

KHANNA & ANNADHANAM
CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of

IPE Global Centre for Knowledge and Development

Report on the financial statements

We have audited the accompanying financial statements of **IPE Global Centre for Knowledge and Development** ('the company'), which comprise the balance sheet as at 31st March 2018 and the Statement of Income and Expenditure and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

The Management is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation 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 u/s 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 gives 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 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 u/s 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. 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.



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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

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 of affairs of the Company as at 31st March 2018, its deficit and its cash flows for the year ended on that date.

Report on other legal and regulatory requirements

1. This report does not include a statement on the matters specified in paragraph 3 and 4 of the Companies (Auditors Report) Order 2016 (the Order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, since in our opinion and according to the information and explanations given to us, being a section 8 company, the said order is not applicable to the company.

2. 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 purpose 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, Statement of Income and Expenditure and Cash Flow Statement, 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 u/s 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
- e) On the basis of the written representations received from the Board of Directors as on 31st March 2018, and taken on record by the Board of Directors, none of the members is disqualified as on 31st March 2018 from being appointed as Board of Directors in terms of section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure "A".
- g) With respect to the 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;



The Company does not have any long- term contracts including derivatives contracts, as such the question of commenting on material foreseeable losses thereon does not arise;

(iii) There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.

For Khanna & Annadhanam

Chartered Accountants

(Regn. No. 00129711)



Kapil Miglani

(Partner)

M. No.: 527679

Place: New Delhi

Date : 24/08/2018

Annexure “A” To the Independent Auditor’s Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **IPE Global Centre for Knowledge and Development** (‘the company’), as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that income and expenditures of the company are being made only in accordance with authorizations of management of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Khanna & Annadhanam

Chartered Accountant
(Regn. No. 0012974)

Kapil Miglani

Kapil Miglani

(Partner)

M. No.: 527679



Place: New Delhi

Date: *24/08/2018*

BALANCE SHEET FOR THE YEAR ENDED MARCH 31 ,2018

Particulars	Note No.	31 March 2018 (In ₹)	31 March 2017 (In ₹)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	51,00,000	51,00,000
(b) Reserves and Surplus	3	(50,92,844)	(49,66,638)
		7,156	1,33,362
(2) Non - current liabilities			
(a) Other long term liabilities	4	-	-
		-	-
(3) Current Liabilities			
(a) Trade payables			
i) Total outstanding dues of Micro and Small Enterprises	5	-	-
ii) Total outstanding dues of Creditors other than Micro and Small Enterprises		-	-
(b) Other current liabilities	6	26,872	1,15,750
		26,872	1,15,750
TOTAL		34,028	2,49,112
II. ASSETS			
(1) Current Assets			
(a) Trade receivables	7	-	-
(b) Cash and Bank balances	8	28,116	2,43,200
(c) Short term loans and advances	9	5,912	5,912
(d) Other Current Assets	10	-	-
		34,028	2,49,112
TOTAL		34,028	2,49,112

Significant Accounting Policies and other notes

14

The accompanying notes are an integral part of the financial statements.

In Accordance with our Report attached

for Khanna & Annadhanam

Chartered Accountants

F.R.No-001297N

Kapil Miglani

(KAPIL MIGLANI)

Partner

Membership No. 527679



Ashish
(Director)

Ashish
(Director)

Place: New Delhi

Date: 24/08/18

STATEMENT OF INCOME AND EXPENDITURE FOR THE PERIOD ENDED MARCH 31, 2018

Particulars	Note No.	31 March 2018 (In ₹)	31 March 2017 (In ₹)
I. Contribution Received	11	2,84,000	-
II Other Income	12	15,457	58,244
III Total revenue (I + II)		2,99,457	58,244
IV Expenses			
Administrative and other Expenses	13	4,25,663	26,94,786
Total Expenses		4,25,663	26,94,786
V Deficit before extraordinary items and tax (III-IV)		(1,26,206)	(26,36,542)
VI Extraordinary Items		-	-
VII Deficit before tax (V-VI)		(1,26,206)	(26,36,542)
VIII Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
IX Deficit for the year (VII - VIII)		(1,26,206)	(26,36,542)

Significant Accounting Policies and other notes

14

The accompanying notes are an integral part of the financial statements.

In Accordance with our Report attached

for Khanna & Annadhanam

Chartered Accountants

F.R.No-001297N

Kaiglan

(KAPIL MIGLANI)

Partner

Membership No. 527679



Ashish
(Director)

K. S. J.
(Director)

Place: New Delhi

Date: *24/09/2018*

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2017

Particulars	2017-18		2016-17	
	(in ₹)	(in ₹)	(in ₹)	(in ₹)
Cash flows from operating activities				
Profit before taxation		(1,26,206)		(26,36,542)
Adjustments for:				
Depreciation and amortization expense	-	-	-	-
Interest Income	-	-	(57,256)	(57,256)
		(1,26,206)		(26,93,798)
Increase/ (decrease) in Other payables	(88,878)		(2,25,274)	
Increase/ (decrease) in trade payables	-		-	
Increase/ (decrease) in Short term loans and advances	-		16,110	
Increase/ (decrease) in Other Current Assets	-	(88,878)	-	(2,09,164)
		(2,15,084)		(29,02,962)
Income taxes paid		-		-
Net cash from operating activities		(2,15,084)		(29,02,962)
Cash flows from investing activities				
Interest received	-		1,81,130	
Net cash from investing activities				1,81,130
Cash flows from financing activities				
Proceeds from issue of share capital	-		-	
Net cash from financing activities				
Net increase/(decrease) in cash and cash equivalents		(2,15,084)		(27,21,832)
Cash and cash equivalents at beginning of reporting period		2,43,200		29,65,032
Cash and cash equivalents at end of reporting period		28,116		2,43,200
Cash on hand		420		5,920
On current accounts		27,696		2,37,280
Deposits with original maturity of less than three months		-		-
Cash and cash equivalents as reported		28,116		2,43,200
Cash and cash equivalents as restated		28,116		2,43,200

In Accordance with our Report attached

for Khanna & Annadhanam

Chartered Accountants

F.R.No-001297N

Kapil Miglani

(KAPIL MIGLANI)

Partner

Membership No. 527679



Abhishek
(Director)

K. Chugh
(Director)

Place : New Delhi

Date : 24/08/2018

	31 March 2018 (In ₹)	31 March 2017 (In ₹)
Note 2		
Share Capital:		
Authorized:		
1000000 (Previous Year 10000) Equity shares of ₹ 10 /- each	1,00,00,000	1,00,00,000
	<u>1,00,00,000</u>	<u>1,00,00,000</u>
Issued, subscribed and fully paid up:		
510000 (Previous Year 10000) Equity shares of ₹ 10 each fully paid up	51,00,000	51,00,000
	<u>51,00,000</u>	<u>51,00,000</u>

Other Information:

Reconciliation of Number of Equity Shares outstanding at the beginning and at the end of the year

	As at 31st March, 2018		As at 31st March, 2017	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares of ₹ 10 /- each				
At the beginning of the reporting period	510000	51,00,000	510000	51,00,000
Issued during the reporting period	-	-	-	-
Bought back during the reporting period	-	-	-	-
At the close of the reporting period	<u>510000</u>	<u>51,00,000</u>	<u>510000</u>	<u>51,00,000</u>

Terms/right attached to equity shares

The company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity share is entitled to one vote per share.

As per **Clause X** of Memorandum of Association of the Company, in event of winding up or dissolution of the company, the holder of equity shares will not be entitled to receive any of the remaining assets of the company after distributon of all preferential amounts. The amount remaining, if any, shall be given or transferred to such other company having similar objects, to be determined by the members of the company at or before the time of dissolution or in default thereof by the high Court of judicature that has or may acquire jurisdiction in the matter.

Equity Share in the Company held by holding company	No of Shares	Amount	No of Shares	Amount
IPE Global Limited, the holding company	509999	50,99,990	509999	50,99,990
Details of equity share holders holdng more than 5%	No of shares	% Held	No of shares	% Held
IPE Global Limited	509999	99.99	509999	99.99

Note 3

Reserves and Surplus:

Surplus in the Statement of Income and Expenditure

Balance at the beginning of the year	(49,66,638)	(23,30,096)
Deficit for the year	(1,26,206)	(26,36,542)

Net Deficit in the Statement of Profit and Loss

Total Reserve and Surplus	<u>(50,92,844)</u>	<u>(49,66,638)</u>
	<u>(50,92,844)</u>	<u>(49,66,638)</u>



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31 March 2018
(In ₹)31 March 2017
(In ₹)**Note-4****Other Long term liabilities**

- a) Trade Payables

-	-
-	-

Note-5**Trade Payables**

- i) Total outstanding dues of Micro and Small Enterprises
ii) Total outstanding dues of Creditors other than Micro and Small Enterprises

-	-
-	-
-	-

Additional Information:

The details of amounts outstanding to Micro, Small and Medium Enterprises under Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act) have not been given as the same have not been made available by the suppliers.

Note-6**Other current liabilities:**

- a) Expense Payables 10,072 94,687
b) Statutory Dues - 4,263
c) Other Payables 5,000 5,000
d) Audit Fee Payable 11,800 11,800

26,872	1,15,750
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Note-7**Trade receivables:**

- i) Trade receivables exceeding six months
ii) others

-	-
-	-

Less: Provision for doubtful debts

-	-
-	-

Additional information:Breakup of above:

- i) Secured, considered good
ii) Unsecured, considered good
iii) Doubtful
Total
Less:
Provision for doubtful debts

-	-
-	-
-	-

-	-
-	-

-	-
-	-

Note-8**Cash and Bank balances:**

- a) Cash and cash equivalents
i) Cash on hand 420 5,920
ii) Balances with banks:
On current accounts 27,696 2,37,280
Deposits with original maturity of less than three months - -
b) Other bank balances - -

28,116	2,43,200
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31 March 2018
(In ₹)

31 March 2017
(In ₹)

Note-9

Short term loans and advances:

- i) Supplier Advances
- ii) Other Receivable

-	-
5,912	5,912
<u>5,912</u>	<u>5,912</u>

Additional information:

1) Breakup of above:

- i) Secured, considered good
- ii) Unsecured, considered good
- iii) Doubtful

Total

Less:

Provision for doubtful amounts

-	-
5,912	5,912
-	-
<u>5,912</u>	<u>5,912</u>
-	-
<u>5,912</u>	<u>5,912</u>

Note-10

Other Current Assets

- i) Interest accrued on deposits

-	-
-	-



Ashyh

K. S. S.

	31 March 2018 (In ₹)	31 March 2017 (In ₹)
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Note-11

Contribution Received

i)	Contribution Received	2,84,000	-
		2,84,000	-

Note-12

Other Income

i)	Donation Received	-	-
ii)	Misc. Income	15,457	-
iii)	Interest on Fixed Deposit	-	57,256
iv)	Interest on Income Tax Refund	-	988
		15,457	58,244

Note-13

Administrative and other Expenses :

i)	Salaries and Wages	1,24,333	18,08,614
ii)	Survey Expenses	2,08,250	-
iii)	Consultancy Fees	-	1,15,250
iv)	Printing and Stationery	-	3,99,008
v)	Social Activity	75,200	3,15,004
vi)	Payment to the auditors		
	- as auditor	11,800	11,800
	- for other services	-	-
vii)	Communication	-	34,400
viii)	Local Conveyance	5,500	900
ix)	Insurance	-	3,032
x)	Filing Fees	220	4,563
xi)	Other Charges	360	2,215
		4,25,663	26,94,786



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**IPE GLOBAL CENTRE FOR KNOWLEDGE AND DEVELOPMENT
SIGNIFICANT ACCOUNTING POLICIES & OTHER NOTES**

NOTE – 14

(A) SIGNIFICANT ACCOUNTING POLICIES

1. Basis of accounting & convention

The financial statements have been prepared on historical cost convention on accrual basis and in compliance in all material aspects, with the applicable accounting principles in India, the applicable Accounting Standards notified under section 133 of the Companies Act, 2013 and other relevant provisions of the Companies Act, 2013.

The presentation of the accounts is based on the revised schedule III of the Companies Act, 2013. All assets and liabilities are classified into current and non-current generally based on criteria of realization/ settlement within twelve months period from the balance sheet date.

2. Use of estimates

The presentation of financial statements requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results materialize/ are known.

(B) OTHER NOTES

1. Contingent liabilities and Commitments (to the extent not provided for):

Contingent Liabilities:

Particulars	31 March 2018
Claims against the Company not acknowledged as debts	NIL
Other monies for which company is contingently liable	NIL

2. IPE Global Centre for Knowledge and Development is a Company Limited by Shares, registered as not for profit company, under section 8 of the companies act 2013 the main objects for which the Company is established are:

1) To research, develop and consolidate learning in emerging areas of international development i.e. health and nutrition, urban development, engineering, education, rural development, public finance, livelihoods, skill development, environment and climate change, governance and public sector, tourism and heritage conservation on non-commercial basis and subject to prevailing laws.

2) To provide policy support and build capacity of government, parastatals, international agencies and NGOs to address development challenges and to document, dialogue, advocate and disseminate good policies and practices in sustainable development and to provide opportunities for corporates and other agencies to participate in sustainable social development through their Corporate Social Responsibility activities on non-commercial basis and subject to prevailing laws.

3) No other object of the company will be carried out without obtaining prior approval/NOC from the Registrar of Companies or concerned authority where ever required/prescribed.

4) None of the object of the company will be carried out on commercial basis.



ASD

K. Singh

3. Auditors' remuneration and expenses charged to the accounts:

(Figures in ₹)

<u>Particulars</u>	<u>2017-18 (Amount)</u>	<u>2016-17 (Amount)</u>
<u>Statutory Auditors:</u>		
Audit Fees	11,800	11,800
Other Fees	NIL	NIL

4. Employees Benefits

Presentably there are no employees working with the company. Hence, the provisions of PF/ESI Acts are not attracted.

5. The Company is wholly owned subsidiary of IPE Global Private Limited (IPE).

6. Previous period's figures have been regrouped/reclassified wherever necessary, to correspond with the current period's classification/disclosure.

For Khanna & Annadhanam

Chartered Accountants
(Regn. No. 001297N)



Kapil Miglam
(Partner)
M. No.: 527679

(Director)

(Director)

Place: New Delhi
Date: 24/08/2018