

AITHAL ASSOCIATES

CHARTERED ACCOUNTANTS

79/2, "JALADEV", Opp. Jain Temple, 3rd Main, 3rd Block, Thyagaraja Nagar, Bangalore - 560 028.

Phone : 080 - 26771427, 26771428, 26768956 Mobile : 94480 71136

Email : aithals@vsnl.com csaithal@hotmail.com

FORM NO. 10B

[See Rule 17B]

Audit Report under section 12A (b) of the Income-tax Act, 1961 in the case of charitable or religious trusts or institutions

We have examined the balance sheet of **SWASTI** as at 31st March 2009 and the Income and Expenditure Account for the year ended 31st March 2009, which are in agreement with the books of account maintained by the said trust.

We have obtained all the information and explanations, which to the best of my/our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the head office and the branches of the above-named trust, visited by us so far as appears from our examination of the books subject to the comments given below:

NIL

In our opinion and to the best of our information, and according to information given to us the said accounts give a true and fair view: -

- (i) In the case of the balance sheet, of the state of affairs of the above named trust as at 31st March 2009 and
- (ii) In the case of Income and Expenditure account, of the Surplus of its accounting year ending on 31st March, 2009.

The prescribed particulars are annexed hereto

Place. **Bangalore**

Date.: **17-Sep-2009**



for AITHAL ASSOCIATES,
CHARTERED ACCOUNTANTS,

CA CHANDRA SHEKHAR AITHAL B

Proprietor

**ANNEXURE
STATEMENT OF PARTICULARS**

1. Application of income for charitable or religious purposes.

- | | |
|--|---------------------|
| 1. Amount of income of the previous year applied to charitable or religious purposes in India during that year. | Rs . 58 , 687 , 638 |
| 2. Whether the trust/institution has exercised the option under clause (2) of the Explanation to section 11 (1)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year | No |
| 3. Amount of income accumulated or set apart /finally set apart for application to charitable or religious purposes, to the extent it does not exceed 25 per cent of the income derived from property held under trust wholly /in part only for such purposes. | Rs . 9 , 001 , 434 |
| 4. Amount of income eligible for exemption under section 11(1)(c) [Give details] | NIL |
| 5. Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2) | NIL |
| 6. Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b)? If so, the details thereof. | N A |
| 7. Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B)? If so, the details thereof | NO |
| 8. Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year: - | |
| (a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or | No |
| (b) has ceased to remain invested in any security referred to in section 11(2)(b)(i) or deposited in any account referred to in section 11(2)(b)(ii) or section 11(2) (b) (iii) or | No |



(c) has not been utilized for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? If so, the details thereof.

No

II. Application or use of income or property for the benefit of persons referred to in section 13 [3].

1. Whether any part of the income or property of the trust/institution was lent, or continues to be lent in the previous year to any person referred to in section 13(3) [hereinafter referred to in this Annexure as such person]? If so, give details of the amount, rate of interest charged and the nature of security, if any

No

2. Whether any land, building or other property of the trust/institution was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any.

No

3. Whether any payment was made to any such person during the previous year by way of salary allowance or otherwise? If so, give details.

Refer Annexure- A

4. Whether the services of the trust/institution were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any.

No

5. Whether any share, security, or other property was purchased by or on behalf of the trust/institution during the previous year from any such person? If so, give details thereof together with the consideration paid

No

6. Whether any share, security, or other property was sold by or on behalf of the trust/institution during the previous year to any such person? If so, give details thereof together with the consideration received.

No

7. Whether any income or property of the trust/institution was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted.

No

8. Whether the income or property of the trust/institution was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details.

No



III. Investment held at any time during the previous year(s) in concerns in which persons referred to in section 13(3) have a substantial interest.

Sl. No	Name and address of the concern	Where the concern is a company and class of shares held	Nominal value of the investment	Income from the investment	Whether the amount in Col. 4 exceeded 5% of the capital of the concern during the previous year-say. Yes/No
1	2	3	4	5	6
		Not Applicable			
Total			0	0	

Place. **Bangalore**

Date. **17-Sep-2009**



for AITHAL ASSOCIATES,
CHARTERED ACCOUNTANTS,


CA CHANDRA SHEKHAR AITHAL B
Proprietor

Annexure A- Payments To Persons Referred to in Sec 13(3) of Income Tax ACT, 1961				
Sl No	Name of the Party	Nature of relationship	Nature of transaction	Amount in Rs
1	Catalyst Management Services P Ltd	Company in which members of governing board has substantial interest	Professional charges and reimbursement of expenses	12,307,275
2	R.Mohan	Member of the Governing Body	Professional Charges	13,663



SWASTI			
<i>19,1st main, 1st Cross, Ashwath Nagar, Bangalore- 560094</i>			
BALANCE SHEET AS AT 31st MARCH 2009			
Particulars	Sch	Amount (in Rs.) 31-Mar-09	
SOURCES OF FUNDS			
General Reserve			
Opening Balance			4,584,335
Surplus for the year			2,068,776
Total			6,653,111
APPLICATION OF FUNDS			
Fixed Assets	1		516,556
Current Assets, Loans and Advances	2	26,806,394	
Less : Current liabilities and Provisions	3	20,669,839	
Net working capital (2-3)			6,136,555
Total			6,653,111

Schedules 1 to 10 forming part of financial statements

For Swasti


Siddhi Mankad
Secretary


R. Mohan
Treasurer

Date: 17.09.2009
Place : Bangalore.

Refer to Our report of even date

for AITHAL ASSOCIATES
CHARTERED ACCOUNTANTS

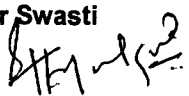




CA CHANDRA SHEKHAR AITHAL B
Proprietor
M NO.205102

SWASTI		
19,1st main, 1st Cross, Ashwath Nagar, Bangalore- 560094		
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st March 2009		
REVENUE	Sch	Amount (in Rs.) 31-Mar-09
Implementation Receipts	4	45,282,466
Social Development Charges	5	13,688,395
Other Income:	6	443,615
Total Income		59,414,476
EXPENDITURE	Sch	Amount (in Rs.) 31-Mar-09
Implementation project expenses :	7	42,305,548
Administrative expenses	8	3,519,851
Social Development Expenses	9	11,462,906
Depreciation	1	57,395
Total Expenditure		57,345,700
Excess of Income Over Expenditure (Surplus)		2,068,776

Schedules 1 to 10 forming part of financial statements

For Swasti


Siddhi Mankad
Secretary


R.Mohan
Treasurer

Date: 17.09.2009
Place : Bangalore.

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SWASTI

SWASTI
19,1st main, 1st Cross, Ashwath Nagar, Bangalore- 560094

SCHEDULE 1 : FIXED ASSETS

Asset particulars	Gross Block			Depreciation Block		Net Block - WDV				
	As on 01.04.08	Additions	Deletions	As on 31.03.09	As on 01.04.08	Rate of DEPN	For the year 31.03.09	As on 31.03.08	As on 31.03.09	
Air Conditioner	54,878	-	-	54,878	15,216	10%	3,966	19,182	39,662	35,696
Office Equipments	130,268	255,587	-	385,855	21,199	10%	36,466	57,665	109,070	328,190
Furniture and fixtures	67,241	120,849	-	188,090	18,457	10%	16,963	35,420	48,784	152,670
Total Assets	252,387	376,436	-	628,823	54,872	-	57,395	112,267	197,516	516,556

Schedules 1 to 10 forming part of financial statements

For Swasti

Siddhi Mankad

Secretary



R.Mohan
Treasurer

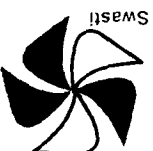
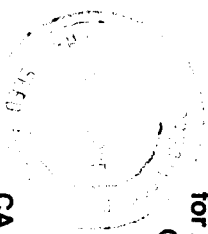
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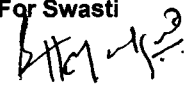


SWASTI		
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.03.2009		
Sch No 2.	CURRENT ASSETS, LOANS AND ADVANCES	
	Particulars	Amount in Rs
	Cash and Bank balances:	4,416,470
	Fixed Deposit in Nationalised Bank	7,484,762
	Accounts Receivables	11,202,928
	Staff advances	257,957
	Advance others	34,991
	Deposits	1,427,808
	Tax Deducted At Soruce	1,907,107
	Accured Interest	74,370
	Total	26,806,394

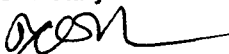
Sch No.3	CURRENT LIABILITIES AND PROVISIONS	
	Particulars	Amount in Rs
	Advance received for Programmes	7,442,112
	Sundry Creditors	6,205,705
	Expenses and Salary payable	6,802,977
	Staff Advance	211,072
	Others	7,973
	Total	20,669,839

Schedules 1 to 10 forming part of financial statements

For Swasti



Siddhi Mankad
Secretary

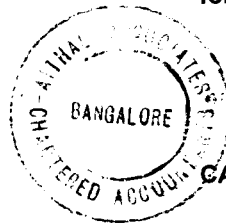


R.Mohan
Treasurer

Date: 17.09.2009
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SWASTI
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31.03.2009

SCHEDULES- INCOME AND EXPENDITURE

Sch No.4	Implementation Income	Amount
	Rural HIV prevention Programme- (Sam-Kolar)	3,227,090
	Learning system for HIV/AIDS intervention partners in Karnataka- Sam-LS	6,483,914
	Advancement of Work place - Intervention for Female Garment workers- GAP	9,340,096
	Community empowerment of women in sex workers in Bangalore Urban District of Karnataka	26,231,365
	Total Implementation Income	45,282,466

Sch No.5	Social Development Charges received	Amount
	Global Fund China (GFATM-Exp-China)	170,798
	UNDP(UNAIDS-R8-HIV)	1,199,000
	Indian Nursing Council - Support for Round 7	115,700
	International Planned Parenthood Federation (TSF-GF-CS-Consolidation)	814,636
	United Nations Development Programme(UNODC-GFATM-R8)	332,500
	UNICEF(UNICEF-LWP-TS)	1,822,012
	International Planned Parenthood Federation (TSF-SEAP-R5-Phil-Eval)	510,302
	United Nations Development Programme(UNAIDS-JU-NEAP)	511,250
	NACO-Delhi(NACO-II)	46,640
	International Planned Parenthood Federation(TSF-SEAP-CCM-WS)	172,073
	World Health Organization(Malaria- R8)	398,472
	International Planned Parenthood Federation (TSF-RST-TC Review)	662,908
	United Nations Programme on HIV(UNAIDS-NERO-PLAN)	69,000
	Royal Tropical Institute (KIT-TSF-CB)	144,918
	Alliance(SRH-NA-Study)	116,392
	International Planned Parenthood Federation(TSF-SEAP-R9-WS)	197,041
	International Planned Parenthood Federation (TSF-AMPT IV-Eval.)	787,424
	ITAD(UNAIDS-Eval)	19,468
	United Nations Programme on HIV-Geneva(UNAIDS-MA-II)	1,993,659
	United Nations Programme on HIV-Bangkok(RST-APLF-Rev)	1,451,304
	African Medical and Research Foundation (TSF-EA-GA-Zanzibar)	962,550
	Vrutti	170,698
	Catalyst Management Services	1,019,650
	Total	13,688,396

Sch No.6	Other Income	Amount
	Bank Interest	164,554
	Fluctuation in foreign currency	205,518
	Interest on income tax received	61,042
	Round off	1
	Donation	12,500
	Total	443,616

EXPENSES SCHEDULES

Sch 7. Implementation Expense Schedule

A	Sam-Kolar- Expenses	Amount
	Administration costs	355,689
	Outreach including Communication	2,019,684
	Advocacy and enabling environment	13,587
	Monitoring and evaluation	162,595
	Capacity building	201,203
	STI & Condoms	10,674
	Community Mobilization	52,881
	Total	2,816,313

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B	Sam-LS- Expenses	Amount
	Administration charges	393,977
	Knowledge distillation	684,375
	Learning site-Pragati	2,921,629
	Snehadana Learning Site	276,198
	Best Practice documentation	168,760
	Technical Support for Implementation of project	323,013
	Research	940,562
	Total- SAM-LS Expenses	5,708,514

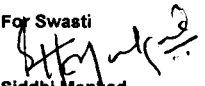

C	GAP- Expenses	Amount
	Equipment, materials and supplies	195,115
	Programme Costs	5,136,727
	Human Resources	540,000
	Technical Support for Implementation of project	546,534
	Office Costs	1,589,852
	Grand Total- GAP Expenses	8,008,228

D	Pragati- Expenses	Amount
	Administration Cost	1,488,280
	Salaries	2,788,808
	Protect & Respond IEC Materials	410
	Gender Based Violenes	392,040
	Capacity Building & Facilitation	46,018
	STI services	3,873,180
	Monitoring Evaluation and learning	588,722
	Technical Support for Implementation of project	598,000
	SMS Expenses	15,997,035
	Total Pragathi Expenses	25,772,493
	Grand Total of Implementation Project Expenses(A+B+C+D)	42,305,548

Sch 8	Swasti Admin Expenses	Amount
	Administration Expenses	1,551,858
	Training and workshop	60,279
	Board meeting	3,914
	Book	3,975
	Awareness creation	146,492
	Professional fees	765,276
	Rates and taxes	6,970
	Bank charges	17,764
	Recruitment Charges	1,322
	Audit fees	38,605
	Telephone and fax	744,153
	Travel and Conveyance	127,883
	Societies registration fees	51,360
	Total Administrative expenses	3,519,861

Sch 9	Social Development Expenses	Amount
	Project Expenses	609,705
	Technical support for Social Development Charges	6,430,877
	Expenses on Employment	4,422,324
	Total Social Development Expenses	11,462,906

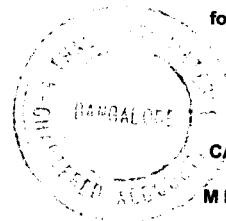
Schedules 1 to 10 forming part of financial statements

For Swasti

 Siddhi Mankad
 Secretary

 R. Mohan
 Treasurer

Date: 17.09.2009
 Place : Bangalore.

Refer to Our report of even date

for AITHAL ASSOCIATES
 CHARTERED ACCOUNTANTS




 CA CHANDRA SHEKHAR AITHAL B
 Proprietor
 M NO.205 102



SCHEDULE 10: NOTES TO ACCOUNTS & SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF FINANCIAL STATEMENTS

1. The Society has commenced with effect from 15th May, 2004. It has been registered with Registrar of Societies, Bangalore District under Karnataka Societies Registration Act 1960 vide registration no. 134: 2004-05 dated 15.05.2004.
2. The Financial Accounts are prepared on historical cost convention.
3. Method of Accounting: Mercantile Method of Accounting is followed.
4. The financial statements are prepared in accordance with the applicable accounting Standards.
5. The Fixed Assets are stated at cost less depreciation charged for the year. Depreciation is calculated @10% p.a, under WDV Method. However, assets purchased out of specific grant receipts for implementing the project have been expensed off during the year of purchase itself.
6. The revenue has been recognized as follows:
 - a) in case of Grant Received (Restricted Fund): To the extent of expenses incurred during the year and agreed percentage towards management cost.
 - b) in case of Social Development Charges : It is charged based on certain pre-determined costs of the society and the income is recognised on completion of activity.
 - c) in case of Bank Interest : on accrual basis.
7. The Society has been registered u/s 12AA(1)(b)(i) of the Income Tax Act,1961 vide letter No.DIT(E)/12A/Vol.III/S-1453/W-2/2004-05 dt. 08.02.2005 of Director Income Tax (Exemptions). The society has also been recognised u/s. 80G of Income Tax Act, 1961 vide Letter No :DIT (E)/80G(R) /475/W-2/2006-07 dt. 14.08.2006 of Director of Income Tax (Exemptions) for the period 01.04.2006 to 31.03.2009. This has been renewed vide Letter No: DIT(E)BLR/80G(R)/164/AABAS4743A/ITO(E)-3/Vol 2009-2010 dt.05.08.2009 of Director of Income Tax (Exemptions) for the period from Assessment year 2010-11 to 2012-13.
8. No Provision for gratuity has been made during the year.
- 9 Effect of foreign currency translation:
 - Foreign currency transactions are recorded using the exchange rates prevailing on the dates of the respective transactions.
 - All Foreign currency denominated monetary assets and liabilities are translated at the exchange rates prevailing on the balance sheet date. The resultant net exchange differences are recognized in the Income and Expenditure account and disclosed separately
10. Employees Provident Fund , ESI are not applicable to the Society.

Refer to Our report of even date

For Swasti

Siddhi Mankad
Secretary

R.Mohan
Treasurer

for AITHAL ASSOCIATES
CHARTERED ACCOUNTANTS

CA CHANDRA SHEKHAR AITHAL B
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Date: 17.09.2009
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