



## Independent Auditor's Report

To the Members of IAVI India

## Report on the Financial Statements

We have audited the attached financial statements of **IAVI India** Company registered under Section 25 of Companies Act, 1956 ("now Section 8 of Companies Act, 2013"), which comprises the Balance Sheet as at March 31, 2017, the Statement of Income and Expenditure, and the Cash Flow Statement for the year 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 matter stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting



T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28<sup>th</sup> December, 2015

**Corporate Office :** B-30, Connaught Place, Kuthiala Building, New Delhi-110001

Phone : 43259900, Fax : 43259930, E-mail : delhi@trchadha.com

**Regd. Office :** Suite No. 11A, 2<sup>nd</sup> Floor, Gobind Mansion, H-Block, Connaught Circus, New Delhi - 110001

Phone : 011 41513069 / 41513189



policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at March 31, 2017, and its deficit and its cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

Since the company is, a company licensed to operate under section 8 of the Companies Act, therefore, The Companies (Auditor's Report) Order, 2016("the order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable.

1. 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, Statement of Income and Expenditure 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 Rule 7 of Companies (Accounts) Rule 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, clause (i) of sub-section (3) of Section 143 of the Act is not applicable to the Company, in accordance with notification no. 583(E) dated 13th June, 2017 issued by Ministry of Corporate Affairs, since the company's turnover is not more than rupees fifty crores as per latest audited financial statement and aggregate borrowings from



T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28<sup>th</sup> December, 2015

**Corporate Office :** B-30, Connaught Place, Kuthiala Building, New Delhi-110001

Phone : 43259900, Fax : 43259930, E-mail : delhi@trchadha.com

**Regd. Office :** Suite No. 11A, 2<sup>nd</sup> Floor, Gobind Mansion, H-Block, Connaught Circus, New Delhi - 110001

Phone : 011 41513059 / 41513189



# T R Chadha & Co LLP

Chartered Accountants



banks or financial institutions or any body corporate is not more than rupees twenty five crore at any point of time during the financial year.

- g) 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:
- There are no pending litigation affecting the financial position of the company.
  - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - The Company has provided requisite disclosures in the financial statements (refer Note No. 14), as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management.

For T R Chadha & Co LLP  
Chartered Accountants  
(Firm Registration No -006711N/ N500028)

Surender Kumar  
(Partner)  
Membership No. 082982



Place: New Delhi  
Date: September 04, 2017

T R Chadha & Co., a partnership firm converted into T R Chadha & Co LLP  
(A limited liability partnership with LLP Identification No. AAF-3926) with effect from 28<sup>th</sup> December, 2015

**Corporate Office :** B-30, Connaught Place, Kuthiala Building, New Delhi-110001

Phone : 43259900, Fax : 43259930, E-mail : delhi@trchadha.com

**Regd. Office :** Suite No. 11A, 2<sup>nd</sup> Floor, Gobind Mansion, H-Block, Connaught Circus, New Delhi - 110001

Phone : 011 41513059 / 41513169

# IAVI INDIA

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

## BALANCE SHEET AS AT 31ST MARCH,2017

	Particulars	Note No.	As at 31 March 2017	As at 31 March 2016
I.	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' Funds</b>			
(a)	Share capital	2	100,000	100,000
(b)	Reserves and surplus	3	(173,331)	(140,544)
2	<b>Current Liabilities</b>			
(a)	Other current liabilities	4	2,685,025	1,141,808
	<b>TOTAL</b>		<b>2,611,694</b>	<b>1,101,264</b>
II.	<b>ASSETS</b>			
1	<b>Non-Current Assets</b>		-	-
2	<b>Current Assets</b>			
(a)	Cash and Cash Equivalents	5	1,655,836	172,673
(b)	Other current assets	6	955,858	928,591
	<b>TOTAL</b>		<b>2,611,694</b>	<b>1,101,264</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 LLP

CHARTERED ACCOUNTANTS

(Firm regd No: 036711N/0N50028)



Surinder Kumar

(Partner)

Mt. No. 082982



Place: New Delhi

Date: 04th September 2017

For IAVI INDIA





Rajat Goyal

(Director)

DIN :03192623

Place: New Delhi

Date: 04th September 2017



Sandeep Mathur

(Director)

DIN :3502264

Place: New Delhi

Date: 04th September 2017

# IAVI INDIA

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

## STATEMENT OF INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH,2017

Amount(Rs.)

Particulars	Note no.	For the Year Ended	
		31.03.2017	31.03.2016
<b>INCOME</b>			
Grant Received	7	7,136,776	2,562,851
Total		7,136,776	2,562,851
<b>EXPENDITURE</b>			
Employee Cost	8	45,040	-
Administrative Expenses	9	7,124,523	2,667,373
		7,169,563	2,667,373
Surplus/(Deficit) carried over to Balance Sheet		(32,787)	(104,522)

As per our report of even date attached

For T R CHADHA & Co LLP

CHARTERED ACCOUNTANTS

(Firm regd No: 006711N/ON500028)

*Surender Kumar*

Surender Kumar

(Partner)

M. No. 082982



Place: New Delhi

Date: 4th September 2017

For IAVI INDIA



*Rajat Goyal*

Rajat Goyal

(Director)

DIN :03192623

Place: New Delhi

Date: 4th September 2017

*Sandeep Mathur*

Sandeep Mathur

(Director)

DIN :3502264

Place: New Delhi

Date: 4th September 2017

# IAVI INDIA

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

Statement of Cash Flow			
		For the year ended 31.03.2017	For the year ended 31.03.2016
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>			
Surplus/(Deficit)		(32,787)	(594,373)
Adjustments for:			
Depreciation		-	-
Preliminary Expenses w/off		-	-
Operating Profit before Working Capital Changes		(32,787)	(594,373)
Adjustments for:			
Decrease/(Increase) in Receivables		(519,293)	63,203
Decrease/(Increase) in Inventories		-	-
Increase/(Decrease) in Payables		2,035,244	31,691
Cash generated from operations		1,483,163	(499,479)
Income Tax paid		-	-
Net Cash flow from Operating activities		1,483,163	(499,479)
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Fixed Assets		-	-
Mutual Fund		-	-
Sale of Fixed Assets		-	-
Net Cash used in Investing activities		-	-
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from Long term Borrowings		-	-
Interest paid		-	-
Net Cash used in financing activities		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)</b>		1,483,163	(499,479)
<b>CASH AND CASH EQUIVALENTS AS AT Beginning</b>		172,673	672,152
<b>CASH AND CASH EQUIVALENTS AS AT Closing</b>		1,655,836	172,673

Summary of Significant accounting Policies

The accompanying notes are an integral part of the Financial Statements

As per our report of even date attached

For T R CHADHA & Co LLP

CHARTERED ACCOUNTANTS

(Firm regd No: 0867114/00300028)

*Surender Kumar*

Surender Kumar

(Partner)

M. No. 082982



Place: New Delhi

Date: 04th September 2017



For IAVI INDIA

*Rajat Goyal*

Rajat Goyal

(Director)

DIN :03192623

Place: New Delhi

Date: 04th September 2017

*Sandeep Mathur*

Sandeep Mathur

(Director)

DIN :3502264

Place: New Delhi

Date: 04th September 2017



## IAVI INDIA

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

### 1. Significant Accounting Policies

#### a) Corporate Information

a) The Company was incorporated in India on 27th Nov 2013 to promote and/or conduct, and / or to establish centres 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 various diseases of public health interest in India including AIDS.

It is the subsidiary company of "International AIDS Vaccine Initiative Inc.", USA as per Article 73 of its Articles of Association.

The company has been granted registration u/s 12A of Income Tax Act, 1961 vide registration number DEL-IR24095-27112014/4057 dated 24/11/2014 and exemption u/s 80G of Income Tax Act, 1961 vide registration number DEL-IE25704-27112014/5752 dated 27/11/2014

#### b) Basis of Preparation

These financial statements have been prepared and presented on a going concern basis under the historical cost convention, on the accrual basis of accounting and to comply with the Accounting Standards prescribed by the Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013, as adopted consistently by the Company.

#### c) Use of Estimates

Preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

#### d) Going Concerns

The accounts of the Company have been prepared on the basis that the Company is a going concern.

#### g) Grants

Grants received are recognized on the cash basis in the Income & Expenditure statement. Grants received for Specific purpose is utilised over the period, as per contract, to match with the related expenditure to be incurred.

#### e) Provisions

Provision is recognized when an enterprise has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate.

#### f) Contingent Liability

Contingent liabilities are determined on the basis of available information and are disclosed by way of Notes to Accounts.

As per our report of even date attached  
For T R CHADHA & Co LLP  
CHARTERED ACCOUNTANTS  
(Firm regd No 606711N/0080028)

Surender Kumar  
(Partner)  
M. No. 082982  
Place: New Delhi  
Date: 04th September 2017



For IAVI INDIA

Rajat Goyal  
(Director)  
DIN : 03192623  
Place: New Delhi  
Date: 04th September 2017

Sandeep Mathur  
(Director)  
DIN : 3502264  
Place: New Delhi  
Date: 04th September 2017

**IAVI INDIA**

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

**Notes to Accounts****2. Share Capital**

	As at 31.03.2017 Amount (in Rs.)	As at 31.03.2016 Amount (in Rs.)
<b>Authorised:</b>		
2500 Equity Shares of Rs 1000 each	2,500,000	2,500,000
<b>Total</b>	<u>2,500,000</u>	<u>2,500,000</u>
<b>Issued, Subscribed and fully paid-up</b>		
100 Equity Shares of Rs 1000 each	100,000	100,000
<b>Total</b>	<u>100,000</u>	<u>100,000</u>

**a) Reconciliation of Shares outstanding at the beginning and at the end of the reporting period.**

	31st March 2017		31st March 2016	
<b>EQUITY SHARES</b>	No. of Shares	Amount (Rs)	No. of Shares	Amount (Rs)
At the beginning of the period	100	100,000	100	100,000
Issued during the period	-	-	-	-
Shares redeemed during the period	-	-	-	-
Outstanding at the end of the period	<u>100</u>	<u>100,000</u>	<u>100</u>	<u>100,000</u>

**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.

If on the Winding up or dissolution of a company registered under this section, there remains, after the satisfaction of its debts & liabilities, any asset, they may be transferred to another company registered under this section and having similar

objects, subject to such conditions as the Tribunal may impose, or may be sold & proceeds thereof credited to the Rehabilitation and Insolvency Fund formed under section 269.

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

	31st March 2017		31st March 2016	
	No. of Shares	% of holding	No. of Shares	% of holding
Rajni Goyal-Director	90	90%	90	90%
Sandeep Mathur-Director	10	10%	10	10%



*P. J. J.*



*Walter*



### 3. Reserves & Surplus

Surplus/(deficit) in the statement of profit & loss  
Opening Balance  
Surplus/ (Deficit) for the year  
Closing Balance

As at 31.03.2017  
Amount (in Rs.)

As at 31.03.2016  
Amount (in Rs.)

Total Reserves and Surplus

### 4. Other Current Liabilities

Due to Directors  
Duties and Taxes Payable  
Expenses Payable  
Grants Refundable  
Unutilized Grant  
Total

As at 31.03.2017  
Amount (in Rs.)

As at 31.03.2016  
Amount (in Rs.)

### 5. Cash and Cash Equivalents

Balances with banks  
Cash in Hand  
Total

As at 31.03.2017  
Amount (in Rs.)

As at 31.03.2016  
Amount (in Rs.)

### 6. Other Current Assets

Loans & Advances  
Grants Receivable  
TDS Recoverable  
Total

As at 31.03.2017  
Amount (in Rs.)

As at 31.03.2016  
Amount (in Rs.)

### 7. Grant/Donation Received

Grant Received from Biotechnology Industry Research Assistance council  
Grant Received from Department of Science and Technology  
Grant Received from Department of Biotechnology (DBT)  
Biomeric Core Investments Pvt. Ltd.  
KNIT  
Total

For the Year Ended  
31.03.2017  
Amount (in Rs.)

31.03.2016  
Amount (in Rs.)

### 8. Employee Cost

Salary Expense

For the Year Ended  
31.03.2017  
Amount (in Rs.)

31.03.2016  
Amount (in Rs.)

### 9. Other Administrative Expenses

Legal & Professional Charges  
Repair & Maintenance  
-Computers  
-Office  
-Others  
Payment to Subcontractors  
Travelling Expenses  
Rent  
Audit Fees  
Workshop Expenses  
Bank Charges  
Postage and Courier  
Communication Expenses  
Other Expenses  
Printing and Stationary  
Staff Welfare Expense  
Total

For the Year Ended  
31.03.2017  
Amount (in Rs.)

31.03.2016  
Amount (in Rs.)



**10. Auditor's Remuneration**

Audit Fees (Inclusive of Service tax)  
Total

For the Year Ended  
31.03.2017  
Amount (in Rs.)

For the Year Ended  
31.03.2016  
Amount (in Rs.)

30,680	29,770
30,680	29,770

**11. Related Party Disclosures**

A. Name of related parties and related party relationship.

**Key Managerial Person**

Mr. Rajat Goyal (Director)  
Mr. Sandeep Mathur (Director)

For the Year Ended  
31.03.2017  
Amount (in Rs.)

For the Year Ended  
31.03.2016  
Amount (in Rs.)

a) Due to Directors  
Mr. Rajat Goyal  
Mr. Sandeep Mathur  
Total

34,230	34,230
34,230	34,230
68,460	68,460

**12. Contingent Liability**

Claims against the company not acknowledged as debt

As at 31.03.2017  
Amount (in Rs.)

As at 31.03.2016  
Amount (in Rs.)

For the Year Ended  
31.03.2017  
Amount (in Rs.)

For the Year Ended  
31.03.2016  
Amount (in Rs.)

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

Total

110,233	-
110,233	-

14. Notes in pursuant to Schedule-III of the Companies Act, 2013 for "Specified Bank Notes (SBN)" held and transacted during the period from 8th November, 2016 to 30th December, 2016:

Particulars	SBNs	Other denominations on notes	Total
Closing cash in hand as on 08.11.2016	-	-	-
(+) Permitted Receipts	-	5,000	5,000
(-) Permitted Payments	-	1,249	1,249
(-) Amount Deposited in Bank	-	-	-
Closing cash in hand as on 30.12.2016	-	3,751	3,751

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

As per our report of even date attached.

For T R CHADHA & Co LLP  
CHARTERED ACCOUNTANTS  
(Firm regd No: 096711N/EN90028)

Suzender Kumar  
(Partner)  
M. No. 052982  
Place: New Delhi  
Date: 04th September 2017



For LAVI INDIA

Rajat Goyal  
(Director)  
DIN : 03192623  
Place: New Delhi  
Date: 04th September 2017

Sandeep Mathur  
(Director)  
DIN : 2002264  
Place: New Delhi  
Date: 04th September 2017

**IAVI INDIA**

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

Groupings for the period ended 31.3.2017

Other Current Liabilities	As at 31.03.2017 Amount (Rs)	As at 31.03.2016 Amount (Rs)
Duties and Taxes Payable		
TDS (Professionals Services)	140	36,168
TDS (Contracts to Others)	34,162	
TDS (Rent of Land)	15,000	
TDS Payable (Others)	-	191
Expenses Payable		
Kowality Express	782	-
Cine Centre Communication	-	3,312
Luke Elizabeth Hanna	-	845
Moets Catering Service	-	83,292
Tarun Bhatnagar	-	748
Ishwar Gilada	-	10,400
Employee Contribution to PF	3,983	
KRISHAN KUMAR	-	
NIL India Private Limited	3,434	
Pritha Aggarwal	47,700	
Shweta Chatrath	47,700	
Anant Bhan	36,831	
Aqua Corporate Services	3,515	
Biopeople India	120,702	
CMC VELLORE ASSOCIATION	5,000	
HDFC BANK CREDIT CARD NO 5522 7481 0212	9,921	
Inspire Infrsolutions Privat	15,791	
Ishhar Enterprises	8,280	
Jessy Joseph	42,307	
Joyeeta Mukherjee	90,000	

**Short Term Loan and Advances**

M A Associates

As at 31.03.2017 Amount (Rs)	As at 31.03.2016 Amount (Rs)
924	924



P. Prasad



*[Signature]*



# Statement of Computation of Income

Name **IAMI INDIA**  
Address Plot No 4, Factory Road, Ansari  
Nagar West, Near Saidpurjung  
Hospital, New Delhi-110029  
Status Section 8 Company  
Financial Year 2016-2017  
Assessment Year 2017-2018  
PAN AADCI4069F

Amount(Rs)

## Income from Business or Profession

Grant Received during the year	8,365,000
Less: 15% of Accumulation u/s 11	1,195,437
Balance	7,169,563
Less: Amount spent for charitable activities during the year	7,169,563
(Deficit)/Balance to be accumulated u/s 11(2)	0

Head	CY	PY	
Grant Income	7,136,776		
Grants Refundable	509,477	(509,477)	
Unutilized Grant	1,585,336	(369,505)	(878,982)
Grants Receivable	(915,274)	927,667	927,667
	8,316,315	48,685	8,365,000

Amount Recived	8,365,000
Less:	
Grants Refundable	(509,477)
Unutilized Grant	(1,585,336)
Add:	
Grants Receivable	915,274
	7,185,461
Previous Year	
Grants Receivable	(927,667)
Grant Unutilised	878,982
	7,136,776

