

CHOICE FOUNDATION

Regd Off: 3rd Floor, Dr No. 2-20/4-8, Pullareddy Sweetshop Building,
Kothaguda Road, Hyderabad-500081, Telangana, India.

CIN: U85100TG2012NPL083532

email ID: finance@isch.in

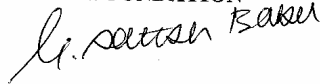
NOTICE OF THE 8TH ANNUAL GENERAL MEETING

NOTICE is hereby given that 8th Annual General Meeting of the members of **CHOICE FOUNDATION** will be held on Wednesday, 30th December 2020, at 3.00 P.M, at the Registered Office of the Company at 3rd Floor, Dr No. 2-20/4-8, Pullareddy Sweetshop Building, Kothaguda Road, Hyderabad-500081, TG India. to transact the following:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2020, the Income & Expenditure Statement for the year ended as on that date, and the Reports of the Directors' and Auditors' thereon.

By order of the Board of Directors
For **CHOICE FOUNDATION**



Director

Place: Hyderabad
Date: 15.12.2020

REGISTERED OFFICE

3rd Floor, Dr No. 2-20/4-8,
Pullareddy Sweetshop Building,
Kothaguda Road,
Hyderabad-500081, Telangana, India.

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY

2. A person can act as proxy on behalf of members not exceeding 50 and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. However, a member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other shareholder. The instrument of proxy in order to be effective, should be deposited at the registered office of the Company, duly completed and signed, not less than 48hours before the commencement of the meeting.

3. Corporate members intending to send their authorised representatives to attend and vote at the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.

4. All correspondence relating to transfer of shares, change of address quoting the relevant folio numbers should be sent to the Registered Office of the Company.

5. Members are requested to bring their copies of the Annual Report and attendance slip to the Meeting.

By order of the Board of Directors
For **CHOICE FOUNDATION**

M. Satish Babu

Director

Place: Hyderabad
Date: 15.12.2020

REGISTERED OFFICE

3rd Floor, Dr No. 2-20/4-8,
Pullareddy Sweetshop Building,
Kothaguda Road,
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BOARD'S REPORT

To the Members,

Your Directors have pleasure in submitting their 8th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March 2020.

1 FINANCIAL SUMMARY

Amount in Rs

Particulars	As at the end of current reporting period	As at the end of previous reporting period
Total Revenue (Donations)	64,82,858	48,18,853
Total Expenses	52,19,430	54,83,303
Profit or Loss before Exceptional and Extraordinary Items and Tax	12,63,428	-664,450
Less: Exceptional Items	-	-
Less: Extraordinary Items	-	-
Profit or Loss before Tax	12,63,428	-664,450
Less: Current Tax	-	-
Deferred Tax	-	-
Profit or Loss After Tax	12,63,428	-664,450

2 DIVIDEND

No Dividend was declared for the current financial year.

3 TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

4 REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

Your Directors are optimistic about company's business and hopeful of better performance with increased revenue in next year. There was no change in the nature of business of company.

5 MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report

6 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

7 STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

8 DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

9 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

10 PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

There are no contracts or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review are under regular business transactin and arm length tranactions.

11 EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

12 COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company

13 ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in **Annexure A** and is attached to this Report.

14 NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company has duly conducted the Board meetings during the financial year under review as per **Annexure B** attached to this Report.

15 DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) 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 at the end of the financial year and of the profit and loss of the company for that period;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis;

(e) the Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and

(f) 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

16 SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company during the year under review.

7 DEPOSITS

The company has not accepted Deposits from its members which is unsecured. In our opinion clauses (a) to (e) of section 73, sub-section (2) are not applicable in terms of Notification issued by MCA dated 05th June 2015.

18 DIRECTORS

During the year under review, Mr. Sobhanadri Naga Yariagadda, appointed as Director on 21/12/2019. The Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP).

19 DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 for appointment of Independent Directors do not apply to the company.

20 ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation were observed.

21 STATUTORY AUDITORS

M/s VASG & Associates., Chartered Accountants were appointed as Statutory Auditors in the Annual General Meeting held in the year 2019 of the company.

22 DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

23 SHARES

During the year under review, the company has undertaken following transactions:

Increase in Share Capital	Buy Back of Securities	Sweat Equity	Bonus Shares	Employees Stock Option Plan
Nil	Nil	Nil	Nil	Nil

24 DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

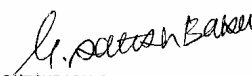
25 ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Date: 15.12.2020

Place: Hyderabad

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
CHOICE FOUNDATION


SATISHBABU GHANTA
Director
DIN: 02893983


DASARI BHASKAR REDDY
Director
DIN : 00157696

Annexure – A to the Directors’ Report
Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED
ON 31ST MARCH 2020

*[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	U85100TG2012NPL083532
ii.	Registration Date	10/10/2012
iii.	Name of the Company	CHOICE FOUNDATION
iv.	Category/Sub-Category of the Company	Company Limited by Shares/Indian Non-Government Company
v.	Address of the Registered office and contact details	3rd Floor, Dr No. 2-20/4-8, Pullareddy Sweetshop Building, Kothaguda Road, Hyderabad-500081, Telangana, India. Email: : finance@lsch.in
vi.	Whether listed company	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: -

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Donations received		100

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-
NIL**

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.					
2.					
3.					
4.					

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	
A. Promoter									
1) Indian									
a) Individual/ HUF	0	10000	10000	100		10000	10000	100	0
b) CentralGovt	0	0	0	0		0	0	0	0
c) State Govt(s)	0	0	0	0		0	0	0	0
d) Bodies Corp	0	0	0	0	0	0	0	0	0
e) Banks / FI	0	0	0	0		0	0	0	0
f) Any Other	0	0	0	0	0	0	0	0	0
Sub-total(A)(1):-	0	10000	10000	100	0	10000	10000	100	0
2) Foreign									
g) NRIs- Individuals	0	0	0	0		0	0	0	0
h) Other- Individuals	0	0	0	0		0	0	0	0
i) Bodies Corp.	0	0	0	0		0	0	0	0
j) Banks / FI	0	0	0	0		0	0	0	0
k) Any Other....	0	0	0	0		0	0	0	0
Sub-total(A)(2):-	0	0	0	0		0	0	0	0

B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
	0	0	0	0	0	0	0	0	0
Sub-total(B)(1)									
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
c) Others(Specify)	0	0	0	0	0	0	0	0	0
Sub-total(B)(2)	0	0	0	0	0	0	0	0	0
TotalPublic Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	10000	10000	100	0	10000	10000	100	0

Shareholding of Promoters – There are no changes - List of Attached

Sr. 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 / 4ncumber red to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / 4ncumber red to total shares	
1	DASARI BHASKAR REDDY	1500	15	0	1500	15	0	0
2	SATISHBABU GHANTA	5100	51	0	5100	51	0	0
3	ROOPA GHANTA	2400	24	0	2400	24	0	0
4	RADHA KRISHNA SISTA	1000	10	0	1000	10	0	0
	TOTAL	10000	100	0	10000	100	0	0

Change in Promoters' Shareholding (please specify, if there is no change - NO CHANGES

Sr. 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
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters 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				

INDEBTEDNESS

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

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

REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL -NIL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager**

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					
6.	Total(A)					
	Ceiling as per the Act					

B. Remuneration to other directors: NIL

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

C. Remuneration to Key Managerial Personnel Other Than MD/ Manager/ WTD-NIL

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a)Salary as per Provisions contained in section17(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				
6.	Total				

V. PENALTIES/PUNISHMENT/COMPOUNDING OFFENCES: NIL

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)
A. Company					
Penalty					
Punishment					
Compounding					
B. Directors					
Penalty					
Punishment					
Compounding					
C. Other Officers In Default					
Penalty					
Punishment					
Compounding					

For CHOICE FOUNDATION


Director


Director

Annexure – B to the Board’s Report

CHOICE FOUNDATION

Regd Off: 3rd Floor, Dr No. 2-20/4-8, Pullareddy Sweetshop Building,
Kothaguda Road, Hyderabad-500081, Telangana, India.

CIN: U85100TG2012NPL083532

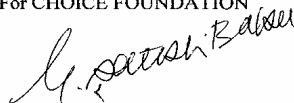
email ID: finance@isch.in

Board Meetings held During the Financial Year 2019-20

Board Meeting - 25.04.2019
Board Meeting - 10.07.2019
Board Meeting - 18.09.2019 AGM: 30.09.2019
Board Meeting - 30.09.2019 EGM: 21.12.2019
Board Meeting - 20.11.2019
Board Meeting - 20.02.2020

S No.	Name of the Director	Designation of the Director	No. of meetings held during the Financial Year	No. of Board Meetings Attendance
1	DASARI BHASKAR REDDY	Director	6	ALL
2	SATISHBABU GHANTA	Director	6	ALL
3	ROOPA GHANTA	Director	6	ALL
4	SOBHANADRI NAGA YARLAGADDA	Director	6	1

For CHOICE FOUNDATION


Director



VASG & ASSOCIATES
Chartered Accountants

503/A, 5th Floor, Kubera Towers,
Narayanaguda, Hyderabad - 500 029.
Ph : 040-66849660 / 66887732
E-mail : info@Vasg-Ca.com;
vasgassociates@gmail.com

INDEPENDENT AUDITORS REPORT

To

The Members of CHOICE FOUNDATION.

Report on the Financial Statements

We have audited the accompanying financial statements of **CHOICE FOUNDATION** ("the Company"), which comprises the balance sheet as at 31st March 2020, the statement of profit and loss for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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 Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its Profit and its cash flows for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance 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



Branch Office : A24, Geetha Tower, 4th Floor, Outer Ring Road, Near Skoda Showroom, B. Narayanapura,
Mahadevapura, Bangalore - 560016, Ph : 9441994645 / 9494742926. Email : info.blr@vasg-ca.com

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 standards and the 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. 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 financial statements.

Report on Other Legal and Regulatory Requirements

- i) 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 dealt with in this Report is in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March 2020 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March 2020 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 A".



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. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **VASG & ASSOCIATES**
Chartered Accountants
Reg. No.006070S



(Signature)
(S. Swanatha Rao)
Partner,
M.No.029597

Place: Hyderabad
Date: 15.12.2020
UDIN : 20029597AAAAMD6206

Annexure – B to the Auditors' Report

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 **CHOICE FOUNDATION** ("the Company") as of 31st March 2020 in conjunction with our audit of the 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.

Auditor's 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 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

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 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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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 31st March 2020, 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 **VASG & ASSOCIATES**

Chartered Accountants

Firm Reg. No.006070S



(A. Viswanatha Rao)

Partner

M.No.029597

Place: Hyderabad

Date: 15.12.2020

UDIN : 20029597AAAAMD6206

Annexure-A to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31 March 2020, we report that:

- i) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - a. These fixed assets have been physically verified by the management at reasonable intervals having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - b. As per the information and explanation given to us and on the basis of our examination of the records of the Company, the Company does not own any immovable properties and hence this clause not applicable.
- ii) According to information and explanations given to us, the Company's inventory has been physically verified at reasonable intervals by the management and no material discrepancies were noticed, and they have been properly dealt with in the books of account.
- iii) According to information and explanations given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act.
- iv) According to information and explanations given to us, the Company has not granted any loans, made any investments, extended any guarantees and provided any security to or on behalf of the parties referred in section 185 and 186 of the Companies Act, 2013.
- v) The Company has not accepted any deposits from the public.
- vi) The Central Government has not prescribed the maintenance of cost records under Section 148 (1) of the Act for any of the services rendered by the Company.
- vii) Deposit of Statutory Dues.
 - a. According to information and explanations given to us and on the basis of our examinations of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess, and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no disputed amounts payable in respect of provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess, and other material statutory dues were in arrears as at 31 March 2020 for a period of more than six months from the date they became payable.
 - b. According to the information and explanations given to us and based on the examination of the records of the Company, there are no dues in respect of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax, which have not been deposited with the appropriate authorities on account of any dispute.
- viii) In our opinion and according to the information and explanation given to us, the company has not defaulted in repayment of dues to banks.

The Company has been registered as Non Profit Company and hence did not raise any money by way of initial public offer including debt instruments.



- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officer or employees has been noticed or reported during the course of our audit.
- xi) The Company being a Non Profit Company, provisions of the Section 197 of Companies Act, 2013 read with Schedule V regarding managerial remuneration is not applicable.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us and on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where ever applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected to him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 2034.

For **VASG & ASSOCIATES**
Chartered Accountants
Reg. No.006070S



(Swanatha Rao)
Partner
M. No.029597

Place: Hyderabad
Date: 15.12.2020
UDIN: 20029597AAAAMD6206

CHOICE FOUNDATION
F-202, EMKAY MANOR, PLOT NO.30
SRINAGAR COLONY, HYDERABAD-500073

BALANCE SHEET AS AT 31ST MARCH, 2020

Particulars	Note. No.	AS ON 31-03-2020	AS ON 31-03-2019
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1,00,000	1,00,000
(b) Reserves and Surplus	2	-36,415	-12,99,843
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	3	11,500	11,500
(3) Current Liabilities			
(a) Trade Payables	4	11,33,503	23,05,000
(b) Short-Term Provisions	5	13,55,292	8,61,541
Total Equity & Liabilities		25,63,880	19,78,198
II. ASSETS			
(2) Current Assets			
(a) Cash and cash equivalents	6	25,07,242	19,21,562
(b) Other Current Assets	7	56,637	56,637
Total Assets		25,63,880	19,78,198

Schedules referred to above and notes attached there to form an integral part of Balance Sheet

This is the Balance Sheet referred to in our Report of even date.

FOR VASG & ASSOCIATES
CHARTERED ACCOUNTANTS



[Signature]
(A. D. SWANATHA RAO)
PARTNER
Membership No. : 029597
Firm Reg. No.: 006070S
UDIN:20029597AAAAMD6206
PLACE: Hyderabad
DATED:15.12.2020

For Choice Foundation

[Signature]
(DIRECTOR)

(DIRECTOR)



[Signature]
(DIRECTOR)

CHOICE FOUNDATION
F-202, EMKAY MANOR, PLOT NO.30
SRINAGAR COLONY, HYDERABAD-500073

INCOME AND EXPENDITURE FOR THE PERIOD ENDED 31ST MARCH, 2020

Sr. No	Particulars	Note. No.	AS ON 31-03-2020	AS ON 31-03-2019
I	Revenue from operations	8	64,82,858	48,18,647
II	Other Income	9	-	206
III	III. Total Revenue (I +II)		64,82,858	48,18,853
IV	Expenses:			
	Financial Costs	10	9,934	9,901
	Other Administrative Expenses	11	52,09,496	54,73,402
	Total Expenses (IV)		52,19,430	54,83,303
V	Surplus /Deficit for the year	(III - IV)	12,63,428 -	6,64,450

Schedules referred to above and notes attached there to form an integral part of Income & Expenditure Statement

In Terms of our even date
FOR VASG & ASSOCIATES
CHARTERED ACCOUNTANTS



RAJESH K. VISWANATHA RAO
PARTNER
Membership No. : 029597
Firm Reg. No.: 006070S
UDIN:20029597AAAAMD6206
PLACE: Hyderabad
DATE:15.12.2020

For Choice Foundation

(Signature)
(DIRECTOR)

(Signature)
(DIRECTOR)



CHOICE FOUNDATION

Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2020

Note : 1 Share Capital

Sr. No	Particulars	Current Year	Previous Year
1	<u>AUTHORIZED CAPITAL</u> 10,000 Equity Shares of Rs. 10/- each.	1,00,000	1,00,000
		1,00,000	1,00,000
2	<u>ISSUED , SUBSCRIBED & PAID UP CAPITAL</u> Paid up Share capital by allotment 10000 Equity Shares of Rs. 10/- each, Fully	1,00,000	1,00,000
	Total	1,00,000	1,00,000

SHARES HELD BY THE MEMBERS IN EXCESS OF 5% OF OF THE SHARE CAPITAL

Sr. No	Particulars	NO.OF SHARES	
		Current Year	Previous Year
1	Dr.Satish Babu Ghanta	51,000	51,000
2	Bhaskar Reddy Dasari	15,000	15,000
3	Dr Roopa G	24,000	24,000
4	Radha Krishna	10,000	10,000

Note : 2 Reserve & Surplus

Sr. No	Particulars	Current Year	Previous Year
1	Surplus (Profit & Loss Account) Balance brought forward from previous year	-12,99,843	-6,35,393
	Add: Profit for the period	12,63,428	-6,64,450
	Total Reserves & Surplus	-36,415	-12,99,843

Note : 3 Long Term Borrowings

Sr. No	Particulars	Current Year	Previous Year
A)	<u>Secured Loans</u>		
B)	<u>Unsecured Loans</u> - From Others	11,500	11,500
	Total	11,500	11,500

Note : 4 Trade Payables

Sr. No	Particulars	Current Year	Previous Year
1	Sundry Creditors	11,33,503	23,05,000
	Total	11,33,503	23,05,000

Note : 5 Short Term Provisions

Sr. No	Particulars	Current Year	Previous Year
	Provisions		
	Audit fee payable	45,000	30,000
	Salaries Payable	15,610	15,610
	Other Provisions	6,06,132	8,15,931
	TDS Payable	6,88,550	
	Total	13,55,292	8,61,541



CHOICE FOUNDATION

Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2020

Note : 6 Cash & Cash Equivalents

Sr. No	Particulars	Current Year	Previous Year
1	Cash-in-Hand		
	Cash Balance	8,364	8,368
2	Bank Balance		
	Bank Balance	24,98,878	19,13,194
	Total	25,07,242	19,21,562

Note :7 Other Current Assets

Sr. No	Particulars	Current Year	Previous Year
1	Others	41,637	41,637
2	TDS Receivable	15,000	15,000
	Total	56,637	56,637



CHOICE FOUNDATION

Schedules Forming Part of the Income & Expenditure for the period ending 31st March, 2020

Note : 8 Revenue from Operations

Sr. No	Particulars	Current Year	Previous Year
1	Donations received	64,82,858	48,18,647
	Total	64,82,858	48,18,647

Note : 9 Other Income

Sr. No	Particulars	Current Year	Previous Year
1	Interest Income	-	206
	Total	0	206

Note :10 Financial Cost

Sr. No	Particulars	Current Year	Previous Year
1	Bank Charges	9,934	9,901
	Total	9,934	9,901

Note : 11 Other Administrative Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Corporate Billing	28,10,500	40,75,000
2	Medical Support	1,03,400	50,000
3	Audit fee	15,000	10,000
4	Golf Expenses	22,18,596	12,86,215
5	Courier Charges		550
6	Danamojo registration fee		5,000
7	Press Expenses	55,000	6,500
8	printing & Stationary	500	1,000
	Defy Sports Expenses	4,400	
9	ROC Fee	2,100	6,000
10	Travelling Expenses		2,614
11	World Mental Health Expenses		30,523
	Total	52,09,496	54,73,402



CHOICE FOUNDATION

Cash Flow Statement for the year ended 31st March, 2020

Particulars		FY 2019-20		FY 2018-19	
A	CASH FLOW FROM OPERATING ACTIVITIES				
	Net Profit Before Tax		12,63,428		(6,64,450)
	Adjustments for:				
	Depreciation	-	-	-	-
	Preliminary Expenditure writtenoff	-	-	-	-
	Interest received	-	-	-	-
	Interest & Finance Charges	-	-	-	-
	Operating Profit before Working Capital Changes		12,63,428		(6,64,450)
	Adjustments for:				
	Decrease/(Increase) in Inventories	-	-	-	-
	Decrease/(Increase) in Trade Receivables	-	-	-	-
	Decrease/(Increase) in Short term loans & advances	-	-	-	-
	Decrease/(Increase) in Other Current Assets	-	-	(15,000)	-
	Increase/(Decrease) in Provisions	4,93,749	-	-	-
	Increase/(Decrease) in Short term borrowings	-	-	-	-
	Increase/(Decrease) in Payables	(11,71,497)	(6,77,748)	23,05,000	22,90,000
	Cash generated from operations		5,85,680		16,25,550
	Income Taxes paid		-		-
	Net Cash flow from Operating activities		5,85,680		16,25,550
B	CASH FLOW FROM INVESTING ACTIVITIES				
	Purchase of Fixed Assets	-	-	-	-
	Increase in Capital WIP	-	-	-	-
	Increase in Preliminary expenditure	-	-	-	-
	(Increase)/Decrease in Long term Loans & advances	-	-	-	-
	Net Cash used in Investing activities				
C	CASH FLOW FROM FINANCING ACTIVITIES				
	Issue of Equity Share Capital	-	-	-	-
	Decrease in Share Application Money	-	-	-	-
	Increase in Long term borrowings	-	-	11,500	-
	Interest received	-	-	-	-
	Interest paid	-	-	-	-
	Net Cash used in financing activities				11,500
	Net increase/(decrease) in Cash & Cash Equivalents		5,85,680		16,37,050
	Cash and Cash equivalents at the beginning of the year		19,21,562		2,84,512
	Cash and Cash equivalents at the end of the year		25,07,242		19,21,562

The above Cash Flow Statement has been prepared using the "Indirect Method" as set out in Accounting Standard 3 on Cash Flow Statement.



FOR VASG & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN: 006070S

(A VISWANATHA RAO)

Membership No. : 029597

Firm Reg. No.: 006070S

Place: Hyderabad

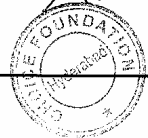
Date: 15.12.2020

UDIN:20029597AAAAMD6206

For CHOICE FOUNDATION

[Signature]
Director

[Signature]
Director



NOTES : 12

SIGNIFICANT ACCOUNTING POLICIES:

The accounts have been prepared primarily on the historical cost convention and in accordance with the relevant provisions of the Companies Act, 2013 and the Accounting Standards notified under the relevant provisions of the Companies Act, 2013. The significant accounting policies followed by the company are stated below:

- a) **USE OF ESTIMATES**
The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting year.
Differences between actual and estimates are recognized in the periods in which the results are known/materialized.
- b) **FIXED ASSETS**
Fixed Assets are stated at their historical cost of acquisition or construction, less accumulated depreciation/amortization and impairment loss. Costs include all costs incurred to bring the assets to their working condition and location. Assets retired from the active use and held for disposal are stated at lower of cost or net book value or net realizable value.
- c) **DEPRECIATION ON FIXED ASSETS**
The Depreciation has been provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 on all the assets.
- d) **REVENUE RECOGNITION**
Revenue has been recognized on accrual basis. The company presents revenues net of indirect taxes in its statement of profit and loss.
- e) **INVENTORIES**
Inventories are valued at lower of cost or net realizable value. Cost of inventories includes all costs of purchases and other costs incurred bringing the inventories to their present location and condition. Costs of inventories are determined under FIFO basis.
- f) **EMPLOYEE BENEFITS**
Employee benefit in the form of provident fund is a defined benefit scheme and the contributions are charged to the statement of profit and loss in the year when employee renders the related service. There are not other obligations other than the contribution payable to the respective authorities.
- g) **TAXES ON INCOME**
Deferred tax is recognized on timing difference being the difference between taxable income and accounting income that originates in one period and is capable of reversal in one or more subsequent periods. Where there is unabsorbed depreciation, or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets.



h) EARNINGS PER SHARE

The company reports basic and diluted earnings per share in accordance with AS 20 on "Earnings per share". Basic earnings per share are computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effect of all dilutive preferential equity instruments , except where results are anti-dilutive.

i) PROVISIONS AND CONTINGENT LIABILITIES

A provision is recognized when the Company has a present obligation as a result of past event 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 are not discounted to present value and are determined as best estimates required to settle the obligation at the balance sheet date. Contingent Liability is disclosed in case of

- (i) A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle that obligation;
- (ii) A present obligation when no reliable estimate is possible; and
- (iii) A possible obligation arising from past events where the probability of outflow of resources is remote.

Contingent Assets are not recognized in the financial statements.

j) BORROWING COST

Borrowing cost includes interest incurred in connection with arrangement of borrowings to the extent they are regarded as an adjustment to the interest cost.

NOTES TO ACCOUNTS:

1. The balances of Trade Receivables, Short Term Loans & Advances are subject to confirmation.
2. Additional information as required under schedule III of the Companies Act, 2013.
3. Quantitative figures are not provided because of the nature of the business and the multi various items invested.
5. "Related Party Disclosures" is as follows:
 - a) Key Management Personnel:
 - i) Bhaskar Reddy Dasari - Director
 - ii) Satishbabu Ghanta- Director
 - iii) Roopa Ghanta- Director
 - iv) Little Stars Health Care Private limited



Transactions during the year with related parties: (Amount in Rs.)

Particulars	KMP	RelatedParties	Total	O/s as on 31-03-2020
Professional charges	-	28,10,500	28,10,500	13,31,803

6. Expenditure in Foreign Exchange - N I L
7. Earnings in Foreign Exchange - N I L
8. Figures are rounded off to nearest rupee.
9. Previous Year Figures have been regrouped or rearranged or recast wherever necessary.

For V A S G & ASSOCIATES
Chartered Accountants
Reg.No:006070S



(A.Viswanatha Rao)
Director
Partner
M.No:029597

Place: Hyderabad
Date: 15.12.2020
UDIN:20029597AAAAMD6206

for and on behalf of the board

A. Viswanatha Rao
Director

(Signature)



CHOICE FOUNDATION

Regd Off: 3rd Floor, Dr No. 2-20/4-8, Pullareddy Sweetshop Building, Kothaguda Road,
Hyderabad-500081, TG India.

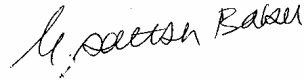
CIN: U85100TG2012NPL083532

email ID: finance@isch.in

List of Shareholders as on 31st March 2020

S. No.	Name & Address of the Members	No. of Equity Shares	Nominal Face Value Rs.
1.	SRI. DASARI BHASKAR REDDY	1,500	10/-
2.	Dr. SATISHBABU GHANTA	5,100	10/-
3.	Dr. ROOPA GHANTA	2,400	10/-
4.	SRI. SISTA RADHA KRISHNA	1,000	10/-
	TOTAL	10,000	

For CHOICE FOUNDATION



Director