

## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of **INDIA LITERACY PROJECT**

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Foreign Contribution Account, Local Fund Account and Consolidated Account for the year ended 31<sup>st</sup> March, 2014 of **INDIA LITERACY PROJECT**, which comprise the Balance Sheet as at March 31, 2014, and the Income and Expenditure Account and Receipts and Payments Account for the year ended as on that date.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the organization. This responsibility includes design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements 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 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 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 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 control relevant to the organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 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 Institution as at March 31, 2014;
- (b) in the case of the Income and Expenditure Account, of the excess of Income over Expenditure for the year ended on that date; and
- (c) in the case of the Receipts and Payments Account, of the receipts and payments for the year ended on that date.

Place: Bangalore  
Date: 17.07.2014



for Ashok Kumar, Prabhashankar & Co.,  
Chartered Accountants  
Firm Regn No. 004982S

K. N. Prabhashankar  
Partner  
Membership No. 019575

**INDIA LITERACY PROJECT  
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2014**

LIABILITIES	DETAILS	TOTAL	ASSETS	DETAILS	TOTAL
Corpus Fund		1,000	FIXED ASSETS - As per schedule 'A'	2,08,843	
			Less: Depreciation for the year	<u>69,540</u>	1,39,303
Excess of Income over Expenditure:			Rental Deposit		1,11,260
As per last Balance Sheet	20,02,938		Telephone Deposit		2,000
Add: Excess of Income over Expenditure for the year	<u>13,52,906</u>	33,55,844	Advances to staff		7,500
			Interest Receivable		27,064
TDS on Consultation Charges		10,000	TDS Receivable		39,715
			Cash & Bank Balances:		
			Cash on Hand	47,193	
			HDFC A/c	22,86,286	
			Fixed Deposits in HDFC Bank	<u>7,06,524</u>	30,40,002
		<u>33,66,844</u>			<u>33,66,844</u>

for India Literacy Project:



Mr. Pramod Sridharamurthy

Place: Bangalore  
Date: 17.07.2014



Mr. H.S. Sudhira



To be read with our report of even date  
for Ashok Kumar, Prabhaskar & Co.  
Chartered Accountants  
Firm Reg. No. 004982S



K. N. Prabhaskar  
Partner  
Mem. No. 019575

**INDIA LITERACY PROJECT**  
**CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014**

EXPENDITURE	AMOUNT	INCOME	AMOUNT
ILP Hyderabad Projects	4,59,667	Donation - Bangalore	26,23,119
K H Project	2,95,303	Donation - Hyderabad	2,80,300
MDLS Project Expenses	12,85,671	FC Donations	1,85,486
CAF project	1,78,719	ILP USA Grants	17,07,160
Other Project Expenses	13,22,944	CAF Donation	6,27,492
Administrative & Other Expenses	5,95,364	Bank Interest	1,36,557
Depreciation	69,540		
Excess of Income over Expenditure	13,52,906		
	55,60,114		55,60,114

for India Literacy Project:



**Mr. Pramod Sridharamurthy**

Place: Bangalore  
Date: 17.07.2014



**Mr. H.S. Sudhira**



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**Chartered Accountants**  
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**K. N. Prabhashankar**  
**Partner**  
Mem. No. 019575

**INDIA LITERACY PROJECT**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**  
**DETAILS TO CONSOLIDATED BALANCE SHEET**

**Rental Deposits**

Rent Deposit - Bangalore	84,260
Rent Deposit - Hyderabad	12,000
Rent Deposit Gubbi	15,000
	<u>1,11,260</u>

**Advances to Staff**

Mr.Shivaraj C	7,500
	<u>7,500</u>

**TDS Receivable**

F.Y- 2010-11	20,570
F.Y- 2011-12	4,735
F.Y- 2012-13	8,215
F.Y- 2013-14	6,196
	<u>39,715</u>

for India Literacy Project



Mr. Pramod Sridharamurthy

Place: Bangalore  
Date: 17.07.2014



Mr. H.S. Sudhira

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Chartered Accountants  
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K. N. Prabhashankar  
Partner  
Mem.No.019575



**INDIA LITERACY PROJECT  
ACCOUNTING YEAR ENDED 31ST MARCH 2014  
DETAILS TO RECEIPTS AND PAYMENTS ACCOUNT**

**Advance Recovered**

Ms. Malathi	1,02,869
MDLS, Gubbi.	6,802
Ms. Reena Choudhury	14,000
Mr. Shivaraj. C	2,500
Ms. Suchitra	2,500
Mr. Victor	60,000
Mr. Narayanapura A	16,170
Ms. Lakshamma	1,000
Ms. Ravi	15,248
	<u>2,21,089</u>

**Advance to Staff**

Ms. Malathi	1,01,255
MDLS, Gubbi.	6,500
Ms. Reena Choudhury	14,000
Mr. Shivaraj. C	10,000
Mr. Victor	60,000
Mr. Narayanapura A	16,170
Ms. Lakshamma	1,000
Ms. Ravi	15,248
	<u>2,24,173</u>

for India Literacy Project



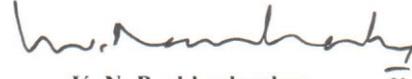
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Mem. No. 019575



**INDIA LITERACY PROJECT**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**

**SCHEDULE A - CONSOLIDATED FIXED ASSETS**

PARTICULARS	RATES	W.D.V AS ON 01.04.2013	ADDITIONS DURING THE YEAR	TOTAL	DEPRECIATION FOR THE YEAR	W.D.V AS ON 31.03.2014
Furniture & Fixtures	10%	31,704	-	31,704	3,170	28,534
Office Equipments	15%	28,249	40,805	69,054	8,671	60,383
Computers	60%	5,611	1,01,843	1,07,454	57,320	50,134
Computer Software	60%	631	-	631	379	252
<b>TOTAL</b>		<b>66,195</b>	<b>1,42,648</b>	<b>2,08,843</b>	<b>69,540</b>	<b>1,39,303</b>

for India Literacy Project



**Mr. Pramod Sridharamurthy**

Place: Bangalore  
Date: 17.07.2014



**Mr. H.S. Sudhira**



To be read with our report of even date  
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**Chartered Accountants**  
**Firm Reg. No.004982S**



**K. N. Prabhaskar**  
**Partner**  
**Mem. No. 019575**

**INDIA LITERACY PROJECT - LOCAL FUND  
BALANCE SHEET AS AT 31ST MARCH 2014**

LIABILITIES	DETAILS	TOTAL	ASSETS	DETAILS	TOTAL
Corpus Fund		1,000	FIXED ASSETS - As per schedule 'A'	62,019	
			Less: Depreciation for the year	<u>8,647</u>	53,372
Excess of Income over Expenditure: As per last Balance Sheet	18,82,174		Rental Deposit		1,11,260
Add: Excess of Income over Expenditure for the year	<u>11,78,659</u>	30,60,833	Telephone Deposit		2,000
			Advances to staff		7,500
			Interest Receivable		27,064
			TDS Receivable		39,715
			Cash & Bank Balances:		
			Cash on Hand	43,565	
			HDFC A/C	20,70,834	
			Fixed Deposits in HDFC Bank	<u>7,06,524</u>	28,20,923
		<u>30,61,833</u>			<u>30,61,833</u>

for India Literacy Project



Mr. Pramod Sridharamurthy

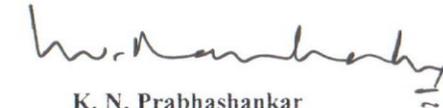
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**INDIA LITERACY PROJECT - LOCAL FUND**  
**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014**

EXPENDITURE	AMOUNT	INCOME	AMOUNT
ILP Hyderabad Projects	1,70,667	Donation - Bangalore	26,23,119
MDLS Project Expenses	11,13,961	Donation - Hyderabad	2,80,300
Other project Expenses	7,04,930	CAF Donation:	2,94,016
Administrative & Other Expenses	1,31,782	Bank Interest	1,11,212
Depreciation	8,647		
Excess of Income over expenditure	11,78,659		
	33,08,647		33,08,647

for **India Literacy Project**



**Mr. Pramod Sridharamurthy**

Place: Bangalore  
Date: 17.07.2014



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**INDIA LITERACY PROJECT - LOCAL FUND**  
**RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014**

RECEIPTS	DETAILS	AMOUNT	PAYMENTS	DETAILS	AMOUNT
<b>Balance as on 01.04.2013</b>			<b>ILP Hyderabad Projects</b>		
Cash in hand	5,410		Office Expenses - HYD	7,886	
HDFC - SB A/c	10,01,720		Office Rent - HYD	65,500	
Fixed Deposit	<u>5,99,218</u>	16,06,348	Pustakam Project	21,526	
			Fund Raising Events	<u>75,755</u>	1,70,667
<b>Donations</b>			<b>MDLS Project Expenses</b>		
Donation - Bangalore	26,23,119		Library	2,31,100	
Donation - Hyderabad	2,80,300		Centre Rent - Gubbi	58,500	
CAF Donation:			Internet Charges for Children	20,088	
MS IDC	1,86,884		Project Expenses - CAF	11,060	
MSIT	1,04,372		Salaries - CAF	1,41,000	
MS SMSG	<u>2,760</u>	31,97,435	Post 10 Std ScholarShip	99,500	
			Laptops for MDLS Centres	2,28,000	
<b>Other Reciepts</b>			Project Expenses	68,516	
Bank Interest		1,11,212	Salaries	1,60,933	
Advance Recovered		1,88,671	Training, Exposure, Monitoring	<u>95,264</u>	11,13,961
Interest Receivable of prior period received		78,611	<b>Other Project Expenses</b>		
			DALD Art Camps Expenses	14,000	
			Fund Raising Event Expenses	4,87,730	
			Anganawadi Support	55,000	
			Project Support IRCDS	1,38,200	
			Workshops & Consultations	<u>10,000</u>	7,04,930
Carried forward		<u>51,82,278</u>	Carried forward		<u>19,89,558</u>



RECEIPTS	DETAILS	AMOUNT	PAYMENTS	DETAILS	AMOUNT
Brought forward		51,82,278	Brought forward		19,89,558
			<b>Administrative &amp; Other Expenses</b>		
			Admin - Salary	1,10,968	
			Staff Welfare	107	
			Postage and Courier	39	
			Local Conveyance	1,213	
			Audit fees	8,427	
			Bank Charges	112	
			PPF	10,916	1,31,782
			Advance to Staff		1,91,755
			Rent Deposit Gubbi		15,000
			Interest Receivable		27,064
			Tax Deducted at Source		6,196
			<b>Balance as on 31.03.2014</b>		
			Cash in hand	43,565	
			HDFC - SB A/c	20,70,834	
			Fixed Deposits	7,06,524	28,20,923
		<u>51,82,278</u>			<u>51,82,278</u>

for India Literacy Project



Mr. Pramod Sridharamurthy

Place: Bangalore  
Date: 17.07.2014



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**INDIA LITERACY PROJECT-LOCAL FUND**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**  
**DETAILS TO BALANCE SHEET**

**Rental Deposits**

Rent Deposit	84,260
Rent Deposit - Hyderabad	12,000
Rent Deposit - Gubbi	15,000
	<u>1,11,260</u>

**Advances to Staff**

Mr. Shivaraj C	7,500
	<u>7,500</u>

**TDS Receivable**

F.Y- 2010-11	20,570
F.Y- 2011-12	4,735
F.Y- 2012-13	8,215
F.Y- 2013-14	6,196
	<u>39,715</u>

for **India Literacy Project**



**Mr. Pramod Sridharamurthy**



**Mr. H.S. Sudhira**

Place: Bangalore  
Date: 17.07.2014

To be read with our report of even date  
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**Chartered Accountants**

**Firm Reg. No.004982S**



**K. N. Prabhashankar**

**Partner**

**Mem. No. 019575**



**INDIA LITERACY PROJECT-LOCAL FUND**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**  
**DETAILS TO RECEIPTS AND PAYMENTS ACCOUNT**

**Advance Recovered**

Ms. Malathi	1,02,869
MDLS, Gubbi.	6,802
Ms. Reena Choudhury	14,000
Mr. Shivaraj. C	2,500
Ms. Suchitra	2,500
Mr. Victor	60,000
	<hr/>
	1,88,671
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**Advance to Staff**

Ms. Malathi	1,01,255
MDLS, Gubbi.	6,500
Ms. Reena Choudhury	14,000
Mr. Shivaraj. C	10,000
Mr. Victor	60,000
	<hr/>
	1,91,755
	<hr/>

for India Literacy Project



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K. N. Prabhashankar

Partner

Mem.No.019575

Place: Bangalore  
Date: 17.07.2014



**INDIA LITERACY PROJECT - FCRA  
BALANCE SHEET AS AT 31ST MARCH 2014**

LIABILITIES	DETAILS	TOTAL	ASSETS	DETAILS	TOTAL
Excess of Income over Expenditure: As per last Balance Sheet	1,20,764		FIXED ASSETS - As per schedule 'A'	1,46,824	
			Less: Depreciation for the year	60,893	85,931
Add : Excess of income over Expenditure for the year	1,74,247	2,95,011	Cash & Bank Balances:		
TDS on Consultation Charges		10,000	Cash on Hand	3,628	
			HDFC A/c	2,15,452	2,19,080
		3,05,011			3,05,011

for India Literacy Project



Mr. Pramod Sridharamurthy

Place: Bangalore  
Date: 17.07.2014



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**INDIA LITERACY PROJECT - FCRA  
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014**

EXPENDITURE	AMOUNT	INCOME	AMOUNT
ILP Hyderabad Expenses	2,89,000	FC Donations	1,85,486
KH Project	2,95,303	ILP USA Grants	17,07,160
MDLS Project Expenses	1,71,710	CAF Donation	3,33,476
CAF Project	1,78,719	Bank Interest	25,345
Other Project Expenses	6,18,014		
Administrative & Other Expenses	4,63,581		
Depreciation	60,893		
Excess of Income over Expenditure	1,74,247		
	22,51,467		22,51,467

for India Literacy Project



Mr. Pramod Sridharamurthy

Place: Bangalore  
Date: 17.07.2014



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**INDIA LITERACY PROJECT - FCRA**  
**RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2014**

RECEIPTS	DETAILS	AMOUNT	PAYMENTS	DETAILS	AMOUNT
<b>Balance as on 01.04.2013</b>					
Cash in hand	6,413		<b>ILP Hyderabad Expenses</b>		
HDFC - SB A/c	<u>1,10,175</u>	1,16,588	Google Project-Salaries	1,03,500	
			Scholarships -HYD	<u>1,85,500</u>	2,89,000
<b>Donations</b>			<b>KH Project</b>		
FC Donations	1,85,486		Consultation Charges	44,000	
ILP USA Grants	17,07,160		Trainings & Workshops	1,73,658	
CAF Donation:			Travel Expenses	<u>77,645</u>	2,95,303
MS IDC	2,10,335		<b>MDLS Project Expenses</b>		
MSIT	1,20,381		Narayanapura A	1,63,100	
MS SMSG	<u>2,760</u>	22,26,122	Library Expenses	1,030	
<b>Other Reciepts</b>			Project Expenses	<u>7,580</u>	1,71,710
Bank Interest		25,345	<b>CAF Project</b>		
Advance Recovered		32,418	Trainings and Workshops	62,369	
TDS on Consultation Charges		10,000	Project Expenses	11,350	
			Pustakam Salaries	<u>1,05,000</u>	1,78,719
			<b>Other Project Expenses</b>		
			Education Project - Koppal	2,40,000	
			Salary - Program Coordinator	2,52,000	
			Workshops and Consultations	26,014	
			Consultation Charges	<u>1,00,000</u>	6,18,014
Carried forward		<u>24,10,473</u>	Carried forward		<u>15,52,746</u>



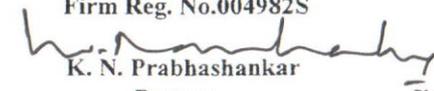
RECEIPTS	DETAILS	AMOUNT	PAYMENTS	DETAILS	AMOUNT
Brought forward		24,10,473	Brought forward		15,52,746
			<b>Administrative &amp; Other Expenses</b>		
			Rent	1,21,000	
			Telephone and Internet	53,796	
			Postage and Courier	3,710	
			Stationery, Printing and Photocopying	11,902	
			Staff Welfare	9,867	
			Office Maintenance	29,398	
			Utilities: Electricity and Water	10,542	
			Books, Newspapers and Periodicals	2,908	
			Staff Benfits - PPF and Medical	57,051	
			Thematic Calendar	47,500	
			Video documentary	43,240	
			Momentos /Jute Bags	39,608	
			Board Meeting	2,841	
			Travelling & Conveyance	28,871	
			Bank Charges	1,347	4,63,581
			<b>Fixed Assets</b>		
			Computer	1,01,843	
			Office Equipments	40,805	1,42,648
			Advance to Staff		32,418
			<b>Balance as on 31.03.2014</b>		
			Cash in hand	3,628	
			HDFC - SB A/c	2,15,452	2,19,080
		<u>24,10,473</u>			<u>24,10,473</u>

for India Literacy Project  
  
**Mr. Pramod Sridharamurthy**

Place: Bangalore  
Date: 17.07.2014

  
**Mr. H.S. Sudhira**



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**INDIA LITERACY PROJECT - FCRA**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**  
**DETAILS TO RECEIPTS AND PAYMENTS ACCOUNT**

**Advance Recovered**

Mr. Narayanapura A	16,170
Ms. Lakshamma	1,000
Ms. Ravi	15,248
	<u>32,418</u>

**Advance to Staff**

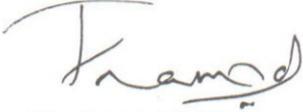
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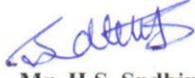
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K. N. Prabhashankar  
Partner

Mem.No.019575

Place: Bangalore

Date :



**INDIA LITERACY PROJECT - FCRA**  
**ACCOUNTING YEAR ENDED 31ST MARCH 2014**

**SCHEDULE A - FIXED ASSETS**

PARTICULARS	RATES	W.D.V AS ON 01.04.2013	ADDITIONS DURING THE YEAR	TOTAL	DEPRECIATION FOR THE YEAR	W.D.V AS ON 31.03.2014
Office Equipments	15%	-	40,805	40,805	4,434	36,371
Computer	60%	3,545	1,01,843	1,05,388	56,080	49,308
Computer Software	60%	631	-	631	379	252
<b>TOTAL</b>		<b>4,176</b>	<b>1,01,843</b>	<b>1,46,824</b>	<b>60,893</b>	<b>85,931</b>

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