

## **Annexure A to the Independent Auditor's Report**

The Annexure referred of our Report of even date to the members of Child Welfare and Action Foundation on the accounts of the company for the year ended 31st March, 2020. On the basis of such checks as considered appropriate and according to the information and explanation given to me during the course of our audit, I report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets. (b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification. (c) In our opinion and according to the information and explanations given to us, no fixed asset has been disposed during the year and therefore does not affect the going concern assumption.
2. (a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. (c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
3. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business.
4. The Company has not accepted any deposits from the public covered under section 73 to 76 of the Act and rules made there under.
5. (a) According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty, cess to the extent applicable and any other statutory dues have been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2019 for a period of more than six months from the date they became payable. (b) According to the information and explanations given to us, there are no amounts payable in respect of Profession Tax, TDS, service tax and GST.
6. The Company does not have any accumulated loss and has incurred cash loss during the financial year covered by our audit.
7. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.
8. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
9. Based on our audit procedures and on the information given by the management, we report that the company has not raised any term loans during the year.
10. Based on the audit procedures performed and the information and explanations given to us by the management, we report that the Company has not made any preferential allotment of shares during the year. The Company has no outstanding debentures during the period under audit.
11. The Company has not raised any money by public issue during the year.

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12. Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case by the management.

For Rupam Tripathi

Chartered Accountants

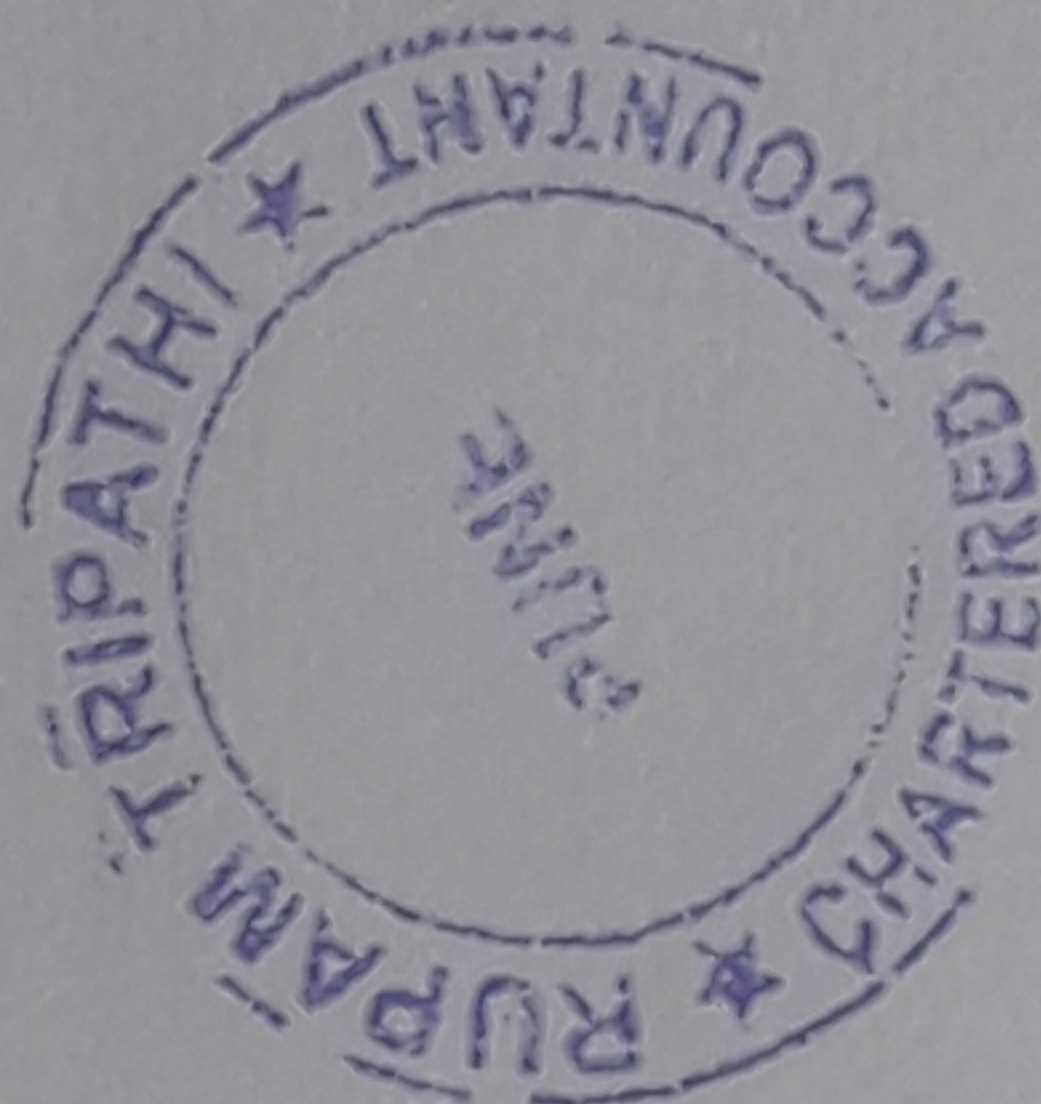
Membership No. 133067

Place: Pune

Date: 01.12.2020

UDIN: 20133067AAAABO1321

*Rupam*



**RUPAM TRIPATHI**  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067



## Child Welfare and Action Foundation

### Significant Accounting Policies and Notes to Accounts for the year ended 31<sup>st</sup> March 2020

#### 1. System of Accounting:

- (1) The company generally follows the accrual system of accounting both to income and expenditure except those with significant uncertainties.
- (2) Financial statements are based on historical costs. The costs are not adjusted to reflect the impact of the changing value in the purchasing power of money.
- (3) Estimates and Assumptions used in the preparation of the financial statements are based on the relevant facts, circumstances as of the date of the financial statements which may differ from the actual results at a subsequent date.

2. **Fixed Assets and Depreciation:** Depreciation on tangible assets and intangible assets has been provided on single shift basis and in case of plant and Machinery is provided on double shift basis under Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013. The management has carried out an estimation of the useful lives of fixed assets based on internal and external evaluation. Based on such evaluation, in respect of following categories of fixed assets, useful life differs from that specified in the Schedule II to the Companies Act 2013; Depreciation on the assets added during the year, has been provided on pro rata basis from the date of addition.

3. **Revenue Recognition:** Revenue is recognised as and when services are rendered.

4. **Retirement Benefits:** Provident Fund is not applicable.

5. **Earnings / (Loss) per Share:** Basic earnings / (loss) per share are calculated by dividing the net profit after tax / (loss) for the period attributable to the shareholders by the weighted average number of shares outstanding during the period.

6. **Provisions:** A provision is recognised when the company has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet. These are re-valued at each balance sheet date and adjusted to reflect the current best estimate.

For Rupam Tripathi

Chartered Accountants

Membership No. 133067

Place: Pune

Date: 01.12.2020

UDIN: 20133067AAAABU1606

**RUPAM TRIPATHI**  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067



For and on behalf of the board

*Protima Sharma*

Protima Sharma

Director

DIN: 07606776

*Smriti Gupta*

Smriti Gupta

Director

07562016





	Sr. No.	Name of Associate Enterprises / person	Type of Relationship	Type of Transactions	Transactions during the Year 18-19	Transactions during the Year 19-20	Closing Balance for the year ended 31.03.2020	Closing Balance for the year ended 31.03.2019
6	The figures have been rounded off to the nearest of rupee one.							
7	Significant Accounting policies and Notes on Financial statement referred to above from an integral part of the balance sheet.							
As per our report of even date attached								
For and on behalf of					For and on Behalf of the Board			
Rupam Tripathi					Protima Sharma			
Chartered Accountant					Director - DIN 07606776			
(Membership no.: 133067)								
Place : Pune					Smriti Gupta			
Date : 01.12.2020					Director- DIN 07562016			
UDIN: 20133067AAAABU1606								



*Rupam*

**RUPAM TRIPATHI**  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067

For Child Welfare & Action Foundation

*Protima Sharma*  
Director / Authorised Signatory

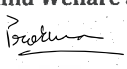
*Protima*




**Child Welfare and Action Foundation**  
Mulberry Garden I, Pl no 19, Magarpatta City, Hadapsar, Pune - 411028  
**Balance Sheet as on 31.03.2020**

Particulars	Note	AMOUNT	
		As of Mar 31, 2020	As of Mar 31, 2019 (PP)
<b>I. EQUITY AND LIABILITIES</b>			
1. Shareholder's funds			
a. Share capital		60,000.00	
b. Reserves and surplus			
i. Surplus for the year*	1	-3,123.20	
ii. Retained Earnings*			
iii. Others*			
		-₹ 3,123.20	₹ 0.00
c. Money received against share warrants			
		₹ 56,876.80	₹ 0.00
2. Share application money pending			
3. Non-current liabilities			
a. Long-term borrowings			
b. Deferred tax liabilities (Net)			
c. Other long term liabilities			
d. Long-term provisions			
		₹ 0.00	₹ 0.00
4. Current liabilities			
a. Short-term borrowings			
b. Trade payables			
i. Outstanding Dues (MSME)			
ii. Outstanding Dues (non MSME)			
iii. Uncategorised trade payables	2	57,341.20	
Total Trade Payables		₹ 57,341.20	₹ 0.00
c. Other current liabilities			
d. Short-term provisions			
		₹ 57,341.20	₹ 0.00
<b>TOTAL</b>		₹ 114,218.00	₹ 0.00
<b>II. ASSETS</b>			
1. Non-current assets			
a. Fixed assets			
i. Tangible assets			
ii. Intangible assets			
iii. Capital work-in-Progress			
iv. Intangible assets under development			
		₹ 0.00	₹ 0.00
b. Non-current investments			
c. Deferred tax assets (Net)			
d. Long-term loans and advances			
e. Other non-current assets			
		₹ 0.00	₹ 0.00
2. Current assets			
a. Current investments			
b. Inventories			
c. Trade receivables			
d. Cash and cash equivalents	3	114,218.00	
e. Short-term loans and advances			
f. Other current assets			
		₹ 114,218.00	₹ 0.00
<b>TOTAL</b>		₹ 114,218.00	₹ 0.00

As per our report of even date  
For Rupam Tripathi  
Chartered Accountant  
Rupam Tripathi  
Proprietor  
M. NO. 133067  
Pune  
Date: 01/12/2020  
UDIN: 20133067AAAABU1606

Child Welfare and Action Foundation  
  
Director  
Protima Sharma  
DIN: 07606776

  
Director  
Smriti Gupta  
DIN: 07562016



**RUPAM TRIPATHI**  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067

For Child Welfare & Action Foundation

  
Director / Authorised Signatory

For Child Welfare & Action Foundation

  
Director / Authorised Signatory



Child Welfare and Action Foundation  
Mulberry Garden I, Pl no 19, Magarpatta City, Hadapsar, Pune - 411028  
PROFIT AND LOSS for the period 01.04.2019 to 31.03.2020

Particulars	Note	AMOUNT	
		Apr 2019 - Mar 2020	Apr 2018 - Mar 2019 (PP)
I. Revenue from Donations		85,000.00	
II. Other income			
III. Total Revenue (I + II)		₹ 85,000.00	₹ 0.00
IV. Expenses			
Cost of Materials Consumed			
Purchase of stock-in-trade			
Changes in Inventories of Finished goods, work-in-progress and Stock-in-Trade			
Employee benefit expenses			
Finance costs			
Depreciation and Amortization Expense			
Other Expenses	1	88,123.20	
Total Expenses		₹ 88,123.20	₹ 0.00
V. Profit before exceptional, extraordinary and prior period items and tax (III - IV)		-₹ 3,123.20	₹ 0.00
VI. Exceptional Items			
VII. Profit Before Extraordinary Items and Tax (V-VI)		-₹ 3,123.20	₹ 0.00
VIII. Extraordinary items			
IX. Profit before tax (VII - VIII)		-₹ 3,123.20	₹ 0.00
X. Tax expenses			
Current Tax			
Deferred Tax			
		₹ 0.00	₹ 0.00
XI. Profit/(Loss) from the continuing operations (IX - X)		-₹ 3,123.20	₹ 0.00
XII. Profit/(Loss) from Discontinuing Operations			
XIII. Tax Expense from Discontinuing Operations			
XIV. Profit/(Loss) from Discontinuing Operations (after Tax) (XII-XIII)			
XV. Profit/(Loss) for the period (XI + XIV)		-₹ 3,123.20	₹ 0.00

As per our report of even date  
For Rupam Tripathi  
Chartered Accountant  
Rupam Tripathi  
Proprietor  
M. NO. 133067  
Pune  
Date: 01/12/2020  
UDIN: 20133067AAAABU1606

Child Welfare and Action Foundation

  
Director  
Protima Sharma  
DIN: 07606776

  
Director  
Smriti Gupta  
DIN: 07562016



*Rupam*

**RUPAM TRIPATHI**  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067

For Child Welfare & Action Foundation

  
Director/Authorised Signatory



**Child Welfare and Action Foundation**

**April 2019 - March 2020**

**Note: 1 Other Expenses**

Computer and Internet Expense	14,139.77
Legal and professional fees	36,121.00
Payroll Expenses	7,300.00
Travel Expenses	30,562.43
<b>Total Expenses</b>	<b>₹ 88,123.20</b>

Director  
Protima Sharma  
DIN: 07606776



Director  
Smriti Gupta  
DIN: 07562016



For Child Welfare & Action Foundation,



Director /Authorised Signatory



**Child Welfare and Action Foundation**

**Note 2. Others**

**As of March 31, 2020**

Particulars	Total
Opening Balance Equity	60,000.00
<b>TOTAL</b>	<b>₹ 60,000.00</b>

**Note 3. Long-term borrowings**

**As of March 31, 2020**

Particulars	Amount
Long Term Borrowings from Related Parties	
<b>TOTAL</b>	<b>₹ 0.00</b>

**Note 4. Trade payables**

**As of March 31, 2020**

Particulars	Amount
Account Payable (Creditors)	
i. Outstanding Dues (MSME)	
ii. Outstanding Dues (non MSME)	57,341.20
iii. Uncategorised trade payables	
<b>TOTAL</b>	<b>₹ 57,341.20</b>

**Note 5. Other current liabilities**

**As of March 31, 2020**

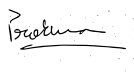
Particulars	Amount
Sales and service tax payable	
Current Liabilities	
<b>TOTAL</b>	<b>₹ 0.00</b>

**Note 6. Cash and cash equivalents**

**As of March 31, 2020**

Particulars	Total
Cash and cash equivalents	
Current	114,218.00
<b>TOTAL</b>	<b>₹ 114,218.00</b>

Director  
Protima Sharma  
DIN: 07606776



Director  
Smriti Gupta  
DIN: 07562016



For Child Welfare & Action Foundation  
  
Director /Authorised Signatory



## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF Child Welfare and Action Foundation**

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

We have audited the accompanying standalone financial statements of Child Welfare and Action Foundation, which comprise the Balance Sheet as at 31<sup>st</sup> March, 2019 the Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

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, 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 maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 Standalone 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 misstatement.

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 internal financial control 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 the 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.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 of affairs of the Company as at 31<sup>st</sup> March, 2019, and its profit/loss for the year ended on that date.

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

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 accounts of the branch offices of the Company have been audited by us under Section 143 (8) of the Act and have been properly dealt with by us in preparing this report.
- (d) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the accounts of the branches
- (e) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018, taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (g) We are not enclosing on matters specified under section 143 (3) (i) of the Companies Act, 2013 with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls as the company is a private limited company and it fulfils all the exemptions required as per notification no G.S.R. 583 (E) dated 13<sup>th</sup> of June, 2017 and as per the general Circular no 08/2017 (F.No. 1/1/2014-CL-V) dated 25<sup>th</sup> of July 2017.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position







- ii. The Company has made a provision, as required by applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - iii. There were no amounts, which required to be transferred by the company to the Investor Education and Protection Fund.
- (i) As required by the Companies (Auditors Report) Order 2006 issued by the Central Government in terms of Section 143 (11) of the Act, I give in Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the order.

For: Rupam Tripathi

Chartered Accountant

M.No. 133067

Place: Pune

Dated: 01.12.2020

UDIN: 20133067AAAABO1321



*Rupam*

RUPAM TRIPATHI  
CHARTERED ACCOUNTANT  
MEMBERSHIP NO. 133067