



Independent Auditor's Report

To,

The Members of ACCESS DEVELOPMENT SERVICES

Report on the Financial Statements

We have audited the accompanying financial statements of Access Development Services ("the company"), which comprise the Balance Sheet as at March 31, 2013, and the Income and Expenditure Account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") This responsibility includes the design, implementation and maintenance of internal control 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 issued by the Institute of Chartered Accountants of India. 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.



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 at March 31, 2013.
- b) In the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report)(Amendment) Order, 2004 (together the "Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, the said order is not applicable.
2. As required by section 227(3) of the Act, 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 Income and Expenditure Account, dealt with by this Report are in agreement with the books of account .
 - d) in our opinion, the Balance Sheet and Income and Expenditure Account comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.



- f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For SCM Associates

Chartered Accountants

Firm Registration Number : 314173E

Prakhar Banthiya

Prakhar Banthiya

Partner

Membership Number : 088526

Place : New Delhi

Date : *July 24, 2013*



Access Development Services
Balance sheet as at 31st March 2013

(All amount in Indian Rupees)

	Note	As at 31st March 2013	As at 31st March 2012
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	400	400
Reserve and surplus	3	147,802,625	26,823,773
		<u>147,803,025</u>	<u>26,824,173</u>
Share application money pending allotment			
		-	-
Non current liabilities			
Long term provisions	4	6,838,542	6,010,630
		<u>6,838,542</u>	<u>6,010,630</u>
Current liabilities			
Short term borrowings	5	10,450,315	-
Accounts payable	6	4,719,119	2,679,344
Other current liabilities	7	17,166,835	19,083,365
Short-term provisions	8	589,299	496,425
		<u>32,925,568</u>	<u>22,259,134</u>
		<u>187,567,135</u>	<u>55,093,937</u>
ASSETS			
Non current assets			
Fixed assets	9		
- Tangible assets		4,770,327	5,521,871
- Intangible assets		164,038	-
Long term loans and advances	10	10,754,671	8,016,854
		<u>15,689,036</u>	<u>13,538,725</u>
Current assets			
Accounts receivable	11	39,223	275,134
Cash and cash equivalents	12	147,959,689	20,907,173
Short term loans and advances	13	964,204	695,772
Other current assets	14	22,914,983	19,677,133
		<u>171,878,099</u>	<u>41,555,212</u>
		<u>187,567,135</u>	<u>55,093,937</u>
Significant Accounting Policies			
Notes forming part of the financial statements	1 1 to 29		

As per our report of even date attached.

For SCM Associates

Chartered Accountants

Firm Registration Number : 314173E

Prakhar Banthiya

Partner

Membership Number : 088526

Place : New Delhi

Date : July 24, 2013



For and on behalf of the Board of Directors

Vijayalakshmi Das
Vijayalakshmi Das
Chairperson

Vipin Sharma
Vipin Sharma
CEO

Place : New Delhi

Date : 24/07/2013

Place : New Delhi

Date : 24/07/2013



Access Development Services
Income and expenditure account for the year ending 31st March 2013

(All amount in Indian Rupees)

	Note	for the year ending 31st March 2013	for the year ending 31st March 2012
Revenue			
Revenue from operations	15	144,319,630	139,504,852
Other income	16	4,797,003	3,107,659
		<u>149,116,633</u>	<u>142,612,511</u>
Expenses			
Employee benefit expenses	17	47,040,593	42,595,133
Finance costs	18	917,955	247,914
Depreciation and amortisation	19	836,641	691,338
Other expenses	20	98,348,430	96,308,497
		<u>147,143,619</u>	<u>139,842,881</u>
Surplus before exceptional and extraordinary items and tax		<u>1,973,014</u>	<u>2,769,630</u>
Exceptional items		-	-
Surplus before extraordinary items and tax		<u>1,973,014</u>	<u>2,769,630</u>
Extraordinary items		-	-
Surplus before tax		<u>1,973,014</u>	<u>2,769,630</u>
Tax expenses			
Provision for tax	[See Note 27]	-	-
		<u>-</u>	<u>-</u>
Excess of income over expenditure for the year		<u>1,973,014</u>	<u>2,769,630</u>
Basic/diluted earning per share	[See Note 21]	49,325.36	69,240.75
Significant Accounting Policies	1		
Notes forming part of the financial statements	1 to 29		

As per our report of even date attached.

For SCM Associates

Chartered Accountants

Firm Registration Number : 314173E

Prakhar Banthiya
Prakhar Banthiya
 Partner
 Membership Number : 088526

Place : New Delhi

Date : *July 24, 2013*



For and on behalf of the Board of Directors

Vijayalakshmi Das *Vipin Sharma*
Vijayalakshmi Das **Vipin Sharma**
 Chairperson CEO

Place : New Delhi

Date : *24/7/2013*

Place : New Delhi

Date : *24/07/2013*

Vijayalakshmi



Notes forming part of the financial statements

(All amount in Indian Rupees)

Note 1: Significant accounting policies**Corporate information**

Access Development Services is a not for profit organization engaged mainly in promotion of microfinance and livelihood activities. It has been licensed by the Government of India to operate under section 25 of the Indian Companies Act 1956 on certain conditions, mainly being that the company shall apply its profits, if any, or other income solely in promoting its objects, and is prohibited from payment of any dividend to its members. Further, the Company is registered under Section 12A of the Income Tax Act, 1961 with effect from April 1, 2006.

1.1 Basis of accounting and preparation of financial statements

The Financial Statements are prepared to comply in all material aspects with all the applicable accounting principles in India, the applicable accounting standards notified u/s 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956.

The company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis. Wherever it is not possible to determine the quantum of accrual with reasonable certainty, the same is accounted for on cash basis.

1.2 Use of estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities on the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in future periods.

1.3 Fixed assets

Tangible fixed assets are stated at cost of acquisition including taxes, duties, freight, and other incidental expenses related to acquisition and installation and are recognized at cost less depreciation.

Intangible fixed assets comprising computer software are stated at their cost of acquisition and amortized over the estimated useful life.

1.4 Impairment of assets

Management periodically assesses whether there is an indication that an asset may be impaired. In case of such an indication, the management estimates the recoverable amount of the asset. If the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount and the difference is recognized as impairment loss.



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Note 1: Significant accounting policies**1.5 Depreciation and amortisation**

Depreciation on Fixed Assets is provided on written down value method on a pro-rata basis from the date the asset is purchased/ put to use, at the rates prescribed in Schedule XIV to the Indian Companies Act, 1956.

Assets costing upto Rs. 5,000 individually are depreciated @100% in the year of purchase.

Depreciation on leasehold improvements is recognized over the period of unexpired lease.

Depreciation on the amount capitalized on account of foreign exchange difference is provided over the residual life of assets.

1.6 Revenue recognition

(i) Revenue from consultancy contracts is recognized on proportionate completion method, measured by reference to the proportion of work completed under each contract.

(ii) Grants received for a specific purpose, are recognized as income to the extent of expenditure incurred during the year.

(iii) Conference receipts are recognized as income to the extent of actual receipts made during the year.

(iv) Donations received in kind are not valued or accounted for in the books of account.

1.7 Capital asset fund

Assets purchased out of grants received for a specific purpose are expensed in the year of purchase. These assets are also capitalized with the creation of a corresponding capital asset fund.

Depreciation during the year on assets acquired out of grants received for a specific purpose is transferred to the capital asset fund.

1.8 Foreign currency transactions

Transactions in foreign currency are recorded at the exchange rate prevailing at the date of the transaction. Monetary items denominated in foreign currency are restated at the year end exchange rates. Resultant exchange differences arising on settlement of transactions and/or restatements are recognized as Income or Expense in the year.

1.9 Investments

Investments are classified into current investments and Long term investments.

Current investments are valued at cost or market / fair value, whichever is lower.

Long term investments are valued at cost. Provision for diminution is made only if, in the opinion of the management, such a decline is permanent in nature.



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Note 1: Significant accounting policies**1.10 Employee benefits**Defined contribution plans

Provident Fund - All employees of the Company are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate (presently 12%) of the employees' basic salary. These contributions are made to the fund administered and managed by the Government of India. The Company's contribution to the scheme is expensed off in the Income and Expenditure Account in the year when the amounts are due. The Company has no further obligations under the plan beyond its monthly contributions.

Defined benefit plans

Gratuity - Gratuity is a post employment defined benefit plan. The liability recognized in the balance sheet in respect of gratuity is the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets. The defined benefit obligation is calculated annually at the year end by an independent actuary using the projected unit credit method. Actuarial gains and losses are recognized as an income or expense in the Income and Expenditure Account in the year in which they arise.

Other long-term employee benefits

Leave Encashment - Liability in respect of Leave Encashment is provided both for encashable leave and those expected to be availed based on actuarial valuation and estimate based on actual leave available for availment, which considers undiscounted value of the benefits expected to be paid/availed during the next one year and appropriate discounted value for the benefits expected to be paid/availed after one year. Actuarial gains and losses are recognized as an income or expense in the Income and Expenditure Account in the year in which they arise.

1.11 Leases

Lease rent payments pertaining to cancellable operating leases are charged to the income and expenditure account on the basis of the terms of the lease agreement over the period of lease on payment basis.

1.12 Earnings per share

The earnings considered in ascertaining the Company's EPS comprises the excess of income over expenditure. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

1.13 Provisions and contingencies

Provisions are recognized when the company has a present obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provision required settling the obligation are reviewed regularly and are adjusted where necessary to reflect the current best estimate of the obligation.



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Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2013	As at 31st March 2012
Note 2: Share capital		
Authorised share capital		
50,000 (previous year 50,000) equity shares of Rs. 10 each	500,000	500,000
	500,000	500,000
Issued, subscribed and paid up share capital		
40 (previous year 40) equity shares of Rs. 10 each.	400	400
	400	400

Details of shareholders holding more than 5% of aggregate shares in the Company

	As at 31st March 2013		As at 31st March 2012	
Name	Number of shares held	Percentage	Number of shares held	Percentage
Ms. Radhika Agashe Mathur	20	50%	-	-
Mr. Sudipto Saha	20	50%	-	-
Mr. Ajay Sud	-	-	10	25%
Mr. Brij Mohan	-	-	10	25%
Mrs. Vijayalakshmi Das	-	-	20	50%

Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year

Number of shares outstanding at the beginning of the year	40	40
Shares issued during the year	-	-
Number of shares outstanding at the end of the year	40	40



Vijayalakshmi



Vijayalakshmi

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2013	As at 31st March 2012
Note 3: Reserve and surplus		
Capital Reserve		
General Corpus fund		
Balance at the beginning of the year	9,800,000	9,800,000
Add: Addition during the year	-	-
Less: Utilised during the year	-	-
(a)	9,800,000	9,800,000
LIIF Corpus fund		
Balance at the beginning of the year	-	-
Add: Addition during the year	112,500,002	-
Interest earned on term deposits made of LIIF	8,778,357	-
Less: Expenses incurred related with LIIF	1,836,765	-
Surplus before provisioning	6,941,592	-
Reserve fund for contingent liability @15%	1,041,239	-
Reserve fund for promotional activities @25%	1,735,398	-
Net surplus transferred to LIIF	4,164,955	-
(b)	116,664,957	-
Contingent liability fund (LIIF)		
Balance at the beginning of the year	-	-
Add: Transfer during the year from LIIF Corpus fund	1,041,239	-
Less: Utilised during the year	-	-
(c)	1,041,239	-
Promotional activities fund (LIIF)		
Balance at the beginning of the year	-	-
Add: Transfer during the year from LIIF Corpus fund	1,735,398	-
Less: Utilised during the year	-	-
(d)	1,735,398	-
Total Courpus fund	(a+b+c+d) 129,241,594	9,800,000

The Company has received Rs. 11.25 Crores from CARE (Cooperative for Assistance and Relief Everywhere Inc.) as (RLF) Revolving Loan Fund, pursuant to the RLF exit agreement entered between CARE and United Kingdom's Department for International Development (DFID). The RLF is to be used to provide loan funds to promote livelihoods and microfinance by way of Term loan, Short term working capital loan, Asset finance loan, MFI incubation loan, Loan guarantee and Livelihood innovations. On the basis of the agreement entered with CARE the Company has treated it under Corpus Fund as Livelihoods Innovation and Investment Fund (LIIF).

In terms of the agreement entered between the Company and CARE the LIIF has been increased by the income earned from investment of LIIF net of expenses; and Contingent liability fund and Promotional activities fund has been created @ 15% and 25% respectively, of the net income from investment of LIIF.

Capital asset fund

Balance at the beginning of the year	3,247,100	3,410,951
Add: Fixed assets acquired out of grants during the year	637,414	1,176,230
Less: Asset written off (net of depreciation reserve)	-	133,842
Less: Depreciation (transferred from income and expenditure account)	1,073,169	1,206,239
	2,811,345	3,247,100



Signature of Vijay Lakshmi



Signature of Vinod Kumar

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2013	As at 31st March 2012
Revenue Reserve		
Reserve and surplus		
Balance at the beginning of the year	13,776,672	11,007,042
Add: Excess of income over expenditure during the year	1,973,014	2,769,630
	15,749,686	13,776,672
	147,802,625	26,823,773
Note 4: Long term provisions		
Employee benefits		
Provision for compensated absences [See Note 25]	2,215,262	1,827,617
Provision for gratuity [See Note 25]	2,699,489	2,128,694
Provision for other employee benefits	1,923,791	1,697,319
	6,838,542	5,653,630
Other provisions	-	357,000
	6,838,542	6,010,630
Note 5: Short term borrowings		
Secured		
Bank overdraft	10,450,315	-
	10,450,315	-
The Company has availed overdraft facility of Rs. 1.055 Crores by way of pledging of fixed deposit of Rs. 1.25 Crores.		
Note 6: Accounts payable		
Sundry creditors [See Note 26]	4,403,541	2,350,302
Other payables	315,578	329,042
	4,719,119	2,679,344
Note 7: Other current liabilities		
Duties and taxes	1,146,508	960,371
Provident fund payable	513,035	465,870
Festival allowance payable	393,066	402,474
Income received in advance	14,691,760	16,974,242
Other liabilities	422,466	280,408
	17,166,835	19,083,365
Note 8: Short-term provisions		
Employee benefits		
Provision for compensated absences [See Note 25]	269,406	248,651
Provision for gratuity [See Note 25]	319,893	247,774
	589,299	496,425



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Handwritten signature: Nishu Sharma



Access Development Services

Notes forming part of the financial statements

Note 9: Fixed assets

Particulars	Gross Block				Depreciation			Net Block	
	As at 1st April 2012	Additions during the year	Deletion during the year	As at 31st March 2013	As at 1st April 2012	Additions during the year	Deletion during the year	As at 31st March 2013	As at 31st March 2012
Tangible assets									
Computer Hardware	4,442,008	615,550	-	5,057,558	2,941,090	744,697	-	3,685,787	1,500,918
Vehicle	2,355,931	214,411	-	2,570,342	1,123,236	374,849	-	1,498,084	1,232,695
Office equipments	2,209,835	169,776	11,300	2,368,311	971,711	233,750	7,904	1,197,557	1,238,124
Furniture & Fixtures	3,614,034	129,333	21,066	3,722,301	2,063,901	523,922	21,066	2,566,757	1,550,133
Subtotal (a)	12,621,808	1,129,070	32,366	13,718,512	7,099,938	1,877,218	28,970	8,948,185	5,521,871
Intangible assets									
Computer software	-	196,630	-	196,630	-	32,592	-	32,592	-
Subtotal (b)	-	196,630	-	196,630	-	32,592	-	32,592	-
Total	12,621,808	1,325,700	32,366	13,915,142	7,099,938	1,909,810	28,970	8,980,777	5,521,871
Previous year	11,134,726	1,855,542	368,460	12,621,808	5,436,979	1,897,577	234,618	7,099,937	5,697,747



Wijayalaxhari
Nitin Sharma

Access Development Services

Notes forming part of the financial statements

Note 9.1: Fixed assets acquired out of grant funds

Particulars	Gross Block				Depreciation				Net Block	
	As at 1st April 2012	Additions during the year	Deletion during the year	As at 31st March 2013	As at 1st April 2012	Additions during the year	Deletion during the year	As at 31st March 2013	As at 31st March 2013	As at 31st March 2012
Tangible assets										
Computer Hardware	3,279,463	347,250	-	3,626,713	2,102,165	538,750	-	2,640,915	985,798	1,177,298
Vehicle	2,091,004	206,525	-	2,297,529	1,002,778	329,562	-	1,332,340	965,189	1,088,226
Office equipments	1,306,634	38,026	-	1,344,660	572,929	114,378	-	687,307	657,353	733,705
Furniture & Fixtures	1,153,764	45,613	-	1,199,377	905,893	90,479	-	996,372	203,005	247,871
Subtotal (a)	7,830,864	637,414	-	8,468,278	4,583,764	1,073,169	-	5,656,933	2,811,345	3,247,100
Intangible assets										
Computer software	-	-	-	-	-	-	-	-	-	-
Subtotal (b)	-	-	-	-	-	-	-	-	-	-
Total	7,830,864	637,414	-	8,468,278	4,583,764	1,073,169	-	5,656,933	2,811,345	3,247,100
Previous year	7,023,094	1,176,230	368,460	7,830,864	3,612,143	1,206,239	234,618	4,583,764	3,247,100	3,410,951

The addition in fixed assets, depreciation and deletion in fixed assets net of depreciation has been charged off the capital asset fund.



Bijayalaxmi
Vijayalaxmi

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2013	As at 31st March 2012
Note 10: Long term loans and advances		
Security deposits	709,849	725,349
Advance income tax (net of provisions)	10,044,822	7,291,505
	10,754,671	8,016,854
Note 11: Accounts receivable		
<i>(Unsecured, considered good by management)</i>		
Outstanding for a period exceeding six months from the date they were due for payment	-	-
Others	39,223	275,134
Less: provision for bad and doubtful debts	-	-
	39,223	275,134
Note 12: Cash and cash equivalents		
Cash in hand	215,803	229,462
Balances with banks		
-Savings account *	15,675,823	5,509,648
-Deposit account #	132,068,063	15,168,063
	147,959,689	20,907,173
* Savings account includes Rs. 9,268,793 (Previous year Rs. 543,266) lying in designated FCRA bank accounts)		
# Deposits accounts are created out of FCRA funds and includes fixed deposits on account of Corpus Fund - Rs. 12.10 Crores (Previous Year Rs. 0.98 Crores). Out of total Fixed Deposits, fixed deposits amounting to Rs. 1.25 Crores (Previous Year Rs. 0.36 Crores) have been issued as security against the overdraft facility of Rs. 1.055 Crores (Previous Year Rs. 0.30 Crores)with Axis Bank.The Company has taken a Corporate Credit card with a limit of Rs. 0.09 Crores (Previous year 0.09 Crores)of Axis Bank on security of fixed deposit of Rs. 1.07 Crores (Previous year Rs. 1.07 Crores).		
Note 13: Short term loans and advances		
Security deposits	88,338	-
Loans and advances to related parties	-	16,088
Loans and advances to staff	364,708	68,528
Prepaid expenses	511,158	611,156
	964,204	695,772
Note 14: Other current assets		
Grants receivable	7,780,157	14,915,132
Receivables from other development organisations	8,077,850	3,757,237
Contractually reimbursable expenses	64,215	417,073
Other receivables	191,760	-
	16,113,982	19,089,442
Accruals		
Interest accrued on deposits	6,801,001	587,691
	6,801,001	587,691
	22,914,983	19,677,133



Signature



Signature

Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2013	for the year ending 31st March 2012
Note 15: Revenue from operations		
Grant income	86,051,706	95,013,067
Conference receipts	2,952,980	2,922,611
Consultancy income	55,314,944	41,569,174
	144,319,630	139,504,852
Note 16: Other income		
Interest income on:		
Bank deposits	3,331,686	2,424,243
Income tax refund	371,351	-
	3,703,037	2,424,243
Profit on sale of fixed assets	11,604	16,500
Net gain on foreign currency transactions and translation	13,933	-
Miscellaneous income	1,068,429	666,916
	1,093,966	683,416
	4,797,003	3,107,659
Note 17: Employee benefit expenses		
Salary and allowances	41,023,023	36,412,050
Contribution to Employee benefit funds	2,876,980	2,506,948
Gratuity [See Note 25]	1,076,183	1,141,234
Leave encashment [See Note 25]	1,262,119	1,377,875
Staff welfare	16,000	140,965
Other employee cost	786,288	1,016,061
	47,040,593	42,595,133
Note 18: Finance costs		
Interest on borrowings	907,149	136,425
Other borrowing costs	10,806	23,670
Net loss on foreign currency transactions and translation	-	87,819
	917,955	247,914
Note 19: Depreciation and amortisation		
Depreciation on fixed tangible assets	1,877,218	1,897,577
Amortisation of fixed intangible assets	32,592	-
	1,909,810	1,897,577
Less: Depreciation charged off to capital asset fund	1,073,169	1,206,239
	836,641	691,338



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Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2013	for the year ending 31st March 2012
Note 20: Other expenses		
Administrative costs		
Board meeting expenses	317,721	222,211
Directors sitting fees	175,000	30,000
Other meeting expenses	1,059,316	1,035,727
Electricity expenses	625,939	445,467
Communication expenses	2,701,659	2,437,682
Legal and professional expenses	[See Note 24] 927,226	484,190
Printing and stationary expenses	1,351,897	1,128,914
Insurance expenses	143,384	130,574
Rent	3,251,916	2,645,684
Office expenses	1,886,726	1,522,022
Repair and maintenance expenses	1,176,115	1,152,101
Vehicle running and maintenance expenses	882,750	904,672
Conveyance	2,686,679	1,818,606
Bad debts written off	348,853	580,117
Prior period expenses	-	8,585
Other expenses	293,448	1,288,503
	17,828,629	15,835,055
Programme expenses		
Consultancy	24,151,999	21,052,108
Grants given	4,047,546	6,328,589
Other programme expenses	41,810,220	41,908,174
Fixed assets charged to programme	637,414	1,176,230
Travelling expenses	9,872,622	10,008,341
	80,519,801	80,473,442
	98,348,430	96,308,497



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Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Note 20A Related party disclosure

As per Accounting Standard 18, the disclosures of transactions with related parties are given below:

Relationship	Name of related parties
influence exists and having transactions during the year	Access Assist Ode to Earth Enterprises Private Limited
Key Managerial Personnel	Mr. Vipin Sharma- Chief Executive Officer

Transactions with related parties during the year in the ordinary course of business at commercial terms

Remuneration to Key Managerial Personnel

	for the year ending 31st March 2013	for the year ending 31st March 2012
Salary and allowances	5,140,522	4,486,818
Employer's contribution to benefit funds	349,143	313,268
	<u>5,489,665</u>	<u>4,800,086</u>

The above amounts are included in salary and contribution to employee benefit funds.

The above disclosure is excluding group insurance benefits, as the same is on basis of premium paid to insurance company as the amount pertaining to individual employees is not available separately.

The provision for gratuity and leave encashment liability is taken on an overall basis based on actuarial valuation and separate figure applicable to an employee is not available and therefore, the same has not been taken into account in the above disclosure.

Transactions with other organisations where significant influence exists

	for the year ending 31st March 2013	for the year ending 31st March 2012
Access Assist		
Grants paid	800,000	2,710,000
Consultancy paid	224,720	
	<u>1,024,720</u>	<u>2,710,000</u>

During the year the company has given a grant to a related party, Access Assist Trust amounting to Rs. 800,000 (Previous year 2,710,000) mainly for organizing a summit on microfinance on behalf of the company. The trust is engaged in social, economic and other development related work.

Ode to Earth Enterprises Private Limited

Event participation fees	45,000	
Purchase of programme related materials	10,431	
	<u>55,431</u>	<u>-</u>



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Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Balance outstanding at the year end of the related parties

	As at 31st March 2013	As at 31st March 2012
Receivables		
Access Assist	-	16,088
	-	16,088

Note 21 : Earnings per share

The following reflects the profit and share data used in the basic and diluted EPS computations

	for the year ending 31st March 2013	for the year ending 31st March 2012
Net profit after tax attributable to equity shareholders (A)	1,973,014	2,769,630
Weighted average number of equity shares outstanding during the year - (B)	40	40
Nominal value of equity share	10	10
Basic /diluted earnings per share (Rs.) - (A)/(B)	49,325.36	69,240.75

Note 22 : Earnings in foreign currency (on receipt basis)

	for the year ending 31st March 2013	for the year ending 31st March 2012
Conference receipts	706,139	189,690
Grant income	29,742,242	52,602,141
Reimbursement of expenses	-	14,938
	30,448,381	52,806,769

Note 23 : Expenditure in foreign currency (on payment basis)

	for the year ending 31st March 2013	for the year ending 31st March 2012
Travelling	407,185	882,230
Stipend	-	62,304
Staff training	161,928	137,096
	569,113	1,081,630

Note 24 : Legal and professional fees includes

	for the year ending 31st March 2013	for the year ending 31st March 2012
Audit fees for statutory audit	224,720	220,600
In other capacity	9,738	12,410
Out of pocket expenses	10,184	94,417
	244,642	327,427



Hijayalankar

Vinod Kumar

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Note 25 : Employee benefits

Defined contribution plan

During the year, the Company has recognized the following amounts in the Income and Expenditure Account.

	for the year ending 31st March 2013	for the year ending 31st March 2012
Employer's contribution to employee provident fund	2,876,980	2,506,948
	<u>2,876,980</u>	<u>2,506,948</u>

The above amount is included in Contribution to employee benefit funds.

Defined benefit plans

In accordance with Accounting Standard 15 (Revised), actuarial valuation was done in respect of the aforesaid defined benefit plans based on the following assumptions:

Gratuity

	for the year ending 31st March 2013	for the year ending 31st March 2012
Reconciliation of present value of the defined benefits obligation :		
Obligation at beginning of year	2,376,468	1,692,523
Interest Cost	190,117	143,864
Service Cost	709,636	653,010
Benefits paid	(473,977)	(457,289)
Actuarial (gain)/loss on obligation	217,138	344,360
Obligation at end of year	<u>3,019,382</u>	<u>2,376,468</u>

Expense recognized during the year in the income and expenditure account:

Current service cost	709,636	653,010
Interest cost	190,117	143,864
Actual return on plan assets		
Net actuarial (gain)/ loss recognized in the period	217,138	344,360
Expenses to be recognized in the income and expenditure account	<u>1,116,891</u>	<u>1,141,234</u>

Reconciliation of gratuity expenses recognised in the income and expenditure account

Expenses recognised under employee benefit expenses	1,076,183
Expenses charged under expenses related to LIIF *	40,708
	<u>1,116,891</u>

* The gratuity of Rs. 40,708 has been charged to LIIF corpus fund on estimation basis.



Signature of Vijayalambini



Signature of Vinod Kumar

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Compensated absences

	for the year ending 31st March 2013	for the year ending 31st March 2012
Reconciliation of present value of the defined benefits obligation :		
Obligation at beginning of year	2,076,268	1,645,988
Interest Cost	166,101	139,909
Service Cost	622,653	589,777
Benefits paid	(670,367)	(388,301)
Actuarial (gain)/loss on obligation	290,013	88,895
Obligation at end of year	2,484,668	2,076,268

Expense recognized during the year in the income and expenditure account:

Current service cost	622,653	589,777
Interest cost	166,101	139,909
Actual return on plan assets		
Net actuarial (gain)/ loss recognized in the period	290,013	88,895
Expenses to be recognized in the income and expenditure account	1,078,767	818,581

Reconciliation of leave encashment expenses recognised in the income and expenditure account

Expenses recognised under Employee benefit expenses	1,262,119
Expenses charged under expenses related to LIIF fund *	43,120
Less: Sick leave included in leave ecashment under Employee benefit expenses	226,472
	1,078,767

* The leave encashment of Rs. 43,120 has been charged to LIIF corupus fund on estimation basis.

Actuarial assumptions

Mortality Table	IALM 1994-96	LICI 1994-96
Discount Rate (per annum)	8.00%	8.50%
Expected Rate of increase in compensation levels	5.50%	6.00%
Expected Average remaining working lives of employees (years)	22.97	23.78

The estimates of increase in compensation levels considered in the actuarial valuation takes into account factors like inflation, future salary increases, seniority, promotion, supply and demand in the employment market etc.

Note 26 : Disclosures required under Section 22 of the MSMED Act, 2006

Information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. As represented by the management there are no Micro, Small and Medium enterprises to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2013.



Signature of Vijay Kumar



Signature of Vijay Kumar

Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Note 27 : Taxation

The company is a not for profit organization engaged mainly in promotion of microfinance and livelihood activities and the company is registered under Section 12A of the Income Tax Act, 1961 with effect from April 1, 2006.

The management believes that the activities of the companies are covered within the definition of the charitable purpose as defined in section 2(15) of the Income tax Act, 1961 and accordingly the company has not provided for tax in the current year and previous years.

Note 28 : Applicability of accounting standards

The company is a small and medium sized company (SMC) as defined in the general instruction in respect of accounting standards notified under the Companies Act, 1956. Accordingly, the company has complied with the Accounting Standards as applicable to Small and Medium Sized Company.

As per the exemptions/relaxations as contained in the notification, AS-3 Cash Flow Statements, AS-17 Segment reporting and certain disclosure requirements of AS-15 Employee Benefits, AS-19 Leases, AS-29 Provisions, Contingent Liabilities and Contingent Assets are not applicable to the company for the reporting period.

Note 29 : Application of revised Schedule VI format of the Companies Act, 1956

These financial statements have been prepared in the format prescribed by the Revised Schedule VI to the Companies Act, 1956. Previous year's figures have been regrouped/ recasted, wherever necessary, to conform to the current year's classification.

As per our report of even date attached.

For SCM Associates

Chartered Accountants

Firm Registration Number : 314173E



Prakhar Banthiya

Partner

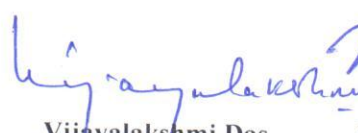
Membership Number : 088526

Place : New Delhi

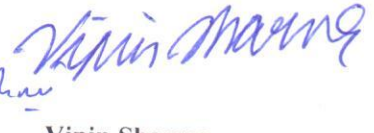
Date : July 24, 2013



For and on behalf of the Board of Directors



Vijayalakshmi Das
Chairperson



Vipin Sharma
CEO

Place : New Delhi

Date : 24/07/2013

Place : New Delhi

Date : 24/07/2013

