

**INDEPENDENT AUDITOR'S REPORT**

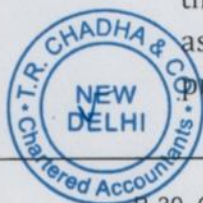
**To IAVI INDIA**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **IAVI INDIA** ("the Company"), which comprises the Balance Sheet as at March 31, 2014 and the Statement of Income & Expenditure for the period 27<sup>th</sup> Nov 2013 to 31<sup>st</sup> March 2014, and a summary of significant accounting policies and other explanatory information.

- 1. 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 Liaison Office in accordance with the Accounting Standards notified under Companies Act, 1956 ("the Act") read with General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013. 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.
- 2. 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 but not for the purpose of expressing an opinion on entity's internal control. 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 which we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### 3. 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:

- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31 March 2014;
- (ii) in the case of the Statement of Income & Expenditure ,of the Deficit for the period from 27<sup>th</sup> Nov 2013 to 31<sup>st</sup> March 2014.

### 4. Report on Other Legal and Regulatory Requirements

- i) The Companies (Auditor's Report) Order, 2003 issued by the Central Government in terms of Section 227 (4A) of The Companies Act, 1956 is not applicable to the Company, as it is a Company licensed to operate under Section 25 of the Companies Act, 1956.
- ii) As required by section 227(3) of The Companies Act 1956, 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 Liaison office so far as appears from our examination of those books;





**T. R. Chadha & Co.**

**Chartered Accountants**

- c) The Balance Sheet and Statement of Income & Expenditure, dealt with by this Report are in agreement with the books of account;
- d) the Balance Sheet and Statement of Income & Expenditure comply with the Accounting Standards notified under Companies Act, 1956 read with General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.

**For T.R. Chadha & Co.  
Chartered Accountants  
(Firm Regn. No. 006711N)**





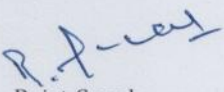

*Nirupma Dwivedi*

**(Nirupma Dwivedi)  
(Partner)  
M. No. 089429**

**Place: New Delhi  
Date: 28 June 2014**

**IAVI INDIA**  
(A Company incorporated under section 25 of The Companies Act, 1956  
(Now section 8 of The Companies Act 2013))

**BALANCE SHEET AS AT 31st MARCH '2014**

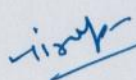

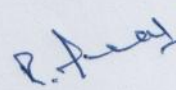

Particulars	Note No.	As at  31.03.14
(Amount in Rs.)		
<b>I. EQUITY AND LIABILITIES</b>		
<b>(1) Shareholders' funds</b>		
(a) Share capital	2	100,000
(b) Reserves & surplus		(97,674)
<b>(2) Current Liabilities</b>		
Current Liabilities	3	97,674
<b>TOTAL</b>		<b>100,000</b>
<b>(II.) ASSETS</b>		
Bank balance		100,000
<b>TOTAL</b>		<b>100,000</b>
Summary of significant accounting policies	1	
The accompanying notes are an integral part of the Financial Statements		
As per our report of even date attached For T.R.Chadha & Co. Chartered Accountants Firm Registration No. 006711N		For IAVI INDIA
 		
Nirupma Dwivedi (Partner) Membership No. 089429	Rajat Goyal ( Director) DIN: 03192623	Sandeep Mathur ( Director) DIN: 3502264
Place: New Delhi Date :- 28 June 2014	Place: New Delhi Date :- 28 June 2014	Place: New Delhi Date :- 28 June 2014



## IAVI INDIA

(A Company incorporated under section 25 of The Companies Act,1956  
(Now section 8 of The Companies Act 2013))

**STATEMENT OF INCOME AND EXPENDITURE FOR THE PERIOD ENDED 31ST MARCH,2014**

Particulars	Note No.	For the Period 27.11.13 to 31.03.14
(Amount in Rs.)		
<b>INCOME</b>		
Revenue From Operations		-
<b>Total</b>		-
<b>EXPENDITURE</b>		
Audit Fees		29,214
Other Expenses		68,460
<b>Total</b>		97,674
<b>Surplus/(Deficit) carried over to Balance Sheet</b>		(97,674)
<p>As per our report of even date attached For T.R.Chadha &amp; Co. Chartered Accountants Firm Registration No. 006711N</p>		
For IAVI INDIA		
  Nirupma Dwivedi (Partner) Membership No. 089429 Place: New Delhi Date :- 28 June 2014	 Rajat Goyal ( Director) DIN: 03192623 Place: New Delhi Date :- 28 June 2014	 Sandeep Mathur ( Director) DIN:3502264 Place: New Delhi Date :- 28 June 2014

## IAVI INDIA

(A Company incorporated under section 25 of The Companies Act, 1956 (Now section 8 of The Companies Act 2013))

### 1. Significant Accounting Policies

#### Corporate Information

- a) The company was incorporated in India on 27th Nov 2013 to promote and/or conduct, and/or to establish Centers of Excellence to promote, and/or conduct, scientific research & development towards designing, developing and clinical testing of safe, effective and accessible vaccines and other Biomedical tools of prevention for AIDS, for use in, but not limited to, India etc

Since the company was incorporated on 27.11.13, therefore these financial statement have been prepared for the period 27.11.13 to 31.03.2014.

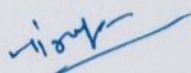
This is the first year of operations of the company, therefore previous year figures are not applicable.

#### Basis of preparation

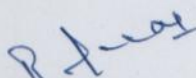
- b) The financial Statements are prepared under the historical cost convention, in accordance with Generally Accepted Accounting Principle in India, the provision of the Companies Act, 1956 and the mandatory Accounting Standards issued by The Institute of Chartered accountants of India (ICAI).
- c) The Accounts are prepared on going concern basis.

As per our report of even date attached  
For T.R.Chadha & Co.  
Chartered Accountants  
Firm Registration No. 006711N

For IAVI INDIA



Nirupma Dwivedi  
(Partner)  
Membership No. 089429  
Place: New Delhi  
Date :- 28 June 2014



Rajat Goyal  
(Director)  
DIN: 03192623  
Place: New Delhi  
Date :- 28 June 2014



Sandeep Mathur  
(Director)  
DIN:3502264  
Place: New Delhi  
Date :- 28 June 2014



## IAVI INDIA

(A Company incorporated under section 25 of The Companies Act, 1956 (Now section 8 of The Companies Act 2013))

### Notes to Accounts

For the period 27.11.2013 to 31.03.2014

2. The share capital of the company has been eroded. This is the first year of operations of the company and considering its business plans and projections, the accounts have been prepared on going concern basis.

### 3. Share Capital

As at 31.03.2014  
(Amount (in Rs.))

#### Authorised:

2500 Equity shares of Rs 1000 each

2,500,000

**Total**

**2,500,000**

#### Issued,Subscribed and fully paid-up

100 equity shares of Rs 1000 each

1,00,000

**Total**

**1,00,000**

#### a) Reconciliation of shares outstanding at the beginning and at the end of the reporting period.

#### EQUITY SHARES

Particulars	No of Shares	Amount (Rs)
At the beginning of the period	-	-
Issued during the period	100	1,00,000
Shares redeemed during the period	-	-
<b>Outstanding at the end of the period</b>	<b>100</b>	<b>1,00,000</b>

#### b) Rights, preference and restrictions attached to shares

The company has one class of equity shares having a par value of Rs. 1000 per share. Each shareholder is eligible for one vote per share held.

In the event of liquidation of the company, the holders of the equity shares will be entitled to receive assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.



**c) Details of shareholders holding more than 5% shares in the company**

	No. of Shares	% of holding
Rajat Goyal – Director	90	90.00%
Sandeep Mathur- Director	10	10.00%

As per the records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**4. Current Liabilities**

**As at 31.03.2014**  
**(Amount in Rs.)**

Due to Directors	68,460
Expenses Payable	29,214
<b>Total</b>	<b>97,674</b>

**5. Auditor's Remuneration**

**As at 31.03.2014**  
**(Amount in Rs.)**

Audit Fees (Inclusive of service tax)	29,214
<b>Total</b>	<b>29214</b>

**6. Related Party Disclosures**

A. Name of related parties and related party relationship.

**Related party with whom transactions have taken place during the period.**

Key Managerial Person - Mr. Rajat Goyal (Director) w.e.f 27 Nov 2013  
Mr. Sandeep Mathur (Director) w.e.f 27 Nov 2013

**As at 31.03.2014**  
**(Amount in Rs.)**

a) Due to Directors	
Mr. Rajat Goyal	34,230
Mr. Sandeep Mathur	34,230
<b>Total</b>	<b>68,460</b>

**7. Contingent Liabilities**

**As at 31.03.2014**  
**(Amount in Rs.)**

Claims against the Company not acknowledged as debt

NIL





8. Activity In Foreign Currency

As at 31.03.2014

(Amount (in Rs.))

- (a) Earning in Foreign Exchange  
(b) Expenditure in Foreign Exchange

NIL

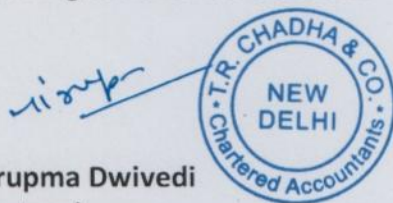
NIL

9. In the opinion of the board, current assets, loans and advances have value on realisation in the ordinary course of business at equal to the amount at least which they are stated.

10. The expenses relating to incorporation of the company has been shown under the head "Other Expenses" in Statement of Income & Expenditure. These expenses were incurred prior to incorporation of the company.

As per our report of even date attached  
For T.R.Chadha & Co.  
Chartered Accountants  
Firm Registration No. 006711N

For IAVI INDIA



Nirupma Dwivedi  
(Partner)  
Membership No. 089429  
Place: New Delhi  
Date :- 28 June 2014

Rajat Goyal  
(Director)  
DIN: 03192623  
Place: New Delhi  
Date :- 28 June 2014

Sandeep Mathur  
(Director)  
DIN: 3502264  
Place: New Delhi  
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