



K.W. JAIN & CO.

Chartered Accountants

Address : Pritam Castle, Clock Tower, Dehra Dun, Uttarakhand, INDIA
Tel: + 91 - 135 - 2653664 Mobile : 9719215004 e-mail : jainalokkumar@yahoo.com

**AUDITOR'S REPORT TO THE MEMBERS OF
HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY**

We have audited the attached Balance Sheet of "HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY, DREAMS, NEAR PENNINGTON, LANDOUR BAZAR, MUSSOOREE" as at 31st March, 2016 and also the Income & Expenditure Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the members. 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Further we report that:

(i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;

(ii) In our opinion, proper books of account as required by law have been kept by the society so far as appears from our examination of those books.

(iii) The Statement of Accounts dealt with by this report are in agreement with the books of account.

(iv) In our opinion and to the best of our information and according to the explanations given to us, the said accounts give 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 Society as at 31st March, 2016; and

(b) in the case of the Income & Expenditure Account, of the deficit for the year ended on that date.

(c) in the case of Receipt & Payment Account, of the receipts and payments made for the year ended on 31st March, 2016.

For M/s K. W. Jain & Co.
Chartered Accountants,

(Alok K. Jain)

Proprietor

Membership # 70088
FRN # 000247.



Date : 21.07.2016
Place : Dehra Dun



K.W. JAIN & CO.

Chartered Accountants

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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**

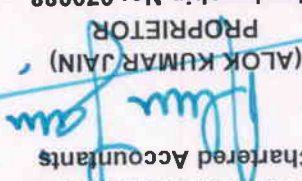
We have examined the balance sheet of HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
AAAAH1465M [name and PAN of the trust or institution] as at 31/03/2016 and the Income & Expenditure account
for the year ended on that date which are in agreement with the books of account maintained by the said trust or
institution

We have obtained all the information and explanations which to the best of 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, and proper Returns adequate for the purposes of audit have been received from branches not visited by
us subject to the comments given below:

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 31/03/2016
- ii. in the case of the income & expenditure account, of the deficit of its accounting year ending on
31/03/2016

The prescribed particulars are annexed hereto.

For K W JAIN & CO
Chartered Accountants

PROPRIETOR
(ALOK KUMAR JAIN)

Membership No: 070088
Registration No: 000247C



Place: DEHRADUN
Date : 21/07/2016

**HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
(CONSOLIDATED ACCOUNT)
BALANCE SHEET AS ON 31.03.2016**

LIABILITIES		ASSETS		TOTAL	
AMOUNT	TOTAL	AMOUNT	TOTAL	AMOUNT	TOTAL
FIXED ASSETS CAPITAL FUND	6,903,575	(As per Annexure 1)	7,422,006	7,422,006	
Add : Addition during the year	2,081,777				
Less: Depreciation for Previous Years	1,198,684				
Less: Depreciation for Current Year	364,662		7,422,006		
WORKING CAPITAL FUND	(281,958)				
Last Balance	1,644,423				
Add: Trif from Fixed Assets Acquisition Fund	90,000				
Add: Contingent Liability w/off	228,785				
Add: Trif from Depreciation Fund	1,681,250				
Less: Deficit During the year	1,450,792	230,458			
FIXED ASSETS ACQUISITION FUND	1,644,423				
Last Balance	1,644,423				
Less: Trif to Working Capital Fund					
DEPRECIATION FUND	228,785				
Last Balance	228,785				
Less: Trif to Working Capital Fund					
CURRENT LIABILITY	81,416				
Payable to Mr.Manoj Daliya					
TOTAL	7,733,880	TOTAL	7,733,880	TOTAL	7,733,880

Certified in terms of our separate report of even date

For Himalaya Educational Literacy Project Society

For M/S K W Jain & Co.
Chartered Accountants.
(Alok K. Jain)
Proprietor
Membership No. # 70088
FRN No.000247C



Date : 21.07.2016
Place : Dehra Dun



1) *[Signature]*
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4) *[Signature]*

**HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
(CONSOLIDATED ACCOUNT)**

FC
FIXED ASSETS AS ON 31.03.2016

(Annexure 1)

Particulars	Gross		Additions		Deduction	Total	Rate	Depreciation	WDV (31.03.2015)	WDV (31.03.2016)
	Block(01.04.2015)		1st Half	2nd Half						
LAND										
Land at Varanasi	2,417,510					2,417,510	0%	-	2,417,510	2,417,510
Boundary wall	190,060					190,060	0%	-	190,060	190,060
Land at Jorði		317,000	317,000			317,000	0%	-	22,000	317,000
Land at Jorði	22,000					22,000		-	28,000	22,000
Retaining Wall	28,000					28,000		-	28,000	28,000
BUILDING										
Dormitory	251,187		591,635			842,822	10%	54,700	251,187	788,122
New toilets	105,515		-			105,515	10%	8,822	88,216	79,394
Building(at jorði)	631,335		-			631,335	10%	17,171	171,707	154,536
Child Education Development(CED)										
Computer	123,400		30,000			361,700	60%	89,867	15,628	164,061
Printer				46,600		46,600	15%	3,495	-	43,105
Projector & Projector Screen				118,000		118,000	15%	8,850	-	109,150
Child Care (CC)										
Furniture/Fixtures	233,944		12,410			306,094	10%	21,223	169,952	220,879
Water tanks	11,400					11,400	15%	988	6,589	5,601
Washing Machine				15,900		15,900	15%	1,193	-	14,708
New Solar Heater				25,000		25,000	15%	1,875	-	23,125
Welfare/Emppowerment of Women Expenses										
Sewing Machine				15,500		15,500	15%	1,163	-	14,338
Vehicles										
Motor cycle	95,930					95,930	15%	7,190	47,936	40,746
Scorpio	1,149,114					1,149,114	15%	105,855	705,700	599,845
Scooter	82,445					82,445	15%	9,723	64,822	55,099
Other Assets										
Crockery/Utensils	37,350					37,350	15%	3,574	23,825	20,251
Waterpipeline	52,935					52,935	15%	5,915	39,436	33,521
Musical Instrument	2,400					2,400	15%	221	1,474	1,253
Beddings	15,505					15,505	10%	1,256	12,599	11,303
Equipment	25,148					25,148	15%	2,984	19,893	16,909
Water Tank			17,180			17,180	15%	2,577	-	14,603
VARANASI PROJECT										
Generator				22,400		22,400	15%	1,480	-	20,720
Building(WIP)										
Building (Hostel & Training Center)	1,428,397		465,317			1,893,714			1,428,397	1,893,714
	6,903,575		376,590	1,568,392		8,848,557		350,322	5,704,891	7,299,551



HIMALAYAN EDUCATIONAL LITERACY PROJECT ORGANISATION

IC
FIXED ASSETS AS ON 31.03.2016

Particulars	Gross Block(01.04.2015)		Additions	Deduction	Total	Rate	Depreciation	WDV(31.03.2015)	WDV (31.03.2016)
	1st Half	2nd Half							
Furniture/Fixtures	106,795	-	106,795	-	106,795	10%	5,340	101,455	
Computer	30,000	-	30,000	-	30,000	60%	9,000	21,000	
	136,795	-	136,795	-	136,795		14,340	-	122,455

Annexed to the Balance Sheet of even date.



**HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
(CONSOLIDATED ACCOUNT)
INCOME & EXPENDITURE A/C FOR THE YEAR ENDING 31.03.2016**

PARTICULARS	AMOUNT	TOTAL
INCOME		
(As per Receipts & Payments Account)	5,146,008.17	
Add: Previous year Liability w/ off	24,500.00	
	<hr/>	
DEFICIT (Excess of Expenditure over Income)		1,450,792
TOTAL		6,621,300
EXPENDITURE		
Total Revenue Expenditure	4,517,523	
(As per Receipts & Payments Account)		
Add: Trif from Prepaid Rent	22,000	
	<hr/>	
Total Capital Expenditure		2,081,777
(As per Receipts & Payments Account)		
TOTAL		6,621,300

Annexed to the Balance Sheet of even date.

For HELP

For M/S K W Jain & Co.,
Chartered Accountants
(Signature)
Proprietor
(Alok K. Jain)
Membership No. # 70088
FRN No.000247C



Date : 21.07.2016
Place : Dehradun

1) *(Signature)*
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3) *(Signature)*
4) *(Signature)*

HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY

(CONSOLIDATED ACCOUNT)

Receipt & Payments Account for the year ended 31.03.2016

	RECEIPTS	AMOUNT	PAYMENTS	AMOUNT
To Grant Received				
Express Mission, USA	350,856			
Lahden, Finland	417,408			
Promise Child, USA	3,825,866			
Smile Foundation, Delhi	101,750			
UWM, USA	285,152	4,981,032		
Donations		120,000		
Other Income		5,220		
FDR Interest		2,503		
Gas Subsidy		7,723		
Interest in Saving Bank a/c		35,631		
S.B.I Account 8470 (FC)		1,622		
UBI 1738(Q)		37,253		
Child Care Expenses			382,769	
By				
Child Care Expenses (As per Annexure A)				382,769
Welfare/Empowerment of Women Expenses			207,154	
Wellfare/Empowerment of Women Expenses (As per Annexure B)				207,154
Village Development Program			323,444	
Village Development Program (As per Annexure C)				323,444
Other Income			237,061	
Varanasi Project (As per Annexure D)				237,061
Child Education Development			2,321,360	
Child Education Development (As per Annexure E)				2,321,360
Administrative Expenses			975,818	
Administrative Expenses (As per Annexure F)				975,818
School Expenses			69,917	
School Expenses (As per Annexure G)				69,917
TOTAL REVENUE INCOME	<u>5,146,008</u>			
Contra				
Smile Foundation		101,750		2,081,777
Mr. Manoj Daliya (Expense For)		81,416		101,750
Sundry Advances Varanasi project		465,318		
Opening Balances				
Cash in Hand	63,245		12,621	
Imprest	20,000		150,477	
Cash at Bank-SBI	1,090,500		17,196	
Cash at Bank-UBI	13,688		37,581	
Imprest- Ravinder Verma	1,187,433		3,000	
Advance-Dinesh			60,000	
Advance for swing center			280,874	
TOTAL	6,981,924		6,981,924	

Checked from Books & Vouchers produced and information and explanations given to us and found correct.

for M/S K W Jain & Co.,
Chartered Accountants,

(Alok K. Jain)
Proprietor

Membership No. # 70088
FRN No. 000247C



Date : 21.07.2016
Place : Dehradun



HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
(CONSOLIDATED ACCOUNT)

PARTICULARS		TOTAL
Annexure C	Village Development Program	323,444
	Staff Salary	224,300
	Green Project	25,604
	Toilet Project	27,800
	Travel & Food Expenses	23,280
	Repair & Maintenance (Vehicle)	4,250
	Rent expenses	7,000
	Nutrition Expenses	2,325
	Medical Aid	310
	Petrol & Diesel expenses	5,810
	Festival expenses	2,765
	TOTAL	323,444

PARTICULARS		TOTAL
Annexure B	Welfare/Empowerment of Women Expenses	207,154
	Staff Salary	189,800
	Food & Travel expenses	900
	Petrol & Diesel Expenses	1,050
	Consumables	15,404
	TOTAL	207,154

PARTICULARS		TOTAL
Annexure A	Child Care Expenses	382,769
	Staff Salary	155,500
	Nutrition	47,390
	Hostel Rent	27,000
	Evening class rent	3,500
	Maintenance & Repair	280
	School Uniform	49,955
	Travelling & Food	10,564
	Clothing & Bedding	38,817
	Petrol & Diesel	12,313
	Kitchen Consumables	5,033
	Printing & stationery	23,145
	Freight & Cartage	7,350
	Function & Festival	1,500
	Medical Expenses	422
	TOTAL	382,769



Administrative Expenses (Annexure F)	
458,000	Staff Salary
4,612	Printing & Stationery
22,820	Food & Travel expenses
24,577	Telephone/Fax/Internet
15,783	Office expenses
32,697	Staff welfare
76,000	Rent Expenses
15,550	Petrol & diesel expenses
1,644	Newspaper & periodicals expenses
897	Postage expenses
10,217	Electricity & Water Charges
5,330	Bank charges
1,081	Bank commission
4,625	Computer Maintenance
46,254	Vehicle Expenses
69,100	Audit Fee
184,651	Staff Children Education
1,980	Medical Aid
975,818	TOTAL
AMOUNT	PARTICULARS

Child Education Development (Annexure E)	
661,641	Staff Salary
611,076	Nutrition Expenses
179,036	Books & Stationary expenses(Including smile found
110,502	Scholarship -children
147,260	Uniform Expenses
57,759	Function & Festival expenses
35,465	Food & Travel expenses
15,540	Computer Repair & Maintenance
26,590	Petrol & Diesel expenses
428,833	Building Repair & Maintenance(Including smile fou
14,184	Medical Aid-Staff
15,000	Legal expenses
4,215	Kitchen Consumables
4,405	Freight & Carriage expenses
9,854	Student Welfare
2,321,360	TOTAL
AMOUNT	PARTICULARS

Varanasi Project Expenses (Annexure D)	
99,000	Staff Salary
105,522	Repair & Maintenance Expenses
28,500	Travel & Food expenses
4,039	Child welfare expenses
237,061	TOTAL
AMOUNT	PARTICULARS



Annexed to the Receipts & Payment Account.

Capital Expenses (Annexure H)		PARTICULARS		AMOUNT	
FOREIGN CONTRIBUTION					
	Land	317,000			
	Furniture/Fixtures	68,572			
	Generator VNS	22,400			
	Building	465,317			
	(Hostel & Training Centre(VP)				
	Washing Machine	15,900			
	New Solar Heater	25,000			
	Water Tank	17,180			
	Computer & Projector Screen	372,900			
	Dormitory	591,635			
	Sewing Machine	15,500			
	Project Smile Foundation				
	Laptop	30,000			
	Furniture	36,500			
	INDIAN CONTRIBUTION				
	Project Smile Foundation				
	Laptop	30,000			
	Furniture	33,578			
	TOTAL				2,081,777

School Expenses (C)		PARTICULARS		AMOUNT	
	Salary to staff	10,600			
	Nutrition expenses	360			
	Scholarship	3,600			
	Staff Welfare	8,000			
	Petrol & Diesel expenses	2,000			
	Office expenses	14,840			
	Bank Charges	67			
	Printing & stationery(Smile Foundation)	30,450			
	TOTAL				69,917

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1.	Whether any part of the income or property of the trust 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 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

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

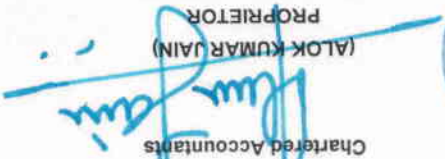
1.	Amount of income of the previous year applied to charitable or religious purposes in India during that year.	6066425
2.	Whether the trust has exercised the option under clause (2) of the Explanation to section 11 (1)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year.	NO
3.	Amount of income Finally set apart for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under trust Wholly for such purposes.	NA
4.	Amount of income eligible for exemption under section 11(1)(c) [Give details]	NO
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)	0
6.	Whether the amount of income of 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.	NA
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(B)? If so, the details thereof.	NA
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 purpose 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

John J. ...

3.	<p>Whether any payment was made to any such person during the previous year by way of salary allowance or otherwise? If so, give details.</p>	As per annexure "A"
4.	<p>Whether the services of the trust were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any.</p>	NO
5.	<p>Whether any share, security, or other property was purchased by or on behalf of the trust during the previous year from any such person? If so, give details thereof together with the consideration paid.</p>	NO
6.	<p>Whether any share, security, or other property was sold by or on behalf of the trust during the previous year to any such person? If so, the details thereof together with the consideration received.</p>	NO
7.	<p>Whether any income or property of the trust 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.</p>	NO
8.	<p>Whether the income or property of the trust was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details.</p>	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 No. 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	Total
			0	0		

For K W JAIN & CO
Chartered Accountants

 PROPRIETOR
 (ALOK KUMAR JAIN)
 Membership No: 070088
 Registration No: 000247C



Place : DEHRADUN
Date : 21/07/2016

Annexure "A"

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.

Amount	Details
76000	Rent to Mr Bachan Singh(Father of Mr.Manoj Daliya)
184651	Children Education Allowance to Mr. Manoj and Mrs. Nasreen Daliya
300000	Salary to Mr. Manoj Daliya
120000	Salary to Mrs. Nasreen Daliya
680651	Total

Manoj Daliya

HIMALAYAN EDUCATIONAL LITERACY PROJECT SOCIETY
Dreams, Near Pennington, Landour Bazar, Mussoorie

NOTES ON ACCOUNTS - Financial Year 2015-16

1. Accounting Policies:

- (a) Accounts have been prepared on historic cost convention based on Cash System of accounting.
- (b) All fundamental accounting assumptions relating to going concern and consistency are followed in financial statements.
- (c) During the year

- 'Fixed Assets Grant Received' Account has been renamed as 'Fixed Assets Fund'.
- Amount of Rs. 16,44,423/- Bal. in 'Fixed Assets Grant Received Unutilised Account' as on 31.03.2015 has been transferred to 'Working Capital Fund account'
- Amount of Rs. 90,000/- bal in 'Contingency Account' has been Transferred to Working Capital Account.
- Amount of Rs. 2,28,785/- bal. in 'Accumulated Depreciation Account' has been transferred to 'Working Capital Account'.

2. Fixed Assets:

- (a) Depreciation on Fixed Assets has been charged on Fixed Assets, however the same has been charged to Fixed Assets Capital Fund Account, and not debited to Income & Expenditure Account as revenue expenditure.
- (b) Fixed Asset acquired during the year have been charged to Income & Expenditure account. In the Balance Sheet Fixed Assets have been shown, at cost price, by creating a Fixed Assets Fund, corresponding to the value of Fixed Assets.
- (c) Fixed Assets Register has not been maintained. No physical verification of fixed assets has been conducted during the year.

3. Income of the Trust is eligible for tax exemption under sections 11 and 12 of the Income Tax Act, 1961, and tax liability estimated is NIL.



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4. Correctness of Expenses, wherever not supported by proper bills/ receipts, has been certified by the Management.

5. Foreign Inward Remittance Certificates have not been obtained from bank in respect of donations received in Foreign Exchange.

6. Previous expenses amounting to Rs. 4,65,318/- have been adjusted against outstanding Sundry Advance as on 31.03.2015 and the expenses have been capitalised under the Head 'Building for Varanasi Project'.

Annexed to the Balance Sheet of even date.
For M/S. K.W.Jain & Co.,

Chartered Accountants,

(Handwritten signature)

(Alok K. Jain)

Proprietor

Membership # 70088
FRN No # 000247C



For Himalayan Educational Literacy Project Society



(Authorised Signatory)

(Handwritten signature)

Date: 21.07.2016
Place: Dehradun

(Handwritten signature)