

**MANTRA SOCIAL SERVICES**

**FINANCIAL STATEMENTS**  
**For the year ended March 31, 2018**

**G P S V & CO.,**  
**CHARTERED ACCOUNTANTS**  
**Bengaluru**

**MANTRA SOCIAL SERVICES**  
**BALANCE SHEET AS AT 31ST MARCH 2018**

(Amounts in Rupees)

	Notes	As at March 31, 2018	As at March 31, 2017
<b>Equity and Liabilities</b>			
<b>Shareholders' Fund</b>			
Share Capital	2	1,00,000	1,00,000
Reserves & Surplus	3	23,53,445	26,43,961
<b>Current Liabilities</b>			
(a) Short term Borrowings			
<i>Unsecured - From related parties</i>		6,495	6,495
(b) Trade payables			
<i>For services</i>		12,481	37,785
(c ) Other Current Liabilities		9,936	5,953
(d) Short term provisions		51,000	47,800
<b>Total</b>		<b>25,33,357</b>	<b>28,41,994</b>
<b>Assets</b>			
<b>Non-current assets</b>			
(a) Fixed assets:			
Tangible Assets		17,886	27,040
<b>Current Assets</b>			
(a) Cash and Bank Balances		21,67,930	28,02,937
(b) Short Term Loans and Advances		3,47,041	11,517
(c) Other Current Assets		500	500
<b>Total</b>		<b>25,33,357</b>	<b>28,41,994</b>

Notes to Financial Statements  
As per our report of even date

1

**For G P S V & Co.,**  
Chartered Accountants  
Firm Reg No. 013175S

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

**CA Venkatesha Bhat**  
Partner  
M.No.131243

**Santosh Kumar More**  
Director  
DIN 05264521

**Khushboo Kumari**  
Director  
DIN 05264529

Date : 06.09.2018  
Place : Bengaluru

**MANTRA SOCIAL SERVICES****STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2018**

(Amounts in Rupees)

	<b>Year ended March 31, 2018</b>	<b>Year ended March 31, 2017</b>
<b>Revenue</b>		
Donations Received	44,45,983	69,30,950
Other Revenue	29,20,646	1,06,765
<b>Total</b>	<b>73,66,629</b>	<b>70,37,715</b>
<b>Expenses:</b>		
Project expenses	4,39,504	3,64,874
Audit Fees	20,000	20,000
Professional Fees	2,96,700	1,10,963
Printing & Stationery	36,107	15,337
Conveyance Expenses	14,678	12,402
Travelling Expenses	1,20,888	63,962
Rates & Taxes	9,933	10,334
Scholarship to students	40,000	1,07,000
Miscellaneous expenses	4,03,348	70,333
Salary to Staff	62,57,283	46,12,607
Depreciation	9,154	9,660
Repairs and Maintenance	9,550	-
<b>Total</b>	<b>76,57,145</b>	<b>53,97,472</b>
Profit/(Loss) before Tax	<b>(2,90,516)</b>	<b>16,40,243</b>
Less: Tax expenses	-	-
Profit/(Loss) for the period	<b>(2,90,516)</b>	<b>16,40,243</b>
Earnings per Share:		
(1) Basic	(29.05)	164.02
(2) Diluted	(29.05)	164.02
No. of shares used for computing EPS	10,000	10,000

Notes to Financial Statements

1

As per our report of even date

**For G P S V & Co.,**  
Chartered Accountants  
Firm Reg No. 013175S

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

**CA Venkatesha Bhat**  
Partner  
M.No.131243

**Santosh Kumar More**  
Director  
DIN 05264521

**Khushboo Kumari**  
Director  
DIN 05264529

Date : 06.09.2018  
Place: Bengaluru

**MANTRA SOCIAL SERVICES**  
NOTES ATTACHED TO AND FORMING PART OF THE ACCOUNTS

**Note No. - 2 Share capital**

Share Capital	As at 31st March, 2018			As at 31st March, 2017		
	No. of Shares	Par value of share	Rupees	No. of Shares	Par value of share	Rupees
a. Authorised						
- Equity Shares	10,000	10	1,00,000	10,000	10	1,00,000
b. Issued, subscribed and fully paid up						
Share Capital						
- Equity Shares	10,000	10	1,00,000	10,000	10	1,00,000
c. Reconciliation						
- Equity Shares						
Shares outstanding at the beginning of the period	10,000	100	1,00,000	-	-	-
Add: Allotment of shares during the period	-	-	-	10,000	10	1,00,000
Shares outstanding at the end of the reporting date	10,000	100	1,00,000	10,000	100	1,00,000

d. The Company has only one class of shares referred to as Equity shares having a par value of Rs. 100/-. Each holder of equity shares is entitled to one vote

e. Share holding pattern as at reporting date:

**List of shareholder holding over 5% shares as at reporting date:**

Name of the Share holder	No. of Shares	Par value of share	% held	Amount
<b>Equity Shares</b>				
Santosh Kumar More	2,500	10	25%	25,000
Rishi Singhal	2,500	10	25%	25,000
Khushboo Kumari	2,500	10	25%	25,000
Ritesh Kumar Mishra	2,500	10	25%	25,000
<b>Total</b>	<b>10,000</b>		<b>100%</b>	<b>1,00,000</b>

f. Shares reserved for issue under options and contracts/ commitments for the sale of shares/ disinvestment, including terms and amount: Nil

(Company has not reserved any shares for issue under options or otherwise and contracts/ commitments for sale / disinvestment as on reporting date.)

i. Shares information related to immediately preceding five years from reporting date:

Share allotted as fully paid up pursuant to contract(s) without payment being received in cash : Nil

Share allotted as fully paid up bonus shares : Nil

Shares brought back - Aggregate number and amount: Nil

j. Terms of securities convertible in to equity / preference shares as at reporting date: Nil

k. Calls unpaid as at reporting date: Nil

Calls unpaid by directors and officers as at reporting date: Nil

l. Forfeited shares as at reporting date: Nil

**Note No. - 3 Reserves and Surplus**

Reserves and Surplus	As at 31st March, 2018	As at 31st March, 2017
Opening Balance	26,43,961	10,03,718
Profit/ Loss for the Year	(2,90,516)	16,40,243
Closing Balance	23,53,445	26,43,961

**MANTRA SOCIAL SERVICES**

Notes forming part of the financial statements

(All amounts in Rs, unless otherwise stated)

**Fixed Assets Schedule**

Particulars	Gross block			Accumulated depreciation			Net block			
	as at 01/04/2017	Additions	Disposals	as at 31/03/2018	as at 01/04/2017	Depreciatio n	Reversal	as at 31/03/2018	as at 31/03/2018	as at 31/03/2017
<b>Tangible assets</b>										
Furniture & Fixtures	19,700	-	-	19,700	3,887	4,094	-	7,981	11,719	15,813
Office equipments	17,000	-	-	17,000	5,773	5,960	-	10,833	6,167	11,227
	<b>36,700</b>	-	-	<b>36,700</b>	<b>9,660</b>	<b>9,154</b>	-	<b>18,814</b>	<b>17,886</b>	<b>27,040</b>
<b>Previous Year</b>	-	<b>36,700</b>	-	<b>36,700</b>	-	<b>9,660</b>	-	<b>9,660</b>	<b>27,040</b>	-

## MANTRA SOCIAL SERVICES

### Note No. - 1 Significant Accounting Policies

- a **Background:**  
Mantra Social Services ("the Company") was incorporated on 27th March 2013 as a private limited company under the Sec 25 of Companies Act, 1956 ('the Act'). The registered office of the Company is at NO.3/20,Ganesh Block,4th Cross,Mahalaxmi Layout,Bengaluru- 560 086.The Company is engaged in creation of enabling factors for underresourced children, Research and develop curriculam such that values and ethics are woven into tasks and activities students enjoy, Promote and Practise Preventive Healthcare.
- b **Basis of preparation of financial statement**  
These financial statements have been prepared in accordance with Generally Accepted Accounting Principles ('GAAP') in India under the historical cost convention on the accrual basis of accounting. GAAP comprises mandatory Accounting Standards ('AS') as specified in the Companies (Accounting Standards) Rules, 2006, ('the Rules') and the relevant provisions of the Companies Act, 2013, to the extent applicable.  
The financial statements are presented in Indian rupees.
- c **Use of Estimates:**  
The preparation of financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities, as of the balance sheet date and the reported amount of revenue and expenses for the year and disclosure of contingent liabilities as of the date of the Financial Statements. Actual amount could differ from these estimates. The differences, if any will be dealt accordingly in subsequent years.
- d **Fixed assets**  
Fixed assets are carried at cost of acquisition less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs directly attributable to acquisition or construction of fixed assets which necessarily takes a substantial year of time to get ready for their intended use are also included to the extent they relate to the year till such assets are ready to be put to use. Intangible assets are recorded at their acquisition cost.
- e **Depreciation**  
Depreciation on tangible fixed assets has been provided on the written down value method as per the useful life as determined by the Company which is as prescribed in Schedule II to the Companies Act, 2013. Assets costing less than Rs 5,000 each are fully depreciated in the year of capitalisation.
- f **Revenue Recognition**  
a Company is a Non Profit Organisation. Hence any voluntary contribution will be recognised on receipt basis. Income from rendering services will be recognised on delivery services to the satisfaction of the clients.  
b Revenue from interest income and other income are accounted on accrual basis.
- g **Foreign currency transactions**  
Foreign currency transactions are recorded at the rates of exchange prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognised in the profit and loss account of the year.  
Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. The resultant exchange differences are recognized in the profit and loss account.  
Non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of the transaction.
- h **Taxation:**  
a **Income tax**  
Income tax expense comprises current tax for the year determined in accordance with the Income Tax Act, 1961.  
b **Deferred tax**  
Deferred tax is recognised on timing differences between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable or virtual certainty, as may be applicable, that sufficient future taxable income will be available against which such deferred tax asset can be realised.  
c **Minimum Alternative Tax**  
MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified year. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the provisions contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the profit and loss account and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified year.

i **Impairment of assets:**

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting years no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

j **Provisions and Contingencies**

A provision is recognised when the Company 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 in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

k **Earnings per share ('EPS')**

Basic earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

l **Provisions and contingencies**

A provision is recognised when the Company 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 in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

**MANTRA SOCIAL SERVICES**

**Note No. 4**

		(Amount in Rs)	
		As at 31 March 2018	As at 31 March 2017
<b>4.1</b>	<b>Other Additional information- Balance Sheet:</b>		
<b>a</b>	<b>Contingent liabilities and commitments (to the extent not provided for)</b>		
	Contingent liabilities		
	(a) Claims against the Company not acknowledged as debt	-	-
	(b) Guarantees( BG and LC)	-	-
	(c) Other money for which the Company is contingently liable	-	-
<b>b</b>	In the opinion of the Board and to the best of its knowledge and belief, the value on realization of current assets, loans and advances will, in the ordinary course of business, not be less than the amounts at which they are stated in the balance sheet.		
<b>4.2</b>	<b>Other Additional information- Statement of Profit and Loss:</b>		
	Payment to auditor for audit		
	- Statutory Audit	20,000	20,000
<b>4.3</b>	<b>Other disclosures:</b>		
<b>a</b>	Expenditure in foreign currency		
	Import of goods	Nil	Nil
<b>b</b>	Earnings in foreign exchange		
	Export of goods	Nil	Nil
	Consultancy services	Nil	Nil
<b>4.4</b>	<b>Additional information:</b>		
<b>a</b>	<b>Dues to micro and small enterprises</b>		
	The management has initiated the process of identifying enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006. The Ministry of Micro, Small and Medium enterprises has issued an office Memorandum dated 26 August 2008 which recommends that the Micro and Small enterprises should mention in their correspondence with its customers the entrepreneur's Memorandum number as allocated after filing of the Memorandum. The Company has not received any claim for interest from any supplier under the said Act		
	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting Year; *	-	-
	The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day during the year; *	-	-
	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;	-	-
	The amount of interest accrued and remaining unpaid at the end of the year;	-	-
	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise.	-	-
	* excluding interest		
<b>b</b>	<b>Related party transactions</b>		
	Name of related parties, description, nature and amount of related party transaction:		
	<b>Nature of relation</b>	<b>Nature of Transaction</b>	<b>Amount</b>
	Enterprise having control over reporting enterprise		Nil
	Subsidiaries		Nil
	Joint venture		Nil
	Enterprises under common control : Mantra 4 Change Private Limi	Repayment of Loan	Nil
	Enterprises over which key management personnel exercise significant influence		Nil
	<b>Key management personnel</b>		
	<b>Directors :</b>	<b>As at 31 March 2018</b>	<b>As at 31 March 2017</b>
	a. Mr.Santosh Kumar More	Director	
	Remuneration	-	6,05,000
	b. Mrs. Khushboo Kumari	Director	
	Remuneration	7,20,000	7,20,000



<b>d Earnings per share</b>	For the year ended 31 March 2018	For the year ended 31 March 2017
Net profit for the year attributed to equity shareholders	(2,90,516)	16,40,243
Weighted average number of equity shares of Rs 10/- each used for calculation of earning per share- basic	10,000	10,000
Weighted average number of equity shares of Rs 10/- each used for calculation of earning per share- diluted	10,000	10,000
Earnings per share- basic	(29.05)	164.02
Earnings per share- diluted	(29.05)	164.02

e This has significantly impacted the disclosure and presentation made in the financial statements. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

**4.5** Disclosure details of Specified Bank Notes (SBN's) - as per Annexure attached

As per our report of even date attached

for **G P S V & Co.,**

**Chartered Accountants**

**Firm Registration No. 013175S**

for and on behalf of the Board of Directors

**CA Venkatesha Bhat**

**Partner**

**M.No.131243**

**Place: Bengaluru**

**Date:06/09/2018**

**SANTOSH KUMAR MORE**

Director

DIN 05264521

**KHUSHBOO KUMARI**

Director

DIN: 05264529