

Surendra S. Nayak
B.Com., F.C.A.,

S.S. Nayak & Co.
CHARTERED ACCOUNTANTS

Ref.:

AUDITOR'S REPORT

Date :

To the members of ARALU

We have audited the Balance Sheet of ARALU as at 31st March 2008 and also the Income and Expenditure Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Institution. 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. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. 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 statements presentation. We believe that our audit provides reasonable basis for our opinion.

We report that

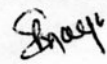
1. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion proper books of account as required by law have been kept by the Institution so far it appears from our examination of those books.
3. The Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account.
4. The Balance Sheet and Income and Expenditure Account dealt with by this report are prepared in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India.
5. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information in the manner so required and give true and fair view in conformity with the accounting principles generally accepted in India.

(a) in the case of Balance Sheet, of the state of affairs of the Institution as at 31st March 2008; and

(b) in the case of Income and Expenditure Account, of the excess of Expenditure over Income for the year ended on that date.

BANGALORE:
DATED: 14.05.2008

for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS


(SURENDRA S. NAYAK)
Proprietor
M. No. 44045



ARALU
JERUSALEM COLONY, BEHIND KARNATAKA COLLEGE, BIDAR 585401
BALANCE SHEET AS AT 31.03.2008

LIABILITIES	AMOUNT Rs.
GENERAL FUND:	
Balance b/f	99,128.15
Less: Excess of Expenditure over Income	(15,990.16)
	83,137.99
Unutilised Grants	30,395.38
TOTAL	113,533.37
ASSETS	AMOUNT Rs.
FIXED ASSETS:	72,538.80
(As per Schedule)	
Rent Advance	6,000.00
Telephone Deposit	2,000.00
Closing Balance:	23,576.46
Cash on Hand	6,868.12
Cash at State Bank of Mysore	
(A/C No. 01190005180)	1,004.99
The Vysya Bank A/C 8113	1,545.00
DCC Bank A/C 177	9,418.11
TOTAL	113,533.37

BIDAR:
DATED: 14.05.2008

" AS PER OUR REPORT OF EVEN DATE
for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS



(SURENDRA S. NAYAK)
Proprietor
M.No. 44045

ARALU
JERUSALEM COLONY, BEHIND KARNATAKA COLLEGE, BIDAR 585401
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2008

EXPENDITURE	SCH	AMOUNT
To		Rs.
PROGRAMME EXPENSES:		
1. Pre Primary Education Centre - ASHA	A	188,342.00
2. Residential School for orphanage children-ASHA	B	534,899.00
3. Quality Education through Community Participation- TDH	C	1,779,268.00
4. Strengthening Government School through community participation- ILP	D	59,366.00
5. Awareness on Employment Guarantee Scheme & Right to Information Act in 3 Villages IGSSS	E	457,318.00
		3,019,193.00
Day Bridge School		139,656.00
Staff Training		723.00
Staff Travel		12,475.00
Boarding & Lodging		1,305.00
Fertilizers		4,109.00
Vehicle Maintenance		9,020.00
General Education material		362.00
Tailoring Machine		7,775.00
Vermi compost		4,625.00
Staff Meeting		146.00
Bank Charges		250.00
Depreciation		29,962.16
TOTAL		3,229,601.16

BIDAR:
DATED: 14.05.2008

" AS PER OUR REPORT OF EVEN DATE "
for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS



Surendra S. Nayak
(SURENDRA S. NAYAK)
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ARALU
JERUSALEM COLONY, BEHIND KARNATAKA COLLEGE, BIDAR 585401
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2008

INCOME	AMOUNT
By	Rs.
Utilisation of Specific Grants:	
Un utilised Grants b/f	177,479.08
Grant received from:	
ASHA FOR EDUCATION	759,183.30
AEI- LEXUMBOURG	
(through Terre Dess Homes)	1,756,860.00
INDO GLOBAL SOCIAL SERVICE SOCIETY	300,000.00
Grant from ILO	34,347.00
	<u>2,850,390.30</u>
	3,027,869.38
Less: Unutilised Grants	<u>30,395.38</u>
	2,997,474.00
Community Contribution	213,218.00
Bank Interest	2,919.00
Excess of Expenditure over Income	15,990.16
TOTAL	<u>3,229,601.16</u>

BIDAR:
DATED: 14.05.2008

" AS PER OUR REPORT OF EVEN DATE "
for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS

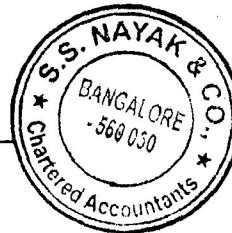


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(SURENDRA S. NAYAK)
Proprietor
M.No. 44045

ARALU
JERUSALEM COLONY, BEHIND KARNATAKA COLLEGE, BIDAR 585401
CONSOLIDATED RECEIPTS AND PAYMENT ACCOUNT FOR THE YEAR ENDED 31.03.2008

RECEIPTS	AMOUNT
To	Rs.
Opeining Balance:	
Cash on Hand	104,287.46
Cash at Bank:	
State Bank of Mysore	73,246.82
The Vysya Bank A/C 8113	1,004.99
DCC Bank A/C 177	21,486.00
	<u>95,737.81</u>
Grant received from:	
ASHA FOR EDUCATION	759,183.30
AEI- LEXUMBOURG	
(through Terre Dess Homes)	1,756,860.00
INDO GLOBAL SOCIAL SERVICE SOCIETY	300,000.00
Grant from ILO	34,347.00
	<u>2,850,390.30</u>
Community Contribution	213,218.00
Bank Interest	2,919.00
TOTAL	<u>3,266,552.57</u>

BIDAR:
DATED: 14.05.2008



for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS

Surendra S. Nayak
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ARALU
JERUSALEM COLONY, BEHIND KARNATAKA COLLEGE, BIDAR 585401
CONSOLIDATED RECEIPTS AND PAYMENT ACCOUNT FOR THE YEAR ENDED 31.03.2008

PAYMENTS	AMOUNT
By	Rs.
PROGRAMME EXPENSES:	
1. Pre Primary Education Centre - ASHA	188,342.00
2. Residential School for orphanage children-ASHA	534,899.00
3. Quality Education through Community Participation- TDH	1,779,268.00
4. Strengthening Government School through community participation- ILP	59,366.00
5. Awareness on Employment Guarantee Scheme & Right to Information Act in 3 Villages IGSSS	457,318.00
	3,019,193.00
Day Bridge School	139,656.00
Staff Training	723.00
Staff Travel	12,475.00
Boarding & Lodging	1,305.00
Fertilizers	4,109.00
Vehicle Maintenance	9,020.00
Lap Top	32,344.00
Cell Phone & Sony Disk	1,575.00
General Education material	362.00
Tailoring Machine	7,775.00
Vermi compost	4,625.00
Staff Meeting	146.00
Bank Charges	250.00
Closing Balance:	
Cash on Hand	23,576.46
Cash at State Bank of Mysore (A/C No. 01190005180)	6,868.12
The Vysya Bank A/C 8113	1,004.99
DCC Bank A/C 177	1,545.00
	9,418.11
TOTAL	3,266,552.57

BIDAR:
DATED: 14.05.2008



for S.S NAYAK & CO.,
CHARTERED ACCOUNTANTS

(SURENDRA S. NAYAK)

Proprietor
M.No. 44045

ARALU

SCHEDULE FOR FIXED ASSETS AS AT 31.03.2008

PARTICULARS	AS AT 01.4.2007	ADDITIONS	TOTAL	DEPRECIATION RATE	AMOUNT	AS AT 31.3.2008
FURNITURE & FIXTURES	21,855.54		21,855.54	15%	3,278.33	18,577.21
EQUIPMENTS	3,261.48		3,261.48	15%	489.22	2,772.26
MOTOR CYCLE	41,398.49		41,398.49	15%	6,209.77	35,188.72
CYCLES	1,344.96		1,344.96	15%	201.74	1,143.22
COMPUTER & ACCESSORIES	71.60	32,344.00	32,415.60	60%	19,449.36	12,966.24
TYPEWRITER	649.89		649.89	15%	97.48	552.41
CELL PHONE		1,575.00	1,575.00	15%	236.25	1,338.75
	<u>68,581.96</u>	<u>33,919.00</u>	<u>102,500.96</u>		<u>29,962.16</u>	<u>72,538.80</u>



ARALU

Schedule forming part of Income and Expenditure Account as at 31.03.2008

SCHEDULE 'A'

Pre Primary Education Centre - ASHA

	Rs.
Centre Rent	7,200.00
Food Expenses	54,805.00
Teachers Salary	20,400.00
Helpers Salary	14,400.00
Education Materials	4,151.00
Children Camp	6,035.00
Co ordinator salary	45,000.00
Accountant salary	18,000.00
Printing & Stationery	8,490.00
Postage & Telephone	6,343.00
Staff Travel	3,518.00
TOTAL	188,342.00

SCHEDULE 'B'

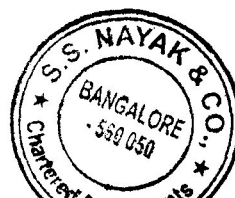
Residential School for orphanage children-ASHA

	Rs.
Food Expenses	255,506.00
Clothing	14,305.00
School Examination	8,000.00
Daily necessities	8,403.00
Electricity charges	17,000.00
Cook Salary	18,000.00
Asst. Cook Salary	13,200.00
Medicl Expenses	24,064.00
Travel Expenses	2,400.00
Fuel Expenses	32,625.00
Tution Teacher salary	24,000.00
Educational materials	6,515.00
General Education	5,374.00
Exposure fee with Govt Schools	1,800.00
Playing equipments	4,175.00
Supervisor Documentist	45,000.00
Watchman Salary	18,000.00
Part time accountant salary	18,000.00
Postage & Telephone	9,407.00
Printing & Stationery	9,125.00
TOTAL	534,899.00



SCHEDULE 'C'**Quality Education through Community Participation- TDH**

	Rs.
Programme cost	
Leadership training for the representative of task force	11,276.00
Formation of task force network and regular meetings.	3,149.00
Monthly meeting of task force	8,489.00
Observation of Anti child labour day	12,017.00
Support to children's education through volunteers	300,000.00
Exposure trip to the members of task force	14,788.00
Functioning of children's Science centre for effective learning	9,000.00
Honorarium & travel to resource person	9,750.00
Bridge School	
Boarding & lodging 50 children's	237,373.00
Teachers Salaries	75,000.00
First Aid medical	5,078.00
Salary to cook	11,200.00
Salary to Assistant	22,500.00
Books for children	7,880.00
Parent bi monthly meeting	5,210.00
Digging of well construction	25,000.00
Women development Programme	
Federation office rent	11,000.00
Monthly meeting SHG Group	17,076.00
EAP Training	13,032.00
EDP Training	30,486.00
Followup of EDP Skill Training	12,682.00
Purchase of materials	9,524.00
Kitchen gardening	24,050.00
Vocational Training Teachers salary	22,500.00
Matials & Equipments	15,090.00
Land development for selected SHG	
Awareness training	11,250.00
Vermi Composting	128,168.00
Staff training & meetings	
TOT on management of of field level programmes	14,391.00
Resourcece person fee	4,650.00
Staff monthly reiveiw meeting	16,488.00
Youth Seminar and Best Youth Award	6,071.00
Personnel cost	
Project Director salary	105,000.00
Project coordinator	67,500.00
Community organizer	210,000.00
Full time accountant	52,500.00
Office Assistant	27,000.00
Staff traveling	100,026.00



Administration	
Office Rent	22,000.00
Postage and telephone	21,919.00
Printing and stationery	14,129.00
Books and periodicals	9,623.00
Audit Fee	5,000.00
Vehicle Maintenance and repair	12,692.00
Office maintenance	12,033.00
Internal evaluation & documentation	9,570.00
Miscellaneous	2,187.00
Bank Charges	13,921.00

TOTAL	1,779,268.00
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SCHEDULE 'D'

Strengthening Government School through community participation- ILP

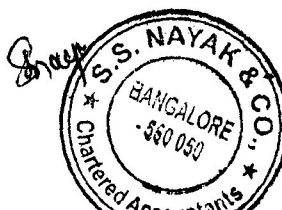
	Rs.
Honorium to Co ordinator	24,300.00
Project co ordinator Salary	11,100.00
Staff Travel	7,216.00
Training to CBO's	6,192.00
Printing Cost	2,245.00
Office Rent	3,000.00
Accountant Salary	3,600.00
Postage and Telegram	1,713.00

TOTAL	59,366.00
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SCHEDULE 'E'

Awareness on Employment Guarantee Scheme & Right to Information Act in 3 Villages- IGSSS

	Rs.
Staff Training on EGA & RTI Act	2,475.00
Awareness creation on EGA & RTI Act	28,940.00
Pamplet Printing	3,000.00
Wall Writing	10,000.00
Street play	5,000.00
Orientation to fed members	19,435.00
Exposure study to staff	9,000.00
Jatha on EGA & RTI Act to youthly & SGH	30,355.00
Workshop on EGA & RTI Act	20,000.00
Workshop Resource person fee	4,000.00
Training to PRI Members	50,050.00
Leadership Training to Youth members	50,004.00
Leadership Resource person fee	3,000.00
Child Right training to PRI members	14,000.00
C R Training to PRI Resource person fee	2,000.00
CR Training to G School Teachers	30,075.00
CR Training G School Resource person	3,000.00
CR Training to Anganwadi Teachers	9,470.00
CR Training Resource person fee	1,000.00
SHG Exposure visit	15,000.00



Community Organisor Salary	16,000.00
Co ordinator Salary	24,000.00
Project Director Salary	40,000.00
Part time accountant salary	16,000.00
Office Rent	16,000.00
Printing & Stationery	21,394.00
Audit Fees	2,500.00
Newspaper & Periodicals	3,935.00
Documentation	2,500.00
Miscellaneous	5,185.00
TOTAL	457,318.00

Arul
A R A L U
 Jerusalem Colony
 Behind Karnataka College
 BIDAR-585 40 Karnataka India



S.S. NAYAK & CO.
 CHARTERED ACCOUNTANTS

(S. S. NAYAK & CO.)

AL No. 44045