

DATE :

AUDIT REPORT

We have audited the attached Balance Sheet of GRAM VIKAS as at 31st March 2008 and the related Income and Expenditure Account and Receipts and Payments Account for the year ended as on that date, annexed thereto which we have signed under reference to this report. 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 have 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 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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.

The Balance Sheet, the Income and Expenditure Account and the Receipts and Payments Account dealt with by this Report are in agreement with the Books of Account.

In our opinion and to the best of our information and according to the explanations given to us the accounts, read in conjunction with and subject to the notes thereon, exhibit a true and fair view:-

- (i) In the case of the Balance Sheet, of the affairs of the Society as at 31st March 2008 and
- (ii) In the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended 31st March 2008.

For Padhi & Co.
Chartered Accountants



(Signature)
Anagaban Padhi

Office : Mohuda, Berhampur
Date : 27.06.2008

GRAM VIKAS

BALANCE SHEET AS AT 31st MARCH 2008

Particulars	Schedule	As at 31.03.2008 (in Rupees)	As at 31.03.2007 (in Rupees)
<u>LIABILITIES</u>			
Capital Fund	I	221,557,624	213,988,178
Project Funds	I	62,885,435	18,670,840
Other Funds	II	82,418,239	82,075,807
Loans	III	20,602,776	25,121,100
Current Liabilities and Provisions	IV	43,981,749	43,132,751
		431,445,823	382,988,676
<u>ASSETS</u>			
Fixed Assets	V	34,199,042	36,323,654
Livestock	VI	151,500	258,750
Investments	VII	159,935,029	179,824,475
Current Assets	VIII	237,160,252	166,581,797
		431,445,823	382,988,676

As per report of even date
For **Padhi & Co.**
Chartered Accountants



Joe Madiath
(Joe Madiath)
Executive Director
Executive Director,
GRAM VIKAS.

GRAM VIKAS
BERHAMPUR
760002
MOHUDA

GRAM VIKAS

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2008

Particulars	Schedule	Year ending 31.03.2008 (in Rupees)	Year ending 31.03.2007 (in Rupees)
<u>INCOME</u>			
Grants in Aid		138,091,728	81,597,234
Awards		645,000	2,379,313
Interest Income		12,446,219	9,450,142
Income from Investments		17,290,701	16,719,146
Profit on Sale of Investments		16,227,293	101,200
Miscellaneous Receipts		6,507,506	4,580,058
Total		191,208,447	114,827,093
<u>EXPENDITURE</u>			
Programme Expenses	IX	93,168,676	81,814,025
Grants & Donations		33,755,839	-
Administrative and General Expenses	X	7,106,059	5,414,969
Depreciation		2,857,647	3,127,748
Total		136,888,221	90,356,742
Excess of Income Over Expenditure		54,320,226	24,470,351

As per report of even date
For **Padhi & Co.**
Chartered Accountants



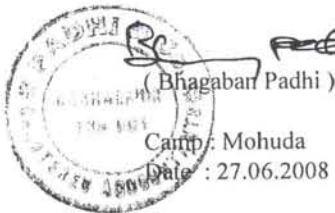
Joe Madiath
(Joe Madiath)
Executive Director
Executive Director
GRAM VIKAS

GRAM VIKAS

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2008

Particulars	Schedule	Year ending 31.03.2008 (in Rupees)	Year ending 31.03.2007 (in Rupees)
Opening Cash & Bank Balances		3,455,693	5,071,619
<u>RECEIPTS</u>			
Grants in Aid		138,091,728	81,597,234
Awards		645,000	2,379,313
Interest Income		9,748,540	10,062,994
Income from Investments		14,212,838	16,733,302
Miscellaneous Receipts		6,025,945	4,479,189
Profit on Sale of Investments		16,227,293	101,200
Sale of Assets		684,800	205,696
Other Receipts	XI	29,198,091	22,829,419
Total		214,834,235	138,388,347
<u>PAYMENTS</u>			
Programme Expenses	XII	92,761,459	74,276,488
Grants & Donations		33,755,839	-
Administrative and General Expenses	XIII	6,801,878	5,732,151
Capital Expenses	XIV	801,807	6,494,087
Other Payments	XV	78,127,290	53,501,547
Total		212,248,273	140,004,273
Closing Cash & Bank Balances		<u>6,041,655</u>	<u>3,455,693</u>

As per report of even date
For **Padhi & Co.**
Chartered Accountants



Joe Madiath
(Joe Madiath)
Executive Director

GRAM VIKAS

MOHUDA, BERHAMPUR - 760 002, ORISSA

NOTES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31st MARCH 2008

1. Mercantile system of accounting is being followed for recording the transactions and is consistent throughout the financial year.
2. The Livestock has been physically verified, valued and certified by the management during the year at its present market value and has been reflected in the accounts.
3. The stock and stores have been valued, verified and certified by the management as per the normal accounting standard.
4. Depreciation has been charged on the assets, on its historical cost and also on the assets acquired and put into use during the year.
5. Investments in mutual funds have been valued at cost. However, the present values of such investments are not ascertained at the end of the financial year.
6. As per decision of management, the following funds have been created for specified purposes stated below for strengthening the organisation goal.

Sl. No.	Details of Funds	Specified Purposes
1.	Shelter Subsidy Fund	Earmarked back-end subsidy to housing beneficiaries.
2.	Housing Revolving Fund	To meet the pre-financing requirements of the houses built under the housing programme.
3.	Drinking Water Subsidy Fund	To subsidise drinking water projects as and when required.
4.	Health Assurance Fund	To meet the contingencies towards medical expenses of staff and volunteers.
5.	Sinking Fund for Vehicles	To meet the contingencies towards the first party assurance for vehicles.
6.	SHG Revolving Fund	To implement income generation programmes for SHG groups in villages.




7. "Project funds" consists of funds received in advance for various projects to be utilised in subsequent years.
8. Office Expenses include theft account written off amounting to Rs.30,705 as per the decision of the management.
9. Prior year amounts have been regrouped and/or reclassified, where considered necessary to confirm current year's presentation.

As per report of even date
For **Padhi & Co.**
Chartered Accountants


(Bhagaban Padhi)

Camp : Mohuda, Berhampur
Date : 27.06.2008




(Joe Madiath)
Executive Director
Executive Director
GRAM VIKAS