
FOURTH ANNUAL REPORT

OF

IP INDIA FOUNDATION

(A wholly owned subsidiary of International Paper APPM Limited)

2016-17



IP INDIA FOUNDATION

(A wholly owned subsidiary of International Paper APPM Limited)

(CIN U80301TG2013NPL088489)

Regd. Office: Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801,
Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, India

Website: ipindiafoundation.com Phone No. 040-3312 1000 Fax No. 040-3312 1010

NOTICE

NOTICE is hereby given that the Fourth Annual General Meeting of the Members of IP India Foundation will be held on **Thursday, July 20, 2017 at 11.00 a.m. at the Registered Office – Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801, Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, India** to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt audited financial statements of the Company for the financial year ended March 31, 2017, the reports of Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. C. Prabhakar (DIN: 06621885) who retires at the Annual General Meeting and being eligible offers himself for reappointment.
3. To consider and, if thought fit, to pass, with or without modification(s), the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and The Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), the reappointment of Messrs Hari & Gautham Associates (Firm Registration No. 008379S), Chartered Accountants, Hyderabad be and is hereby ratified as Auditors of the Company, to hold office from the conclusion of this Meeting until the conclusion of fifth Annual General Meeting at such remuneration as shall be fixed by the Board of Directors of the Company."

SPECIAL BUSINESS:

4. To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

“RESOLVED THAT Mr. Donald P. Devlin (DIN: 07728231), who was appointed as an Additional Director and Chairman of the Company by the Board of Directors with effect from April 28, 2017, in terms of Section 161 (1) of the Companies Act, 2013 and Article 68 of the Articles of Association of the Company and whose term of office expires at the Annual General Meeting and in respect of whom the Company has received a notice in writing from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Director and Chairman of the Company whose period of office shall not be liable to determination by retirement of directors by rotation.”

**By Order of the Board
For IP India Foundation**



**C. Prabhakar
Director**

Regd. Office:
Krishe Sapphire Building
8th Floor, 1-89/3/B40 to 42/KS/801,
Hitech City Main Road,
Madhapur, Hyderabad – 500 081
Telangana, India

June 12, 2017

Notes

- 1. A Member entitled to attend and vote at the Meeting is entitled to appoint a Proxy to attend and vote instead of himself. Such proxy need to be a Member of the Company.**

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 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.

- 2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, setting out details relating to Special Business in respect of Item No. 4 is annexed hereto.**

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 4

Consequent upon resignation of Mr. Rampraveen Swaminathan, the Board of Directors of the Company at their Meeting held on April 26, 2017 appointed Mr. Donald P. Devlin as an Additional Director and Chairman with effect from April 28, 2017 and he holds office upto this Annual General Meeting pursuant to Section 161(1) of the Companies Act, 2013 and Article 68 of the Articles of Association of the company.

A notice under Section 160(1) of the Companies Act, 2013 has been received from a Member of the Company signifying its intention to propose the name of Mr. Donald P. Devlin for appointment as a Director and Chairman of the Company.

The Board commends the Resolution as set out at Item No. 4 of the Notice for approval by the Members.

None of the Directors, except Mr. Donald P. Devlin, is concerned or interested in the Resolution as set out at item 4.

**By Order of the Board
For IP India Foundation**



**C. Prabhakar
Director**

Regd. Office:
Krishe Sapphire Building,
8th Floor, 1-89/3/B40 to 42/KS/801,
Hi-tech City Main Road,
Madhapur, Hyderabad – 500 081
Telangana, India

June 12, 2017

BOARD'S REPORT

Your Directors have pleasure in presenting the Fourth Annual Report of the Foundation together with Audited Accounts for the period covering from April 1, 2016 to March 31, 2017.

Preamble

IP India Foundation (hereinafter referred to as Foundation or IPIF) was incorporated on June 20, 2013 as a private limited company under Section 25 of the Companies Act, 1956. The Foundation is a wholly-owned subsidiary of International Paper APPM Limited and is managed by Board of Directors nominated by the Holding Company.

The focus areas of the Foundation namely Education, Environment and Engagement of employees make positive contributions to the communities around IP APPM's manufacturing facilities and farm forestry areas. The Foundation is continually refining its programs and seeking opportunities to make a difference in the communities.

Financial Results

	(in Rs.)	
	2016-17	2015-16
Total Income	3,657,334	788,379
Less: Total Expenditure	1,272,166	850,137
Surplus/(Deficit) before Tax	2,385,168	(61,758)
Tax Expenses	-	-
Surplus/(Deficit) for the year	2,385,168	(61,758)

CSR Activities

During the period from April 1, 2016 to March 31, 2017, Foundation had undertaken the following CSR activities:

1. Supported through employee donations continuation of Engineering Degree in respect of Mr. Sai Pavan;
2. Supported through employee donations, 50 students of APPM School by paying their school fee (Rs.3.01 lakhs) through Project Saathi;
3. Distributed IP Scholarship of Rs.4.71 lakhs to 58 needy and meritorious students who have completed Class X and needed support to continue their education;
4. Sponsored Balakalakaar 2017 - an art camp where more than 1500 students participated in the event;
5. Organised teachers' training to 65 Government School teachers from Rajahmundry and Kadiam Mandals.

The Foundation extended support in the implementation of following CSR activities of Holding Company:

- a. Spoken English Classes to students of five municipal schools in Rajahmundry;
- b. Construction of Girls Toilets and compound wall at Girijan Vikas Kendram School and construction of girls' toilet in municipal school in Veeravaram Village;
- c. Setting up of RO Plant for the residential school Girijana Vikas Kendram and installation of three safe drinking water plants in the villages of Mulagapudi, Theeda and Ammulapalem;
- d. Project New Horizons in 5 Municipal High Schools of Rajahmundry town;
- e. Inauguration of tailoring center for women and fitness centre for youth in Kadium village;
- f. Installation of two water drinking plants in two municipal high schools in Rajahmundry town;
- g. Volunteering activities – (i) painting of municipal school, Veeravaram (ii) distribution of food and water packets to people affected by floods in Hyderabad (iii) distribution of clothing to senior citizen in Manasa Elders Home, Hyderabad etc.

Directors

The Directors of the Company as on March 31, 2017 were Mr. Rampraveen Swaminathan, Mr. Mukundan Venugopalan Menon, Mr. Badrinath Chellappa and Mr. C. Prabhakar Cherukumudi.

Mr. Rampraveen Swaminathan resigned as Director and Chairman with effect from the close of business hours of April 27, 2017 and the Board placed on record its appreciation for his outstanding contribution.

The Board of Directors at the Meeting held on April 26, 2017 appointed Mr. Donald P. Devlin as Additional Director and Chairman with effect from April 28, 2017. He will hold office up to the date of ensuing annual general meeting. The Company had received requisite notice under section 160 of Companies Act, 2013 proposing his candidature.

In accordance with the provisions of the Companies Act, 2013 and Articles of Association of the Company, Mr. C. Prabhakar retires by rotation at the forthcoming Annual General Meeting and being eligible offers himself for reappointment.

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 are not applicable to the Company.

Board Meetings

During the financial year ended March 31, 2017, 2 Board meetings were held on April 19, 2016 and December 8, 2016 in compliance with the provisions of Companies Act, 2013.

Policy Relating to Directors Appointment and Remuneration

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013. None of the Directors have received any remuneration from the Company.

Auditors

The Members at the Annual General Meeting held on August 13, 2014 appointed Messrs Hari & Goutham, Chartered Accountants, as Auditors of the Company for a period of five years to hold office from the conclusion of first Annual General Meeting to the conclusion of the fifth consecutive Annual General Meeting subject to ratification of the appointment by the Members at every subsequent Annual General Meetings. Messrs Hari & Goutham, Chartered Accountants, have confirmed their eligibility and willingness to accept office, if re-appointed.

M/s. Hari & Goutham, retiring auditors has confirmed that their reappointment would in conformity with the provisions of Section 139 of the Companies Act, 2013.

There was no qualification, reservation or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report in not applicable to the Company

Declarations and Confirmations

The Company has adequate internal financial control system in place which operates effectively. According to the Directors of your Company, elements of risks that threaten the existence of your Company are very minimal. Hence, no separate risk management policy is formulated.

There were no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

Public Deposits

The Company has not accepted deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014. During the year under review, there was no unclaimed deposit amount which is required to be transferred to Investor Education and Protection Fund.

Particulars of loans, guarantees or investments

No loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 were given during the year under review.

Particulars of conservation of energy, technology absorption are given in the prescribed format under the Companies (Accounts) Rules, 2014

Particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo as required under Section 134(3) (m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014 are not applicable and hence, not given.

Particulars of Employees

There are no employees on the rolls of the Company and such the information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable.

Extract of Annual Return

The extract of Annual Return as on financial year ended March 31, 2017 as required under Sub-section 3 of Section 92 of Companies Act, 2013 in Form No. MGT 9 is attached.

Directors' Responsibility Statement

Your Directors hereby confirm and declare that:

- i. in the preparation of final accounts for the year ended March 31, 2017, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii. they 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 year ended March 31, 2017 and of the loss of the Company for that period;
- iii. they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. they had prepared the accounts for the year ended March 31, 2017 on a 'going concern' basis.
- v. they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating efficiently.

General

- 1) There were no significant material orders passed by the Regulators or Courts which would impact the going concern status of the Company and its future operations.
- 2) During the year under review, no complaints/cases were filed pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Acknowledgements

The Board expresses its gratitude for the unstinted support and guidance received from International Paper APPM Limited and the employees of holding company.

For and on behalf of the Board



Donald P. Devlin
Chairman

Hyderabad
Date: June 12, 2017

Annexure to the Director's Report**EXTRACT OF ANNUAL RETURN**

As on the financial year ended on March 31, 2017
[Pursuant to Section 92(3) of the Companies Act, 2013 And
Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

FORM NO. MGT-9**I. REGISTRATION AND OTHER DETAILS:**

i)	CIN	U80301TG2013NPL088489
ii)	Registration Date	June 20, 2013
iii)	Name of the Company	IP India Foundation
iv)	Category /Sub Category of the Company	Category : Section 8 Company Sub Category: Subsidiary of Indian Company & having share capital
v)	Address of the Registered Office and contact details	Krishe Sapphire Building, 8 th Floor, 1-89/3/B40 to 42/KS/801, Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, India Phone No. 040-3312 1000 Fax No. 040-3312 1010 Email : prabhakar.cherukumudi@ipaper.com Website: ipindiafoundation.com
vi)	Whether shares listed	No
vii)	Name, Address and contact details of the Registrar and Transfer Agent, if any:	Not applicable

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)

The Company is a not for profit company incorporated under Section 25 of the Companies Act, 1956

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATED COMPANIES

S. No.	Name and address of the company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1	International Paper APPM Limited	L21010AP1964PLC001008	Holding Company	100%	2(46)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**i) Category-wise Shareholding**

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 s									
(1) Indian									
Bodies Corp.	0	50,000	50,000	100.00	0	50,000	50,000	100.00	0.00
(2) Foreign	0	0	0	0.00	0	0	0	0.00	0.00
Total shareholding of Promoter (A)	0	0	50,000	100.00	0	50,000	50,000	100.00	0.00
B. Public Shareholding	0	0	0	0.00	0	0	0	0.00	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	50,000	50,000	100.00	0	50,000	50,000	100.00	0.00

ii) Shareholding of Promoters-

Shareholder's Name	Shareholding at the beginning of the year			Share holding 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	
International Paper APPM Limited	49,990	99.98	0.00	49,990	99.98	0.00	0.00
Rampraveen Swaminathan (nominee of International Paper APPM Limited)	10	0.02	0.00	10	0.02	0.00	0.00
Total	50,000	100.00	0.00	50,000	100.00	0.00	0.00

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

There were no changes in the Promoters shareholding during the financial year 2016-17

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

Not applicable

V) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The Directors of Company did not hold any shares during the financial year ended March 31, 2017 except of 10 shares held by Mr. Rampraveen Swaminathan, Director as nominee of International Paper APPM Limited. There are no key managerial personnel in the Company

VI) INDEBTEDNESS -

The Company had no indebtedness with respect to Secured or Unsecured Loans or Deposits during the financial year 2016-17.

VII) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Directors do not receive any remuneration from the Company. The Company is not required to appoint Key Managerial Personnel.

VIII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

There were no penalties / punishment / compounding of offences for breach of any Section of Companies Act against the Company or its Directors or other officers in default, if any, during the year.

Auditor's Report
TO THE MEMBERS OF IP INDIA FOUNDATION

Report on the Financial Statements

We have audited the accompanying financial statements of **IP INDIA FOUNDATION** ("the Company") which comprise the Balance Sheet as at March 31, 2017, the Statement of Income and Expenditure and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Cash Flow of the Company. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 the internal controls relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, 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.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) in the case of the Statement of Income and Expenditure, of the deficit of the Company for year ended on that date;
- c) in the case of the Cash Flow Statement, of the Cash flow for the year ended on that date.

Report on Other Requirements

1. The Companies (Auditor's Report) Order, 2015 (CARO) issued by the Central Government in terms of Section 143 of the Companies Act, 2013 is not applicable to the Company in terms of Clause 1(2)(iii) of the Order.
2. As required by Section 143(3) of the Act 2013, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 and Statement of Income and Expenditure and the Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company.
 - d) In our opinion, the Balance Sheet and Statement of Income and Expenditure and the Cash Flow Statement comply with the Accounting Standards referred to in Section 129(1) of the Companies Act, 2013.
 - e) On the basis of the 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, 2017 from being appointed as a director in terms of Section 164 (2) of the Companies Act, 2013.

For Hari & Gautham Associates
Chartered Accountants
(Firm Registration No. 008379S)



Hari Jagannadha Sarma
Partner
Membership No. 205239

April 26, 2017

IP INDIA FOUNDATION**Balance Sheet as at March 31, 2017****(in Rs.)**

Particulars	Note	As at March 31, 2017	As at March 31, 2016
EQUITY & LIABILITIES			
Share capital	3	500,000	500,000
Reserves and surplus	4	2,601,661	216,493
Earmarked Funds			
Other Earmarked Fund	5	75,000	75,000
Current Liabilities			
Trade Payables	6	29,625	29,625
Total		3,206,286	821,118
ASSETS			
Current Assets		-	-
Investments	7	75,000	75,000
Bank Balance	8	3,093,170	698,432
Other Current Assets	9	38,116	47,686
Total		3,206,286	821,118

Significant overview & Significant accounting policies

1 & 2

See accompanying notes forming part of the financial statements

In terms of our report attached

For Hari & Gautham Associates
Chartered AccountantsHari Jagannadha Sarma
Partner

For IP India Foundation

Rampraveen Swaminathan
ChairmanC. Prabhakar
DirectorPlace: Hyderabad
Date: April 26 , 2017Place: Hyderabad
Date: April 26 , 2017

IP INDIA FOUNDATION**Statement of Income and Expenditure for the year ended March 31, 2017****(in Rs.)**

Particulars	Note	For the year ended March 31, 2017	For the year ended March 31, 2016
I Income			
Revenue from operations	10	3,657,334	788,379
Total Income		3,657,334	788,379
II Expenditure			
Finance costs	11	18	-
Other expenses	12	1,272,148	850,137
Total Expenditure		1,272,166	850,137
III Surplus/(Deficit) before tax from operations		2,385,168	(61,758)
IV Tax Expense			
Current tax		-	-
V Surplus / (Deficit) for the year [(III)- (IV)]		2,385,168	(61,758)
VI Earnings per share (Nominal Value of Rs. 10 Per share)			
Basic and diluted (Rs.)		47.70	(1.24)

Significant overview & Significant accounting policies 1 & 2
See accompanying notes forming part of the financial statements

In terms of our report attached

For Hari & Gautham Associates
Chartered Accountants



Hari Jagannadha Sarma
Partner

Place: Hyderabad
Date: April 26 , 2017

For IP India Foundation



Rampraveen Swaminathan
Chairman

Place: Hyderabad

Date: April 26 , 2017



C. Prabhakar
Director

IP INDIA FOUNDATION

Cash Flow Statement for the year ended March 31, 2017

(in Rs.)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Surplus/(Deficit) for the year	2,385,168	(61,758)
Adjustments for:		
Provision for expenses	29,625	30,625
Adjustment for (increase)/decrease in operating assets	(20,054)	(58,989)
Net cash used in operating activities	2,394,738	(90,122)
Proceeds from issue of equity share capital		
Net cash flow from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	2,394,738	(90,122)
Cash and cash equivalents at the beginning of the year	698,432	788,553
Cash and cash equivalents at the end of the year	3,093,170	698,432

See accompanying notes forming part of the financial statements

In terms of our report attached
For Hari & Gautham Associates
Chartered Accountants

For IP India Foundation



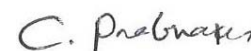
Hari Jagannadha Sarma
Partner

Place: Hyderabad
Date: April 26 , 2017



Rampraveen Swaminathan
Chairman

Place: Hyderabad
Date: April 26 , 2017



C. Prabhakar
Director

Notes forming part of the Financial Statements
(All amounts in Rs. Except share data and unless otherwise stated)

1. Company overview

IP India Foundation (“the Company”) was incorporated in India on June 20, 2013 as a limited company under section 25 of the Companies Act, 1956. The Company is a wholly-owned subsidiary of International Paper APPM Limited and managed by Board of Directors of nominated by the Holding Company.

The primary focus of the Company is to contribute for the development of education, environment of communities around manufacturing facilities and farm forestry areas of holding company.

2. Significant accounting policies

2.1 Basis of preparation

The financials statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) to comply in all material respect with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on the accrual basis under the historical cost convention.

2.2 Use of estimates

The preparation of the financial statements requires the management to make estimates and assumption considered in the reported amount of assets and liabilities (including contingent liabilities as of the date of the financial statements and the reported income and expenses for the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates and the differences between the actual results and estimates are recognized in the periods in which the results are known/materialize.

2.3 Cash and cash equivalents

Cash and cash equivalents for the purposes of Cash flow Statement comprises of balance in Savings Bank account.

2.4 Cash flow statement

Cash flows are reported using indirect method whereby cash flows from operating activities of the Company are identified and reported.

2.5 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. In addition, the following criteria must also be met before revenue is recognized:

- (a) Voluntary contributions are accounted on the date of receipt. All voluntary contributions received during the year are towards the objectives of the Company.

2.6 Earnings per share

Basic earnings per share are computed by dividing the surplus / (deficit) after tax by weighted average number of equity shares outstanding during the year.

2.7 Provisions and contingencies

A provision is recognized 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 are not discounted to their present value and determined based on the best estimate required to settle the obligation as at Balance Sheet date.

2.8 Segment Information

The primary focus of the Company is to contribute to the development of education and environment around the areas of holding company's manufacturing facilities and farm forestry and all other activities revolve around the main business. The Company does not have any geographical segments. As such, there are no separate reportable segments as per Accounting Standard 17 on 'Segment Reporting' as notified under the Companies (Accounting Standards) Rules, 2006.

2.9 Earnings per share

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
(a) Net surplus /(deficit) after tax (Rs.)	2,385,168	(61,758)
(b) Weighted average number of equity shares (Nos.)	50,000	50,000
(c) Basic and diluted earnings per share (a)/(b) (Rs.)	47.70	(1.24)
(d) Nominal value per share (Rs.)	10.00	10.00

2.10 Related Party disclosures

As per the Accounting Standard 18 on 'Related Party Disclosure' as notified by the Companies (Accounting Standards) Rules 2006, the related parties of the Company are as follows.

List of related parties and relationship:

Holding Company (100%)

International Paper APPM Limited (formerly known as The Andhra Pradesh Paper Mills Limited)

Group Company

International Paper (India) Private Limited

Summary of significant related party transactions:

(Rs.)

Particulars	Name of the related party	Year ended March 31, 2017	Year ended March 31, 2016
Grants towards CSR projects	International Paper APPM Limited	15,00,000	-
Grants towards CSR projects	International Paper (India) Private Limited	15,00,000	-

Notes forming part of the financial statements**3. Share Capital**

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number	Rs.	Number	Rs.
AUTHORISED				
Equity shares of Rs. 10 each	50,000	500,000	50,000	500,000
ISSUED, SUBSCRIBED & FULLY PAID UP				
Equity shares of 50,000 @ Rs. 10 each (Of the above share 49,990 shares held by Holding company namely International Paper APPM Limited and 10 shares held by Mr. Rampraveen Swaminathan, nominee of holding company)	50,000	500,000	50,000	500,000
TOTAL	50,000	500,000	50,000	500,000

(a) Reconciliation of the number of shares and amount outstanding as at the beginning and end of the year.

Particulars	As at March 31, 2017		As at March 31, 2016	
	Number	Rs.	Number	Rs.
Shares issued in July 2013 during Incorporation	50,000	500,000	50,000	500,000
Changes during the year	-	-	-	-
Outstanding as at end of the year	50,000	500,000	50,000	500,000

(b) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share and rank *pari passu*. As per Clause X of Memorandum of Association (MoA) of the Company, If upon the winding up or dissolution of the company there remains, after the satisfaction of all the debts and liabilities, any property whatsoever, the sum shall not be distributed amongst the members of the company but shall be given or transferred to such other company having objects similar to the object of this company, to be determined by the members of the company at or before the time of dissolution or in default thereof by the High Court of Judicature that has or may acquire jurisdiction in the matter.

4. Reserves and surplus**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Surplus in the Statement of Income and Expenditure		
Opening balance	216,493	278,250
Surplus/(Deficit) for the year	2,385,168	(61,758)
TOTAL	2,601,661	216,493

5. Earmarked Funds**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Amount received towards earmarked funds from Mr. T.D Thomas	75,000	75,000
TOTAL	75,000	75,000

6. Trade payables**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Provision for Expenses (Audit fee for financial year 2016-17)	29,625	29,625
TOTAL	29,625	29,625

(a) No amount is payable to "Suppliers" registered under Micro, Small and Medium Enterprises Development Act, 2006.

No interest has been paid/ payable by the Company during the year to the "Suppliers" covered under Micro, Small and Medium Enterprises Development Act, 2006.

7. Investments**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Amount Invested in Fixed Deposit	75,000	75,000
TOTAL	75,000	75,000

8. Cash and bank balances**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Balance with bank:		
- In Savings account	3,093,170	698,432
TOTAL	3,093,170	698,432

9. Other current assets**(in Rs.)**

Particulars	As at March 31, 2017	As at March 31, 2016
Preliminary and formation expenses	17,736	35,471
Interest income receivable	20,380	12,215
TOTAL	38,116	47,686

10. Revenue from operations**(in Rs.)**

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Voluntary contribution [see note]	3,596,353	747,654
Interest income	60,981	40,725
TOTAL	3,657,334	788,379

Note:

Voluntary contributions include grants received from International Paper APPM Limited, Holding Company and International Paper (India) Private Limited, Group Company and donations received from employees of IP.

11. Finance costs**(in Rs.)**

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Bank and finance charges	18	-
TOTAL	18	-

12. Other expenses

(in Rs.)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
CSR activities expenses	1,208,237	761,308
Professional fees	26,186	39,257
Rates and taxes	5,748	7,523
Printing and stationery	-	9,072
Advertisement expenses	2,352	2,352
Travel expenses	-	-
Refreshment expenses	-	-
Audit fee	29,625	30,625
TOTAL	1,272,148	850,137

13. Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosures.

In terms of our report attached

For Hari & Gautham Associates
Chartered Accountants



Hari Jagannadha Sarma
Partner

Place: Hyderabad
Date: April 26 , 2017

For IP India Foundation



Rampraveen Swaminathan
Chairman

Place: Hyderabad
Date: April 26 , 2017



C. Prabhakar
Director

Proxy form

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]



IP INDIA FOUNDATION

Regd. Office: Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801,
Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, India
Website: ipindiafoundation.com

Fourth Annual General Meeting – July 20, 2017

Name of the Member(s)

Registered address

Email

Folio No. / Client ID

DP ID

I / we, being the Member(s) of _____ shares of the above named Company, hereby appoint

Name : _____ Email : _____
Address :
..... Signature : _____

Or failing him / her

Name : _____ Email : _____
Address :
..... Signature : _____

Or failing him / her

Name : _____ Email : _____
Address:
..... Signature : _____

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the fourth Annual General Meeting of the Company, to be held on Thursday, July 20, 2017 at 11.00 a.m. at **Registered Office - Krishe Sapphire, Building, 8th Floor, 1-89/3/B40 to 42/KS/801, Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, India** and at any adjourned meeting thereof in respect of the Resolutions as are indicated overleaf:

Resolution number	Resolution	Vote		
		For	Against	Abstain
Ordinary business				
1	Adoption of audited financial statements of the Company for the financial year ended March 31, 2017 and the Reports of Board of Directors and Auditors thereon			
2	Appointment of a Director in place of Mr. C. Prabhakar (DIN: 06621885) who retires by rotation and being eligible offers himself for reappointment			
3	Appointment of M/s. Hari & Gautham Associates as Auditors of the Company.			
4	Appointment of Mr. Donald P. Devlin (DIN: 07728231) as a Director and Chairman			

Signedday of 2017

.....

Signature of the Member

.....
Signature of the proxy holder(s)

Affix
revenue
stamp

Notes:

1. This form, in order to be effective, should be stamped, completed, signed and deposited at the registered office of the Company not less than 48 hours before the commencement of the Meeting.

Attendance slip



IP INDIA FOUNDATION

(CIN: U80301AP2013NPL088489)

(A wholly owned subsidiary of International Paper APPM Limited)

Regd. Office: Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801,

Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, Telangana, India

Website: ipindiafoundation.com Phone No. 040-3312 1000 Fax No. 040-3312 1010

Fourth Annual General Meeting – July 20, 2017

Registered Folio no. / DP ID no. & Client ID no.:

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Number of shares held

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

I certify that I am a member / proxy for the member of the Company.

I hereby record my presence at the 4th Annual General Meeting of the Company held at Regd. Office: Krishe Sapphire Building, 8th Floor, 1-89/3/B40 to 42/KS/801, Hi-tech City Main Road, Madhapur, Hyderabad – 500 081, Telangana, India on Thursday, July 20, 2017 at 11.00 a.m.

.....

Name of the member / proxy
(in BLOCK Letters)

.....

Signature of the member / proxy

Note: Please fill up the attendance slip and hand it over at the entrance of the meeting hall.
Members are requested to bring their copies of the Annual Report to the AGM.