



**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, 2015, the Income and Expenditure Account and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

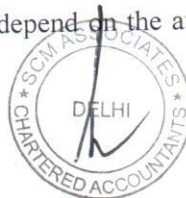
**Management's Responsibility for the Financial Statements**

The 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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, 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 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, 2015,
- b) In the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended on that date; and
- c) In the case of the Cash flow statement, the cash flows for the year ended on that date.

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

As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.





- e) On the basis of written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Company did not have any pending litigation which would impact its financial position.
  - The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to Investor Education and Protection Fund by the Company.

**For SCM Associates**

Chartered Accountants

Firm Registration Number : 314173E

*Prakhar Banthiya*

**Prakhar Banthiya**

Partner

Membership Number : 088526

Place : New Delhi

Date : 30/08/2015



**Access Development Services**  
**Balance sheet as at 31st March 2015**

(All amount in Indian Rupees)

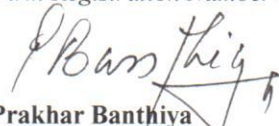
	Note	As at 31st March 2015	As at 31st March 2014
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	400	400
Reserve and surplus	3	16,54,39,881	15,53,66,566
		16,54,40,281	15,53,66,966
<b>Non current liabilities</b>			
Long term provisions	4	44,92,292	73,84,451
		44,92,292	73,84,451
<b>Current liabilities</b>			
Short term borrowings	5	97,63,072	1,38,42,456
Accounts payable	6	32,15,509	17,96,904
Other current liabilities	7	1,67,63,137	1,98,87,693
Short-term provisions	8	23,48,116	1,91,696
		3,20,89,834	3,57,18,749
		<b>20,20,22,408</b>	<b>19,84,70,166</b>
<b>ASSETS</b>			
<b>Non current assets</b>			
Fixed assets	9		
- Tangible assets		28,28,212	37,98,625
- Intangible assets		11,050	1,37,447
Long term loans and advances	10	1,41,55,038	1,15,76,807
		1,69,94,299	1,55,12,879
<b>Current assets</b>			
Cash and cash equivalents	11	16,52,55,511	16,56,22,689
Short term loans and advances	12	19,10,827	13,21,330
Other current assets	13	1,78,61,770	1,60,13,268
		18,50,28,108	18,29,57,287
		<b>20,20,22,408</b>	<b>19,84,70,166</b>
<b>Significant Accounting Policies</b>	1		
<b>Notes forming part of the financial statements</b>	1 to 31		

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 : 30/08/2015



**For and on behalf of the Board of Directors**



**Vipin Sharma**  
CEO  
DIN: 02565320

Place : New Delhi

Date :



**Sanjeev Kumar Asthana**  
Chairperson  
DIN: 00048958

Place : New Delhi

Date :



**Access Development Services**  
**Income and expenditure account for the year ending 31st March 2015**

(All amount in Indian Rupees)

	Note	for the year ending 31st March 2015	for the year ending 31st March 2014
<b>Revenue</b>			
Revenue from operations	14	10,77,75,747	12,19,02,202
Other income	15	38,43,042	62,05,154
		<u>11,16,18,789</u>	<u>12,81,07,356</u>
<b>Expenses</b>			
Programme expenses	16	5,57,04,346	7,22,37,372
Employee benefit expenses	17	3,33,48,402	3,81,22,466
Finance costs	18	15,84,474	12,17,141
Depreciation and amortisation	19	8,91,134	7,30,207
Other expenses	20	1,72,65,223	1,48,76,494
		<u>10,87,93,579</u>	<u>12,71,83,680</u>
Surplus before tax		<u>28,25,210</u>	<u>9,23,676</u>
<b>Tax expenses</b>			
Provision for tax	[See Note 28]	-	-
		<u>-</u>	<u>-</u>
<b>Excess of income over expenditure for the year</b>		<u>28,25,210</u>	<u>9,23,676</u>
Basic/diluted earning per share	[See Note 22]	70,630.25	23,091.91

**Significant Accounting Policies** 1  
**Notes forming part of the financial statements** 1 to 31

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 : 30/08/2015

**For and on behalf of the Board of Directors**

*Vipin Sharma*

**Vipin Sharma**

CEO

DIN: 02565320

Place : New Delhi

Date :

*Sanjeev Kumar Asthana*

**Sanjeev Kumar Asthana**

Chairperson

DIN: 00048958

Place : New Delhi

Date :





**Access Development Services**  
**Cash flow statement for the year ending 31st March 2015**

	<b>All amount in Indian Rupees</b>	
	<b>for the year ending 31st March 2015</b>	<b>for the year ending 31st March 2014</b>
<b>Cash flow from operating activities</b>		
Surplus during the year	26,85,944	9,23,676
Surplus from LIIF Corpus fund	80,05,246	71,48,610
Amount charged to Capital Asset fund	(6,17,875)	(5,08,345)
<b>Net surplus for the year</b>	<b>1,00,73,315</b>	<b>75,63,941</b>
<i>Adjustments for:</i>		
Depreciation and amortisation during the year (including depreciation charged to capital asset fund)	23,18,170	16,36,052
Finance costs	15,84,474	12,17,141
(Profit)/ Loss on sale of fixed assets		
(After adjusting asset written off from capital asset fund)	29,294	3,667
Provision for compensated absences	(3,49,504)	65,405
Provision for Gratuity/ superannuation	(87,666)	2,95,728
Provision for bad and doubtful receivables	29,53,205	-
Operating profit before working capital changes	<b>1,65,21,288</b>	<b>1,07,81,935</b>
<b>Changes in working capital</b>		
Decrease/ (increase) in long term loans and advances	51,849	3,09,000
Decrease/ (increase) in short term loans and advances	(5,89,497)	(3,17,903)
Decrease/ (increase) in other current assets	(48,01,707)	1,00,714
(Decrease)/ increase in long term provisions	(2,98,569)	(2,12,827)
(Decrease)/ increase trade payables	14,18,605	(29,22,215)
(Decrease)/ increase in other current liabilities	(31,24,556)	27,20,858
<b>Cash generated from operations</b>	<b>91,77,413</b>	<b>1,04,59,562</b>
Income tax paid (net of refund)	(26,30,080)	(11,31,136)
<b>Net cash (used in)/generated from operating activities (A)</b>	<b>65,47,333</b>	<b>93,28,426</b>
<b>Cash flow from investing activities</b>		
Amount paid for acquisition of fixed assets	(12,82,178)	(6,65,028)
Proceeds from sale of fixed assets	31,525	23,602
<b>Net cash used in investing activities (B)</b>	<b>(12,50,653)</b>	<b>(6,41,426)</b>
<b>Cash flow from financing activities</b>		
Receipt/ (payment) of short-term borrowings	(1,00,81,740)	1,00,81,740
Finance cost	(15,84,474)	(12,17,141)
<b>Net cash flow generated from / (used in) financing activities (C)</b>	<b>(1,16,66,214)</b>	<b>88,64,599</b>
Net decrease in Cash and Cash equivalents (A+B+C)	(63,69,534)	1,75,51,599
Cash and cash equivalents at the beginning of the year	16,18,61,973	14,43,10,375
<b>Cash and cash equivalents at the end of the year</b>	<b>15,54,92,439</b>	<b>16,18,61,973</b>



Access Development Services  
Cash flow statement for the year ending 31st March 2015

	All amount in Indian Rupees	
	for the year ending 31st March 2015	for the year ending 31st March 2014
<b>Cash and cash equivalents comprise of:</b>		
Cash in hand	83,802	55,421
<b>Balances with banks:</b>		
- in current accounts	1,55,11,633	1,53,50,264
- in deposit accounts including accrued interest	14,96,60,076	15,02,17,003
<b>Overdraft Account :</b>		
Bank overdraft	(97,63,072)	(37,60,716)
	<u>15,54,92,439</u>	<u>16,18,61,973</u>

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 : 30/08/2015

**For and on behalf of the Board of Directors**



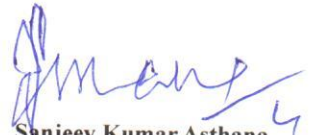
**Vipin Sharma**

CEO

DIN: 02565320

Place : New Delhi

Date :



**Sanjeev Kumar Asthana**

Chairperson

DIN: 00048958

Place : New Delhi

Date :





**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 8 of the Indian Companies Act 2013 (erstwhile section 25 of the Companies Act, 1956) on certain conditions, mainly being that the company shall apply its surplus, 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 under the Companies Act, 2013 and the relevant provisions of the Companies Act, 2013.

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 Change in Accounting Policy****Depreciation on Fixed Asset**

Till the year ended 31st March 2014, Schedule XIV to Companies Act, 1956 prescribed requirements concerning depreciation on fixed asset. From the current year Schedule XIV has been replaced by Schedule II to Companies Act, 2013. Effective from 1st April 2014, the Company has provided depreciation on fixed asset on useful lives as provided in Schedule II of the Companies Act, 2013 or as re-assessed by the Company.

Further, on application of Schedule II to Companies Act, 2013 the Company has changed the manner of providing depreciation for its fixed assets. Now, the Company identifies and determines separate useful life for each major component of fixed asset, if they have useful life that is materially different from that of the remaining asset.

Till the year ended 31st March 2014, assets costing less than Rs. 5,000 each were fully depreciated in the year of acquisition.

Based on transnational provision given in schedule II to Companies Act, 2013, the carrying value of asset whose useful lives are already exhausted amounting to Rs. 2,26,030 and Rs. 1,39,266 has been charged to opening balance of Capital asset fund and Reserve and surplus respectively.

Had there been no change in useful lives of fixed assets, the charge to Profit & loss would have been lower by Rs. 10,36,147 (including the amount charged to opening balance of Capital asset fund and Reserve and surplus).

**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.





**Note 1: Significant accounting policies****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.

**1.5 Cash and cash equivalents (for purposes of Cash Flow Statement)**

Cash comprises cash in hand, savings accounts and demand deposits with banks and also includes the overdraft facility from the bank.

Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**1.6 Cash flow statement**

Cash flows are reported using the indirect method, whereby net surplus during the year is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**1.7 Depreciation and amortisation**

Depreciation has been provided on the written down value method using the rates arrived at based on useful lives provided in Schedule II to the Companies Act, 2013.

Intangible assets are amortised over their estimated useful life of the asset.

Leasehold improvements are depreciated over the period of lease.

The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern.

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

**1.8 Revenue recognition**

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

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

(iii) Revenue from consultancy contracts is recognized as per the terms of agreement for each contract.

(iv) Grants received in form of fixed assets or kinds other than cash are not valued or accounted for in the books of account. Proceeds from sale of fixed assets received in grant is considered as other income.



**Note 1: Significant accounting policies****1.9 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.

**1.10 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.

**1.11 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.

**1.12 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.

**Sick Leave** - The Company provides sick leave of six days per financial year to each employees on pro-rata basis. Unclaimed sick leave can be carried forward to next financial year and can be availed for a maximum of 45 days with full pay and next 45 days with half pay, subject to maximum accumulation of 90 days. Accumulated sick leave is not encashable, however the Company calculates the liability on CTC of the employees and make provision on full liability basis as at the Balance Sheet date





**Note 1: Significant accounting policies**

**1.13 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.

**1.14 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.

**1.15 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.



# Access Development Services

## Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2015	As at 31st March 2014
<b>Note 2: Share capital</b>		
Authorised share capital		
50,000 (previous year 50,000) equity shares of Rs. 10 each	5,00,000	5,00,000
	<b>5,00,000</b>	<b>5,00,000</b>
Issued and subscribed share capital		
40 (previous year 40) equity shares of Rs. 10 each.	400	400
	<b>400</b>	<b>400</b>
Paid up share capital		
40 (previous year 40) equity shares of Rs. 10 each fully paid up	400	400
	<b>400</b>	<b>400</b>

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

	As at 31st March 2015		As at 31st March 2014	
Name	Number of shares held	Percentage	Number of shares held	Percentage
Ms. Radhika Agashe Mathur	20	50%	20	50%
ACCESS Holding Venture India Pvt.Ltd.	20	50%	-	-
Mr. Sudipto Saha	-	-	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	<b>40</b>	<b>40</b>





## Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2015	As at 31st March 2014
<b>Note 3: Reserve and surplus</b>		
<b>Capital Reserve</b>		
<b>General Corpus fund</b>		
Balance at the beginning of the year	98,00,000	98,00,000
Add: Addition during the year	-	-
Less: Utilised during the year	-	-
(a)	<b>98,00,000</b>	<b>98,00,000</b>
<b>LIIF Corpus fund</b>		
Balance at the beginning of the year	12,09,54,122	11,66,64,957
Add: Addition during the year	-	-
Add : Interest earned on term deposits made of LIIF	1,16,54,348	92,85,146
Less: Expenses incurred related with LIIF	36,49,102	21,36,536
<b>Surplus before provisioning</b>	<b>80,05,246</b>	<b>71,48,610</b>
Less : Reserve fund for contingent liability @15%	12,00,787	10,72,292
Less : Reserve fund for promotional activities @25%	20,01,312	17,87,153
(b)	<b>12,57,57,270</b>	<b>12,09,54,122</b>
<b>Contingent liability fund (LIIF)</b>		
Balance at the beginning of the year	21,13,531	10,41,239
Add: Transfer during the year from LIIF Corpus fund	12,00,787	10,72,292
Less: Utilised during the year	-	-
(c)	<b>33,14,318</b>	<b>21,13,531</b>
<b>Promotional activities fund (LIIF)</b>		
Balance at the beginning of the year	35,22,551	17,35,398
Add: Transfer during the year from LIIF Corpus fund	20,01,312	17,87,153
Less: Utilised during the year	-	-
(d)	<b>55,23,863</b>	<b>35,22,551</b>
<b>Total Corpus fund</b>	<b>(a+b+c+d) 14,43,95,450</b>	<b>13,63,90,204</b>

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	23,03,000	28,11,345
Add: Fixed assets acquired out of grants during the year	7,30,714	4,01,830
Less: Cost of fixed asset written off (net of accumulated depreciation)	60,819	4,330
Less: Depreciation (transferred from income and expenditure account)	10,61,740	9,05,845
Less : Adjustment of Depreciation as per Schedule II of Companies Act,2013	2,26,030	-
	<b>16,85,125</b>	<b>23,03,000</b>

**Reserve and surplus**

Balance at the beginning of the year	1,66,73,362	1,57,49,686
Add: Excess of income over expenditure during the year	28,25,210	9,23,676
Less : Adjustment of Depreciation as per Schedule II of Companies Act,2013	1,39,266	-
	<b>1,93,59,306</b>	<b>1,66,73,362</b>
	<b>16,54,39,881</b>	<b>15,53,66,566</b>



# Access Development Services

## Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2015	As at 31st March 2014
<b>Note 4: Long term provisions</b>		
<b>Employee benefits</b>		
Provision for compensated absences	[See Note 26] 12,58,899	24,39,350
Provision for gratuity	[See Note 26] 18,20,998	32,34,137
Provision for other employee benefits	14,12,395	17,10,964
	<b>44,92,292</b>	<b>73,84,451</b>
<b>Note 5: Short term borrowings</b>		
<b>Secured</b>		
Bank overdraft*	97,63,072	37,60,716
Other loan from bank**	-	1,00,81,740
	<b>97,63,072</b>	<b>1,38,42,456</b>

\* The Company has availed overdraft facility of Rs. 1.94 Crores (Previous Year Rs. 1.055 Crores) by way of pledging of fixed deposit of Rs. 2.25 Crores (Previous Year Rs. 1.25 Crores).

\*\* In the previous financial year, the Company had taken short term loan of Rs. 1.00 Crores by way of pledging of fixed deposit of Rs. 1.36 Crores which has been closed during the reporting financial year.

### Note 6: Accounts payable

Sundry creditors	[See Note 27] 28,56,670	14,83,521
Other payables	3,58,839	3,13,383
	<b>32,15,509</b>	<b>17,96,904</b>

### Note 7: Other current liabilities

Duties and taxes	7,86,150	10,57,743
Provident fund payable	4,45,453	4,89,816
Festival allowance payable	2,91,607	3,35,781
Income received in advance	1,25,78,345	1,57,41,581
Reimbursable expenses to staff	14,05,666	17,22,072
Other liabilities*	1,40,200	5,40,700
	<b>1,67,63,137</b>	<b>1,98,87,693</b>

\*Other current liabilities includes Rs. 140,200 (Previous Year 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] 9,41,670	1,10,723
Provision for gratuity	[See Note 26] 14,06,446	80,973
	<b>23,48,116</b>	<b>1,91,696</b>





# Access Development Services

## Notes forming part of the financial statements

(All amount in Indian Rupees)

	As at 31st March 2015	As at 31st March 2014
<b>Note 10: Long term loans and advances</b>		
Security deposits	3,49,000	4,00,849
Income tax deducted at source	1,38,06,038	1,11,75,958
	<b>1,41,55,038</b>	<b>1,15,76,807</b>
<b>Note 11: Cash and cash equivalents</b>		
Cash in hand	83,802	55,421
Cheques, drafts on hand	-	-
<b>Balances with banks</b>		
-Savings bank accounts *	1,55,11,633	1,53,50,264
-Term deposit accounts #	14,87,34,322	14,83,59,322
-Interest accrued on term deposit accounts	9,25,754	18,57,681
	<b>16,52,55,511</b>	<b>16,56,22,689</b>
* Savings account includes Rs. 7,308,994 (Previous year Rs. 4,865,097) lying in designated FCRA bank accounts)		
# Deposits accounts are created out of FCRA funds and includes fixed deposits on account of Corpus Fund - Rs. 10.80 Crores ( Previous Year Rs. 13.21 Crores). Out of total deposits, fixed deposits amounting to Rs. 2.25 Crores (Previous Year Rs. 1.25 Crores) have been pledged as security against the overdraft facility of Rs. 1.94 Crores (Previous Year Rs. 1.055 Crores) with Axis Bank.		
<b>Note 12: Short term loans and advances</b>		
Security deposits	9,42,726	5,08,905
Loans and advances	3,89,921	2,57,629
Prepaid expenses	5,78,180	5,54,796
	<b>19,10,827</b>	<b>13,21,330</b>
<b>Note 13: Other current assets</b>		
Grants receivable	86,39,522	67,70,183
Receivables from other development organisations	57,60,037	78,15,206
Contractually reimbursable expenses	61,79,074	13,42,238
Other receivables	2,36,342	85,641
	<b>2,08,14,975</b>	<b>1,60,13,268</b>
Less: provision for overdue receivables	[See Note 29] 29,53,205	-
	<b>1,78,61,770</b>	<b>1,60,13,268</b>



Access Development Services

Notes forming part of the financial statements  
Note 9: Fixed assets

Particulars	Gross Block				Depreciation				Net Block	
	As at 1st April 2014	Additions during the year	Deletion during the year	As at 31st March 2015	As at 1st April 2014	Additions during the year	Charged to Reserve & Surplus	Deletion during the year	As at 31st March 2015	As at 31st March 2014
<b>Tangible assets</b>										
Furniture & Fixtures	37,09,091	93,251	36,281	37,66,061	29,76,050	2,38,995	-	8,109	32,06,935	7,33,041
Vehicles	25,66,593	-	50,488	25,16,105	17,71,945	2,03,504	-	25,494	19,49,955	7,94,648
Office equipment	25,29,973	4,26,939	-	29,56,912	13,15,428	6,91,248	2,65,060	-	22,71,736	12,14,545
Computer Hardware	52,21,989	7,61,988	29,000	59,54,977	41,65,598	6,92,730	1,00,236	21,346	49,37,218	10,56,391
<b>Subtotal (a)</b>	<b>1,40,27,646</b>	<b>12,82,178</b>	<b>1,15,769</b>	<b>1,51,94,055</b>	<b>1,02,29,021</b>	<b>18,26,477</b>	<b>3,65,296</b>	<b>54,950</b>	<b>1,23,65,843</b>	<b>37,98,625</b>
<b>Intangible assets</b>										
Computer software	1,96,630	-	-	1,96,630	59,183	1,26,397	-	-	1,85,580	1,37,447
<b>Subtotal (b)</b>	<b>1,96,630</b>	<b>-</b>	<b>-</b>	<b>1,96,630</b>	<b>59,183</b>	<b>1,26,397</b>	<b>-</b>	<b>-</b>	<b>1,85,580</b>	<b>1,37,447</b>
<b>Total</b>	<b>1,42,24,276</b>	<b>12,82,178</b>	<b>1,15,769</b>	<b>1,53,90,685</b>	<b>1,02,88,204</b>	<b>19,52,874</b>	<b>3,65,296</b>	<b>54,950</b>	<b>1,25,51,424</b>	<b>39,36,072</b>
<b>Previous year</b>	<b>1,39,15,142</b>	<b>6,65,028</b>	<b>3,55,894</b>	<b>1,42,24,276</b>	<b>89,80,777</b>	<b>16,36,052</b>	<b>-</b>	<b>3,28,625</b>	<b>1,02,88,204</b>	<b>49,34,365</b>





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 2014	Additions during the year	Deletion during the year	As at 31st March 2015	As at 1st April 2014	Additions during the year	Charged to Reserve & Surplus	Deletion during the year	As at 31st March 2015	As at 31st March 2014
<b>Tangible assets</b>										
Furniture & Fixtures	11,68,925	88,251	36,281	12,20,895	10,01,340	72,406	-	8,109	1,55,258	1,67,585
Vehicles	22,97,529	-	50,488	22,47,041	15,82,231	1,78,798	-	25,494	5,11,506	7,15,298
Office equipment	14,20,202	92,315	-	15,12,517	7,71,104	3,74,395	1,38,806	-	2,28,212	6,49,098
Computer Hardware	38,11,274	5,50,148	29,000	43,32,422	30,40,255	4,36,140	87,224	21,346	7,90,149	7,71,019
<b>Subtotal (a)</b>	<b>86,97,930</b>	<b>7,30,714</b>	<b>1,15,769</b>	<b>93,12,875</b>	<b>63,94,930</b>	<b>10,61,740</b>	<b>2,26,030</b>	<b>54,950</b>	<b>16,85,125</b>	<b>23,03,000</b>
<b>Intangible assets</b>										
<b>Subtotal (b)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>86,97,930</b>	<b>7,30,714</b>	<b>1,15,769</b>	<b>93,12,875</b>	<b>63,94,930</b>	<b>10,61,740</b>	<b>2,26,030</b>	<b>54,950</b>	<b>16,85,125</b>	<b>23,03,000</b>
<b>Previous year</b>	<b>84,68,278</b>	<b>4,01,830</b>	<b>1,72,178</b>	<b>86,97,930</b>	<b>56,56,933</b>	<b>9,05,845</b>	<b>-</b>	<b>1,67,848</b>	<b>63,94,930</b>	<b>28,11,345</b>

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



## Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2015	for the year ending 31st March 2014
<b>Note 14: Revenue from operations</b>		
Grant income	7,86,85,721	8,69,47,919
Conference receipts	41,21,757	33,11,264
Consultancy income	2,49,68,270	3,16,43,020
	<b>10,77,75,747</b>	<b>12,19,02,202</b>
<b>Note 15: Other income</b>		
<b>Interest income on:</b>		
Bank deposits	26,62,678	56,95,685
Income tax refund	-	3,22,578
	<b>26,62,678</b>	<b>60,18,263</b>
Profit on sale of fixed assets	31,525	663
Net gain on foreign currency transactions and translation	-	602
Gain on sale of fixed assets received as grant	4,51,314	-
Miscellaneous income	6,97,524	1,85,626
	<b>11,80,363</b>	<b>1,86,891</b>
	<b>38,43,042</b>	<b>62,05,154</b>
<b>Note 16: Programme expenses</b>		
Project expenses	2,86,51,065	3,84,89,139
Consultancy	1,47,76,807	1,67,04,596
Travelling expenses	94,94,341	98,51,428
Grants given	20,51,420	67,90,378
Fixed assets charged to programme	7,30,714	4,01,830
	<b>5,57,04,346</b>	<b>7,22,37,372</b>
<b>Note 17: Employee benefit expenses</b>		
Salary and allowances	2,92,26,490	3,34,64,504
Contribution to employee's provident fund	24,01,015	23,82,842
Gratuity	[See Note 26] 6,75,747	10,71,259
Compensated absences (including sick leave)	[See Note 26] 2,50,834	6,28,765
Other employee related costs	7,94,316	5,75,096
	<b>3,33,48,402</b>	<b>3,81,22,466</b>
<b>Note 18: Finance costs</b>		
Interest paid on borrowings	15,84,474	12,17,141
	<b>15,84,474</b>	<b>12,17,141</b>





# Access Development Services

## Notes forming part of the financial statements

(All amount in Indian Rupees)

	for the year ending 31st March 2015	for the year ending 31st March 2014
<b>Note 19: Depreciation and amortisation</b>		
Depreciation on fixed tangible assets	18,26,477	16,09,461
Amortisation of intangible assets	1,26,397	26,591
	<b>19,52,874</b>	<b>16,36,052</b>
Less: Depreciation charged to capital asset fund	10,61,740	9,05,845
	<b>8,91,134</b>	<b>7,30,207</b>
<b>Note 20: Other expenses</b>		
<b>Administrative costs</b>		
Board meeting expenses	44,271	65,653
Directors sitting fees	1,90,000	1,80,000
Other meeting expenses	2,80,458	6,74,783
Electricity expenses	5,98,859	6,08,477
Communication expenses	19,80,671	25,83,872
Legal and professional expenses	3,26,759	5,28,776
Printing and stationary expenses	23,51,299	11,35,635
Insurance expenses	1,32,251	1,33,315
Rent	35,09,376	30,90,600
Office expenses	12,13,781	16,24,446
Repair and maintenance expenses	8,83,521	9,85,100
Vehicle running and maintenance expenses	2,94,746	7,46,384
Conveyance	23,77,218	22,03,857
Bad and doubtful receivables written off	29,53,205	1,34,878
Bank charges	87,653	22,401
Net loss on foreign currency transactions and translation	4,465	-
Other expenses	36,690	1,58,317
	<b>1,72,65,223</b>	<b>1,48,76,494</b>

[See Note 25]



# 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 2015	for the year ending 31st March 2014
Salary and allowances	57,92,137	57,92,137
Employer's contribution to benefit funds	3,93,400	3,93,400
	<b>61,85,537</b>	<b>61,85,537</b>

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 2015	for the year ending 31st March 2014
<b>Access Assist</b>		
Grants paid		15,00,000
Allocation of administrative expenses	14,01,067	
Allocation of payroll expenses	44,63,822	
Consultancy provided	9,58,367	
	<b>68,23,256</b>	<b>15,00,000</b>
<b>Ode to Earth Enterprises Private Limited</b>		
Event participation fees	1,50,000	-
Purchase of programme related materials	8,19,405	24,77,009
	<b>9,69,405</b>	<b>24,77,009</b>
<b>ACCESS Holding Venture India Private Limited</b>		
Allocation of administrative expenses	4,515	86,598
Allocation of payroll expenses	66,45,349	93,54,150
Consultancy provided		1,00,000
	<b>66,49,864</b>	<b>94,40,748</b>

The company has entered into Memorandum of Understanding with it's group organisations (entities under common management) regarding cost sharing of expenses incurred on various projects of social, economic and other development related work including organising microfinance summit, which the above organisations executes jointly with the Company.

### Balance outstanding at the year end of the related parties

	As at 31st March 2015	As at 31st March 2014
<b>Receivables</b>		
Access Assist		
ACCESS Holding Venture India Pvt. Ltd.	58,64,889	-
Rent security paid on behalf of Mr. Vipin Sharma	2,33,600	13,42,238
Other advances to Key Managerial Personnel	1,50,000	1,50,000
		50,000





# Access Development Services

## Notes forming part of the financial statements

(All amount in Indian Rupees)

### Payables

Expenses reimbursable to Key Management Personnel

	for the year ending 31st March 2015	for the year ending 31st March 2014
	62,48,489	15,42,238
	43,108	32,816
	43,108	32,816

### 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 2015	for the year ending 31st March 2014
Net profit after tax attributable to equity shareholders (A)	28,25,210	9,23,676
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)	70,630.25	23,091.91

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

	for the year ending 31st March 2015	for the year ending 31st March 2014
Conference receipts	4,51,314	4,08,289
Grant income	5,82,11,607	1,50,08,128
	5,86,62,921	1,54,16,417

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

	for the year ending 31st March 2015	for the year ending 31st March 2014
Travelling expenses	1,00,657	3,65,125
Consultancy charges	-	80,000
	1,00,657	4,45,125

### Note 25 : Auditor's remuneration

	for the year ending 31st March 2015	for the year ending 31st March 2014
Statutory audit fees (including service tax)	2,52,810	2,52,810
Other certification fees	5,618	-
Expenses reimbursed	21,000	16,100
	2,79,428	2,68,910



**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 2015	for the year ending 31st March 2014
Employer's contribution to employee provident fund	24,01,015	23,82,842
	<b>24,01,015</b>	<b>23,82,842</b>

**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 2015	for the year ending 31st March 2014
<b>Reconciliation of present value of the defined benefits obligation :</b>		
Obligation at beginning of year		
Interest Cost	33,15,110	30,19,382
Service Cost	2,81,784	2,41,551
Benefits paid	6,90,385	7,31,437
Actuarial (gain)/loss on obligation	(12,50,109)	(11,37,758)
Obligation at end of year	1,90,274	4,60,498
	<b>32,27,444</b>	<b>33,15,110</b>

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

Current service cost		
Interest cost	6,90,385	7,31,437
Actual return on plan assets	2,81,784	2,41,551
Net actuarial (gain)/ loss recognized in the period	1,90,274	4,60,498
Expenses to be recognized in the income and expenditure account	<b>11,62,443</b>	<b>14,33,486</b>

**Reconciliation of gratuity expenses recognised in the income and expenditure account**

Expenses recognised under employee benefit expenses	6,75,747	10,71,259
Amount charged under expenses related to LIIF Corpus fund	1,19,571	61,791
Amount charged under expenses related Access Assist	2,47,423	-
Amount charged under expenses related Access Holding Venture	1,19,702	3,00,436
	<b>11,62,443</b>	<b>14,33,486</b>





**Compensated absences**

	for the year ending 31st March 2015	for the year ending 31st March 2014
<b>Reconciliation of present value of the defined benefits obligation :</b>		
Obligation at beginning of year	25,50,073	24,84,668
Interest Cost	2,16,756	1,98,773
Service Cost	5,47,753	6,36,291
Benefits paid	(10,49,087)	(9,89,843)
Actuarial (gain)/loss on obligation	(64,926)	2,20,184
Obligation at end of year	22,00,569	25,50,073

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

Current service cost	5,47,753	6,36,291
Interest cost	2,16,756	1,98,773
Actual return on plan assets		
Net actuarial (gain)/ loss recognized in the period	(64,926)	2,20,184
Expenses to be recognized in the income and expenditure account	6,99,583	10,55,248

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

Expenses recognised under Employee benefit expenses	2,50,834	6,28,765
Amount charged under expenses related to LIIF Corpus fund	32,164	46,153
Amount charged under expenses related Access Assist	95,633	-
Amount charged under expenses related Access Holding Venture	52,711	1,67,503
Less: Sick leave included in leave encashment under Employee benefit	(2,68,241)	(2,12,827)
	6,99,583	10,55,248

**Actuarial assumptions**

Mortality Table	IALM 2006-08	IALM 2006-08
Discount Rate (per annum)	8.00%	8.50%
Expected Rate of increase in compensation levels	6.00%	6.00%
Expected Average remaining working lives of employees (years)	21.80	22.21

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.

**Sick Leave**

The Company has provided Rs. 1,412,395 for liability towards sick leave as at the balance sheet date (previous year Rs. 1,710,964). The current portion of liability is not determinable, hence the company has classified entire provision as non current liability.

**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, 2015.



**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 : Provision for overdue receivables**

The balances of loans and advances and other receivables are subject to confirmations. During the year the management has made provision of Rs. 2,953,205 in respect of certain overdue receivables.

In the opinion of the management, other current assets, loans and advances have a value on realization in ordinary course of business, at least equal to the amount at which they are stated.

**Note 30 : 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. 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-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 31 : Applicability of Schedule III of Companies Act, 2013**

These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act 2013. Previous year's figures have been regrouped and rearranged, wherever necessary, to confirm 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 : 30/08/2015

**For and on behalf of the Board of Directors**

**Vipin Sharma**

CEO

DIN: 02565320

Place : New Delhi

Date :

**Sanjeev Kumar Asthana**

Chairperson

DIN: 00048958

Place : New Delhi

Date :

