

# **MKCL KNOWLEDGE FOUNDATION**

CIN: U74900PN2014NPL152468



## **2<sup>ND</sup> ANNUAL REPORT**

**2015-2016**



## **BOARD OF DIRECTORS**

Mr. Vivek Sawant	Chairman
Mr. Manoj Narvekar	Nominee Director
Ms. Komal Chaubal	Nominee Director
Ms. Veena Kamath	Nominee Director
Dr. Aatul Wadegaonkar	Nominee Director

## **AUDITORS**

M/s M.R. Mate & Associates, Chartered Accountants.

## **BANKERS**

State Bank of India and Axis Bank

## **REGISTERED OFFICE**

ICC Trade Tower, 'B' Wing, 5<sup>th</sup> Floor,  
Senapati Bapat Road, Shivajinagar,  
Pune 411 016, India.  
Tel. 020 25631300/301

## DIRECTORS' REPORT

### To the Members of MKCL Knowledge Foundation

Your Directors are pleased to present the 2<sup>nd</sup> Annual Report on the operations of the Company together with the Audited Accounts for the year ended March 31, 2016.

### 1.0 FINANCIAL HIGHLIGHTS

The summary of the financial results for the period ended March 31, 2016 are summarized below:

Particulars	2015-2016 (in Rs.)	2014-2015 (in Rs.)
Excess of income over expenditure before interest, depreciation and tax	22,26,436	(63,512)
Less : Interest	--	--
Depreciation	--	--
Excess of income over expenditure before Taxes	22,26,436	(63,512)
Less : Provision for Current Tax	--	--
Provision for Deferred Tax	--	--
Excess of income over expenditure after Taxes	22,26,436	(63,512)
Excess of income carried to Reserves and Surplus	22,26,436	(63,512)

### 2.0 REPORT ON OPERATIONS

#### 2.1 Introduction:

MKCL Knowledge Foundation is a not for profit organization incorporated on September 10, 2014 under the Companies Act, 2013.

#### 2.2 Equity Profile and Board:

The Company is a wholly owned subsidiary of Maharashtra Knowledge Corporation Limited (MKCL). The Board currently comprises of Nominee Directors appointed by MKCL.

#### 2.3 Transformative Programs of MKCL Knowledge Foundation

MKCL Knowledge Foundation's (MKCLKF) Transformation Programs are divided into 3 verticals

- A. Educational Transformation Program
- B. Knowledge Based Social Reconstruction Program
- C. Maha Jagruti Abhiyan

**A. Educational Transformation Program:** The objective of this program is to explore and perform such activities which would lead to educational transformation and would help in enhancing the quality of education in the society.

**a) Maharashtra Olympiad Movement (MOM) :** MOM was originally a program implemented by MKCL and the Company has been carrying on the program MOM. In year the 2015-2016, the participation of total students was 26,688 from about 36 districts of Maharashtra for Level 1 examination. Over 5,500 students were eligible for Level 2 examination and further 72 meritorious students became eligible for State Level Nurturance Camp. 630 meritorious students were eligible for District Level Nurturance Camp based on their performance in these examinations.

**b) Indian Culture Olympiad:** MKCLKF has initiated this new Olympiad in academic collaboration with Pradnya Pathshala, Wai. The Program aims at creating awareness among school children about India's rich and varied cultural heritage in the field of Arts, Science, Literature, Philosophy, Sports, Education, etc.

**c) E-Test:** MKCLKF has developed e-test on the lives and contribution of eminent personalities. This concept of E-test was endeavored to keep alive in the minds of young children the contribution of such eminent personalities to the society and

further motivate them to follow their footprints and help develop a better society. During the year under report, 25 such e-tests were developed.

**d) Academic content development :** MKCLKF is developing subject-wise and standard-wise question banks and related academic content. This initiative aims to inculcate the habit of facing challenges and improving the quality of education by enhancing self-learning pattern amongst the students.

**e) Project Shikshan Pandhari:** This project is funded by Rajiv Gandhi Science and Technology Commission. Under this project, 4 schools in Pandharpur Taluka in Maharashtra have participated. Our academic team has developed Open Education Resources (OERs) for std. 9 and these are being very well received in these schools. Regular interaction with students and teachers was conducted through video conference.

**f) Nirman:** NIRMAN is a concept initiated by eminent Social Scientists Dr. Abhay Bang and Dr. Rani Bang. It is designed to identify, nurture and organize the young change makers to solve various societal challenges. It is an educational process to train the youth to take up crucial issues and problems in the society. This year various camps for Medical Graduates and Engineering Graduates were organized separately in Gadchiroli. This year Nirman associates also participated in drought eradication program and offered support through their respective domain. In FY 2015-16, this activity was undertaken by MKCL as its CSR project and had entrusted MKCLKF as the implementation Agency for the same.

**g) Kumar Nirman:** To identify and nurture social intelligence in school children, this activity has been initiated by Dr. Abhay Bang. The participants join as groups and perform various socially useful activities and demonstrate them in the regional workshops. They are guided, supported, motivated and encouraged to pursue the cause. This year, 48 teams of 510 students participated in this activity. The participants were from 21 districts of Maharashtra. In FY 2015-16, this activity was undertaken by MKCL as its CSR project and had entrusted MKCLKF as the implementation Agency for the same.

**B. Knowledge Based Social Reconstruction Program:** The objective of this program is to search and provide knowledge based solutions in the field of agriculture, water-management and village transformation.

**a) Sanjivak Sheti :** The Sanjivak Sheti project is in response to the severe multi-dimensional problems faced by farmers in the State of Maharashtra. We are attempting to explore solutions to achieve sustainable, affordable and profitable farming in various agro climate zones using fundamental science, appropriate technology and management practices underlying sustainable agriculture. This is done in collaboration with Chetana Vikas Wardha. Activities are carried out with farmers from all agro-climatic zones of Maharashtra.

**b) Village Transformation Program :** Your Company, alongwith the Advanced Center for Water Resources Development and Management (ACWADAM), a well-known NGO in the field of ground water management have been working in villages of North Maharashtra, Marathwada and Vidarbha regions in Maharashtra to spread literacy about water management of villages.

**c) Custom Hiring Center:** Custom Hiring Centers ('CHC') is an activity to support small and marginal farmers with modern machinery and implements on their farms at affordable rates. This would further help them in improving their productivity and yield. In FY 2015-16, this activity was undertaken by MKCL as its CSR project and had entrusted MKCLKF as the implementation Agency for the same. MKCLKF implemented setting up CHC in village Nalawane of Tal. Junnar in the District of Pune.

**C. Maha Jagruti Abhiyan :** The objective of this program is to create awareness about social issues such as Swachh Bharat Abhiyan, Save the Girl Child, Drought Eradication, Conservation of Environment and Constitution of India. Your Company has created academic content and e-test to develop sensitivity about these issues among school and college students.

### 3.0 EXTRACT OF ANNUAL RETURN

3.1 The extract of Annual Return for the Financial Year 2015-16 in Form MGT-9, has been enclosed with this report as 'Annexure-1'

### 4.0 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

4.1 The Company during the year under report has not-

- (a) given any loan to any person or other body corporate;
- (b) given any guarantee or provided security in connection with a loan to any other body corporate or person; and
- (c) acquired by way of subscription, purchase or otherwise, the securities of any other body corporate.

## **5.0 PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

5.1 During the period under review, the Company has entered into an arrangement with related party namely Maharashtra Knowledge Corporation Limited (MKCL) which is the 100% holding company for -

- (a) availing “Business Center Facilities” i.e. use of MKCL’s Office space (on seat basis) & Infrastructure facilities for carrying out objectives/ activities.
- (b) being Implementation Agency of MKCL for implementation of MKCL’s agreed CSR projects.

## **6.0 FIXED DEPOSITS**

6.1 The Company did not accept any fixed deposits during the period under review. As such, no deposits were outstanding as on March 31, 2016.

## **7.0 DIRECTORS**

### **7.1 Directors Retiring By Rotation**

Mr. Vivek Sawant (DIN:00002285) and Ms. Veena Kamath (DIN: 06454315), Directors of the Company retire at the ensuing 2<sup>nd</sup> Annual General Meeting and being eligible offer themselves for re-appointment.

### **7.2 Changes in Directors**

During the year under report, there were change in nominations by Maharashtra Knowledge Corporation Limited (MKCL) and accordingly -

- Ms. Veena Kamath was appointed in place of Mr. Uday Panchpor
- Dr. Aatul Wadegaonkar was appointed in place of Mr. Narendra Khot

with effect from July 09, 2015 as MKCL’s nominees on Board of the Company.

The company has not yet appointed any Key Managerial Personnel.

## **8.0 AUDITORS**

8.1 During the year under report, M. R. Mate & Associates were appointed as Statutory Auditors of the company from the conclusion of the 1<sup>st</sup> Annual General Meeting until the conclusion of the 6<sup>th</sup> Annual General Meeting subject to ratification by the members at every Annual General Meeting. Further, Letter no. P:MKCLKF:StatutoryAuditor.1:2016-17 dated April 13, 2016 was sent vide email to the Auditor requesting their consent for re-appointment and eligibility certificate for being re-appointed as Statutory Auditor for F.Y. 2016-2017. The company received a letter dated June 06, 2016 from the Statutory Auditors M/s. M R Mate & Associates expressing their unwillingness to be re-appointed as Statutory Auditors of the Company for conducting the audit of the Accounts of the Company for Financial Year 2016-2017 onwards due to personal reasons. The Board therefore approached M/S. P.V. Page & Associates, Chartered Accountants, for their appointment as Statutory Auditors of the Company . The Company has received the consent, eligibility and proposed terms of appointment from M/S. P.V. Page & Associates, Chartered Accountants vide letter dated June 15, 2016.

## **9.0 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

### **9.1 Conservation Of Energy, Technology Absorption**

The Company is not involved in manufacturing and production sector. However, wherever possible, necessary measures are taken for conservation of energy.

### **9.2 Foreign Exchange Earnings and Outgo**

During the period under review, there was no foreign exchange earnings and foreign exchange outgo.

## 10.0 MEETINGS OF THE BOARD

10.1 During the period under Report, 6 (six) meetings of Board of Directors were held.

The dates on which the Board Meetings were held and the attendance of the Directors at the said Meetings are as under:

Name of Director	Category	Board Meeting Dates					
		11.05.2015	12.06.2015	09.07.2015	18.08.2015	27.11.2015	12.01.2016
Mr. Vivek Sawant	Nominee Director	Attended	Attended	Attended	Attended	Attended	Attended
Mr. Manoj Narvekar	Nominee Director	Leave of absence	Attended	Attended	Attended	Attended	Attended
Ms. Komal Chaubal	Nominee Director	Attended	Attended	Attended	Attended	Attended	Attended
Mr. Uday Panchpor	Nominee Director	Attended	Attended	Attended	Ceased as Director	Ceased as Director	Ceased as Director
Mr. Narendra Khot	Nominee Director	Leave of absence	Leave of absence	Attended	Ceased as Director	Ceased as Director	Ceased as Director
Ms. Veena Kamath	Nominee Director	---	---	---	Leave of absence	Attended	Attended
Dr. Aatul Wadegaonkar	Nominee Director	---	---	---	Attended	Leave of absence	Attended

## 11.0 RISK MANAGEMENT POLICY

11.1 The Company being a not for profit organisation, working in the interest of the society and community, presently does not foresee any risk factors affecting the activities of the Company.

## 12.0 DIRECTORS' RESPONSIBILITY STATEMENT

12.1 In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- in the preparation of the annual accounts for the period year ended 31st March, 2016, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2016 and of the surplus of the Company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detect ing fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

For and on behalf of the Board of Directors

Place: Pune, INDIA.  
Date: July 22 , 2016

Vivek Sawant  
Chairman  
DIN:00002285

## Annexure I

Form No. MGT-9

### EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31<sup>st</sup> March, 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

#### I. REGISTRATION AND OTHER DETAILS:

i) CIN:	U74900PN2014NPL152468
ii) Registration Date:	10.09.2014
iii) Name of the Company:	MKCL Knowledge Foundation
iv) Category / Sub-Category of the Company:	Public-Indian Non-Government Company
v) Address of the Registered office and contact details:	ICC Trade Tower, 'B' Wing, 5 <sup>th</sup> Floor, Senapati Bapat Road, Shivajinagar, Pune-411016. Contact No.: +91-20-40114500/501.
vi) Whether listed company Yes / No:	No
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any :	NA

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-NA

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	----	----	----
2	----	----	----

#### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No.	Name and Address of the Company	CIN/GLN	Holding/Subsidiary/ Associate	% of shares held	Applicable Section
1	Maharashtra Knowledge Corporation Limited	U80302PN2001PLC135348	Holding company	100%	2(87)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) State Govt. (s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bodies Corp.	NIL	20,00,000	20,00,000	100%	NIL	20,00,000	20,00,000	100%	NIL
e) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any Other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>Sub-total (A) (1):-</b>	<b>NIL</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>
<b>(2) Foreign</b>									
a) NRIs- Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Other Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Any Other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>Sub-total (A) (2):-</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	<b>NIL</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) State Govt.(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g) FIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>Sub-total (B)(1):-</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL



ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(2):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total Public Shareholding (B)=(B)(1)+ (B)(2)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
C. Shares held by Custodian for GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)	NIL	20,00,000	20,00,000	100%	NIL	20,00,000	20,00,000	100%	NIL

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged/encumbered to total shares	
1	Maharashtra Knowledge Corporation Limited represented by Mr. Vivek Sawant	19,99,940	99.997%	NIL	19,99,940	99.997%	NIL	NIL
2	Maharashtra Knowledge Corporation Limited represented by Mr. Manoj Narvekar	10	0.0005%	NIL	10	0.0005%	NIL	NIL
3	Maharashtra Knowledge Corporation Limited represented by Ms. Komal Chauhal	10	0.0005%	NIL	10	0.0005%	NIL	NIL
4	Maharashtra Knowledge Corporation Limited represented by Ms. Veena Kamath	10	0.0005%	NIL	10	0.0005%	NIL	NIL

5	Maharashtra Knowledge Corporation Limited represented by Mr. Neelendra Prabhu	10	0.0005%	NIL	10	0.0005%	NIL	NIL
6	Maharashtra Knowledge Corporation Limited represented by Mr. Abhijeet Kulkarni	10	0.0005%	NIL	10	0.0005%	NIL	NIL
7	Maharashtra Knowledge Corporation Limited represented by Mr. Sammeer Rane	10	0.0005%	NIL	10	0.0005%	NIL	NIL
	<b>Total</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>	<b>20,00,000</b>	<b>100%</b>	<b>NIL</b>	<b>NIL</b>

(iii) Change in Promoters' Shareholding (please specify, if there is no change): NA

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	----	----	----	----
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc.)	----	----	----	----
	At the End of the year	----	----	----	----

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): NA

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	----	----	----	----
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc.)	----	----	----	----
	At the End of the year ( or on the date of separation, if separated during the year)	----	----	----	----

(v) Shareholding of Directors and Key Managerial Personnel: NA

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	At the beginning of the year	----	----	----	----
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	----	----	----	----
	At the End of the year	----	----	----	----

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	----	----	----	----
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	----	----	----	----
<b>Change in Indebtedness during the financial year</b>				
(+) Addition	----	----	----	----
(-) Reduction				
<b>Net Change</b>	----	----	----	----
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	----	----	----	----
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>	----	----	----	----

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: NA

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	----	----	----	----	----
2.	Stock Option	----	----	----	----	----
3.	Sweat Equity	----	----	----	----	----
4.	Commission - as % of profit - others, specify...	----	----	----	----	----
5.	Others, please specify	----	----	----	----	----
	Total (A)	----	----	----	----	----
	Ceiling as per the Act	----	----	----	----	----

B. Remuneration to other directors: NA

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
	3. Independent Directors (+) Fee for attending board / committee meetings (+) Commission (+) Others, please specify	----	----	----	----	----
	<b>Total (1)</b>	----	----	----	----	----
	4. Other Non-Executive Directors (+)Fee for attending board / committee meetings (+)Commission (+) Others, please specify	----	----	----	----	----
	<b>Total (2)</b>	----	----	----	----	----
	<b>Total (B)=(1+2)</b>	----	----	----	----	----
	Total Managerial Remuneration	----	----	----	----	----
	Overall Ceiling as per the Act	----	----	----	----	----

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD: NA

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	----	----	----	----
2.	Stock Option	----	----	----	----
3.	Sweat Equity	----	----	----	----
4.	Commission - as % of profit - others, specify...	----	----	----	----
5.	Others, please specify	----	----	----	----
	<b>Total</b>	----	----	----	----

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NA

Type	Section of The Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	----	----	----	----	----
Punishment	----	----	----	----	----
Compounding	----	----	----	----	----
<b>B. DIRECTORS</b>					
Penalty	----	----	----	----	----
Punishment	----	----	----	----	----
Compounding	----	----	----	----	----
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	----	----	----	----	----
Punishment	----	----	----	----	----
Compounding	----	----	----	----	----

For and on behalf of the Board of Directors

Vivek Sawant  
Chairman  
DIN:00002285

Place: Pune, INDIA.  
Date: July 22, 2016

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

### 1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

- (a) Name(s) of the related party and nature of relationship
- (b) Nature of contracts/arrangements/transactions
- (c) Duration of the contracts / arrangements/transactions
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) date(s) of approval by the Board
- (g) Amount paid as advances, if any:
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188

### 2. Details of material contracts or arrangement or transactions at arm's length basis:

- (a) Name(s) of the related party and nature of relationship : Maharashtra Knowledge Corporation Limited (MKCL). 100% Holding Company
- (b) Nature of contracts/arrangements/transactions : Business Center Facilities
- (c) Duration of the contracts / arrangements/transactions : from 01st August, 2015 to 31st July, 2020.
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: As below\*
- (e) Date(s) of approval by the Board, if any: June 12, 2015
- (f) Amount paid as advances, if any: Nil

\*The amount paid to MKCL during the financial year 2015-16 under this arrangement is Rs. 25,86,978/-. The said amount has been paid towards office space (on seat basis), infrastructure facilities (including requisite furniture, fixtures and fittings), Internet connections and telecommunication facilities, computing facilities, adequate power back-up, other related infrastructural facilities, and basic amenities like water, sanitation facilities, housekeeping, electrical maintenance, maintenance of Air conditioners, reasonable hospitality, security, etc. (hereinafter referred as "Business Center Facilities") on "as is basis".

- (a) Name(s) of the related party and nature of relationship : Maharashtra Knowledge Corporation Limited (MKCL). 100% Holding Company
- (b) Nature of contracts/arrangements/transactions : Company as CSR Implementation Agency for MKCL
- (c) Duration of the contracts / arrangements/transactions : from 01<sup>st</sup> April,2015 to 31<sup>st</sup> March, 2016.
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any : Rs.22,50,000/- paid by MKCL as CSR Implementation Agency charges
- (e) Date(s) of approval by the Board, if any: June 12, 2015
- (f) Amount paid as advances, if any: Nil

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

**Vivek Sawant  
Chairman  
DIN:00002285**

Place: Pune, INDIA.  
Date: July 22, 2016

## **INDEPENDENT AUDITOR'S REPORT**

To,  
The Members of  
**MKCL KNOWLEDGE FOUNDATION**  
ICC Trade Tower, "B" Wing 5<sup>th</sup> Floor  
Unit No. 501 to 504  
Senapati Bapat Road, Shivajinagar  
Pune - 411016

### **Report on the Financial Statements**

We have audited the accompanying (Standalone) financial statements of MKCL KNOWLEDGE FOUNDATION ("the Company") which comprise the Balance Sheet as at March 31, 2016, the Statement of Income and Expenditure Account, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the (Standalone) 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 of these (Standalone) 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 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 (Standalone) 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 there under.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting 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 (Standalone) financial statements

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (Standalone) 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, 2016, and its Profit/Loss and its Cash Flow for the year ended on that date.



**Report on other Legal and Regulatory requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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 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 it appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
  - d. in our opinion, the aforesaid (Standalone) 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 March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 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, refer to our separate Report in "Annexure B".
  - 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:
    - i. The Company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For and on behalf of

**M. R. MATE & ASSOCIATES**  
Chartered Accountants  
140439W

**CA M. R. MATE**  
Proprietor  
037186

Place:Pune  
Date: July 22, 2016

## “Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

1. The Company did not have any fixed assets in the year under consideration. Therefore, points in this respect have not been reported upon.
2. The Company did not have any inventories in the year under consideration. Therefore, points in this respect have not been reported upon.
3. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
4. There were no loans, investments, guarantees, and security held in the Company, therefore, we are reporting on the relevant matters.
5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
7. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.  
b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
8. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures. Therefore, there is no question of any default in the repayment of dues to banks.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. Based upon the audit procedures performed and the information and explanations given by the management, no managerial remuneration is being paid or payable as covered under the provisions of Section 197 read with Schedule V to the Companies Act;
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of

**M. R. MATE & ASSOCIATES**  
Chartered Accountants  
140439W

**CA M. R. MATE**  
Proprietor  
037186

Place:Pune  
Date: July 22, 2016

## **“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of MKCL Knowledge Foundation**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of MKCL KNOWLEDGE FOUNDATION (“the Company”) as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes

## **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For and on behalf of

**M. R. MATE & ASSOCIATES**  
Chartered Accountants  
140439W

**CA M. R. MATE**  
Proprietor  
037186

Place:Pune  
Date: July 22, 2016

**MKCL KNOWLEDGE FOUNDATION  
BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2016**

Particulars	Note No.	(In Rupees)	(In Rupees)
		Figures as at 31 <sup>st</sup> March, 2016	Figures as at 31 <sup>st</sup> March, 2015
<b>I. EQUITY AND LIABILITIES</b>			
1 Shareholders' funds			
(a) Share capital	2.1	20,000,000	20,000,000
(b) Reserves and surplus	2.2	2,162,924	(63,512)
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long-term liabilities		-	-
(d) Long-term provisions	2.3	853,717	-
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	2.4	8,321,430	25,843
(c) Other current liabilities	2.5	480,178	-
(d) Short-term provisions		-	-
<b>TOTAL</b>		<b>31,818,249</b>	<b>19,962,331</b>
<b>II. ASSETS</b>			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	2.6	239,034	54,028
(e) Other non-current assets		-	-
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	2.7	29,243,931	19,422,051
(e) Short-term loans and advances	2.8	175,930	-
(f) Other current assets	2.9	2,159,354	486,252
<b>TOTAL</b>		<b>31,818,249</b>	<b>19,962,331</b>

Significant Accounting Policies

The accompanying notes form an integral part of the Financial Statements.

As per our report attached  
For **M. R. Mate & Associates**  
Chartered Accountants

For and on behalf of the Board  
**MKCL Knowledge Foundation**

**Madhav Mate**  
Proprietor

Place:Pune  
Date: July 22, 2016

**Vivek Sawant**  
Chairman  
DIN:00002285

Place:Pune  
Date: July 22, 2016

**Manoj Narvekar**  
Director  
DIN:06839329

**MKCL KNOWLEDGE FOUNDATION**  
**STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED**  
**31<sup>ST</sup> MARCH, 2016**

Particulars	Note No.	(In Rupees)	(In Rupees)
		Figures as at 31 <sup>st</sup> March, 2016	Figures as at 31 <sup>st</sup> March, 2015
<b>I. INCOME</b>			
I. Revenue from operations		-	-
II. Other income	2.10	17,900,056	540,280
		-	
<b>III. Total Income (I + II)</b>		<b>17,900,056</b>	<b>540,280</b>
<b>IV. EXPENDITURE</b>			
Expenses on courses & programs	2.11	8,839,821	-
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		-	-
Employee benefits expense	2.12	4,069,170	-
Depreciation and amortization expense		-	-
Other Expenses	2.13	2,764,629	603,792
		-	
<b>Total Expenditure</b>		<b>15,673,620</b>	<b>603,792</b>
<b>V. Excess of income over expenditure before exceptional and extraordinary items and tax (III-IV)</b>		<b>2,226,436</b>	<b>(63,512)</b>
VI. Exceptional items		-	-
<b>VII. Excess of income over expenditure before extraordinary items and tax (V - VI)</b>		<b>2,226,436</b>	<b>(63,512)</b>
VIII. Extraordinary Items		-	-
<b>IX. Excess of Income over expenditure before tax (VII- VIII)</b>		<b>2,226,436</b>	<b>(63,512)</b>
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>XI. Excess of income/(loss) carried to Reserves and Surplus</b>		<b>2,226,436</b>	<b>(63,512)</b>

Significant Accounting Policies  
The accompanying notes form an integral part of the Financial Statements.

As per our report attached  
**For M. R. Mate & Associates**  
Chartered Accountants

For and on behalf of the Board  
**MKCL Knowledge Foundation**

**Madhav Mate**  
Proprietor

**Vivek Sawant**  
Chairman  
DIN:00002285

**Manoj Narvekar**  
Director  
DIN:06839329

Place:Pune  
Date: July 22, 2016

Place:Pune  
Date: July 22, 2016

**MKCL Knowledge Foundataion**  
**Cash Flow Statement for the year ended on 31<sup>st</sup> March, 2016**

Particulars	Figures as at 31 <sup>st</sup> March, 2016	Figures as at 31 <sup>st</sup> March, 2015
<b>A. Cash flows from operating activities</b>		
Excess of income over expenditure	2,226,436	(63,512)
Adjustments for:		
Interest income	(1,850,056)	(540,280)
<b>Excess of income over expenditure before working capital changes</b>	<b>376,380</b>	<b>(603,792)</b>
Adjustments for:		
Other receivables	(1,849,032)	(486,252)
Current Liabilities and Provision for expenses	9,629,482	25,843
Cash generated from operations	8,156,830	(1,064,201)
Income taxes paid (net of refunds, if any)	(185,006)	(54,028)
<b>Net cash from operating activities</b>	<b>7,971,824</b>	<b>(1,118,229)</b>
<b>B. Cash flows from investing activities</b>		
Interest income	1,850,056	540,280
Share Capital received	-	20,000,000
<b>Net cash used for investing activities</b>	<b>1,850,056</b>	<b>20,540,280</b>
<b>C. Cash flows from financing activities</b>		
Net increase in cash and cash equivalents ( A + B + C )	9,821,880	-
Cash and cash equivalents at beginning of period	19,422,051	-
Cash and cash equivalents at end of period	29,243,931	19,422,051

**Significant Accounting Policies**

The accompanying notes form an integral part of the Financial Statements.

As per our report attached  
**For M. R. Mate & Associates**  
Chartered Accountants

**Madhav Mate**  
Proprietor

Place:Pune  
Date: July 22, 2016

For and on behalf of the Board  
**MKCL Knowledge Foundation**

**Vivek Sawant**  
Chairman  
DIN:00002285

Place:Pune  
Date: July 22, 2016

**Manoj Narvekar**  
Director  
DIN:06839329



**MKCL Knowledge Foundation**  
**Notes forming part of the financial statements for the year ended**  
**31<sup>st</sup> March 2016**

**1. Corporate Information**

MKCL Knowledge Foundation has been incorporated on 10th September 2014 and this is the 2<sup>nd</sup> year of its operations. The Company has started its activities. The objects for which the Company is established is mainly to carry activities of research and development for the knowledge society, activities of academic development and spread education in arts, literature, science, commerce and all other fields of human interests, to promote and protect livelihoods and create livelihood generating opportunities and improving quality of life, to provide knowledge and support for conservation of natural resources, waste management and promotion of energy efficient devices and green and renewable sources of energy, to design, develop, deliver, establish, maintain, conduct, consult, on and /or make available Education, Governance and Empowerment programs, technologies, products, solutions and services within India and worldwide.

**2. Basis of preparation and presentation of Financial Statements**

The accompanying financial statements of the Company are prepared in accordance with the Generally Accepted Accounting Principles (GAAP) applicable in India, under historical cost convention and on the accrual basis.

GAAP comprises mandatory accounting standards issued by the Institute of Chartered Accountants of India ("ICAI") and the provisions of the new Companies Act, 2013.

**2.1 Summary of significant accounting policies**

**a. Presentation and disclosure of financial statements**

During the year ended March 2016, the schedule III under the Companies Act 2013 has become applicable to the company, for presentation of its financial statements & the company has adapted the same as applicable.

**b. Use of Estimates**

The preparation of financial statement in conformity with GAAP requires that the management makes estimates and assumptions that affect the reported amounts of the assets and liabilities, disclosures of contingent liabilities at the date of financial statement and the reported amounts of revenue and expenses during the reported year. Actual results could differ from those estimates and differences between actual results and estimates are recognized in the period in which the results are known / materialized.

**c. Revenue Recognition**

Revenue Donation is received from Maharashtra Knowledge Foundation for carrying out activities & objects of the company.

**d. Expenditure**

Expenses are accounted for on accrual basis and provision is made for all known losses and liabilities.

**e. Fixed Assets**

No Fixed assets are purchased during the current reporting period.

**f. Depreciation**

The depreciation is nil during the current reporting period as no fixed assets were acquired during the current reporting period.

**g. Foreign Currency Transaction**

No such transactions have taken place during the current reporting period.

**h. Employee Benefits**

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognized in the period in which the employee renders the related service.

The company contributes to a Provident Fund, which is a defined contribution plan, and is charged to Statement of Profit and Loss.

The Company provided for gratuity, a defined benefit retirement plan covering all employees. It has subscribed to the Group Gratuity Plan of Life Insurance Corporation of India. The Plan provides for a lump sum payment to employees at retirement, death, incapacitation or termination of service; of an amount based on the respective employee's last drawn salary and tenure of employment. Liability with regard to Gratuity Plan is accrued based on actuarial valuation at the Balance Sheet date, carried out by an independent actuary. Actuarial gain or loss is recognized immediately in

the statement of Profit and Loss as income or expense.

Leave encashment liability is provided on the basis of leave outstanding to the credit of employees at the Balance Sheet date.

**i. Taxes on Income**

The Company is registered under Section 12A of the Income Tax Act and thus exemption provisions will be applicable on compliance of section 11 of the I.T Act. Accordingly there will not be any tax liability on the Income.

**3. Related party transactions**

Related party disclosures have been set out in the following statement. The related parties, as defined by Accounting Standard 18 'Related party disclosures' issued by The Institute of Chartered Accountants of India, in respect of which the disclosures have been made, have been identified on the basis of disclosures made by the key managerial persons and taken on record by the board

**(a) Name of the related party & related party relationship**

**Related party where control exists**

1. Maharashtra Knowledge Corporation Limited                      100% holding Company

**(b) Related Party transactions**

**Maharashtra Knowledge Corporation Limited (MKCL)**

Transactions	Amount Rs.
Business Center Facilities Expenses	25,86,978
Expenses incurred by Maharashtra Knowledge Corporation Limited payable	7,09,893
Corporate Social Responsibility receipts from MKCL as implementing agency	22,50,000

**4. Earnings in Foreign Exchange**

No such transactions have taken place during the current reporting period.

**5. Expenses in Foreign Exchange**

No such transactions have taken place during the current reporting period.

**6. Director's Remuneration**

The Company is yet to appoint any Directors/Managing Director on its payroll.

**7. Contingent Liabilities**

There are no contingent liabilities as at March 31, 2016.

**8. Segment reporting**

As there is no revenue generated from the activities of the company so this Accounting standard is not applicable.

**9. Previous year figures**

Figure for the previous year wherever necessary has been regrouped, recast & rearranged to confirm to requirement of Revised Schedule III format of Balance sheet & Statement of Profit & Loss prescribed of the new Companies Act, 2013.

For **M. R. Mate & Associates**  
Chartered Accountants

For and on behalf of the Board  
**MKCL Knowledge Foundation**

**Madhav Mate**  
Proprietor

**Vivek Sawant**  
Chairman  
DIN:00002285

**Manoj Narvekar**  
Director  
DIN:06839329

Place:Pune  
Date: July 22, 2016

Place:Pune  
Date: July 22, 2016

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31<sup>st</sup> MARCH, 2016**

**Note No 2.1**

**SHARE CAPITAL**

(In Rupees)

(In Rupees)

Particulars	As at 31 <sup>st</sup> March 2016		As at 31 <sup>st</sup> March 2015	
	Number	Rupees	Number	Rupees
Authorised Share Capital Equity Shares of Rs. 10 each	5,000,000	50,000,000	5,000,000	50,000,000
Issued, Subscribed & Paid Up Share Capital Equity Shares of Rs. 10 each, fully Paid Up	2,000,000	20,000,000	2,000,000	20,000,000
<b>Total</b>	<b>2,000,000</b>	<b>20,000,000</b>	<b>2,000,000</b>	<b>20,000,000</b>

**SHARE HOLDING PATTERN**

Name of Shareholder	As at 31 <sup>st</sup> March 2016		As at 31 <sup>st</sup> March 2015	
	No. of Shares held	% of Total paid Up Capital	No. of Shares held	% of Total paid Up Capital
Maharashtra Knowledge Corporation Limited Represented by Mr.Vivek Ramchandra Sawant	1,999,940	99.9970	1,999,940	99.9970
Mr.Manoj Dinkar Narvekar Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
Ms.Komal Abhijeet Chaubal Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
Ms.Veena Vidyadhar Kamath Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
Mr.Neelendra Chardappa Prabhu Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
Mr.Abhijeet Venkatesh Kulkarni Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
Mr.Sammeer Balkrishna Rane Representing Maharashtra Knowledge Corporation Limited	10	0.0005	10	0.0005
<b>Total</b>	<b>2,000,000</b>	<b>100.00</b>	<b>2,000,000</b>	<b>100.00</b>

**Note No 2.2**

**RESERVES AND SURPLUS**

Particulars	(In Rupees)	
	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Surplus		
Opening balance	(63,512)	(63,512)
(+) Surplus for the current year	2,226,436	-
<b>Total</b>	<b>2,162,924</b>	<b>(63,512)</b>

**Note No 2.3**

**LONG TERM PROVISION**

Particulars	(In Rupees)	
	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
(a) Provision for employee benefits		
Leave Encashment	853,717	-
<b>Total</b>	<b>853,717</b>	<b>-</b>

**Note No 2.4**

**TRADE PAYABLES**

Particulars	(In Rupees)	
	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Creditors for Material & Services	8,321,430	25,843
<b>Total</b>	<b>8,321,430</b>	<b>25,843</b>

**Note No 2.5**

**OTHER CURRENT LIABILITIES**

Particulars	(In Rupees)	
	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Tax Deducted at Source	275,008	-
Profession Tax	3,000	-
Provident Fund	55,410	-
Other Liabilities	146,760	-
<b>Total</b>	<b>480,178</b>	<b>-</b>

**Note No 2.6**

**LONG-TERM LOANS AND ADVANCES**

(In Rupees)

(In Rupees)

Particulars	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
TDS on Interest Received (F.Y.14-15)	54,028	54,028
TDS on Interest Received (F.Y.15-16)	185,006	-
<b>Total</b>	<b>239,034</b>	<b>54,028</b>

**Note No 2.7**

**CASH AND CASH EQUIVALENTS**

(In Rupees)

(In Rupees)

Particulars	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Balances with Banks	3,145,808	33,665
Cash in hand	11,123	1,386
Others-Fixed Deposit	26,087,000	19,387,000
<b>Total</b>	<b>29,243,931</b>	<b>19,422,051</b>

**Note No 2.8**

**SHORT-TERM LOANS AND ADVANCES**

(In Rupees)

(In Rupees)

Particulars	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Imprest	317	-
Other	174,513	-
Employee Group Gratuity Scheme A/c Balance	1,100	-
<b>Total</b>	<b>175,930</b>	<b>-</b>

**Note No 2.9**

**OTHER CURRENT ASSETS**

(In Rupees)

(In Rupees)

Particulars	For the year ended 31 <sup>st</sup> March 2016	For the year ended 31 <sup>st</sup> March 2015
Accrued Interest on Fixed Deposits	2,155,341	486,252
Prepaid exp	4,013	-
<b>Total</b>	<b>2,159,354</b>	<b>486,252</b>

**Note No 2.10**

**OTHER INCOME**

(In Rupees)

(In Rupees)

Particulars	For the year ended 31 <sup>st</sup> March 2016	For the year ended 31 <sup>st</sup> March 2015
Corporate Social Responsibility receipts for project implementation	2,250,000	-
Revenue Donation	13,800,000	-
Interest Income (on deposits with bank)	1,850,056	540,280
<b>Total</b>	<b>17,900,056</b>	<b>540,280</b>

Note No 2.11

EXPENSES ON PROGRAMS

Particulars	(In Rupees)	(In Rupees)
	For the year ended 31 <sup>st</sup> March 2016	For the year ended 31 <sup>st</sup> March 2015
<b>Post-Graduate Diploma In E-Education In Digital Society</b>		
Travelling & related expenses	12,205	-
<b>Custom Hiring Center (CSR Project)</b>		
Honorarium	1,500	-
Travelling expenses	4,074	-
	<b>5,574</b>	-
<b>Dushkal Mukti Knowledge Cum Facilitation Center</b>		
Travelling expenses & Lodging expenses	21,091	-
Honorarium expenses	4,000	-
Other Administrative expenses	31,999	-
	<b>57,090</b>	-
<b>Indian Culture Olympiad</b>		
Meeting expenses	1,500	-
<b>Kumar Nirman - (CSR Project)</b>		
Magazines & Brochures expenses	33,965	-
Other Project & Administrative expenses	214,019	-
Salary	206,880	-
Telephone & Travelling expenses	4,600	-
	<b>459,464</b>	-
<b>Maharashtra Olympiad Movement</b>		
Salary	542,538	-
Other Project & Administrative expenses	19,821	-
	<b>562,359</b>	-
<b>Mastering</b>		
Honorarium	1,501,000	-
Salary	2,309,028	-
Staff Welfare Expenses	86,000	-
Telephone expenses	6,257	-
Other Project & Administrative expenses	146,286	-
	<b>4,048,571</b>	-
<b>Nirman Project (CSR project )</b>		
Nirman Project Expenses	1,500,000	-
<b>Sanjeevak Sheti</b>		
Honorarium	11,000	-
Travelling expenses	77,537	-
Workshop expenses	54,520	-
Other Project & Administrative expenses	109,168	-
	<b>252,225</b>	-
<b>Sustainability, Prosperity And Agr Revival Through Knowledge</b>		
Salary	1,824,064	-
Staff Welfare Expenses	30,100	-
Other Project & Administrative expenses	23,495	-
Travelling expenses	2,894	-
	<b>1,880,553</b>	-
<b>Other Project</b>	<b>60,280</b>	-
<b>Total</b>	<b>8,839,821</b>	-

**Note No 2.12**

**EMPLOYEE BENEFITS EXPENSES**

(In Rupees)

(In Rupees)

Particulars	For the year ended 31 <sup>st</sup> March 2016	For the year ended 31 <sup>st</sup> March 2015
a) Salary	2,377,454	-
b) Contribution to -		
(i) Provident fund	723,342	-
(ii) Gratuity fund	114,657	-
c) Leave Encashment	853,717	-
<b>Total</b>	<b>4,069,170</b>	<b>-</b>

**Note No 2.13**

**OTHER EXPENSES**

(In Rupees)

(In Rupees)

Particulars	As at 31 <sup>st</sup> March 2016	As at 31 <sup>st</sup> March 2015
Bank Charges	5,594	773
Legal Charges	27,539	-
Audit Fees	11,450	11,236
Stamp duty (Memorandum, articles and on share Capital)	-	526,600
Business Center Facilities Expenses	2,586,978	-
Interest on Profession Tax & Service Tax	500	-
Office Expenses	24,755	-
Postage & Courier Charges	1,040	-
Printing & Stationery Expenses	7,967	12,656
Professional Charges	38,222	52,527
Profession Tax A/c	5,000	-
Service Tax paid	3,057	-
Telephone Charges	26,722	-
Travelling Expenses	10,695	-
Web related expenses	3,410	-
Miscellaneous expense	11,700	-
	<b>2,764,629</b>	<b>603,792</b>