

## AUDITORS' REPORT

### TO THE MEMBERS

1. We have audited the attached Balance Sheet of **SCHOOL FOR DEMOCRACY DEV DUNGRI BHIM RAJSAMAND** as at **March 31, 2006**, Income and Expenditure annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express our opinion on these financial statements based on our audit.
2. 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 of our opinion.
3. Further to our comments in the Annexure referred 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 have been kept so far as it appears from our examination of the books.
  - c) The Balance Sheet and Income and Expenditure Account for the year ending on 31<sup>st</sup> March 2006 dealt are in agreement with the books of accounts and give a true and fair view.

PLACE: NEW DELHI  
DATE: 22-8-2006



FOR SMS & ASSOCIATES  
Chartered Accountants

(MANOJ AGARWAL)  
PARTNER

School for Democracy

Balance Sheet  
as on 31st March, 2006

Liabilities	Amount (Rs.)	Amount (Rs.)	Assets	Amount (Rs.)	Amount (Rs.)
<b>Capital Account</b>			<b>Fixed Assets</b>		
-Corpus Fund		2,000,000.00	-Fixed Assets		15,885.00
<b>Reserve &amp; Surplus</b>			<b>Current Assets &amp; Loans and Advances</b>		
-Opening balance	17,133.05		-Cash in hand	-	
-Add: Excess of income over Expenditure	216,994.00	234,127.05	-Bank balance	220,909.05	
			-Fixed Deposit	2,000,000.00	
<b>Current Liabilities &amp; Loans and Advances</b>			-MKSS	483.00	2,221,392.05
-Mr. Shankar Singh		3,150.00			
		<b>2,237,277.05</b>			<b>2,237,277.05</b>

"As per our Audit Report of even date attached."

*sparks*  
Accountant

*Nikhil Dey*  
Member



For SMS & Associates  
Chartered Accountants

*Manoj Agarwal*  
Partner

Place: New Delhi

Date: 22-8-2006

Place: New Delhi  
Date: 22-8-2006

