



KUMAR MITTAL & CO.

Chartered Accountants

13, (Basement), Community Centre
East of Kailash, New Delhi-110 065
Ph: 011-26236154-55 Fax: 26235842

kumarmittalco@gmail.com

To,

The Trustees,

We have examined the Balance Sheet of **BHAVISHYA BHARAT** as at 31st March, 2011 and the Income & Expenditure Account for the period ended on that date which are in agreement with the books of account maintained by the said Trust or institution. These financial statements are the responsibility of the Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the trust so far as appears from our examination of the books, subject to the comments given below:

In our opinion and to the best of our information, and according to information given to us, the said accounts together with the accounting policies and notes forming integral part thereof give a true and fair view-

- (i) In the case of the Balance Sheet, of the state of affairs of the above named trust/institution as at **31st March, 2011** and
- (ii) In the case of the Income and Expenditure Account, of the Surplus of its accounting period ending on **31st March, 2011**.

For **KUMAR MITTAL & CO**
Chartered Accountants

(Amrish Kumar)
Partner
M No. 90553
FRN: 10500N

Place: Hyderabad
Date: 12th July 2011

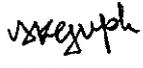




BHAVISHYA BHARAT
(A REGD. PUBLIC CHARITABLE TRUST), NEW DELHI
BALANCE SHEET As At 31-March-2011

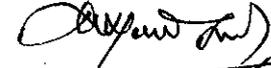
| PARTICULARS | SCHEDULE | As at 31.03.2011 Amount(Rs.) | As at 31.03.2010 Amount(Rs.) |
|---|----------|---------------------------------|---------------------------------|
| LIABILITIES | | | |
| Corpus Fund (received from Settler) | | 10000 | 10000 |
| Fixed Assets Fund (As per Contra) | 1 | 1037239 | 1254130 |
| Restricted Grant | 2 | 8389104 | 6360220 |
| Unrestricted Grant | 3 | 954941 | 836641 |
| Current Liabilities & Provisions | 4 | 853,729 | 1,844,474 |
| TOTAL | | 11245013 | 10305465 |
| ASSETS | | | |
| Fixed Assets (As Per Schedule) | 1 | 1037239 | 1254130 |
| Current Assets, Loans And Advances | 5 | 10,207,774 | 9,051,335 |
| TOTAL | | 11245013 | 10305465 |
| Significant Accounting Policies and Notes forming an integral parts of accounts. | 6 | | |

As per our report of even date
For KUMAR MITTAL & CO.
Chartered Accountants


(Amrish Kumar)
Partner
M. No.: 90553
FRN:10500N
Place: Hyderabad
Date: 12th July 2011



For BHAVISHYA BHARAT


(TRUSTEES)




BHAVISHYA BHARAT

(A REGD. PUBLIC CHARITABLE TRUST), NEW DELHI

RESTRICTED GRANT

STATEMENT OF EXPENDITURE FOR THE PERIOD 1st APRIL 2010 TO 31ST MARCH 2011

| Particulars | CURRENT YEAR AMOUNT(Rs.) | PREVIOUS YEAR AMOUNT(Rs.) |
|--|-----------------------------|------------------------------|
| EXPENDITURE | | |
| Public Health Delivery System | | |
| Salaries & Wages | | |
| Honorarium | | |
| Diagonostics & Consumables | 750713 | 1167368 |
| Medicines | 23500 | |
| Office Cum Dispensary Running Expenses | 18920 | 121869 |
| Vehicle Hiring and Running Expenses | 633393 | 494543 |
| Health Infrastructure Expenses | 246308 | 170280 |
| Medical Camps | 310875 | 396143 |
| Medical Profiling/Socio Profiling | 9350 | 7000 |
| Mobile Ambulance | 148859 | 140213 |
| Telephone and Internet | 1882 | 18213 |
| | 22720 | 927 |
| | 75954 | 108955 |
| Sub Total (A) | 2240474 | 2625511 |
| Social Development Activities | | |
| Renovation of Salem Pakyel Community Center | | |
| Construction of Ramam Community Center | 953521 | |
| Construction of Singhik Community Center | 463065 | |
| Renovation of Singhik Community Center | 2380938 | |
| Social Activities Cultural Programmes etc | 2250 | |
| | 148986 | 39967 |
| Sub Total (B) | 3948760 | 39967 |
| Water and Sanitation | | |
| Salaries | | |
| Honorarium | | |
| Water Treatment & Filtration Expenses | 231747 | 184774 |
| Office Expenses | 560335 | 485832 |
| | 24000 | 5104066 |
| | 17047 | |
| Sub Total (C) | 833129 | 5774672 |
| Education | | |
| Salaries & Wages | | |
| Staff Welfare | | |
| Consultancy and Advisory Support | 1096038 | 943741 |
| Office Repair & Maintenance Office | | 2500 |
| Transit Accomodation Rent | 30000 | 245675 |
| Education Infrastructure Development | 7800 | 3800 |
| Children Sponsors Program | 261314 | 352811 |
| Vehicle Hiring and Running | 5738151 | 1081980 |
| Stationery Printing & Postage | 1463554 | 1811481 |
| Staff Capacity Building Trainings | 198694 | 241897 |
| Lodging and Boarding | 78848 | 50625 |
| Office Expenses | 25227 | 8500 |
| | 5500 | |
| Sub Total (D) | 8875126 | 4745210 |
| Livelihood Programmes | | |
| Agriculture And Horticulture Specialist | | |
| Salaries | | |
| Livelihood Promotion | | |
| Labour for Plantation | 247951 | 217145 |
| Professional Fee | 667642 | 534235 |
| Travelling Expenses | 251456 | 377980 |
| Vehicle Running and Maintainance | 175000 | 20000 |
| Office Expenses | 85213 | 9255 |
| | 79867 | |
| | 5840 | 4504 |
| Sub Total (E) | 1512969 | 1163119 |



Shrey

[Signature]

| | | |
|---|----------------|----------------|
| Acquisition of Fixed Assets | | |
| Computer & Other Equipments | | |
| Medical Equipments | 49468 | 85099 |
| Office Equipment | | 280292 |
| Books and Periodicals | 27800 | |
| Furniture & Fixture | 11310 | |
| | 5500 | 53950 |
| Sub Total (F) | 94078 | 419341 |
| Administrative Expenses | | |
| Salaries | | |
| Internal Audit Fees | 2013015 | 1857534 |
| Statuary Audit Fee | 88240 | 55150 |
| Stationery & Postage | 151663 | 137875 |
| Telephone & Internet | 97905 | 89414 |
| Publication, Website & Printing Expenses | 45846 | 31590 |
| Staff Welfare | 6051 | 124725 |
| Miscellaneous | 16434 | 41483 |
| Travelling Expenses | 50594 | 7263 |
| Computer Maintainance | 450115 | 662046 |
| | 11718 | 24975 |
| Sub Total (G) | 2931579 | 3032055 |
| Expenses against Restricted Grant transferred to Balance Sheet (TOTAL A TO G) | | |
| Significant Accounting Policies and Notes forming an integral parts of accounts. (Schedule-6) | 20436116 | 17799875 |

As per our report of even date
For KUMAR MITTAL & CO.
Chartered Accountants

(Signature)
(Amrish Kumar)
Partner
M. No.: 90553
FRN : 10600N
Place Hyderabad
Date: 12th July 2011



For BHAVISHYA BIHARAT

(Signature)
(Signature)
(TRUSTEES)

BHAVISHYA BHARAT

(A REGD. PUBLIC CHARITABLE TRUST), NEW DELHI

**SCHEDULE OF FIXED ASSETS FORMING PART OF
BALANCE SHEET AS AT 31ST MARCH 2011**

| Sl. | Particulars | Gross value as on 31.03.2010 | Addition | | Total | Rate of depreciation | Depreciation upto 31.03.2010 | Depreciation for the Year | Total Depreciation | W.D.V. as at 31.03.2011 | W.D.V. as at 31.03.2010 |
|-----|-----------------------|------------------------------|-----------------|------------------|------------------|----------------------|------------------------------|---------------------------|--------------------|-------------------------|-------------------------|
| | | | Upto 30.09.2010 | After 30.09.2010 | | | | | | | |
| 1 | Furniture & Fittings | 85,397 | - | 5,500 | 90,897 | 10% | 11,546 | 7,660 | 19,206 | 71,691 | 73,851 |
| 2 | Office Equipment | 304,551 | 27,600 | - | 332,351 | 15% | 59,034 | 40,997 | 100,031 | 232,320 | 245,516 |
| 3 | Computer Equipments | 679,833 | 49,468 | - | 729,301 | 60% | 48,703 | 145,363 | 632,393 | 96,908 | 192,803 |
| 4 | Motor car | 663,281 | - | - | 663,281 | 15% | 1,17,776 | 78,226 | 2,20,002 | 443,279 | 521,505 |
| 5 | Medical Equipment | 255,292 | - | - | 255,292 | 15% | 34,838 | 33,068 | 67,906 | 187,386 | 220,465 |
| 6 | Books and Periodicals | - | - | 11,310 | 11,310 | 100% | 0 | 5,655 | 5,655 | 5,655 | - |
| | GRAND TOTAL | 1,988,354 | 77,268 | 16,810 | 2,082,432 | | 734,224 | 310,969 | 1,045,193 | 1,037,239 | 1,254,130 |



[Signature]

Schedule 1



BHAVISHYA BHARAT
(A REGD. PUBLIC CHARITABLE TRUST), NEW DELHI

RESTRICTED GRANT Schedule -2

| PARTICULARS | CURRENT YEAR AMOUNT (Rs.) | PREVIOUS YEAR AMOUNT (Rs.) |
|---------------------------------------|------------------------------|-------------------------------|
| Opening Balance | | |
| Grant Received | 6360220 | 3653795 |
| Total | 22465000 | 20506300 |
| Less: As per Statement of Expenditure | 28825220 | 24160095 |
| Balance Caried to Balance Sheet | 20436116 | 17798875 |
| | 8389104 | 6360220 |

UNRESTRICTED GRANT Schedule-3

| PARTICULARS | CURRENT YEAR AMOUNT (Rs.) | PREVIOUS YEAR AMOUNT (Rs.) |
|--|------------------------------|-------------------------------|
| OPENING BALANCE | 836641 | 434523 |
| INCOME | | |
| Interest Received | 294,433 | 402,118 |
| Less: | 1,131,074 | 836,641 |
| Interest provided in earlier years, no more receivable | 176133 | |
| Surplus Carried to the Balance Sheet | 954,941 | 836,641 |

CURRENT LIABILITIES & PROVISIONS Schedule -4

| PARTICULARS | CURRENT YEAR AMOUNT (Rs.) | PREVIOUS YEAR AMOUNT (Rs.) |
|----------------------------|------------------------------|-------------------------------|
| Current Liabilities | | |
| Salary payable | 374712 | 335056 |
| TDS Payable | 160832 | 173590 |
| Expenses Payable | 45800 | 1111043 |
| Provisions | 581344 | 1619689 |
| Audit Fees Payable | 136497 | 124087 |
| Gratuity Payable | 135888 | 100698 |
| Total | 272385 | 224785 |
| | 853,729 | 1,844,474 |

CURRENT ASSETS, LOANS AND ADVANCES Schedule -5

| PARTICULARS | CURRENT YEAR AMOUNT (Rs.) | PREVIOUS YEAR AMOUNT (Rs.) |
|---|------------------------------|-------------------------------|
| Loans and Advances | | |
| Advances for Supplies | 4961977 | 5954971 |
| Security Deposit | 29000 | 29000 |
| Amounts Recoverable in cash or kind or value to be received | 2230753 | 699824 |
| Prepaid Insurance | 44165 | 33248 |
| Cash and Bank Balances | 7265895 | 6717043 |
| Cash in hand | 12959 | 18813 |
| Balance with Scheduled Bank | 2914409 | 1699706 |
| Fixed Deposits | | 439640 |
| Interest Accrued but not due | | 176133 |
| Salary Advance | 14511 | |
| Grand Total | 2941879 | 2334292 |
| | 10,207,774 | 9,051,335 |



[Handwritten Signature]

Schedule-6

**BHAVISHYA BHARAT
(A REGD. PUBLIC CHARITABLE TRUST), NEW DELHI**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED ON 31ST MARCH 2011.**

A. SIGNIFICANT ACCOUNTING POLICIES

1. The accounts are prepared on historical cost basis as a 'going concern'. Receipts and payments are accounted for on accrual basis following generally accepted accounting principles and practices and Accounting Standards issued by the Institute of Chartered Accountants of India for NGOs, wherever applicable, except otherwise stated.
2. Fixed Assets acquired / received in kind are directly charged to expenses accounts and stated in the Balance Sheet through Assets Fund Account.
3. Fixed Assets are stated as under:
 - a) Assets directly acquired – at purchase cost less accumulated depreciation.
 - b) Assets received in kind – at stated / estimated cost less accumulated depreciation.
4. Depreciation on fixed assets is provided as per written down value method as per the rates prescribed in Income Tax Act, 1961 but not charged to expense accounts as per the provisions of Income Tax Act applicable to Trust.

B. NOTES TO ACCOUNTS

1. The funds received under Restricted Grant from funders are charged to expenses, to the extent utilized in the period as per Budget/ Plans of the trust. Other income (interest) is reported under Unrestricted Fund.
2. The trust has been provided with various infrastructure facilities by Donors. As, no value of the same and letters for transfer of these assets to the trust have been received, no accounting entries for the same have been passed. Further, the expenses incurred on usage and maintenance of such assets have been charged to the expense account.

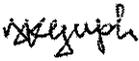


[Handwritten signature]

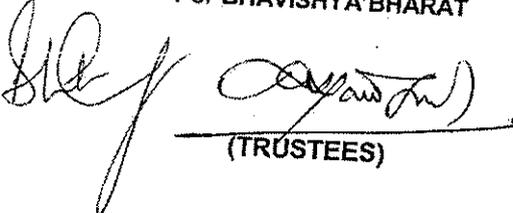
3.
 - a) The Trust is employing more than 10 employees and has made provision for gratuity in the books but it has not insured it through investments in LIC which is mandatory as per the Gratuity Act.
 - b) The provision for Gratuity made for employees in the previous year but left during the current year without completing the qualifying period of service has been reversed in the salaries of respective budgets.
 - c) We are informed that there is no provision to encash the leaves and the same can only be availed.
4. The consumables/ medicines and other related items acquired are charged directly to the expenses since as per the organisation, the same are for free distribution and not to be sold hence has no value for them. A proper document for medicine distribution and balance is available with the trust.
5. The advance to suppliers amounting to Rs. 45,61,977 is net of bills received till 31st March 2011. The final liability will be arrived at on completion of the construction work.
6. The trust has expensed Rs.13,32,548 on behalf of Athena Demwe Power Ltd and reported under advances. The Grant agreement was cancelled and as per the management the amount is recoverable from Athena Demwe Power Ltd.
7. The trust has given a sum of Rs. 4,00,000 as advance to the supplier of medical equipments in the financial year 2008-09 which is still disputed. The matter is in court and in the opinion of the management the amount is good for recovery.
8. The interest accrued provided in the earlier years and reported by us as subject to reconciliation has now been reconciled and a sum of Rs.1,76,133 has been reversed in the interest income of the current year hence to that extent the interest income of the current year is understated.
9. The previous year figures are regrouped/reclassified wherever necessary. Further, the figures are not comparable as the expenses incurred are as per then budget approved and amounts released by the funding agencies which vary from year to year basis.

Signature to Schedules – 1 to 6 of the Balance Sheet.

As per our report of even date.
For **KUMAR MITTAL & CO.**
Chartered Accountants


(Amrish Kumar)
Partner
M. No. 90553
FRN: 10500N

For **BHAVISHYA BHARAT**


(TRUSTEES)

Place: Hyderabad
Date: 12th July 2011