

ACTION FOUNDATION FOR SOCIAL SERVICES

37/5 YellappaChetty Layout, Ulsoor, Bangalore 560042

CIN:U85191KA2011NPL061094

NOTICE

Notice is hereby given that the Eighth Annual General Meeting of M/s. Action Foundation for Social Services, will be held at the registered office of the Company, Regd. No.37/5, Ulsoor Road, Yellappa Chetty Layout, Bangalore – 560 042 on the Saturday, the 14th day of September 2019, at 12.30P.M. to transact the following Business:

ORDINARY BUSINESS

1. To consider and adopt the Balance Sheet as at March 31, 2019 and the Profit and Loss Account for the Year ended on that date, the Director's and Auditors' Report thereon.

For and on behalf of the Board of Directors
Action Foundation For Social Services

Sd/-
Narayan Ramachandran
Director
DIN: 01873080

Place: Bangalore
Date: August 20, 2019

NOTES:

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the company. Proxy Form in order to be valid and effective must be deposited at the registered office of the company not less than 48 hours before the time of holding the aforesaid meeting.



INDEPENDENT AUDITOR'S REPORT

To the Members of *M/s. Action Foundation for Social Services*

Report on the Financial Statements

We have audited the accompanying financial statements of *M/s. Action Foundation for Social Services* ("the Company"), which comprise the Balance Sheet as on March 31, 2019, the Statement of Profit & Loss, for the year ended on that date and a summary of Significant Accounting Policies and other explanatory information.

Management's Responsibility for the 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 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 of 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 financial statements based on our Audit. 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 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 Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances.





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 on the Financial Statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 on March 31, 2019;
- b) In the case of the Statement of Profit and Loss, of the Loss for the year ended on that date;

Report on Other Legal and Regulatory Requirements

1. Requirement of reporting under Companies (Auditor's 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, in paragraphs 3&4 of the said order is not applicable to the Company for the current financial year.
2. As required by section 143 of the Companies Act, 2013, we report that:
 - a) We have 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 and Statement of Profit & Loss dealt with by this Report are in agreement with the books of accounts;
 - 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;





Ravi Lobo & Co.
Chartered Accountants

- e) On the basis of Written Representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2019, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.
- f) With the 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'.

For **RAVI LOBO & CO.**
Chartered Accountants
ICAI FRN. 006728S



Sumantha N.M.

Partner

ICAI M. No. 224231

UDIN:19224231AAAAAY3903

Date: August 22, 2019

Place: Bangalore



ANNEXURE 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 *M/s. Action Foundation for Social Services* ("the Company"), as of 31 March 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's 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 ('ICAI'). 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 the 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 auditors' judgment, including the assessment of the risks of material misstatement of the standalone 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 receipts and expenditures of the company are being made only in accordance with authorizations of the management and directors 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.



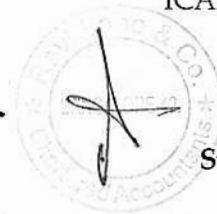


Ravi Lobo & Co.
Chartered Accountants

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 31 March 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 **RAVI LOBO & CO.**
Chartered Accountants
ICAI FRN. 006728S



Sumantha N.M.
Partner

ICAI M. No. 224231

UDIN: 19224231AAAAAY3903

Date: August 22, 2019

Place: Bangalore

ACTION FOUNDATION FOR SOCIAL SERVICES
Company Registered Under Section 8 of the Companies Act
CIN: U85191KA2011NPL061094

Balance Sheet as at March 31, 2019

(in INR)

Particulars	Notes	Year 2018-19	Year 2017-18
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	1,00,000	1,00,000
(b) Reserves and surplus	2	(21,13,205)	(21,08,205)
(c) Money received against share warrants			-
2 Share application money pending allotment			
3 Non-Current Liabilities			
(a) Long-term borrowings	3	20,17,612	20,17,612
(b) Deferred tax liability (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
4 Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	4	19,363	19,363
(d) Short-term provisions	5	60,700	55,700
TOTAL		84,470	84,470
II. ASSETS			
5 Non-Current Assets			
(a) Fixed assets			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax asset (Net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets		-	-
6 Current Assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and Bank balances	6	34,470	34,470
(e) Short-term loans and advances		-	-
(f) Other current assets	7	50,000	50,000
TOTAL		84,470	84,470

On behalf of the Board of Directors
For **Action Foundation for Social Services**

This is the Balance Sheet
referred to in our report of even date

Sd/-
Narayan Ramachandran
Director
DIN: 01873080

For Ravi Lobo & Co.,
Chartered Accountants
Firm Regn. No. 0067285

Sd/-
Ramesh Seeplaputhur Ramaswamy
Director
DIN: 03186564

Sd/-
Sumantha N M
Partner
ICAI M. No. 224231

Date : 8-Aug-19
Place : Bangalore

Date : 22/08/2019
Place : Bangalore

Statement of Profit and loss for the year ended March 31, 2019

(in INR)

Particulars	Notes	Year 2018-19	Year 2017-18
I. Revenue from operations			-
II. Other income	8	-	21,223
III. Total Revenue (I + II)		-	21,223
IV. Expenses:			
Employee benefits expenses		-	-
Travel Expenses		-	-
Communication expenses		-	-
Depreciation and amortization expense		-	-
Finance Cost		-	-
Other expenses	9	5,000	23,900
Total Expenses		5,000	23,900
V. Profit before exceptional and extraordinary items and tax (III-IV)		(5,000)	(2,677)
VI. Exceptional items			
VII. Profit before extraordinary items and tax (V - VI)		(5,000)	(2,677)
VIII. Extraordinary Items			
IX. Profit before tax (VII- VIII)		(5,000)	(2,677)
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
(3) Fringe benefit tax		-	-
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		(5,000)	(2,677)
XII. Profit/(loss) from discontinuing operations			
XIII. Tax expense of discontinuing operations			
XIV. Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			
XV. Profit (Loss) for the period (XI + XIV)		(5,000)	(2,677)
XVI. Earnings per equity share:			
(1) Basic		(0.50)	(0.27)
(2) Diluted		(0.50)	(0.27)

On behalf of the Board of Directors
For Action Foundation for Social Services

Sd/-
Narayan Ramachandran
Director
DIN: 01873080

Sd/-
Ramesh Seeplaputhur Ramaswamy
Director
DIN: 03186564

Date : 8-Aug-19
Place : Bangalore

This is the Statement of Profit and Loss Account
referred to in our report of even date

For Ravi Lobo & Co.,
Chartered Accountants
Firm Regn. No. 006728S

Sd/-
Sumantha N M
Partner
ICAI M. No. 224231

Date : 22/08/2019
Place : Bangalore

Notes to Accounts	As on March 31, 2019 Rs.	(in INR) As on March 31, 2018 Rs.
I EQUITY AND LIABILITIES		
1 SHAREHOLDERS' FUNDS		
a. SHARE CAPITAL		
Authorised :		
Equity Shares, Rs.10 par value		
10000 Equity Shares of Rs.10 each	1,00,000	1,00,000
	1,00,000	1,00,000
Issued, subscribed and paid up :		
Equity Shares, Rs.10 par value		
10,000 Equity Shares of Rs.10 each fully paid up	1,00,000	1,00,000
	1,00,000	1,00,000
a.a) Share movement at 31st March, 2018		
Equity shares	Number	Number
Shares outstanding at the beginning of the year	10,000	10,000
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	10,000	10,000
a.b) More than 5% shares holding details at 31st March, 2018		
Name of the Shareholder	No of share	%
Type of Shares - Equity shares		
Narayan Ramachandran	5000	50%
Sriram Raghavan	5000	50%
2 RESERVES AND SURPLUS		
Surplus-Opening balance	(21,08,205)	(21,05,528)
Add: Net Profit after tax	(5,000)	(2,677)
Less: Appropriations	-	-
Surplus-Closing balance	(21,13,205)	(21,08,205)
NON-CURRENT LIABILITIES		
3 LONG TERM BORROWINGS		
a. Loans and Advances from related parties		
Director-Narayan Ramachandran	1,50,000	1,50,000
Inklude Labs Private Limited	18,67,612	18,67,612
Company in which Directors are interested		
b. Other loans and Advances (Specify nature)	-	-
	20,17,612	20,17,612

ACTION FOUNDATION FOR SOCIAL SERVICES
CIN: U85191KA2011NPL061094

Notes to Accounts	(in INR)	
	As on March 31, 2019 Rs.	As on March 31, 2018 Rs.
<i>CURRENT LIABILITIES</i>		
4 OTHER CURRENT LIABILITIES		
Sundry Creditors	19,363	19,363
	<u>19,363</u>	<u>19,363</u>
5 SHORT TERM PROVISIONS		
Audit Fees Payable	50,700	45,700
Accounting Charges Payable	10,000	10,000
	<u>60,700</u>	<u>55,700</u>
II ASSETS		
<i>CURRENT ASSETS</i>		
6 CASH AND BANK BALANCES		
Balances with Bank		
with Ordinary Local A/c	28,375	28,375
with specific FCRA A/c	6,095	6,095
Cash-on-Hand	-	-
	<u>34,470</u>	<u>34,470</u>
7 OTHER CURRENT ASSETS		
Other Advance	50,000	50,000
TOTAL	<u>50,000</u>	<u>50,000</u>

ACTION FOUNDATION FOR SOCIAL SERVICES
CIN: U85191KA2011NPL061094

Notes to Accounts	(in INR)	
	As on March 31, 2019	As on March 31, 2018
	Rs.	Rs.
8 OTHER INCOMES		
Excess Creditors Balance W/off	-	21,223
	<u>-</u>	<u>21,223</u>
	<u>-</u>	<u>21,223</u>
9 OTHER EXPENSES		
Consultancy Fees	-	3,500
Rates & Taxes	-	2,700
Payment to Auditors		
Audit	5,000	17,700
Training expenses	-	-
Postage & Courier	-	-
Printing & Stationery	-	-
Equipments	-	-
Professional Fees	-	-
Repairs & Maintenance	-	-
Electricity Charges	-	-
Office Expenses	-	-
	<u>5,000</u>	<u>23,900</u>
	<u>5,000</u>	<u>23,900</u>

Additional disclosure to the Notes

Earnings in foreign currency		(in INR)	
Particulars	Year 2018-19	Year 2017-18	
Grant & Donations under FCRA	-	-	
	-	-	

Expenditure in foreign currency		Year 2018-19	Year 2017-18
Particulars			
		-	-

Earnings per share (EPS)		Year 2018-19	Year 2017-18
Particulars			
Profit / (Loss) for the year		(5,000)	(2,677)
Weighted average number of outstanding equity shares considered for computing basic and diluted EPS		10,000	10,000
Basic and diluted earnings/ (loss) per share (in Rs.)		(0.50)	(0.27)

Related parties disclosures

A. **Associated Enterprises**
InKlude Labs Private Limited

B. **Key Management Personnel**
Narayan Ramachandran
Sriram Raghavan

C. **Summary of Related Party Transactions**

Particulars	Year 2018-19	Year 2017-18
Balance Outstanding		
Loan received from Director	1,50,000	1,50,000
Loan from InKlude Labs Pvt. Ltd., (Company in which both Directors are interested & are Directors of that Company)	18,67,612	18,67,612
	20,17,612	20,17,612

Particulars of un-hedged foreign currency exposure as at the balance sheet date

Particulars	As at 31 March 2019		As at 31 March 2018	
	Rs	Foreign Currency	Rs	Foreign Currency
	Nil		Nil	

Additional disclosure to the Notes

D.Dues to Micro and Small Enterprises

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 in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2019 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

Particulars	Year 2018-19	Year 2017-18
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting period		
- Principal		
- Interest		
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting period		
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.		
The amount of interest accrued and remaining unpaid at the end of each accounting period; and		
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006		

The company being incorporated u/s 8 companies Act as non- Profit making Company.

Later Company also registered under 12A of the income tax Act as Registered public charitable Trust
As the object itself is Non-profit, the calculation of deferred Tax on loss does not arise as per the proviso of Income tax.

The Company has prepared these financial statements as per the format prescribed by Schedule III to the Companies Act, 2013 ("the schedule") issued by Ministry of Corporate Affairs. Previous periods' figures have been recast/restated to conform to the classification required by the Schedule III.

On behalf of the Board of Directors
For **InKlude Labs Private Limited**

Sd/-
Narayan Ramachandran
Director
DIN: 01873080

Sd/-
Ramesh Seeplaputhur Ramaswamy
Director
DIN: 03186564

Date : 8/Aug/19
Place : Bangalore

As per our report attached

For Ravi Lobo & Co.,
Chartered Accountants
Firm Regn. No. 006728S

Sd/-
Sumantha N M
Partner
ICAI M. No. 224231

Date : 22/08/2019
Place : Bangalore