



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, 2014, 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 notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. 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.

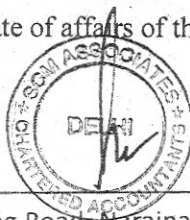
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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, 2014.



- 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 Statement of profit and loss comply with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs);
 - e) on the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, 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

P. Banthiya

Prakhar Banthiya

Partner

Membership Number : 088526

Place : New Delhi

Date : 29/8/2014



Access Development Services
Balance sheet as at 31st March 2014

(All amount in Indian Rupees)

	Note	As at 31st March 2014	As at 31st March 2013
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	400	400
Reserve and surplus	3	15,53,66,567	14,78,02,625
		<u>15,53,66,967</u>	<u>14,78,03,025</u>
Share application money pending allotment			
		-	-
Non current liabilities			
Long term provisions	4	73,84,451	68,38,542
		<u>73,84,451</u>	<u>68,38,542</u>
Current liabilities			
Short term borrowings	5	1,38,42,456	1,04,50,315
Accounts payable	6	17,96,904	47,19,119
Other current liabilities	7	1,98,87,693	1,71,66,835
Short-term provisions	8	1,91,696	5,89,299
		<u>3,57,18,749</u>	<u>3,29,25,568</u>
		<u>19,84,70,167</u>	<u>18,75,67,135</u>
ASSETS			
Non current assets			
Fixed assets	9		
- Tangible assets		37,98,626	47,70,327
- Intangible assets		1,37,447	1,64,038
Long term loans and advances	10	1,15,76,807	1,07,54,671
		<u>1,55,12,880</u>	<u>1,56,89,036</u>
Current assets			
Accounts receivable	11	49,805	39,223
Cash and cash equivalents	12	16,37,65,007	14,79,59,689
Short term loans and advances	13	12,71,525	9,64,204
Other current assets	14	1,78,70,949	2,29,14,983
		<u>18,29,57,287</u>	<u>17,18,78,099</u>
		<u>19,84,70,167</u>	<u>18,75,67,135</u>
Significant Accounting Policies			
Notes forming part of the financial statements	1 to 30		

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 : 29/8/2014



For and on behalf of the Board of Directors

Vijayalakshmi Das *Vipin Sharma*

Vijayalakshmi Das
Chairperson

DIN: 00624128

Place : New Delhi

Date :

Vipin Sharma
CEO

DIN: 02565320

Place : New Delhi

Date :



Access Development Services
Income and expenditure account for the year ending 31st March 2014

(All amount in Indian Rupees)

	Note	for the year ending 31st March 2014	for the year ending 31st March 2013
Revenue			
Revenue from operations	15	12,19,02,202	14,43,19,630
Other income	16	62,05,154	47,97,003
		12,81,07,357	14,91,16,633
Expenses			
Employee benefit expenses	17	3,81,22,466	4,70,40,593
Finance costs	18	12,39,542	9,17,955
Depreciation and amortisation	19	7,30,207	8,36,641
Other expenses	20	8,70,91,464	9,83,48,430
		12,71,83,680	14,71,43,619
Surplus before exceptional and extraordinary items and tax		9,23,677	19,73,014
Exceptional items		-	-
Surplus before extraordinary items and tax		9,23,677	19,73,014
Extraordinary items		-	-
Surplus before tax		9,23,677	19,73,014
Tax expenses			
Provision for tax	[See Note 28]	-	-
		-	-
Excess of income over expenditure for the year		9,23,677	19,73,014
Basic/diluted earning per share	[See Note 22]	23,091.92	49,325.34

Significant Accounting Policies

1

Notes forming part of the financial statements

1 to 30

As per our report of even date attached.

For SCM Associates

Chartered Accountants

Firm Registration Number : 314173E

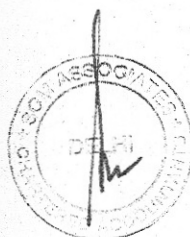
Prakhar Banthiya

Partner

Membership Number : 088526

Place : New Delhi

Date : 29/3/2014



For and on behalf of the Board of Directors

Vijayalakshmi Das
Chairperson

DIN: 00624128

Place : New Delhi

Date :

Vipin Sharma

CEO

DIN: 02565320

Place : New Delhi

Date :



Access Development Services

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

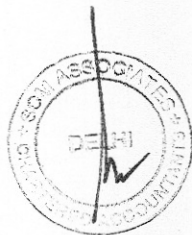
Tangible fixed assets are stated at cost of acquisition including taxes, duties, freight, and other incidental expenses related to acquisition and installation and are recognized at cost less depreciation.

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.

Vijay Malma Vijay Malma



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

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 fully depreciated 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 as per the terms of agreement for each contract.

(ii) Grants received for a specific purpose, are recognized as income to the extent of expenditure incurred during the year. In case of Utilization certificate is not required in such case income recognised on receipt basis

(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

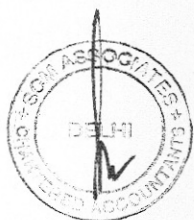
Transactions in foreign currency are recorded at the exchange rate prevailing at the date of the transaction. Monetary items denominated in foreign currency are restated at the year end exchange rates. Resultant exchange differences arising on settlement of transactions and/or restatements are recognized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



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

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.

Vijay Maheshwari *Vijay Maheshwari*



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

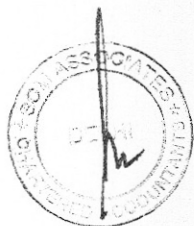
	As at 31st March 2014	As at 31st March 2013
Note 2: Share capital		
Authorised share capital		
50,000 (previous year 50,000) equity shares of Rs. 10 each	5,00,000	5,00,000
	5,00,000	5,00,000
Issued, subscribed and paid up share capital		
40 (previous year 40) equity shares of Rs. 10 each.	400	400
	400	400

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

	As at 31st March 2014		As at 31st March 2013	
Name	Number of shares held	Percentage	Number of shares held	Percentage
Ms. Radhika Agashe Mathur	20	50%	20	50%
Mr. Sudipto Saha	20	50%	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



Vijay Maheshwari *Vijay Maheshwari*



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

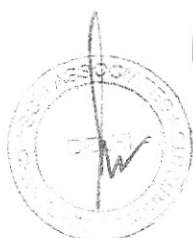
	As at 31st March 2014	As at 31st March 2013
Note 3: Reserve and surplus		
Capital Reserve		
General Corpus fund		
Balance at the beginning of the year	98,00,000	98,00,000
Add: Addition during the year	-	-
Less: Utilised during the year	-	-
(a)	98,00,000	98,00,000
LIIF Corpus fund		
Balance at the beginning of the year	11,66,64,957	-
Add: Addition during the year	-	11,25,00,002
Interest earned on term deposits made of LIIF	92,85,146	87,78,357
Less: Expenses incurred related with LIIF	21,36,536	18,36,765
Surplus before provisioning	71,48,610	11,94,41,594
Reserve fund for contingent liability @15%	10,72,292	10,41,239
Reserve fund for promotional activities @25%	17,87,153	17,35,398
Net surplus transferred to LIIF	42,89,165	
(b)	12,09,54,122	11,66,64,957
Contingent liability fund (LIIF)		
Balance at the beginning of the year	10,41,239	-
Add: Transfer during the year from LIIF Corpus fund	10,72,292	10,41,239
Less: Utilised during the year	-	-
(c)	21,13,531	10,41,239
Promotional activities fund (LIIF)		
Balance at the beginning of the year	17,35,398	-
Add: Transfer during the year from LIIF Corpus fund	17,87,153	17,35,398
Less: Utilised during the year	-	-
(d)	35,22,551	17,35,398
Total Courpus fund	(a+b+c+d) 13,63,90,204	12,92,41,594

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 Contigent 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	28,11,345	32,47,100
Add: Fixed assets acquired out of grants during the year	4,01,830	6,37,414
Less: Asset written off (net of depreciation reserve)	4,330	-
Less: Depreciation (transferred from income and expenditure account)	9,05,845	10,73,169
	23,03,001	28,11,345



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Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2014	As at 31st March 2013
Revenue Reserve		
Reserve and surplus		
Balance at the beginning of the year	1,57,49,686	1,37,76,672
Add: Excess of income over expenditure during the year	9,23,677	19,73,014
	1,66,73,363	1,57,49,686
	15,53,66,567	14,78,02,625

Note 4: Long term provisions

Employee benefits

Provision for compensated absences	[See Note 26]	24,39,350	22,15,262
Provision for gratuity	[See Note 26]	32,34,137	26,99,489
Provision for other employee benefits		17,10,964	19,23,791
		73,84,451	68,38,542

Note 5: Short term borrowings

Secured

Bank overdraft*		37,60,716	1,04,50,315
Other loan from bank**		1,00,81,740	-
		1,38,42,456	1,04,50,315

* The Company has availed overdraft facility of Rs. 1.055 Crores by way of pledging of fixed deposit of Rs. 1.25 Crores.

** The Company has taken loan of Rs. 1.00 Crores by way of pledging of fixed deposit of Rs. 1.36 Crores.

Note 6: Accounts payable

Sundry creditors	[See Note 27]	14,83,521	44,03,541
Other payables		3,13,383	3,15,578
		17,96,904	47,19,119

Note 7: Other current liabilities

Duties and taxes		10,57,743	11,46,508
Provident fund payable		4,89,816	5,13,035
Festival allowance payable		3,35,781	3,93,066
Income received in advance		1,57,41,581	1,46,91,760
Other liabilities*		22,62,772	4,22,466
		1,98,87,693	1,71,66,835

*Other current liabilities includes Rs 540,700 received as contribution towards incorporation of various producer companies.

Note 8: Short-term provisions

Employee benefits

Provision for compensated absences	[See Note 26]	1,10,723	2,69,406
Provision for gratuity	[See Note 26]	80,973	3,19,893
		1,91,696	5,89,299



Handwritten signature: Vijay Kumar



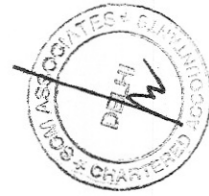
Notes forming part of the financial statements

Note 9: Fixed assets

Particulars	Gross Block				Depreciation			Net Block	
	As at 1st April 2013	Additions during the year	Deletion during the year	As at 31st March 2014	As at 1st April 2013	Additions during the year	Deletion during the year	As at 31st March 2014	As at 31st March 2013
Tangible assets									
Computer Hardware	50,57,558	3,44,950	1,80,520	52,21,988	36,85,786	6,60,331	1,80,519	10,56,390	13,71,771
Vehicle	25,70,342	4,137	7,886	25,66,593	14,98,085	2,81,746	7,886	7,94,649	10,72,258
Office equipments	23,68,311	2,80,508	1,18,846	25,29,973	11,97,557	2,13,780	95,909	12,14,545	11,70,754
Furniture & Fixtures	37,22,301	35,433	48,642	37,09,091	25,66,757	4,53,604	44,311	7,33,042	11,55,544
Subtotal (a)	1,37,18,512	6,65,028	3,55,894	1,40,27,646	89,48,185	16,09,461	3,28,625	37,98,626	47,70,327
Intangible assets									
Computer software	1,96,630	-	-	1,96,630	32,592	26,591	-	1,37,447	1,64,038
Subtotal (b)	1,96,630	-	-	1,96,630	32,592	26,591	-	1,37,447	1,64,038
Total	1,39,15,142	6,65,028	3,55,894	1,42,24,276	89,80,777	16,36,052	3,28,625	39,36,073	49,34,365
Previous year	1,26,21,808	13,25,700	32,366	1,39,15,142	70,99,938	19,09,810	28,970	89,80,777	55,21,871

Nitin Sharma

Nitin Sharma



Access Development Services

Notes forming part of the financial statements

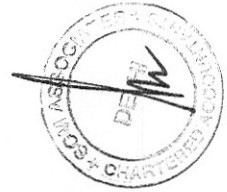
Note 9.1: Fixed assets acquired out of grant funds

(All amount in Indian Rupees)										
Particulars	Gross Block				Depreciation				Net Block	
	As at 1st April 2013	Additions during the year	Deletion during the year	As at 31st March 2014	As at 1st April 2013	Additions during the year	Deletion during the year	As at 31st March 2014	As at 31st March 2014	As at 31st March 2013
Tangible assets										
Computer Hardware	36,26,713	2,70,802	86,240	38,11,275	26,40,915	4,85,581	86,241	30,40,255	7,71,019	9,85,798
Vehicle	22,97,529	-	-	22,97,529	13,32,340	2,49,891	-	15,82,231	7,15,298	9,65,189
Office equipments	13,44,660	1,19,318	43,776	14,20,202	6,87,307	1,27,574	43,776	7,71,104	6,49,098	6,57,353
Furniture & Fixtures	11,99,377	11,710	42,162	11,68,925	9,96,372	42,799	37,831	10,01,340	1,67,585	2,03,005
Subtotal (a)	84,68,278	4,01,830	1,72,178	86,97,930	56,56,933	9,05,845	1,67,848	63,94,930	23,03,000	28,11,345
Total	84,68,278	4,01,830	1,72,178	86,97,930	56,56,933	9,05,845	1,67,848	63,94,930	23,03,000	28,11,345
Previous year	78,30,864	6,37,414	-	84,68,278	45,83,764	10,73,169	-	56,56,933	28,11,345	32,47,100

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

Vijin Sharma

Vijay Kumar



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2014	As at 31st March 2013
Note 10: Long term loans and advances		
Security deposits	4,00,849	7,09,849
Advance income tax (net of provisions)	1,11,75,958	1,00,44,822
	1,15,76,807	1,07,54,671
Note 11: Accounts receivable (Unsecured, considered good by management)		
Outstanding for a period exceeding six months from the date they were due for payment	22,831	-
Others	26,974	39,223
Less: provision for bad and doubtful debts	-	-
	49,805	39,223
Note 12: Cash and cash equivalents		
Cash in hand	55,421	2,15,803
Balances with banks		
-Savings account *	1,53,50,264	1,56,75,823
-Deposit account #	14,83,59,322	13,20,68,063
	16,37,65,007	14,79,59,689
* Savings account includes Rs. 4,865,097.22 (Previous year Rs. 9,268,793) lying in designated FCRA bank accounts)		
# Deposits accounts are created out of FCRA funds and includes fixed deposits on account of Corpus Fund - Rs. 13.21 Crores (Previous Year Rs. 12.10 Crores). Out of total deposits, fixed deposits amounting to Rs. 1.25 Crores (Previous Year Rs. 1.25 Crores) have been pledged as security against the overdraft facility of Rs. 1.055 Crores (Previous Year Rs. 1.055 Crores) with Axis Bank. The Company has also taken a loan of Rs. 1.00 Crores from HDFC Bank on security of fixed deposit amounting Rs. 1.36 Crores.		
Note 13: Short term loans and advances		
Security deposits	5,08,905	88,338
Loans and advances	2,07,824	3,64,708
Prepaid expenses	5,54,796	5,11,158
	12,71,525	9,64,204
Note 14: Other current assets		
Grants receivable	67,70,183	77,80,157
Receivables from other development organisations	78,15,206	80,77,850
Contractually reimbursable expenses	13,42,238	64,215
Other receivables	85,641	1,91,760
	1,60,13,268	1,61,13,982
Accruals		
Interest accrued on deposits	18,57,681	68,01,001
	18,57,681	68,01,001
	1,78,70,949	2,29,14,983



Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2014	for the year ending 31st March 2013
Note 15: Revenue from operations		
Grant income	8,69,47,919	8,60,51,706
Conference receipts	33,11,264	29,52,980
Consultancy income	3,16,43,020	5,53,14,944
	12,19,02,202	14,43,19,630
Note 16: Other income		
Interest income on:		
Bank deposits	56,95,685	33,31,686
Income tax refund	3,22,578	3,71,351
	60,18,263	37,03,037
Profit on sale of fixed assets	663	11,604
Net gain on foreign currency transactions and translation	602	13,933
Miscellaneous income	1,85,626	10,68,428
	1,86,891	10,93,966
	62,05,154	47,97,003
Note 17: Employee benefit expenses		
Salary and allowances	3,34,64,504	4,10,23,023
Contribution to Employee benefit funds	23,82,842	28,76,980
Gratuity	[See Note 26] 10,71,259	10,76,183
Leave encashment	[See Note 26] 6,28,765	12,62,119
Other employee cost	5,75,096	8,02,288
	3,81,22,466	4,70,40,593
Note 18: Finance costs		
Interest on borrowings	12,17,141	9,07,149
Other borrowing costs	22,401	10,806
	12,39,542	9,17,955
Note 19: Depreciation and amortisation		
Depreciation on fixed tangible assets	16,09,461	18,77,218
Amortisation of fixed intangible assets	26,591	32,592
	16,36,052	19,09,810
Less: Depreciation charged off to capital asset fund	9,05,845	10,73,169
	7,30,207	8,36,641

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Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2014	for the year ending 31st March 2013
Note 20: Other expenses		
Administrative costs		
Board meeting expenses	65,653	3,17,721
Directors sitting fees	1,80,000	1,75,000
Other meeting expenses	6,74,783	10,59,316
Electricity expenses	6,08,477	6,25,939
Communication expenses	25,83,872	27,01,659
Legal and professional expenses	[See Note 25] 5,28,776	9,27,226
Printing and stationary expenses	11,35,635	13,51,897
Insurance expenses	1,33,315	1,43,384
Rent	30,90,600	32,51,916
Office expenses	16,24,446	18,86,726
Repair and maintenance expenses	9,85,100	11,76,115
Vehicle running and maintenance expenses	7,46,384	8,82,750
Conveyance	22,03,857	26,86,679
Bad debts written off	1,34,878	3,48,853
Other expenses	1,58,317	2,93,448
	1,48,54,093	1,78,28,629
Programme expenses		
Consultancy	1,67,04,596	2,41,51,999
Grants given	67,90,378	40,47,546
Other programme expenses	3,84,89,139	4,18,10,220
Fixed assets charged to programme	4,01,830	6,37,414
Travelling expenses	98,51,428	98,72,622
	7,22,37,371	8,05,19,801
	8,70,91,464	9,83,48,430

Vijin Mathur



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Note 21 : Related party disclosure

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

Relationship	Name of related parties
Other organisations where significant influence exists and having transactions during the year	Access Assist Ode to Earth Enterprises Private Limited ACCESS Holding Venture India Pvt.Ltd.
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 2014	for the year ending 31st March 2013
Salary and allowances	57,92,137	51,40,522
Employer's contribution to benefit funds	3,93,400	3,49,143
	61,85,537	54,89,665

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 2014	for the year ending 31st March 2013
Access Assist		
Grants paid	15,00,000	8,00,000
Consultancy paid	-	2,24,720
	15,00,000	10,24,720

During the year the company has given a grant to a related party, Access Assist Trust amounting to Rs. 15,00,000 (Previous year 8,00,000) 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	24,77,009	10,431
	24,77,009	55,431

ACCESS Holding Venture India Private Limited

Allocation of travelling and conveyance expenses	86,598	-
Claim of salary paid to employees on secondment	93,54,150	-
Consultancy charges	1,00,000	-
	95,40,748	-



Vipin Sharma



Vipin Sharma

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 2014	As at 31st March 2013
Receivables		
ACCESS Holding Venture India Pvt. Ltd.	13,42,238	-
Loan and advance to Key Managerial Personnel	2,00,000	-
	<u>15,42,238</u>	<u>-</u>
Payables		
Reimbursement expenses payable to Key Management Personnel	32,816	-
	<u>32,816</u>	<u>-</u>

Note 22 : 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 2014	for the year ending 31st March 2013
Net profit after tax attributable to equity shareholders (A)	9,23,677	19,73,014
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)	23,091.92	49,325.34

Note 23 : Earnings in foreign currency (on receipt basis)

	for the year ending 31st March 2014	for the year ending 31st March 2013
Conference receipts	4,08,289	7,06,139
Grant income	1,50,08,128	2,97,42,242
	<u>1,54,16,417</u>	<u>3,04,48,381</u>

Note 24 : Expenditure in foreign currency (on payment basis)

	for the year ending 31st March 2014	for the year ending 31st March 2013
Travelling expenses	3,65,125	4,07,185
Staff training	-	1,61,928
Consultancy charges	80,000	-
	<u>4,45,125</u>	<u>5,69,113</u>

Note 25 : Legal and professional fees includes

	for the year ending 31st March 2014	for the year ending 31st March 2013
Audit fees for statutory audit	2,52,810	2,24,720
In other capacity	-	9,738
Out of pocket expenses	16,100	10,184
	<u>2,68,910</u>	<u>2,44,642</u>

Note 26 : 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 2014	for the year ending 31st March 2013
Employer's contribution to employee provident fund	23,82,842	28,76,980
	<u>23,82,842</u>	<u>28,76,980</u>

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



Signature



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Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

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 2014	for the year ending 31st March 2013
Reconciliation of present value of the defined benefits obligation :		
Obligation at beginning of year	30,19,382	23,76,468
Interest Cost	2,41,551	1,90,117
Service Cost	731,437	709,636
Benefits paid	(11,37,758)	(4,73,977)
Actuarial (gain)/loss on obligation	4,60,498	2,17,138
Obligation at end of year	33,15,110	30,19,382
Expense recognized during the year in the income and expenditure account:		
Current service cost	7,31,437	7,09,636
Interest cost	2,41,551	1,90,117
Actual return on plan assets		
Net actuarial (gain)/ loss recognized in the period	4,60,498	2,17,138
Expenses to be recognized in the income and expenditure account	14,33,486	11,16,891

Reconciliation of gratuity expenses recognised in the income and expenditure account

Expenses recognised under employee benefit expenses	10,71,259
Expenses charged under expenses related to LIIF *	61,791
Expenses charged under expenses related Access Holding Venture**	3,00,436
	14,33,486

* The gratuity of Rs. 61,791 has been charged to LIIF corpus fund on estimation basis.

** The gratuity of Rs. 300,436 has been charged to Access Holding Venture India Pvt. Ltd. on prorata basis.

Compensated absences

	for the year ending 31st March 2014	for the year ending 31st March 2013
Reconciliation of present value of the defined benefits obligation :		
Obligation at beginning of year	24,84,668	20,76,268
Interest Cost	1,98,773	1,66,101
Service Cost	6,36,291	6,22,653
Benefits paid	(9,89,843)	(6,70,367)
Actuarial (gain)/loss on obligation	2,20,184	2,90,013
Obligation at end of year	25,50,073	24,84,668
Expense recognized during the year in the income and expenditure account:		
Current service cost	6,36,291	6,22,653
Interest cost	1,98,773	1,66,101
Actual return on plan assets		
Net actuarial (gain)/ loss recognized in the period	2,20,184	2,90,013
Expenses to be recognized in the income and expenditure account	10,55,248	10,78,767

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

Expenses recognised under Employee benefit expenses	6,28,765
Expenses charged under expenses related to LIIF fund *	46,153
Expenses charged under expenses related Access Holding Venture**	1,67,503
Less: Sick leave included in leave encashment under Employee benefit expenses	(2,12,827)
	10,55,248

* The leave encashment of Rs. 46,153 has been charged to LIIF corpus fund on estimation basis.

** The leave encashment of Rs. 1,67,503 has been charged to Access Holding Venture India Pvt. Ltd. on estimation basis.



Signature



Access Development Services

Notes forming part of the financial statements

(All amount in Indian Rupees)

Actuarial assumptions

Mortality Table	IALM 2006-08	IALM 1994-96
Discount Rate (per annum)	8.50%	8.00%
Expected Rate of increase in compensation levels	6.00%	5.50%
Expected Average remaining working lives of employees (years)	22.21	22.97

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 27 : 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, 2014.

Note 28 : 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 29 : 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-19 Leases, AS-29 Provisions, Contingent Liabilities and Contingent Assets are not applicable to the company for the reporting period.

Note 30 : 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


Prakhari Banthiya

Partner

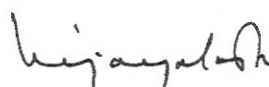
Membership Number : 088526


Place : New Delhi

Date : 29/8/2014



For and on behalf of the Board of Directors


Vijayalakshmi Das
Chairperson
DIN: 00624128


Vipin Sharma
CEO
DIN: 02565320

Place : New Delhi

Date :

Place : New Delhi

Date :

