 31 March 2015		As at 31 March 2016	As at 31 March 2017
Computers	24,238		2,27,602	1,28,748
Office equipment	-		24,164	84,440
Furniture & Fixture	-		-	1,00,281
<b>Total</b>	<b>24,238</b>		<b>2,51,766</b>	<b>3,13,469</b>

Vaibhav Mathur

Indus Action Initiatives  
(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)

Notes to the financial statements for the year ended 31 March 2017  
(All amounts are in Indian Rupees unless otherwise stated)

Tangible assets



Asset description	Gross block					
	As at 31 March 2015	Additions	Deletions/ adjustments	As at 31 March 2016	Additions	Deletions/ adjustments
Software	-	-	-	-	18,000	-
Total	-	-	-	-	18,000	-

Asset Description	Depreciation					
	As at 31 March 2015	For the year	On deletions/ adjustments	Upto 31 March 2016	For the year	On deletions/ adjustments
Software	-	-	-	-	1,603	-
Total	-	-	-	-	1,603	-

Asset Description	Net block		
	As at 31 March 2015	As at 31 March 2016	As at 31 March 2017
Software	-	-	16,397
Total	-	-	16,397

Vaishan Mathur

**Indus Action Initiatives****(A Private Company Limited by Guarantee under Section 8 of the Companies Act, 2013)****Notes to financial statements for the year ended 31 March 2016****(All amounts are in Indian Rupees unless otherwise stated)**

- 13 The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information received and available with the Company, there are no amounts payable to Micro and Small Enterprises (Suppliers) covered under the Micro, Small and Medium Enterprises Development Act, 2006 as at 31 March 2017.

**14 Related party disclosures**

- a) Related party and nature of the relationship where control exists- Nil.
- b) Related party with whom the transactions have taken place during the year:

**Key Management Personnels:**

Tarun Cherukuri

Vaibhav Mathur

## c) Details of transactions during the year:

Transactions during the year	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>Advance for Campaign expenses:</b>		
Tarun Cherukuri	-	4,00,000
<b>Employee benefit expenses:</b>		
Salary to Tarun Cherukuri	9,00,000	-

## d) Balances at the year end :

Nature of Transaction	For the year ended 31 March 2017	For the year ended 31 March 2016
<b>Current Liability:</b>		
Tarun Cherukuri	88,246	-
<b>Loans &amp; Advances given:</b>		
Tarun Cherukuri	-	4,00,000

**15 DISCLOSURE ON SPECIFIED BANK NOTES (SBN'S)**

During the year , the Company had specified bank notes or other denomination note as defined in the MCA notification GSR 308€ dated 31st March, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November 2016 to 30th December 2016, the denomination wise SBN's and other notes as per the notification is given below:

Particulars	SBNs	Other Denominatio n Notes	Total
Closing Cash in hand as on 08/11/2016	-	64,719	64,719
(+) Permitted Receipts	-	1,38,000	1,38,000
(-) Permitted Payments	-	94,804	94,804
(-) Amount Deposited in Banks	-	-	-
Closing Cash in hand as on 08/12/2016	-	1,07,915	1,07,915



*Tarun C*

*Vaibhav Mathur*



**16 Auditors Remuneration**  
**Particulars**

**For the year  
ended  
31 March 2017**

**For the year  
ended  
31 March 2016**

Statutory Audit Fees

50,000

-

Paid for other matters

30,000

-

\* Excluding Service Tax

17 Previous year figures have been regrouped/ reclassified wherever considered necessary, to make them comparable to those of current year.

As per our report of even date attached.

For O P Mishra & Co.

Chartered Accountants

ICAI Firm Registration No. 011873N

Om Prakash Mishra

Partner

Membership No.: 090839

Place: Gurgaon

Date: 19/08/2017

For and on behalf of the Board of Directors of  
**Indus Action Initiatives**

Tarun Cherukuri

Director

DIN: 06622010

Place: New Delhi

Date: 19/08/2017

Vaibhav Mathur

Director

DIN: 05293624

Place: New Delhi

Date: 19/08/2017