

Auditor's Report

We have audited the attached Balance Sheet of **M/S Headstreams -Foreign Account** as at 31st March 2017 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 2017; and
 - (ii) In the case of the Income and Expenditure Account, **Excess of Expenditure over Income** for the year ended on that date.

Place: Bangalore
Date: 06/06/2017

for Simon Rodrigues and Associates
Chartered Accountants

Simon A. Rodrigues
Proprietor

Membership No.27091

Headstreams
872/H/2, Michael Palya
Indiranagar

Bangalore - 560 038

BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2017
FOREIGN ACCOUNT

LIABILITIES	Sch No.	31.03.2017	31.03.2016	ASSETS	Sch No.	31.03.2017	31.03.2016
General Fund		1,18,96,893.31	935.50	Fixed Assets	5	37,77,928.79	36,14,201.97
Less : Excess of Expenditure over Income		(77,01,115.25)	1,18,95,957.81	Current Assets	4	4,00,000.00	-
		41,95,778.06	1,18,96,893.31	Deposit			4,00,000.00
Current Liabilities	3	33,029.80	-	Training Centre Rental Deposit			
				Closing Balance			6,866.00
				Cash in Hand		24.00	
				Cash at Bank		50,855.07	78,75,825.34
TOTAL		42,28,807.86	1,18,96,893.31	TOTAL		42,28,807.86	1,18,96,893.31

As per our report annexed
For Simon Rodrigues & Associates
Chartered Accountants

Simon A Rodrigues
(Proprietor)

Membership No.27091
Date : 06.06.2017
Place : Bangalore

Dr. Nitya Thomas
Dr. Nitya Thomas
(Treasurer)

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

Headstreams
872/H/2, Michael Palya
Indiranagar

Bangalore - 560 038

INCOME & EXPENDITURE A/C FOR THE YEAR ENDED 31ST MARCH 2017

FOREIGN ACCOUNT

EXPENDITURE	Sch No.	31.03.2017	31.03.2016	INCOME	Sch No.	31.03.2017	31.03.2016
To Expenditure	1	58,30,678.07	1,27,92,993.71	By Income Received	2	57,288.00	1,67,75,457.00
To Depreciation	5	19,27,725.18	12,64,032.73	By Excess of Expenditure over Income		77,01,115.25	-
To Excess of Income over Expenditure		-	27,18,430.56				
TOTAL		77,58,403.25	1,67,75,457.00	TOTAL		77,58,403.25	1,67,75,457.00

As per our report annexed
For Simon Rodrigues & Associates
Chartered Accountants

Simón-A Rodrigues
(Proprietor)

Membership No.27091

Date : 06.06.2017

Place : Bangalore

Dr. Chelvan Alexander
Dr. Chelvan Alexander
(President)

Ms. Nitya Thomas
Ms. Nitya Thomas
(Treasurer)

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

Headstreams
872/H/2, Michael Palya
Indiranagar
Bangalore - 560 038
RECEIPTS & PAYMENTS A/C FOR THE YEAR ENDED 31ST MARCH 2017
FOREIGN ACCOUNT

RECEIPTS	Sch No.	31.03.2017	31.03.2016	PAYMENTS	Sch No.	31.03.2017	31.03.2016
To Opening Balance				By Expenditure	1	58,30,678.07	1,27,92,993.71
Cash In Hand		6,866.00		By Fixed Assets	5	20,91,452.00	48,79,573.45
Cash at Bank		78,75,825.34	935.50	By Current Liabilities	3	8,73,193.00	16,95,124.00
To Income	2	57,288.00	1,67,75,457.00	By Current Assets	4	13,72,891.00	15,99,916.00
To Current Liabilities	3	9,06,222.80	1,08,73,990.00	By Closing Balance			
To Current Assets	4	13,72,891.00	11,99,915.00	Cash In Hand		24.00	6,866.00
				Cash at Bank		50,855.07	78,75,825.34
TOTAL		1,02,19,093.14	2,88,50,298.50	TOTAL		1,02,19,093.14	2,88,50,298.50

As per our report annexed
For Simon Rodrigues & Associates
Chartered Accountants

Simon A Rodrigues
(Proprietor)

Membership No. 27091
Date : 06.06.2017
Place : Bangalore

Cherian Alexander
Dr. Cherian Alexander
(President)

Nitya Thomas
Ms. Nitya Thomas
(Treasurer)

Naveen I. Thor
Dr. Naveen I. Thor
(Secretary)

Schedule : 1
EXPENDITURE

PARTICULARS	31.03.2017	31.3.2016
1 - AD: Arivu Disha Expense		
1 - AD: 10 Administration Cost		
1 - AD: 10.1 Administration Cost	72,274.84	4,18,043.88
1 - AD: 10.7 PT Renewal/Interest/Penalty	2,500.00	-
1 - AD: 10.9 Interest / Penalty on TDS	60.00	-
1 - AD: 10.2 Provident Fund Admin Charges	26,065.00	35,273.00
	1,00,899.84	4,53,316.88
1 - AD: 1 - Curriculum Design & Training		
1 - AD: 1.1 - Senior Curriculum Designer	3,02,800.00	7,44,514.00
1 - AD: 1.2 - Design Consultants	3,30,000.00	16,00,050.00
1 - AD: 1.3 - Service Tax for Design Consultants Fee	41,325.00	4,64,234.00
1 - AD: 1.4 - Curriculum Design & Training Staff	1,20,000.00	4,38,326.00
	7,94,125.00	32,47,124.00
1 - AD: 2 - Production Of Curriculum Materials		
1 - AD: 2.1 - Facilitator Session Notes	6,134.00	4,629.00
1 - AD: 2.4 - Assignments / Worksheets - 24 Sessions	22,900.00	2,18,756.00
1 - AD: 2.5 - Student Handouts	64,018.00	4,138.00
1 - AD: 2.6 - Stationery & Activity Materials	546.00	1,15,277.00
1 - AD: 2.7 - Assessment Sheets	-	4,454.00
	93,598.00	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	31,30,290.00	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	1,26,000.00	3,03,411.00
1 - AD: 5.5 - Admin Staff	41,657.00	90,625.00
1 - AD: 5.7 - Training Centre Rent	2,74,964.00	3,38,239.00
1 - AD: 5.8 - Office Utilities & Maintenance	1,04,029.73	92,448.25
1 - AD: 5.9 - Phone & Internet	9,803.00	44,192.00
	36,86,743.73	42,80,783.58
1 - AD: 6 - Research & Program Management		
1 - AD: 6.1 - Research & Program Management Consultants	3,27,500.00	21,12,500.00
1 - AD: 6.4 - Service Tax Consultant's Fees	47,487.50	3,06,200.25
	3,74,987.50	24,18,700.25
1 - AD: 7 - Advocacy & Partnerships		
1 - AD: 7.1 - Program Director	3,93,800.00	9,87,495.00
1 - AD: 7.2 - Design & Communication Staff	-	2,13,334.00
1 - AD: 7.3 - Annual Conference	-	40,256.00
	3,93,800.00	12,41,085.00
1 - AD: 8 - Travel & Accommodation Expenses		
1 - AD: 8.1 - 1 - Field Staff & Sup. Trng - Travel Expense	1,58,560.00	3,75,864.00
1 - AD: 8.1 - 2 - Field Staff & Sup. Trng - Food & Accommodation	1,54,645.00	1,10,513.00
1 - AD: 8.1 - 3 - Field Staff & Sup. Trng - Training Expenses	73,319.00	30,152.00
1 - AD: 8.2 - 1 - Design & Trng - Training 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
	3,86,524.00	7,93,123.00
TOTAL	58,30,678.07	1,27,92,993.71

Schedule : 2

INCOME

PARTICULARS	31.03.2017	31.03.2016
Axis Bank FCRA A/c Interest	57,288.00	1,18,914.00
8-Inc: 01- Arivu Disha	-	1,66,56,543.00
TOTAL	57,288.00	1,67,75,457.00

Schedule : 3

CURRENT LIABILITIES

PARTICULARS	OPG BALANCE	DEBIT	CREDIT	CLG BALANCE
Taxes & Duties				
9- Misc: 01 - Professional Tax (PT)	-	33,200.00	33,200.00	-
9- Misc: 02 - Tax Deducted at Source (TDS)	-	1,58,661.00	1,58,661.00	-
9- Misc: 03 - Long Term Savings	-	84,333.00	84,333.00	-
9- Misc: 04 - Provident Fund	-	4,92,714.00	4,92,714.00	-
9- Misc: 06 - TDS on Salary	-	2,140.00	2,140.00	-
9- Misc: 07 - Employee State Insurance	-	4,395.00	4,395.00	-
Funds Towards Conferences / Seminars	-	97,750.00	1,30,779.80	33,029.80
TOTAL	-	8,73,193.00	9,06,222.80	33,029.80

Schedule : 4

CURRENT ASSETS

PARTICULARS	OPG BALANCE	DEBIT	CREDIT	CLG BALANCE
1 - AD: 5.6 - Training Centre Rental Deposit	4,00,000.00	-	-	4,00,000.00
1 - AD - Programme Advance	-	99,900.00	99,900.00	-
9 - Misc : 05 - Sodexo	-	17,600.00	17,600.00	-
Advance Towards Purchases	-	10,58,391.00	10,58,391.00	-
Salary Advance	-	47,000.00	47,000.00	-
Staff Loan - Ambarish	-	75,000.00	75,000.00	-
Staff Loan - Nagajyothi	-	30,000.00	30,000.00	-
Staff Loan - Shruthi	-	30,000.00	30,000.00	-
Staff Loan - Sony	-	15,000.00	15,000.00	-
TOTAL	4,00,000.00	13,72,891.00	13,72,891.00	4,00,000.00

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Abhinav Alexander

Schedule : 5

FIXED ASSETS

PARTICULARS	WDV as on 01.04.2016	Additions during the year		DELETIONS	T O T A L	Rate of Depr	DEPRECIATION	WDV as on 31.03.2017
		Ist Half	IInd Half					
Speakers	15,215.00	-	-	-	15,215.00	15%	2,282.25	12,932.75
Table Fan	6,845.00	-	-	-	6,845.00	15%	1,026.75	5,818.25
Android Tablets	9,11,200.00	19,60,200.00	-	-	28,71,400.00	15%	4,30,710.00	24,40,690.00
Earphones	66,087.50	-	-	-	66,087.50	15%	9,913.13	56,174.38
Charging units For Multiple Tablets	27,570.60	23,474.00	-	-	51,044.60	15%	7,656.69	43,387.91
Android Tablets for Field Staff	57,065.32	53,930.00	-	-	1,10,995.32	15%	16,649.30	94,346.02
Database server	2,350.25	-	-	-	2,350.25	15%	352.54	1,997.71
Office Equipment - Laptops	71,849.78	-	-	-	71,849.78	60%	43,109.87	28,739.91
Office Equipment - Computers	1,30,675.74	-	-	-	1,30,675.74	60%	78,405.44	52,270.30
Office Equipment - UPS	54,147.00	-	-	-	54,147.00	15%	8,122.05	46,024.95
Furniture	65,738.10	-	-	-	65,738.10	10%	6,573.81	59,164.29
Printers	4,165.00	-	-	-	4,165.00	60%	2,499.00	1,666.00
Mobile	11,422.82	-	-	-	11,422.82	15%	1,713.42	9,709.40
Electrical Equipment - Stabilizer	1,292.00	-	-	-	1,292.00	15%	193.80	1,098.20
Office Equipment (General)	36,537.50	-	-	-	36,537.50	15%	5,480.63	31,056.88
CCTV	19,425.00	-	-	-	19,425.00	15%	2,913.75	16,511.25
Fridge	8,362.00	-	-	-	8,362.00	15%	1,254.30	7,107.70
White Board & Notice Board	27,585.35	-	-	-	27,585.35	15%	4,137.80	23,447.55
Knowledge Assessment software/Apps	1,403.50	-	-	-	1,403.50	60%	842.10	561.40
Buying / Processing Education Apps	20,95,264.51	9,306.00	-	-	21,04,570.51	60%	12,62,742.31	8,41,828.20
Wacom Mouse Pad	-	3,995.00	-	-	3,995.00	15%	599.25	3,395.75
Library Books	-	41,150.00	-	603.00	40,547.00	100%	40,547.00	-
TOTAL	36,14,201.97	20,92,055.00	-	603.00	57,05,653.97		19,27,725.18	37,77,928.79


 Javed Iqbal

 Alexander

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: 06/06/2017

Place: Bangalore

James Thomas

High

Simon A. Rodrigues