

NOLAKHA & ASSOCIATES
CHARTERED ACCOUNTANTS

Mahtre Wadi, Office No. 2, Near Sony Mony Show Room
S.V Road Borivali (West) Mumbai 400 092
Ph. 28981039

To,
The Board of Management
Foundation of Democratic Reforms
(Maharashtra Chapter)
Mumbai

1. We have Audited the attached Balance sheet of Foundation of Democratic Reforms (Maharashtra Chapter) as at 31st March, 2006 and the Income & Expenditure Account and also the Receipts & Payment Accounts for the year ended on that date annexed thereto. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standard 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 disclosers in the financial statements. An audit also include assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial presentation. We believe that our audit provides a reasonable basis for our opinion.
3. Further to above, 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 purpose of our audit.
 - b) In our opinion, proper books of account as required by the law have been kept by the Society, so far as appears from our examination of such books .
 - c) The Balance Sheet and Income & Expenditure Account referred in this Report are in agreement with the books of account.
 - d) In our opinion the Balance Sheet and Income & Expenditure Account complies with the requirements of the mandatory accounting standards .

Contd..2

Foundation for Democratic Reforms

Schedule "7"

Notes on Accounts for the year ended 31st March 2006

1. Donation of Rs. 256000/- received by Maharashtra chapter has been deposited in the Foundation for democratic reforms Hyderabad account , same has been shown in the Income & Expenditure account for the year ended 31.03.06 for the purpose of information only and receipt for the same has been issued by Hyderabad office.
2. The Objects of the Society are charitable , hence the board of Management is of opinion that the society is not liable to pay any income tax , due to which no provision has been made in tha accounts.
3. Excess of Expenditure Over Income of Rs. 571444.84 for the year ended 31.03.2006 has been debited to Foundation For Democratic Reforms Hydrabad.

For Nolakha & Associates
Chartered Accountants

Place: Mumbai

Dated 01 JUL 2006

S/d
(R.L. Nolakha)
Proprietor

**FOUNDATION FOR DEMOCRATIC REFORMS
(MAHARASHTRA CHAPTER)**

Base Unit 4, Byculla Service Industries Premises
Dadoji Konddeo Road (Sussex Road), Byculla (East) Mumbai 400 027

BALANCE SHEET AS AT 31st MARCH 2006

Source of Fund	Schedule	As at 31.03.2006 Amount Rs.	As at 31.03.2005 Amount Rs.
Corpus Funds		NIL	NIL
Current Liabilities	1	52986.24	12522.08
Total		<u><u>52986.24</u></u>	<u><u>12522.08</u></u>
Application of Fund			
Cash & Bank Balance	2	43834.24	11997.08
Deposits & Advances	3	9152.00	525.00
		<u><u>52986.24</u></u>	<u><u>12522.08</u></u>
Notes to Accounts	7		

As per our Annexed Report of Even date

**For Foundation for Democratic Reforms
(Maharashtra Chapter)**

For Nolakha & Associates
Chartered Accountants

s/d
Proprietor
(R.L.Nolakha)

s/d
Board Member

s/d
Administration Coordinator

Dated : 01 JUL 2006

FOUNDATION FOR DEMOCRATIC REFORMS
(MAHARASHTRA CHAPTER)

Base Unit 4, Byculla Service Industries Premises
Dadoji Konddeo Road (Sussex Road) , Byculla (East) Mumbai 400 027

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2006

Income	for the year ended 31.03.2006 Rs.	for the year ended 31.03.2005 Rs.
Bank Interest	2497.73	348.00
Donations	256000.00	1000000.00
Excess of Expenditure over Income transfer to FDR Hyderabad	571444.84	NIL
	<u>829942.57</u>	<u>1000348.00</u>
 Expenditure		
Bank Charges	1024.02	NIL
Books & Periodical's	1661.00	NIL
Conveyance	3008.50	NIL
Election Watch Campaign (Kalyan- Dombivli Municipal Election)	7140.00	NIL
Electricity Expenses	29805.14	NIL
House Keeping & Maintenance	33930.00	NIL
Internet Expenses	9761.00	NIL
Misc. Expenses	14140.00	12021.00
Postage	1319.50	NIL
Printing & Stationery	156823.61	NIL
Rent	12.00	9.00
Salary	312012.00	NIL
Society Maintenance	123731.80	77796.00
Telephone Expenses	20094.00	NIL
Vote Mumbai Campaign	3610.00	NIL
Audit Fees	1123.00	NIL
Workshop Expenses	110747.00	NIL
Excess of Income Over Expenditure transfer to FDR Hyderabad	NIL	910522
	<u>829942.57</u>	<u>1000348.00</u>

Notes to Accounts

As per our Annexed Report of Even date

For Foundation for Democratic Reforms
(Maharashtra Chapter)

For Nolakha & Associates
Chartered Accountants

Proprietor
(R.L.Nolakha)

s/d
Board Member

s/d
Administration Coordinator

Dated : 01 JUL 2006

Place: Mumbai

FOUNDATION FOR DEMOCRATIC REFORMS

(MAHARASHTRA CHAPTER)

Base Unit 4 , Byculla Service Industries Premises
Dadoji Konddeo Road (Sussex Road) , Byculla (East) Mumbai 400 027

RECEIPTS & PAYMENT ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2006

	Schedule No	Rs.	For the year ended 31.03.2006	For the year ended 31.03.2005	Rs.
RECEIPTS :					
Opening Balance :					
Cash in Hand		NIL		NIL	
Cash at Bank		11997.08	11997.08	100000.00	10000.00
Fixed Deposit			NIL		
Revenue Grants Received :		NIL			
FDR Hyderabad			862000.00		92000.00
Bank Interest			2497.73		348.08
Sundry Creditors :	4		5909.00		NIL
			882403.81		102348.08
PAYMENTS:					
Audit Fee		1123.00		NIL	
Bank Charges		1024.02		NIL	
Books & Periodicals		1661.00		12021.00	
Election Watch Campaign (Kalyan- Dombivalli Municipal Election)		7140.00		NIL	
Conveyance		3008.50		NIL	
Electricity Charges		29805.14		NIL	
House Keeping Expenses		33930.00		NIL	
Internet Expenses		9761.00		NIL	
Misc Expenses		14140.00		NIL	
Postage		1319.50		NIL	
Printing & Stationery		156823.61		NIL	
Rent		12.00		9.00	
Salary		312012.00		NIL	
Society Maintenance		123731.80		77796.00	
Telephone Expenses		20094.00		NIL	
Vote Mumbai Campaign		3610.00		NIL	
Workshop Expenses		110747.00		NIL	
Prepaid Expenses	5	3127.00		24.00	
Deposit	6	5500.00		501.00	90351.00
			838569.57		
Cash in Hand			524.00		NIL
HDFC Bank Mumbai			43310.24		11997.08
			882403.81		102348.08

Notes on Accounts

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As per our Annexed Report of Even date

For Nolakha & Associates
Chartered Accountants

For Foundation for Democratic Reforms
(Maharashtra Chapter)

s/d
Proprietor
(R.L.Nolakha)

s/d
Board Member

s/d
Administration Coordinator

Dated : 01 JUL 2006
Place: Mumbai

FOUNDATION FOR DEMOCRATIC REFORMS
(MAHARASHTRA CHAPTER)

Base Unit 4, Byculfa Service Industries Premises
Dadoji Konddeo Road (Sussex Road) , Byculfa (East) Mumbai 400 027

Schedule forming part of Balance Sheet as at 31.03.2006

Schedule-1	As at 31.03.2006	As at 31.03.2005
Current Liabilities		
Foundation for Democratic Reforms Hyderabad	47077.24	12522.08
Outstanding Telephone Bill	2262.00	NIL
Outstanding HouseKeeping	2524.00	NIL
Audit Fees Payable	1123.00	NIL
Professional Tax Payable	NIL	NIL
Schedule-2	<u>52986.24</u>	<u>12522.08</u>

Cash and Bank Balance

Cash in Hand	524.00	NIL
HDFC Bank	43310.24	11997.08
	<u>43834.24</u>	<u>11997.08</u>

Schedule-3

Deposit and Advances

Telephone Deposits	5500.00	NIL
Rent Deposit	501.00	501.00
Advance Rent	12.00	24.00
Prepaid Internet Expenses	3139.00	NIL
	<u>9152.00</u>	<u>525.00</u>

Notes to Accounts 7
As per our Annexed Report of Even date

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Chartered Accountants

For Foundation for Democratic Reforms
(Maharashtra Chapter)

s/d
Proprietor
(R.L.Nolakha)

s/d
Board Member

s/d
Administration Coordinator

Dated : 01 JUL 2006

Place: Mumbai

FOUNDATION FOR DEMOCRATIC REFORMS
(MAHARASHTRA CHAPTER)

Unit No.4, Basement, Byculla Service Industries Premises
Dadoji Konddeo Raod (Sussex Road) , Byculla (East) Mumbai 400 027

Schedule forming part of
THE RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2006

Schedule-4 for the year
ended
31.03.2006

Sundry Creditors :

Outstanding House Keeping	2524.00
Outstanding Telephone	2262.00
Audit Fees Payable	1123.00
	<u>5909.00</u>

Schedule-5

Prepaid Expenses :

Prepaid internet Expenses	3127.00
	<u>3127.00</u>

Schedule-6 :

Deposit

Telephone Deposit (tel no. 23772242)	2500.00
Telephone Deposit (tel no. 23772284)	2500.00
Telephone Deposit (Tri Band)	500.00
	<u>5500.00</u>

As per our Annexed Report of Even date

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Dated : 01 JUL 2006

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