

ASHOK KUMAR, PRABHASHANKAR & CO.

CHARTERED ACCOUNTANTS
SF-7, Business Point, 137, Brigade Road
Bangalore-560 025, India
Telefax: 2223 7045, 2224 1284
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AUDITORS REPORT

INDIA LITERACY PROJECT

We have audited the attached Receipts and Payments account of **India Literacy Project** and Income and Expenditure account for the year ended 31st March 2006 and the Balance Sheet as on that date. These financial statements are the responsibility of the Institution's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statement. 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 the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that:

1. The attached statements are the true summary of the transactions entered in the books of accounts produced to us for audit.
2. We have obtained all the information and explanations, which to our best of our knowledge and belief were necessary for the purpose of our audit.
3. In our opinion proper books of account as required by law have been kept by the Institution, so far as it appears from the examination of such books.
4. The Balance Sheet and Income and Expenditure account referred to in this report are in agreement with the books of account.



For Ashok Kumar, Prabhaskar & Co.
Chartered Accountants

A handwritten signature in black ink, appearing to read "K. N. Prabhaskar".

K. N. Prabhaskar
Partner

Date: 14.06.2006
Address: SF-7, Business Point
137, Brigade Road,
Bangalore 560 025

INDIA LITERACY PROJECT
BALANCE SHEET AS AT 31ST MARCH 2006

LIABILITIES	DETAILS	TOTAL	ASSETS	DETAILS	TOTAL
Corpus Fund		1,000	Furniture & Fixtures:		
Excess of Income over Expenditure:			As Per Last Balance Sheet	7,220	
As per last Balance Sheet	304,332		Add: Additions during the year	13,551	
Add: Excess of Income over Expenditure for the year	294,508	598,840	Less: Depreciation for the year	1,400	19,371
Payable to CTS		46,821	Office Equipments	4,424	
			Less: Depreciation for the year	664	3,760
			Rental Deposit		84,260
			Telephone Deposit		2,000
			Advances for CTS		72,071
			Cash & Bank Balances:		
			Cash in hand	5,969	
			HDFC - SB a/c	459,231	465,200
		<u>646,661</u>			<u>646,661</u>

for INDIA LITERACY PROJECT

MR. RAMAKANT JAWALKAR

SMT. SINDHU NAIK

Place: Bangalore
Date: 14.06.2006



To be read with our report of even date for ASHOK KUMAR, PRABHASHANKAR & CO. CHARTERED ACCOUNTANTS

K. N. PRABHASHANKAR
PARTNER

INDIA LITERACY PROJECT
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2006

EXPENDITURE	AMOUNT	INCOME	AMOUNT
CTS Grant for National Consultation	169,176	CTS Grant for National Consultation	169,176
CTS Grant for Requirement Gathering Study	123,720	CTS Grant for Requirement Gathering Study	123,720
CTS Project for Karnataka	436,594	CTS Project for Karnataka	436,535
Project Support	66,000	Donation	828,000
Workshops, Training and Outreach	139,592	Bank Interest	8,627
Life Skills	10,000		
Scholarship	72,089		
Project review	57,879		
Rent	62,250		
Printing & Stationery	13,484		
Local Travel and Conveyance	12,683		
Postage, Telegram and Courier	8,661		
Telephone Expenses	23,912		
Electricity	4,151		
Maintenance	8,740		
Office Assistance	19,000		
Event and Volunteer Coordination	8,000		
Books and Periodicals	1,947		
Staff Welfare	9,575		
Audit fee	4,408		
Bank Charges	771		
Miscellaneous	1,000		
Meetings & interviews	1,854		
Office Administration	14,000		
Depreciation on Furniture & Fixtures	1,400		
Depreciation on Office Equipments	664		
Excess of Income over Expenditure	294,508		
	<u>1,566,058</u>		<u>1,566,058</u>

for INDIA LITERACY PROJECT

MR. RAMAKANT JAWALKAR

SMT. SINDHU NAIK

Place: Bangalore
Date: 14.06.2006



To be read with our report of even date for ASHOK KUMAR, PRABHASHANKAR & CO. CHARTERED ACCOUNTANTS

K. N. PRABHASHANKAR
PARTNER

BROUGHT FORWARD 1,828,396

BROUGHT FORWARD 1,363,196

Balance as on 31.03.2006:

Cash in hand 5,969
HDFC - SB a/c 459,231 465,200

1,828,396

1,828,396

for INDIA LITERACY PROJECT

MR. RAMAKANT JAWALKAR

SMT. SINDHU NAIK



To be read with our report of even date
for ASHOK KUMAR, PRABHASHANKAR & CO.
CHARTERED ACCOUNTANTS

K. N. PRABHASHANKAR
PARTNER

Place: Bangalore
Date: 14.06.2006