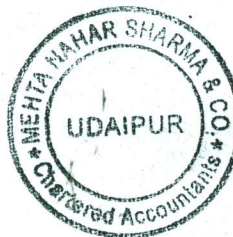


AUDITOR'S REPORT

1. We have audited the attached Balance Sheet of **School for Democracy** as on 31st March 2011, and also the Income and Expenditure Account 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 bases on audit.
2. We conducted the 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 check 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.
3. On our audit, we report that :
 - a. We have obtained all the information and the explanations, which, to the best of our knowledge and belief, were necessary for the purposes of our audit.
 - b. In our opinion, proper books of accounts have been kept by the assessee as far as appears from the examination of the Books.
 - c. In our opinion and to the best of our information and according to the explanations given to us, the said accounts thereon, if any, give a true & fair view: -
 - i. In the case of the Balance Sheet, of the state of affairs of the assessee as at 31st March 2011.
 - ii. In the case of Income and Expenditure account, of the surplus of its accounting year ending on 31st March 2011.

Place : Udaipur
Date : 30/09/2011



For Mehta Nahar Sharma & Co.
Chartered Accountants

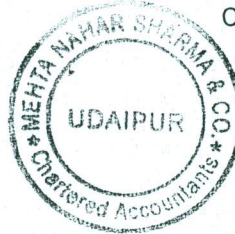
Hitendra Sharma
CA Hitendra Sharma
Partner
M.No. 403135
FRN-012711C

School For Democracy
Village Devdungri Post Barar Dist. Rajsamand Raj)

BALANCE SHEET AS ON 31.03.2011

LIABILITIES		AMOUNT	ASSETS		AMOUNT
Capital Fund			FIXED ASSETS:		
Corpus Fund (Opening)	4,500,000.00		Gross Block	10,422.00	
Add: Corpus Fund (C.Y.)	200,000.00	4,700,000.00	Less: Depreciation	1,042.00	
			Net Block	9,380.00	
Reserves & Surplus			Building Construction	3,659,406.00	3,668,786.00
Opening Balance	345,890.55		Current Assets & Loan Advances		
Add: Surplus (Current Year)	13,041.00	358,931.55	Cash & Bank Balances		
Current Liabilities			Bank Balance	145,174.05	
Sundry Advances			Cash in hand	17.00	145,191.05
Babu Lal Thana	138,588.00		Loans & Advances		
Bhanwer Magvanshi	3,497.00		Dimond India	7,879.00	
Kisan Lal Mistri	128,710.00		Laxman Lal kalu Ji	12,853.00	
MKSS	507,682.50	778,477.50	Babu Singh	2,700.00	23,432.00
			Deposit Assets		
			Fixed Deposit	2,000,000.00	2,000,000.00
		5,837,409.05	TOTAL		5,837,409.05

As per our attached report of even date
For Mehta Nahar Sharma & Co.
Chartered Accountants



(Hitendra Sharma)
(CA. Hitendra Sharma)
Partner

Sr School For Democracy

Nikhil Day

Place: Udaipur
Date : 30/09/2011