

**Auditor's Report**

We have audited the attached Balance Sheet of **M/s Headstreams - Foreign Account** as at 31st March 2016 and also the Income and Expenditure Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the management of **M/s Headstreams - Foreign Account**; responsibility is to express an opinion on these financial statements based on our audit.

We have 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, as a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also included assessing the accounting principles used and significant estimates made by management as well as the evaluating the overall financial statement presentation. We believe that my audit provides a reasonable basis for my opinion.

We report that

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit.
2. In my opinion proper books of account as required by law have been kept by **M/s Headstreams - Foreign Account** so far as it appears from my examination of those books and proper returns adequate for the purposes of our audit.
3. The Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account.
4. The Balance Sheet and Income and Expenditure Account dealt with by this report are prepared in accordance with the accounting standards issued by the Institute of Chartered Accountants of India.
5. In my opinion and to the best of my information and according to the explanations given to us, the said accounts give the information required by the Income Tax Act, 1961, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.
 - (i) In the case of the Balance Sheet, of the state of affairs of the Trust as at 31st March 2016; and
 - (ii) In the case of the Income and Expenditure Account, **Excess of Income over Expenditure** for the year ended on that date.

Place: Bangalore
Date: 03/05/2016

for Simon Rodrigues and Associates
Chartered Accountants

Simon A. Rodrigues
Proprietor

Membership No.27091



Headstreams
No 872/H/2, Michael Palya
Indiranagar
Bangalore - 560 038

BALANCE SHEET AS ON 31st MARCH 2016
FOREIGN ACCOUNT

LIABILITIES	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015	A S S E T S	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015
General Fund				Fixed Assets (Depn Sch)		36,14,201.97	-
Opening Balance		935.50	1,598.76	Current Assets	4	-	-
Less: Excess of Expenditure over Income		-	(663.26)	Deposits			
Add: Excess of Income over Expenditure		1,18,95,957.81	-	Training Centre Rental Deposit	4	4,00,000.00	-
		1,18,96,893.31	935.50	Closing Balance			
				Cash In Hand		6,866.00	-
				Cash at Bank		78,75,825.34	935.50
Current Liabilities	3			TOTAL		1,18,96,893.31	935.50
TOTAL		1,18,96,893.31	935.50				

As per our report annexed

For Simon Rodrigues & Associates
Chartered Accountants

Simon A. Rodrigues
(Proprietor)

Membership No. 27091

Date : 03.05.2016
Place : Bangalore

Dr. Cheriyan Alexander
(President)

Ms. Nitya Thomas
(Treasurer)

Dr. Naveen I. Thomas
(Secretary)



Headstreams
No 872/H/2, Michael Palya
Indiranagar
Bangalore - 560 038

INCOME & EXPENDITURE A/C FOR THE YEAR ENDED 31ST MARCH 2016
FOREIGN ACCOUNT

EXPENDITURE	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015	INCOME	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015
To Expenditure	1	1,27,92,993.71	8,000.00	By Income	2	2,59,54,323.00	7,336.74
To Depreciation		12,65,371.48	-				
* Excess of Income Over Expenditure		1,18,95,957.81	-	* Excess of Expenditure over Income			663.26
TOTAL		2,59,54,323.00	8,000.00	TOTAL		2,59,54,323.00	8,000.00

As per our report annexed

For Simon Rodrigues & Associates
Chartered Accountants

Simon A. Rodrigues
(Proprietor)

Membership No.27091

Date : 03.05.2016
Place : Bangalore

For HEADSTREAMS

Dr. Cheriyan Alexander
(President)

Ms. Nitya Thomas
(Treasurer)

Dr. Naveen I. Thomas
(Secretary)



Headstreams
No 872/H/2, Michael Palya
Indiranagar
Bangalore - 560 038

RECEIPTS & PAYMENTS A/C FOR THE YEAR ENDED 31ST MARCH 2016
FOREIGN ACCOUNT

RECEIPTS	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015	PAYMENTS	SCH. NO.	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015
To Opening Balance Cash in Hand Cash at Bank		935.50	1,598.76	By Expenditure By Program Expenses	1	1,27,92,993.71	8,000.00
To Incomes	2	2,59,54,323.00	7,336.74	By Fixed Assets (Depn Sch)		48,79,573.45	-
To Current Liabilities	3	16,95,124.00	-	By Current Liabilities	3	16,95,124.00	-
To Current Assets	4	11,99,916.00	-	By Current Assets	4	15,99,916.00	-
				By Closing Balance Cash in Hand Cash at Bank		6,866.00 78,75,825.34	935.50
TOTAL		2,88,50,298.50	8,935.50	TOTAL		2,88,50,298.50	8,935.50

As per our report annexed

For Simon Rodrigues & Associates
Chartered Accountants



Simon A. Rodrigues
(Proprietor)

Membership No. 27091

Date : 03.05.2016
Place : Bangalore

For HEADSTREAMS

Dr. Cherlyan Alexander
Dr. Cherlyan Alexander
(President)

Ms. Nitya Thomas
Ms. Nitya Thomas
(Treasurer)

Dr. Naveen I. Thomas
Dr. Naveen I. Thomas
(Secretary)

SCHEDULE 1 - EXPENDITURE

PARTICULARS	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015
Program Expenses	-	8,000.00
1-AD: Arivu Disha Expenses		
1-AD:10- Administrative Cost		
1-AD:10.1 - Administrative Cost	4,18,043.88	-
1-AD:10.2 - Provident Fund Admin Charges	35,273.00	-
	4,53,316.88	-
1-AD:1 - Curriculum Design & Training		
1-AD:1.1 - Senior Curriculum Designer	7,44,514.00	-
1-AD:1.2 - Design Consultants	16,00,050.00	-
1-AD:1.3 - Service Tax for Design Consultants Fee	4,64,234.00	-
1-AD:1.4 - Curriculum Design & Training Staff	4,38,326.00	-
	32,47,124.00	-
1-AD:2 - Production Of Curriculum Materials		
1-AD:2.1 - Facilitator Session Notes	4,629.00	-
1-AD:2.4 - Assignments / Worksheets - 24 Sessions	2,18,756.00	-
1-AD:2.5 - Student Handouts	4,138.00	-
1-AD:2.6 - Stationery & Activity Materials	1,15,277.00	-
1-AD:2.7 - Assessment Sheets	4,454.00	-
	3,47,254.00	-
1-AD:4 - Software Technology		
1-AD:4.4 - Website Development	11,607.00	-
	11,607.00	-
1-AD:5 - Operations		
1-AD:5.1 - Field Staff	27,53,774.33	-
1-AD:5.2 - Field Supervisor	1,69,387.00	-
1-AD:5.3 - Project Manager	4,88,707.00	-
1-AD:5.4 - Accounts Executive	3,03,411.00	-
1-AD:5.5 - Admin Staff	90,625.00	-
1-AD:5.7 - Training Centre Rent	3,38,239.00	-
1-AD:5.8 - Office Utilities & Maintenance	92,448.25	-
1-AD:5.9 - Phone & Internet	44,192.00	-
	42,80,783.58	-
1-AD:6 - Research & Program Management		
1-AD:6.1 - Research & Program Management Consultants	21,12,500.00	-
1-AD:6.4 - Service Tax Consultant's Fee	3,06,200.25	-
	24,18,700.25	-

For headstreams

President

For HEADSTREAMS

Treasurer

For HEADSTREAMS

Secretary



1-AD:7 - Advocacy & Partnerships		
1-AD:7.1 - Program Director	9,87,495.00	-
1-AD:7.2 - Design & Communication Staff	2,13,334.00	-
1-AD:7.3 - Annual Conference	40,256.00	-
	12,41,085.00	-
1-AD:8 - Travel & Accomodation Expenses		
1-AD:8.1 - 1 - Field Staff & Sup. Trng - Travel Expense	3,75,864.00	-
1-AD:8.1 - 2 - Field Staff & Sup. Trng - Food & Acco	1,10,513.00	-
1-AD:8.1 - 3 - Field Staff & Sup. Trng - Training Expenses	30,152.00	-
1-AD:8.2 - 1 - Design & Trng Team - Travel Expenses	7,161.00	-
1-AD:8.3 - 1 - Project Review Sup. - Travel & Con. Expenses	60,115.00	-
1-AD:8.4 - Field Trips for Students	2,09,318.00	-
	7,93,123.00	-
TOTAL	1,27,92,993.71	8,000.00

SCHEDULE 2 - INCOMES

PARTICULARS	AS ON 31st MARCH 2016	AS ON 31st MARCH 2015
Donations	-	7,061.74
Axis Bank FCRA A/c Interest	1,18,914.00	275.00
B-Inc:01 - Arivu Disha	2,58,35,409.00	-
TOTAL	2,59,54,323.00	7,336.74



For headstreams

[Signature]
President

For HEADSTREAMS

[Signature]
Treasurer

For HEADSTREAMS

[Signature]
Secretary

Schedule : 3				
CURRENT LIABILITIES				
PARTICULARS	OPG BALANCE	DEBIT	CREDIT	CLG BALANCE
Taxes & Duties				
9- Misc: 01 - Professional Tax (PT)	-	37,800.00	37,800.00	-
9- Misc: 02 - Tax Deducted at Source (TDS)	-	7,30,512.00	7,30,512.00	-
9- Misc: 03 - Long Term Savings	-	1,52,034.00	1,52,034.00	-
9- Misc: 04 - Provident Fund	-	5,98,724.00	5,98,724.00	-
9- Misc: 06 - TDS on Salary	-	95,211.00	95,211.00	-
9- Misc: 07 - Employee State Insurance	-	1,760.00	1,760.00	-
Extra Deductions As Provisions	-	79,083.00	79,083.00	-
TOTAL	-	16,95,124.00	16,95,124.00	-

Schedule : 4				
CURRENT ASSETS				
PARTICULARS	OPG BALANCE	DEBIT	CREDIT	CLG BALANCE
1-AD:5.6 - Training Centre Rental Deposit	-	6,20,000.00	2,20,000.00	4,00,000.00
1-AD - Programme Advance	-	1,84,620.00	1,84,620.00	-
9-Misc: 05 - Sodexo	-	55,000.00	55,000.00	-
Advance Towards Purchases	-	7,35,296.00	7,35,296.00	-
Salary Advance	-	5,000.00	5,000.00	-
TOTAL	-	15,99,916.00	11,99,916.00	4,00,000.00

For headstreams

President

For H/11/11/11/11/11

For HEADSTREAMS

Secretary



HEADSTREAMS
DEPRECIATION SCHEDULE AS ON 31/03/2016

FIXED ASSETS	WDV as on 01.04.2015	Additions		Deletions	As On 31.03.2016	%	Depreciation for the year	WDV as on 31.03.2016	WDV as on 31.03.2015
		Before 30.09.2015	After 01.10.2015						
Speakers	-	17,900.00	-	-	17,900.00	15%	2,685.00	15,215.00	-
Table Fan	-	-	7,400.00	-	7,400.00	15%	555.00	6,845.00	-
Android Tablets	-	10,78,500.00	-	6,500.00	10,72,000.00	15%	1,60,800.00	9,11,200.00	-
Earphones	-	77,750.00	-	-	77,750.00	15%	11,662.50	66,087.50	-
Charging Unit For Multiple Tablets	-	32,436.00	-	-	32,436.00	15%	4,865.40	27,570.60	-
Android Tablets for Field Staff	-	55,219.50	10,950.00	-	66,169.50	15%	9,104.18	57,065.33	-
Database Server	-	2,765.00	-	-	2,765.00	15%	414.75	2,350.25	-
Office Equipment - Laptops	-	82,359.45	55,580.00	-	1,37,939.45	60%	66,089.67	71,849.78	-
Office Equipment - Computers	-	78,259.35	1,41,960.00	-	2,20,219.35	60%	89,543.61	1,30,675.74	-
Office Equipment - UPS	-	35,000.15	26,375.00	-	61,375.15	15%	7,228.15	54,147.00	-
Furniture	-	-	69,198.00	-	69,198.00	10%	3,459.90	65,738.10	-
Printers	-	-	5,950.00	-	5,950.00	60%	1,785.00	4,165.00	-
Mobile	-	-	12,349.00	-	12,349.00	15%	926.18	11,422.83	-
Electrical Equipment - Stabilizer	-	1,520.00	-	-	1,520.00	15%	228.00	1,292.00	-
Office Equipments (General)	-	-	39,500.00	-	39,500.00	15%	2,962.50	36,537.50	-
CCTV	-	-	21,000.00	-	21,000.00	15%	1,575.00	19,425.00	-
Fridge	-	-	9,040.00	-	9,040.00	15%	678.00	8,362.00	-
White Board & Notice Board	-	-	29,822.00	-	29,822.00	15%	2,236.65	27,585.35	-
Knowledge Assessment Software / Apps	-	-	2,005.00	-	2,005.00	60%	601.50	1,403.50	-
Buying / Procuring Education Apps	-	-	29,93,235.00	-	29,93,235.00	60%	8,97,970.50	20,95,264.50	-
	-	14,61,709.45	34,24,364.00	6,500.00	48,79,573.45		12,85,371.48	36,14,201.97	

For headstreams

Praveen Kumar
President

For HEADSTREAMS

For HEADSTREAMS

Praveen Kumar
Secretary



Notes Part of the Accounts

1. ACCOUNTING POLICY

The Financial statements are prepared under historical cost convention and on cash basis.

2. FIXED ASSETS & DEPRECIATION

The Depreciation has been provided on Fixed Assets according to W.D.V. as per the rates of Income Tax Act 1961.

For Simon Rodrigues & Associates
(Chartered Accountants)

Simon A. Rodrigues
(Proprietor)

Membership No.27091

Date: 03/05/2016

Place: Bangalore



For headstreams

President

For HEADSTREAMS

Treasurer

For HEADSTREAMS

Secretary