

## INDEPENDENT AUDITOR'S REPORT

**To the Members of Children International India,**

**Report on the audit of financial statements for the year ended March 31, 2020**

### Opinion

We have audited the accompanying financial statements of **Children International India** ("the Company") which comprises the Balance Sheet as at March 31, 2020 and the Statement of Income and Expenditure for the year ended on that date, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements).

In our opinion and to the best of our information and according to the information given to us, the aforesaid standalone statements give the information required by the Companies Act, 2013, ("The Act") in the manner so required and give a true a fair view in conformity with accounting principles generally accepted in India:

- a) In the case Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) In case of Statement of Income and Expenditure, of the deficit for the year ended on that March 31, 2020.

### Basis for opinion

We conducted our audit in accordance with the standards on auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of financial statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the financial statements under the provision of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the board's report including annexure to board's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Based on the work we have performed, we have nothing to report in this regard.

### **Responsibilities of the management and those charged with governance for the financial statements**

The Company's Board of Directors for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, 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. 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 statement that give a true and fair view and are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters relate to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objective are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue a Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect material misstatements when it exists. Misstatements can arise from fraud and error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit with accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatements of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis to our opinion. The risks of not detecting a material misstatements resulting from fraud is higher than from resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's report to the related disclosure in the financial statements, or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

1. This report does not include a statement on the matter specified in the paragraph 4 of the Companies (Auditors Report) Order, 2016 (the order) issued by the central government of India in terms of Sub section (ii) of section 143 of the companies Act, 2013, since 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:

- 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.
- In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from the examination of those books.



- The Balance Sheet and the Statement of Income and Expenditure dealt with by this Report are in agreement with the books of account.
- In our opinion, the aforesaid financial statements comply with accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- On the basis of written representations from the directors as on 31<sup>st</sup> March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2020 from being appointed as a director in terms of section 164 (2) of the Act.
- The company being a private limited company having turnover less than Rupees 50 crores as per latest Audited Financial Statements and having aggregate borrowing from banks or Financial Institutions or anybody corporate at any point of time during the financial year less than Rupees 25 crores, reporting under section 143(3)(i) with respect to the adequacy of the internal controls with reference to financial statements of the company and the operating effectiveness of such controls is not applicable as per MCA notification no. G.S.R 583(E) dated 13.06.2017.
- With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, the company being a private limited company, provisions of section 197 of the Companies Act, 2013 is not applicable to the Company.
- 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 did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

**For A. S. GUPTA & CO.**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No. 302077E



*S. N. Chaudhuri*

**(S. N. CHAUDHURI)**

Partner

Place: Kolkata

Date: the 14th day of September, 2020.

Membership No. 008158  
 UDIN: 20008158AAAAAG4758

**CHILDREN INTERNATIONAL INDIA**  
**4<sup>TH</sup> FLOOR, STATESMAN HOUSE, BARAKHAMBA ROAD, NEW DELHI - 110 001**  
**BALANCE SHEET AS AT MARCH 31, 2020**

PARTICULARS		NOTE	AS AT 31.03.2020 Amount(Rs.)	AS AT 31.03.2019 Amount(Rs.)
<b>I</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>SHARE HOLDERS FUND</b>			
a)	Share Capital	2.1	150,000	150,000
b)	Reserve & Surplus	2.2	(11,962)	110,270
<b>2</b>	<b>CURRENT LIABILITIES</b>			
a)	Other Current Liabilities	2.3	10,000	11,800
			<b>148,038</b>	<b>272,070</b>
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>NON CURRENT ASSETS</b>			
a)	Long term Advances	2.4	16,140	16,140
<b>2</b>	<b>CURRENT ASSETS</b>			
a)	Cash and Bank Balances	2.5	131,898	255,930
			<b>148,038</b>	<b>272,070</b>

**SIGNIFICANT ACCOUNTING POLICIES &  
NOTES ON ACCOUNTS**

1 & 2

**Signed in terms of our report of even date annexed**

**For and on behalf of the Board**

**For A. S GUPTA & CO.**  
Firm Reg No. 302077E  
Chartered Accountants

*(Signature)*

**S. N. CHAUDHURI**  
Partner  
Membership No. 008158



*(Signature)*

**Mr. Ramdas Pai**  
(Director)

*(Signature)*

**Mr. Pallab Chakrabarti**  
(Director)

Place : Kolkata  
Dated: the 14th day of September , 2020.

CHILDREN INTERNATIONAL INDIA  
4<sup>TH</sup> FLOOR, STATESMAN HOUSE, BARAKHAMBA ROAD, NEW DELHI - 110 001  
STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED MARCH 31, 2020

PARICULARS		NOTE	Year Ended 31.03.2020 Amount (Rs.)	Year Ended 31.03.2019 Amount (Rs.)
<b>I</b>	<b>INCOME</b>			
a)	Local Donations		-	-
			-	-
<b>II</b>	<b>TOTAL REVENUE</b>		-	-
<b>III</b>	<b>EXPENSES</b>			
a)	Program Expenses	2.6	-	-
b)	Other Expenses	2.7	122,232	125,069
<b>IV</b>	<b>TOTAL EXPENSES</b>		<b>122,232</b>	<b>125,069</b>
<b>V</b>	<b>Profit /(Loss) before Extra Ordinary Items and Tax (II-IV)</b>		<b>(122,232)</b>	<b>(125,069)</b>
<b>VI</b>	<b>Tax Expenses</b>			
	Current Tax		-	-
<b>VII</b>	<b>Profit /(Loss) for the period from continuing Operation (V-VI)</b>		<b>(122,232)</b>	<b>(125,069)</b>
<b>V</b>	<b>Profit /(Loss) for the Period</b>		<b>(122,232)</b>	<b>(125,069)</b>
<b>IX</b>	<b>Earnings Per Equity Share</b>			
	Basic		(8.15)	(8.34)
	Diluted		(8.15)	(8.34)

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

1 & 2

Signed in terms of our report of even date annexed

For A. S GUPTA & CO.  
Firm Reg No. 302077E  
Chartered Accountants



S. N. CHAUDHURI  
Partner  
Membership No. 008158



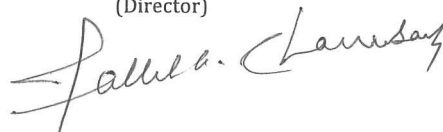
Place : Kolkata

Dated: the 14th day of September , 2020.

For and on behalf of the Board



Mr. Ramdas Pai  
(Director)



Mr. Pallab Chakrabarti  
(Director)

**CHILDREN INTERNATIONAL INDIA**  
**4<sup>TH</sup> FLOOR, STATESMAN HOUSE, BARAKHAMBA ROAD, NEW DELHI-110001**

**NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**1. General:**

1.1 Children International India is a non -profit humanitarian organization dedicated to alleviating the burdens and effects of poverty on Indian children. The focus is to bring real and lasting change to children living in poverty and to provide them with an opportunity to grow up healthy, educated and prepared to succeed and contribute to the society. Children International India is registered as a company under Section 25 of the Company Act , 1956 ( No . 1 of 1956) and the CIN allotted by the register of Companies ,National Capital Territory of Delhi and Haryana is U85320DL2012NPL24823 of 2012-13 dated 7 December 2012.

1.2 Being a charitable entity, the Company has got an exemption from the Director (Exemption) of Income tax under section 12A vide letter no. NQ. DIT (E) I 2013-14/ DEL - CR 23213-27092013/2209 dated 27/09/2013 with effect from Financial Year 2012-13. The Company has also been granted approval under Section 80G (5) (vi) of Income Tax Act, 1961 vide letter dated NQ DIT (E) 2013-14 /DEL- CE25000-27092013/3739dated 27/09/2013.

1.3 The Company has been granted prior permission by the Ministry of Home Affairs under the Foreign Contribution Regulation Act, 2010 by virtue of letter no. I/21022/94(0074-01)/2014-FCRA-III dated 25 March 2015. For the year under Audit, no foreign contribution / receipts have been received by the Company.

**2. Summary of Significant Accounting Policies:**

**2.1 Basis of Preparation**

These financial statements have been prepared and presented under the historical cost convention method on the accrual basis of accounting and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India and other generally accepted accounting principles and practices prevailing in India.

**Use of estimates**

The Preparation of financial statements in conformity with generally accepted accounting principles that requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at that date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively. Contingencies are recorded when is probable that a liability will be incurred, and the amount can be reasonably estimated.



## **2.2 Fixed Assets and Depreciation:**

There were no fixed assets purchased during the year. Since the Company has no fixed assets, no depreciation has been provided.

## **2.3 Income Recognition:**

Being a charitable non - profit organization, the Company receives grants and donations from various donors for the purpose of furtherance of its charitable objectives in India. All grants and donations are recognized as income & expenditure account.

## **2.4 Provision for Taxation:**

Since the Company got the exemption from the Director (Exemption) of income Tax under section 12A vide NQ. DIT (E) I 2013-14/DEL-CR 23213-27092013/ 2209 dated 27/09/2013 with effect from Financial Year 2012-13. The Company intends to apply its income solely towards its charitable purpose. In view of the above, and exemption granted, the Management believes that no provision of tax is required.





## CHILDREN INTERNATIONAL INDIA

### 2. NOTES FORMING PART TO THE ACCOUNTS

#### 2.1 SHARE CAPITAL

Particulars	AS AT 31.03.2020 Amount (Rs.)	AS AT 31.03.2019 Amount (Rs.)
<b>Authorised</b>		
50,000 Equity Shares @ Rs. 10 each	500,000	500,000
<b>Issued, Subscribed &amp; Paid up</b>		
15,000 Equity Shares @ Rs. 10 each	150,000	150,000
<b>TOTAL</b>	<b>150,000</b>	<b>150,000</b>

The company has issued only one class of Equity shares having a face value of Rs. 10/-  
Each holder of equity shares is entitled to one vote per share.

(i) Reconciliation of number of shares outstanding and amount of share capital as at 31<sup>st</sup> March 2020 and 31<sup>st</sup> March 2019 is set out below:

Particulars	AS AT 31.03.2020		AS AT 31.03.2019	
	Number of shares held	Amount (Rs.)	Number of shares held	Amount (Rs.)
Number of shares at beginning :				
Equity Shares	15,000	150,000	15,000	150,000
Number of shares at end :				
Equity Shares	15,000	150,000	15,000	150,000

(ii) Details of shares held by each shareholder holding more than 5% shares :

Class of shares / Name of shareholder	AS AT 31.03.2020		AS AT 31.03.2019	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity shares with voting rights</b>				
Ramdas Pai	10,000	66.67	10,000	66.67
Pallab Chakrabarti	5,000	33.33	5,000	33.33



## CHILDREN INTERNATIONAL INDIA

### 2.2 RESERVES AND SURPLUS

Particulars	AS AT 31.03.2020 Amount (Rs.)	AS AT 31.03.2019 Amount (Rs.)
Surplus in the Statement of Income and Expenditure		
- As per last Balance Sheet	110,270	235,339
Less : Deficit for the current year	(122,232)	(125,069)
<b>TOTAL</b>	<b>(11,962)</b>	<b>110,270</b>

### 2.3 OTHER CURRENT LIABILITIES

Particulars	AS AT 31.03.2020 Amount (Rs.)	AS AT 31.03.2019 Amount (Rs.)
<i>Other Liabilities</i>		
i) Due to Auditors for Audit Fees	10,000	11,800
ii) Liabilities for Expenses	-	-
iii) Sponsorship Refund Payable	-	-
iv) TDS Payable	-	-
<b>TOTAL</b>	<b>10,000</b>	<b>11,800</b>

### 2.4 LONG TERM ADVANCES

Particulars	AS AT 31.03.2020 Amount (Rs.)	AS AT 31.03.2019 Amount (Rs.)
(i) Advances to Avanta Business Centre	16,140	16,140
<b>TOTAL</b>	<b>16,140</b>	<b>16,140</b>

### 2.5 CASH AND BANK BALANCES

Particulars	AS AT 31.03.2020 Amount (Rs.)	AS AT 31.03.2019 Amount (Rs.)
i) Balance with Scheduled Bank in		
a) Current Account with HDFC Bank, Connaught Place K G Marg Branch, A/c No. - 00037620000182	129,636	253,668
ii) Cash in hand	2,262	2,262
<b>Total Cash and Cash Equivalents ( i+ii )</b>	<b>131,898</b>	<b>255,930</b>



## CHILDREN INTERNATIONAL INDIA

### 2.6 PROGRAM EXPENSES

Particulars	Year Ended 31.03.2020 <i>Amount (Rs.)</i>	Year Ended 31.03.2019 <i>Amount (Rs.)</i>
Program Expenses	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

### 2.7 OTHER EXPENSES

Particulars	Year Ended 31.03.2020 <i>Amount (Rs.)</i>	Year Ended 31.03.2019 <i>Amount (Rs.)</i>
Office Rent	93,180	93,180
Professional Fees	17,300	16,100
Auditors' Remuneration	8,200	11,800
Other Supplies	-	102
Postage & Courier	284	710
Telecom Expenses	3,268	3,177
<b>TOTAL</b>	<b>122,232</b>	<b>125,069</b>

