



कथा KATHA

FINANCIAL REPORT

2010-11

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FINANCIAL REPORT

2010-11

AUDITORS' REPORT

To the Members of
KATHA

We have audited the attached Balance Sheet of KATHA as at 31st March, 2011, and also the Income and Expenditure Account and Receipts and Payment Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Management of the Society. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the 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 from material misstatements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Subject to our comments above 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 purpose of our audit.
- ii. In our opinion, proper books of account as required by law have been maintained by the Society so far as appears from our examination of those books.
- iii. The Balance Sheet and Income and Expenditure Account and Receipts and Payments Account 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 together with the schedules annexed thereto and accounting policies and notes appearing thereon give a true and fair view in conformity with the accounting principles generally accepted in India;
 - a) In the case of Balance Sheet of the state of affairs of the Society as at 31st March, 2011; and
 - b) In the case of Income and Expenditure Account of the surplus for the year ended on that date.

For S. Ramanand Aiyar & Co.
Chartered Accountants

Place: New Delhi
Date:

R. Balasubramanian
Partner

BALANCE SHEET
AS AT 31ST MARCH 2011

Previous Year (Rs)	Liabilities	Current Year (Rs)	Previous Year (Rs)	Assets	Current Year (Rs)
	Funds & Capital Grants			Fixed Assets	
11,534,508	Reach Fund	12,438,847	1,982,391	Assets against grant	1,652,599
1,982,391	Grant for Assets	1,652,599	1,707,711	Others	3,780,176
-	Corpus Grant - SS Trust	470,000			
	Reserve			Investments	
2,003,444	Award Reserve	2,003,444	16,215,491	Deposits with Scheduled Banks	11,094,623
1,030,619	Building Reserve	-			
6,946,583	ED's Reserve	7,420,860		Current Assets, Loan & Advances	
5,543,246	General Reserve	3,989,387		Current Assets	
12,536,264	R & D Reserve	12,529,455	8,208,597	Sundry Debtors	6,951,324
-	Green Fund	260,147	7,346,325	Stock of Publications	11,826,352
			590,462	TDS Receivable	620,444
			5,161,605	Balance with Scheduled Banks in Saving A/c	8,034,693
3,716,363	Sundry Creditors	5,736,921	301,061	Cash in Hand (Including Imprest)	292,607
3,843,805	Carried Forward Project Funds	416,753	174,408	Prepaid Expenses	190,048
			6,497,549	Project Receivables	1,337,981
			41,345	Accrued Interest	-
				Loans & Advances	-
			25,500	Loan to Staff	133,000
				Security Deposit	
			884,777	Security Deposit	1,004,565
49,137,223	Total	46,918,413	49,137,223	Total	46,918,413

For S. Ramanand Aiyar & Co.
Chartered Accountants
Firm Registration No. 000990N

For KATHA

R. Balasubramanian
Partner

Sd/- Geeta Dharmarajan
Executive Director

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2011**

Previous Year (Rs)	Expenditure	Current Year (Rs)	Previous Year (Rs)	Income	Current Year (Rs)
3,319,781	Cost of Production of Books	8,513,607	8,181,397	Sale of Publications	9,900,629
-	Purchase of Books and Handicrafts	1,722,453	265,502	Grant for Asset Account	214,711
14,865,845	Katha School Expenses	13,502,278		Project Funds	
3,122,260	Project Implementation Expenses	7,370,197	15,676,652	Katha Schools	12,436,816
-	Business Promotion	302,963	9,303,262	Katha Vilasam	17,914,537
546,038	Conveyance and Travel	1,015,044	2,877,457	Kalpana Vilasam	6,027,070
764,697	Cost of Sales & Distribution of Books	249,872	555,184	Donations	1,433,200
354,999	Decrease in Stock of Books	-	1,417,770	Interest	1,442,177
546,393	Depreciation	1,480,727	590,636	Other Income	549,611
265,502	Depreciation on assets against grant	214,711	-	Increase in Stock	3,485,207
210,128	Professional Charges	352,156	-	Closing Stock	994,820
878,409	Rent and utilities	2,639,937	564,347	Liabilities written back	59,635
10,842,299	Salary & Allowances	14,585,878	1,914,732	R and D Reserve	6,809
-	Assets written off	160,176			
1,968,831	Bad Debts	6,809			
3,661,756	Excess of income over expenditure	2,348,414			
41,346,939	Total	54,465,222	41,346,939	Total	54,465,222

**INCOME AND EXPENDITURE APPROPRIATION ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2011**

Previous Year (Rs)	Expenditure	Current Year (Rs)	Previous Year (Rs)	Income	Current Year (Rs)
			3,661,756	Balance B/F from Income & Expenditure A/C	2,348,414
1,269,986	Transfer to Reach Fund	1,300,737			
	Transfer to Green Fund	260,147			
2,391,770	Transfer to General Reserve	787,530			
3,661,756	Total	2,348,414	3,661,756		2,348,414

For S. Ramanand Aiyar & Co.
Chartered Accountants

R. Balasubramanian
Partner

For KATHA

Geeta Dharmarajan
Executive Director

**RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2011**

Previous Year (Rs)	Receipts	Current Year (Rs)	Previous Year (Rs)	Payments	Current Year (Rs)
2,465,882	Opening Bank Balance	5,161,605	3,969,551	Cost of Production of Books	5,632,613
191,392	Opening Cash, Imprest & Advances	302,708	-	Education Facility Expenses	2,620,509
2,448,491	Decrease in Investment	5,691,369	1,798,985	Addition to Fixed Assets	3,050,570
-	Corpus Grant	470,000	1,500,563	Conveyance and Travel	1,253,285
28,607,310	Project Receipts	35,654,470	238,802	Cost of Sales & Distribution of Books	349,426
522,904	Donations	1,429,404	-	Miscellaneous Expenses	151,834
390,410	Interest	719,273	494,592	Professional Charges	132,604
1,269,986	Katha Community Contributions	1,578,885	4,595,248	Project Implementation Expenses	10,622,971
394,392	Other Income	224,157	-	Purchase of Books & Handicrafts	1,179,360
-	Refund from IT Dept	121,799	1,455,778	Rent & Utilities	3,000,978
-	Sale of Assets	115,080	19,925,535	Salaries & Allowances	25,025,488
3,550,450	Sale of Publications	10,079,188	50,000	Loan to staff	166,000
			347,850	Security Deposit	35,000
			5,161,605	Closing Bank Balance	8,034,693
			302,708	Closing Cash, Imprest/Advances	292,607
39,841,217	Total	61,547,937	39,841,217	Total	61,547,937

For S. Ramanand Aiyar & Co.
Chartered Accountants

R. Balasubramanian
Partner

For KATHA

Geeta Dharmarajan
Executive Director

कथा KATHA

Katha is a non-profit organisation seamlessly connecting grassroots work in education, urban poverty alleviation and literacy. Katha runs 98 schools in slum communities in Delhi and reaches out to 200,000 children through a unique Reading Programme. Katha's efforts are inspired by the vision of empowering children to become community leaders through education, transforming their lives as well as that of their communities.

Katha's Mission: To help every child realise his/her full potential through community-based quality learning. To enhance the joys of reading. To reduce injustice and poverty through education. To enhance linguistic diversity through story and translation.

Katha leverages its mission goal on a single powerful idea: Children can help their communities get out of poverty, and bring change that is sustainable and real.

katha . a3 . sarvodaya enclave . sri aurobindo marg . new delhi . 110017

ph . (91-11) 4141 6600 | fax . (91-11) 2651 4373 | www.katha.org | katha@katha.org

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