

1234 Chambers Annexe, 'D' Block, First Floor 21/1, Lalbagh Fort Road (Near Jnana Circle), Bangalore - 560 014

AUDIT REPORT U/S 12A (b)
FORM NO. 10B
[see rule 17B]

Audit report under section 12A (b) of the Income tax Act, 1961,
In the case of charitable or religious trusts or institutions.

I have examined the Balance Sheet of KARUNA SOCIETY FOR ANIMAL AND NATURE, PUTTAPARTHY-515134 as at 31st March 2005 and the Receipt & Payments Account and Income & Expenditure for the year ended on that date which are in agreement with the books of accounts maintained by the said Trust.

I have obtained all the information and explanations which, to the best of my knowledge, and belief were necessary for the purposes of the audit. In my opinion, proper books of account have been kept by Trust so far as it appears from my examination of the books. Subject to the comments given below:-

NIL

In my opinion and to the best of my information and according to information given to me the said accounts give a true and fair view:-

(i) In the case of the Balance Sheet, the state of Affairs of the above named Trust as at 31st March 2005.

and

(ii) In the case of the Income & Expenditure Accounts, of the Excess of Income over Expenditure of its accounting year ending on 31st March 2005.

The prescribed particulars are annexed hereto.

Place: -BANGALORE
Date: 3-

For RAGUNANDHAN & CO.,
CHARTERED ACCOUNTANTS

for ITTA RAGUNANDHAN & CO.
(ITTA RAGUNANDHAN)
PROPRIETOR.
Proprietor



KARUNA SOCIETY FOR ANIMALS AND NATURE,
1ST CROSS, ENUMULAPALLI,
PUTTAPARTHY - 515134.

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31.03.2005

RECEIPTS	AMOUNT (RS.)	AMOUNT (RS.)	PAYMENTS	AMOUNT (RS.)	AMOUNT (RS.)
Opening Balance			Purchase of Fixed Assets:		
Cash	907.85		- Bullock Cart	13,400.00	
- ING Vysya Bank FC A/c# 965	388,447.83		- Bear Compound Construction	220,033.00	
- ING Vysya Bank SB # 451	253,991.38		- Furniture & Fixtures	78,114.00	
- ING Vysya bank Sava 41133	5,650.62	626,997.48	- Cheese Factory	14,158.00	
			- KO Cattle Enclosure	57,966.00	
			- Sheds Account	7,657.00	
Income from Clinic	7,130.00				391,358.00
Dairy Products	158,928.00				
Miscellaneous Income	31,851.00		- Nathan's Vet Pharma		215,409.00
Donation Income	232,606.00				
Vegetables Income	140,822.00		Loans (Liability):		
305 Adoption Fees	187,900.00		- Chandrabah	3,750.00	
305 Cattle Donations India	203,000.00	1,031,677.00	- Chowdary	15,560.00	
305 Cattle Donations Foreign	69,840.00	8,626.00	- Loans from C.Samba Siva Reddy	353,450.00	
			- Murthy	16,750.00	
Interest from Bank			- Naidu	16,500.00	
Grants & Donations			- Radha Krishna	750.00	
Donations Received (Foreign)	1,534,860.50		- Ramaswamy	3,750.00	
Donations Received (Indian)	695,315.49		- Rayudu	11,500.00	
Grant from AWS	487,000.00	2,716,975.99	- Sherama	18,200.00	
			- Shetty	10,750.00	
Fees Received	50,000.00		- Venkateswaru	5,500.00	
Telephone Charges Received	5,896.00	2,781,438.39			456,400.00
			KN Upstairs Rooms		238,718.00
305 Bull Adoption Expenses	1,500.00	1,500.00	Lease Rental paid to KO Land (Advance)		115,000.00
Loans taken			Dairy Expenses		98,635.00
- C.Samba Siva Reddy	363,000.00	363,000.00	Sprulina Expenses		153,337.00
			Vegetables Expenses		127,332.00
Ambulance		10,000.00	Household & Gas		81,477.00
R.N. Chastres House		440.00	Repairs & Maintenance		77,911.00
			Tsunami Expenses		81,999.00
			305 Bull Adoption Expenses		7,292.00
			ABC Doctor's Fees		65,000.00
			ABC Medicines		7,913.00
			ABC Misc. Expenses		89,861.00
			Animal Maintenance		4,054.00
			Bank Charges		6,279.30
			Bear Maintenance		2,209.00
			Bio Gas		11,952.00
			Bullock Cart/Bicycle Repairs		2,823.00
			Cattle Expenses		5,744.00
			Cattle Food		367,681.00
			Cattle - Food Transport		64,820.00
			Consultancy Fee to Doctors		2,500.00
			Court Case Expenses		14,794.00
			Electricity Charges		11,383.00
			Food Expenses		335,336.00
			Forest Funds		10,977.00
			Labour (Land)		73,454.00
			Labour (Other)		52,895.00
			Lease Paid KO Land		115,000.00
			Medical Expenses		54,501.00
			Miscellaneous Expenses		10,631.00
			Office Expenses		14,580.00
			Permaculture Expenses		46,876.00
			Postage and Courier Charges		9,594.00
			Printing & Stationary		21,535.00
			Rent paid KC Clinic		12,000.00
			Salaries & Bonus		746,775.00
			Shop Expenses		52,853.00
			Shop Rent Account		50,000.00
			Staff Welfare		10,569.00
			Telephone Charges Paid		41,964.00
			Transport Other		1,550.00
			Travelling & Conveyance		9,465.00
			TVS 1 Maintenance		38,922.00
			TVS 2 Maintenance		13,318.00
			Vehicle Maintenance		5,464.00
			Whitefield Expenses		300,000.00
			Closing Balance -		
			Cash	849.85	
			- ING Vysya Bank FC A/c# 965	30,203.37	
			- ING Vysya Indian SB # 451	71,074.26	
			- ING Vysya (Sprulina Account) #339	3,333.09	
					105,460.57
		7,540,704.86			4,815,102.87



for: ITTA RAGUNATHAN & CO

Proprietor

**KARUNA SOCIETY FOR ANIMALS AND NATURE,
1ST CROSS, ENUMULAPALLI,
PUTTAPARTHY - 515134.**

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2005.

EXPENDITURE	AMOUNT(Rs.)	INCOME	AMOUNT(Rs.)
To Dairy Expenses	98,635.00	By Dairy Products	158,928.00
" Spirulina Expenses	153,337.00	" Miscellaneous Income	31,651.00
" Vegetable Expenses	127,332.00	" Spirulina Income	232,606.00
" Household & Gas	81,477.00	" Vegetables Income	140,622.00
" Repairs and Maintenance	77,911.00	" 305 Adoption Fees	187,900.00
" Tsunami Expenses	104,725.00	" 305 Cattle Donations Foreign	69,840.00
" 305 Bull Adoption	5,792.00	" 305 Cattle Donations India	203,000.00
" ABC Doctor's Fees	65,000.00	" Income From Clinic	7,130.00
" ABC Medicines	38,128.00	" Grants & Donations:	
" ABC Misc. Exp.	69,861.00	- Donation Received (Foreign)	1,534,660.50
" Animal Maintenance	4,054.00	- Donation Received (India)	707,815.49
" Bank Charges	6,279.30	- Donation Received AWBI	487,000.00
" Bear Maintenance	2,209.00	" Interest From Bank	8,626.40
" Bio Gas	11,952.00	" Rent Received	50,000.00
" Bullock Cart / Bicycle Repairs	2,823.00	" Telephone Charges Received	5,886.00
" Cattle Exp.	19,933.00		
" Cattle Food	367,681.00		
" Cattle Food Transport	64,620.00		
" Consultancy Fees to Doctors	2,500.00		
" Court Case Exp.	14,794.00		
" Depreciation	195,451.00		
" Electricity Charges	11,383.00		
" Food Exp.	335,336.00		
" Forest Ponds	10,977.00		
" Labour (Land)	73,454.00		
" Labour (Other)	52,895.00		
" Lease paid K.O.Land	115,000.00		
" Loss on sale of Ambulance	59,120.00		
" Medical Exp.	175,397.80		
" Misc. Exp.	10,631.00		
" Office Exp.	14,560.00		
" Permaculture Exp.	46,878.00		
" Postage and courier Charges	9,584.00		
" Printing and stationary	21,535.00		
" Rent paid K.C. Clinic	12,000.00		
" Salaries and Bonus	746,775.00		
" Shop exp.	52,553.00		
" Shop Rent Account	50,000.00		
" Staff Welfare	10,599.00		
" Telephone chrges paid	41,964.00		
" Transport other	1,550.00		
" Traveling and conveyance	9,465.00		
" TVS 1 Maintenance	38,922.00		
" TVS 2 Maintenance	13,318.00		
" Vehicle Maintenance	5,464.00		
" White Field Expenses	300,000.00		
(Annexure Enclosed)			
* Excess of income over expenditure	91,810.29		
	3,825,665.39		3,825,665.39



for ITTA RAGUHANDHAN & CO

Proprietor

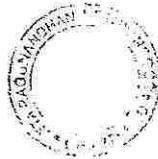
**KARUNA SOCIETY FOR ANIMALS AND NATURE,
1st CROSS, ENUMULAPALLI,
PUTTAPARTHY - 515134.
BALANCE SHEET AS AT 31.03.2005.**

LIABILITIES	AMOUNT	AMOUNT	ASSETS	AMOUNT	AMOUNT
GENERAL FUND:			FIXED ASSETS:		
O/B as per previous B/S	2,200,249.98		As per Schedule	2,144,547.00	
Add: Excess of Income over expenditure	91,810.29	2,292,060.27	Less: Depreciation	195,451.00	1,949,096.00
Loans (Liability) :			DEPOSITS:		
- Sambashiva reddy		9,550.00	Electricity deposit	10,500.00	
			Rent deposit	72,000.00	
			Telephone deposit	8,000.00	90,500.00
			CURRENT ASSETS:		
			Nathan's Vet Pharma.		27,883.70
			Animals		3,670.00
			F A C L A Hospital		10,000.00
			Lease rental paid to ko land (Advance)		115,000.00
			Cash in Hand		849.85
			Cash at Bank.		104,610.72
		2,301,610.27			2,301,610.27

AS PER MY REPORT OF EVEN DATED.

for ITTA RAGU ANDHAN & CO

Proprietor



WHITEFIELD EXPENSES:

1. Food Expenses	44,429.00
2. Veterinary Compensation	19,875.00
3. Electricity Expenses	2,883.00
4. Medicine	28,218.00
5. Rent (clinic)	71,153.00
6. Salaries	38,580.00
7. Traveling & Petrol Exp.	16,018.00
8. ABC Expenses	61,784.00
9. Miscellaneous Exp.	17,060.00
TOTAL	<u>300,000.00</u>



to: ITTA RAGUNANDHAN

[Handwritten Signature]
Proprietor

**KARUNA SOCIETY FOR ANIMALS AND NATURE,
1ST CROSS, ENNUMULAPALLI,
PUTTAPARTHY - 515134.
SCHEDULE FOR FIXED ASSETS AS AT 31.03.2005.**

Particulars	Opening Balance(Rs.)	Deletions in the year (Rs)	Additions in the Year(Rs)	Total (Rs.)	Rate of Dep.	Depreciation (Rs.)	W.D.V.AS ON 31.03.05(Rs)
AMBULANCE	69,120.00	69,120.00	-	-	60%	4,728.00	3,152.00
COMPUTER, PRINTER, etc.	7,880.00	-	-	7,880.00	10%	312.00	2,804.00
FANS	3,116.00	-	-	3,116.00	15%	14,665.00	83,099.00
FURNITURES & FIXTURES	19,650.00	-	78,114.00	97,764.00	10%	2,279.00	20,513.00
PUMPSET	22,792.00	-	-	22,792.00	10%	1,888.00	1,700.00
TELEPHONE INSTRUMENTS	1,888.00	-	-	1,888.00	20%	3,460.00	13,842.00
T.V.S. MOPED	17,302.00	-	-	17,302.00	10%	1,506.00	13,556.00
WASHING MACHINE	15,062.00	-	-	15,062.00	10%	1,513.00	245,719.00
SHED ACCOUNT	35,382.00	-	225,467.00	260,849.00	10%	2,974.00	33,468.00
BULLOCK CART	23,042.00	-	13,400.00	36,442.00	5%	101,992.00	1,037,064.00
HOUSE (Karuna Nilayam)	830,801.00	-	308,255.00	1,139,056.00	20%	14,991.00	59,963.00
MEDICAL EQUIPMENTS	74,954.00	-	-	74,954.00	10%	1,755.00	1,580.00
CYCLE	1,755.00	-	-	1,755.00	10%	1,120.00	10,081.00
LAND EQUIPMENTS,	11,201.00	-	220,033.00	220,033.00	10%	8,487.00	211,546.00
BEAR COMPOUND	-	-	57,996.00	57,996.00	10%	5,799.00	52,197.00
K.O.CATTLE ENCLOSURE	10,325.00	-	-	10,325.00	10%	1,032.00	9,293.00
REFRIGERATOR	166,132.00	-	-	166,132.00	10%	16,613.00	149,519.00
STORAGE SHED	-	-	-	-	-	-	-
TOTAL	1,310,402.00	69,120.00	903,265.00	2,144,547.00		195,451.00	1,949,096.00



For: ITTA RAGUNNANDHAN & CO
Proprietor