



S. Sahoo & Co.

Chartered Accountants

FORM 10B
(See Rule 17B)

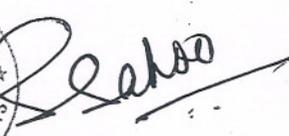
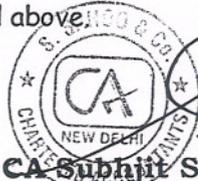
AUDIT REPORT UNDER SECTION 12A(b) OF THE INCOME TAX ACT, 1961, IN THE CASE OF CHARITABLE OR RELIGIOUS TRUSTS OR INSTITUTIONS

We have examined the attached Balance Sheet of "BUSINESS & COMMUNITY FOUNDATION" PAN: AAATB2742A as at 31st March 2012 & the related Income & Expenditure Account on the said date.

These financial statements are the responsibility of BUSINESS & COMMUNITY FOUNDATION'S management. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards in India. These standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are prepared, in all material respects, in accordance with an identified financial reporting framework and are free of material misstatements. An audit includes, examining 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 statements. We believe that our audit provides a reasonable basis for our opinion.

On the basis of the information and explanation given to us, we are of the opinion that :

- (a) the Balance Sheet gives a true and fair view of the state of affairs of BUSINESS & COMMUNITY FOUNDATION, as at 31st March, 2012; and
- (b) the Income & Expenditure Account gives a true and fair view of the results of operation of BUSINESS & COMMUNITY FOUNDATION for the year ended on the date stated above.

CA Subhjit Sahoo, FCA

MM NO: 57426

FRN :322952E

Partner

For and on behalf of

S.SAHOO & CO.

CHARTERED ACCOUNTANTS

Place: New Delhi
Dated: 2nd May, 2012

BUSINESS & COMMUNITY FOUNDATION
Y-85,GROUND FLOOR,HAUZ KHAS,NEW DELHI-110016

Annexure to Form No. 10 B

STATEMENT OF PARTICULARS
APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSE
DURING THE YEAR ENDED 31.03.2012

i)	Amount of income of the previous year applied to charitable or religious purpose in India during the year.	70,99,953.00
ii)	Whether the Trust has exercised the option under clause (2) of the explanation to section 11(1)? If so, the detail of the amount of income deemed to have been applied to charitable or religious purpose in India during the previous year.	28,889.00
iii)	Amount of Income accumulated or set apart/finally set apart for the application to charitable or religious purposes to the extent it does not exceed 15% of the income derived from the property held under trust wholly / in part only for such purposes.	12,58,031.00
iv)	Amount of income eligible for exemption under Section 11(1)©. (Give details)	N.A.
v)	Amount of income, in addition to the amount referred to in item iii above, accumulated or set apart specified purposes under section 11(2)	N.A.
vi)	Whether the amount of income mentioned in the item V above has been invested or deposited in the manner laid down in Section 11(2) ? If so, give details thereof.	N.A.
viii)	Whether, during the previous year any part of income accumulated or set apart for specified purpose under section 11(2) in any earlier year:	
	a) Has been applied for the purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto or.	N.A.
	b) Has ceased to remain invested in any security referred to in Section 11(2)(b)(i) or deposited in any account referred to in Section 11(2)(b)(ii).	N.A.
	c) Has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart or in the year immediately following the expiry thereof? If so give details thereof.	N.A.



II. APPLICATION OR USE OF INCOME OR [PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)

1. Whether any part of the income of property of the trust was lent, or continues to be lent, or continues to be lent in the previous year to any persons referred to in Section 13(3) (hereinafter referred to in this annexure as such persons)? If so give details of the amount, rate of interest charged and the nature of security, if any. N.A.
2. Whether any land, building or other property of the Trust was made, or continued to be made available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged if any. N.A.
3. Whether any payment was made to any such person during the previous year by way of salary, allowance or otherwise? If so give details. NO
4. Whether the service of the trust was made available to any such person during the previous year. If so give details thereof together with remuneration or compensation received, if any. N.A.
5. Whether any share, security or other property was purchased by or on behalf of the trust during the previous year from any such person? If so give details thereof together with consideration paid. N.A.
6. Whether any share, security or other property was sold by or on behalf of the trust during the previous year to any such person? If so give details thereof together with consideration received. N.A.
7. Whether any income or property of the trust was diverted during the previous year in favour of any such person? If so give details thereof together with the amount of income or value of property so diverted. N.A.
8. Whether the income or property of the trust was used or applied during the previous year for the benefit of any such person in any other manner? If so give details. N.A.



9. Investment held at any time during the previous year(s) in concerns in which persons referred to in Section 13(3) have a substantial interest. N.A.



CA Subhjit Sahoo, FCA

MM NO: 57426

FRN :322952E

Partner

For and on behalf of

S.SAHOO & CO.

CHARTERED ACCOUNTANTS

Place: New Delhi

Dated: 2nd May, 2012

BUSINESS & COMMUNITY FOUNDATION

Y-85,Ground Floor,Hauz Khas,New Delhi-110016

BALANCE SHEET AS AT 31/03/2012

		Amount (Rs)	
		F.Y. 2011-12	F.Y. 2010-11
		SCHEDULE	
SOURCES OF FUNDS			
I. FUND BALANCES:			
a. General Fund	[01]	614,253.95	1,846,815.00
b. Corpus Fund		6,000,000.00	3,500,000.00
		6,614,253.95	5,346,815.00
II. LOAN FUNDS:			
a. Secured Loans		-	-
b. Unsecured Loans		-	-
		-	-
TOTAL Rs.	[I + II]	6,614,253.95	5,346,815.00
APPLICATION OF FUNDS			
I. FIXED ASSETS			
Gross Block	[02]	672,256.00	672,256.00
Less: Accumulated Depreciation		587,106.00	567,625.00
Net Block		85,150.00	104,631.00
II. INVESTMENTS			
a. Against Corpus Fund		6,000,000.00	3,500,000.00
b. Against Others		1,266,570.00	3,062,613.00
		7,266,570.00	6,562,613.00
III. CURRENT ASSETS, LOANS & ADVANCES:			
a. Loans & Advances	[03]	471,329.89	188,096.00
b. Cash & Bank Balance	[04]	1,546,935.06	1,006,300.00
	A	2,018,264.95	1,194,396.00
Less: CURRENT LIABILITIES & PROVISIONS:			
a. Unspent Grant Balance	[05]	1,236,856.00	796,537.00
b. Sundry Payables	[06]	420,000.00	619,413.00
c. Provision for community expenses (GSKCH)		1,098,875.00	1,098,875.00
	B	2,755,731.00	2,514,825.00
NET CURRENT ASSETS	[A - B]	(737,466.05)	(1,320,429.00)
TOTAL Rs.	[I+II]	6,614,253.95	5,346,815.00

Significant Accounting Policies and Notes to Accounts

[17]

The schedules referred to above form an integral part of the Balance Sheet.

IN TERMS OF OUR REPORT ON EVEN DATE

For & on behalf :

S.SAHOO & CO.

Chartered Accountants

[CA Subhjit Sahoo, FCA]

Partner

MM No. 57426

Firm Regn No. - 322952E

Place : New Delhi

Date : 2nd May 2012

For:

BUSINESS & COMMUNITY FOUNDATION

Simon J. Scarff

Chairman

N.S. Katoch

Treasurer

BUSINESS & COMMUNITY FOUNDATION

Y-85,Ground Floor,Hauz Khas,New Delhi-110016

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31/03/2012

	SCHEDULE	Amount (Rs)	
		F.Y. 2011-12	F.Y. 2010-11
<u>I. INCOME</u>			
Grant in Aid	[07]	750,699.00	769,709.00
Donations		-	-
Membership		975,000.00	975,000.00
Member's Subscription		25,000.00	25,000.00
Education Project	[08]	278,951.00	447,085.00
Interest Income	[09]	724,388.95	407,046.00
Other Income (Education & Documentation)		57,834.00	-
Contribution for Community Project from GSKCH		5,575,000.00	4,875,000.00
TOTAL Rs.		8,386,872.95	7,498,840.00

I. EXPENDITURE

Programme Expenses	[10]	1,262,616.00	1,850,674.00
Administrative Expenditure	[11]	262,337.00	312,584.00
Application to Community Projects		5,575,000.00	4,875,000.00
Depreciation	[02]	19,481.00	16,986.00
TOTAL Rs.		7,119,434.00	7,055,244.00

III. EXCESS OF INCOME OVER EXPENDITURE [I - II] 1,267,438.95 443,596.00

Significant Accounting Policies and Notes to Accounts [17]

The schedules referred to above form an integral part of the Income & Expenditure Account..

IN TERMS OF OUR REPORT OF EVEN DATE

For & on behalf :

S.SAHOO & CO.
Chartered Accountants

[CA Subhjit Sahoo, FCA]

Partner

MM No. 57426

Firm Regn No. - 322952E

Place : New Delhi

Date : 2nd May 2012

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BUSINESS & COMMUNITY FOUNDATION

Y-85, Ground Floor, Hauz Khas, New Delhi-110016

RECEIPTS & PAYMENT ACCOUNT FOR THE YEAR ENDED 31/03/2012

	SCHEDULE	Amount (Rs)	
		F.Y. 2011-12	F.Y. 2010-11
RECEIPTS			
<u>Opening Balance</u>			
Cash in Hand		10,253.00	6,476.00
Cash at Bank (Standard Chartered Bank)		996,047.55	1,353,594.00
Fixed Deposit		6,560,717.64	5,715,893.00
TDS Receivable			171,284.00
Grant in Aid	[12]	1,191,018.00	809,543.00
Membership		780,000.00	975,000.00
Member's Subscription		20,000.00	25,000.00
Education Project	[13]	278,951.00	446,695.00
Bank Interest	[14]	379,513.34	407,046.00
Other Income		57,834.00	-
Income Tax Refund		66,328.53	-
GSKCH		5,575,000.00	4,875,000.00
TOTAL Rs.		15,915,663.06	14,785,531.00
PAYMENT			
Programme Expenses	[15]	1,232,360.00	1,845,497.00
Administrative Expenditure	[16]	266,417.00	323,025.00
GSKCH		5,575,000.00	4,875,000.00
Audit Fee		19,413.00	-
Advance to Consultant		8,968.00	-
Closing Balance			
Cash in Hand		4,502.00	10,253.00
Cash at Bank :		1,542,433.06	996,047.00
FD with Standard Chartered Bank, New Delhi		7,266,570.00	6,562,613.00
TDS Receivable			173,096.00
TOTAL Rs.		15,915,663.06	14,785,531.00
Significant Accounting Policies and Notes to Accounts	[17]	-	-

The schedules referred to above form an integral part of the Receipts & Payment Account.

IN TERMS OF OUR REPORT OF EVEN DATE

For & on behalf :

S.SAHOO & CO.
Chartered Accountants

[CA Subhjit Sahoo, FCA]

Partner

MM No. 57426

Firm Regn No. - 322952E

Place : New Delhi

Date : 2nd May 2012

For:

BUSINESS & COMMUNITY FOUNDATION

Simon J. Scarff

Chairman

N.S. Katoch

Treasurer

BUSINESS & COMMUNITY FOUNDATION

Y-85, Ground Floor, Hauz Khas, New Delhi-110016

Schedules forming part of Financial Statement

	AMOUNT (Rs) F.Y. 2011-12	AMOUNT (Rs) F.Y. 2010-11
SCHEDULE [01] : GENERAL FUND		
Opening Balance (National)	1,782,408.00	4,821,939.00
Add : Excess of Income over Expenditure Transferred from Income & Expenditure Account	1,249,432.95	441,364.00
Less: Trans. To Corpus Fund	(2,500,000.00)	(3,500,000.00)
Add : Liability Written Back	-	21,000.00
Opening Balance (Foreign)	64,407.00	60,280.00
Add : Excess of Income over Expenditure Transferred from Income & Expenditure Account	18,006.00	2,232.00
TOTAL Rs.	614,253.95	1,846,815.00
SCHEDULE [03] : LOANS AND ADVANCES <i>(Unsecured, considered good unless stated otherwise.)</i>		
Security Deposit Telephone	1,000.00	1,000.00
Advance against Expenses	3,080.00	-
Other Advance	(1,288.00)	4,100.00
Prepaid Expenses	15,000.00	9,900.00
Accrued Interest	297,134.83	-
	314,926.83	15,000.00
TDS Refundable		
TDS A.Y. 12-13	49,635.49	-
Asst. Year 11-12	57,678.86	57,679.00
Asst. Year 10-11	1,960.39	46,020.00
Asst. Year 09-10	13,785.00	13,785.00
Asst. Year 07-08	660.00	22,929.00
Asst. Year 06-07	10,178.32	10,178.00
Asst. Year 05-06	9,109.00	9,109.00
Asst. Year 04-05	13,396.00	13,396.00
	156,403.06	173,096.00
TOTAL Rs.	471,329.89	188,096.00
SCHEDULE [04] : CASH & BANK BALANCE		
Cash in Hand	4,502.00	10,253.00
Cash at Bank :		
On Indian Saving Account	754,909.06	683,465.00
On FCRA Saving Account	787,524.00	312,582.00
TOTAL Rs.	1,546,935.06	1,006,300.00



SCHEDULE [05] : UNSPENT GRANT BALANCE**Cordaid project Grant: Linking PWDs to Market & Job Opportunities**

Grant received during the year	-	-
Add : Last Year Unutilised amount	-	746,160.00
Less: Utilised during the year	-	-
	-	746,160.00

CORDAID project- CSR Education Grant

Grant received during the year	-	-
Add : Last Year Unutilised amount	-	10,543.00
Less: Utilised during the year	-	-
	-	10,543.00

CORDAID Project - Distance Learning Programme on CSR

Opening Unspent Grant	796,537.00	
Grant received during the year	-	809,543.00
Less: Utilised during the year	350,699.00	13,006.00
	445,838.00	

Knowledge Resources Centre

Grant received during the year	791,018.00	
Less: Utilised during the year	-	
	791,018.00	

TOTAL Rs.**1,236,856.00****756,703.00****SCHEDULE [06] : SUNDRY PAYABLES**

Advance Membership	390,000.00	585,000.00
Advance Subscription	10,000.00	15,000.00
Audit Fee	20,000.00	19,413.00

TOTAL Rs.**420,000.00****619,413.00****SCHEDULE [07] : Grant****CORDAID project- CSR Education Grant**

Grant Received During the year	-	-
Add: Grant Receivable During the year	-	10,543.00
Less: Unspent Grant during the year	-	-
	-	10,543.00

Cordaid project Grant: Linking PWDs to Market & Job Opportunities

Grant Received During the year	-	-
Add: Previous Year Unutilised Grant	-	746,160.00
Less: Unspent Grant during the year	-	-
	-	746,160.00

CORDAID Project - Distance Learning Programme on CSR

Opening Unspent Grant	796,537.00	
Grant received during the year	-	809,543.00
Less: Unspent Grant during the year	445,838.00	796,537.00
	350,699.00	13,006.00

CSR Projects Implementation

400,000.00

Knowledge Resources Centre

Received during The year	791,018.00	-
Less: Unutilised Grant Balance	791,018.00	-

TOTAL Rs.**750,699.00****769,709.00**

SCHEDULE [08] : INCOME FROM PROJECTS

IIFT - CSR Education	278,951.00	136,561.00
Deakin CSR Student Dialouge		25,000.00
Think Strategic Education		31,100.00
Larsen & Toubro Ltd(Education Program)		200,000.00
Social Audit Training Reiumbursements		50,134.00
Misc Income		4,290.00
TOTAL Rs.	278,951.00	447,085.00

SCHEDULE [09] : INTEREST INCOME

Interest on Saving Account	45,854.00	23,307.00
Interest on Fixed Deposit	674,550.19	378,681.00
Interest on I.T Refund	3,984.76	5,058.00
TOTAL Rs.	724,388.95	407,046.00

SCHEDULE [10] : PROGRAMME EXPENSES**CORDAID project- CSR Education Grant**

Brochure Design, Printing & Dissemination		10,543.00
Field Visit		-

Food, LCD, Mementos, Photograph & Video Coverage

Cordaid project Grant:Linking PWDs to Market &**Job Opportunities**

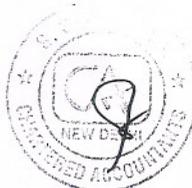
Advertisement Expenses		68,469.00
Insurance		10,000.00
Local & outstation Traveling		34,647.00
Miscellaneous		42,785.00
Admin Cost		18,242.00
Venue Arrangement		419,780.00
Posters, Banners		33,182.00
Cultural Event		25,794.00
Capacity Building		33,334.00
Documentation		59,927.00

CORDAID Project - Distance Learning Programme on CSR

Travel	150,168.00	2,206.00
CDs with study material/Internet Cost & Website Upgradation	14,302.00	3,200.00
Stationary/Printing of the course modules & Reports	4,163.00	4,343.00
Telephone Expenses	-	3,257.00
LCD Monitor	7,250.00	-
Traveling Expenses	-	22,708.00
Professional fees	53,044.00	1,000,045.00
Venue Charges	-	35,324.00
CSR Debate - Prize	-	12,000.00
Medical Expenses	-	10,888.00
Administrative Expenses	152,028.00	

Expenses Out of Indian Sources:

Stationary/Printing of the course modules & Reports	2,000.00
Traveling Expenses	3,177.00
Professional fees	876,484.00

TOTAL Rs.**1,262,616.00****1,850,674.00**

SCHEDULE [11] : ADMINISTRATIVE EXPENSES

Audit Fees	651.00	19,413.00
Bank Charges	240.00	306.00
Boarding & Lodging Reimbursement	13,596.00	-
Books & Periodicals	9,678.00	14,774.00
Insurance	9,620.00	15,897.00
Electricity & Water Expenses	4,863.00	8,351.00
Local Conveyance	8,422.00	11,222.00
Meeting Expenses		1,000.00
Misc. Expenses	880.00	1,425.00
Office Expenses	8,558.00	18,335.00
Office Maintenance	19,136.00	39,122.00
Office Rent	139,500.00	97,495.00
Personnel Expenses	20,945.00	-
Photocopy Expenses	330.00	713.00
Postage & Courier	2,615.00	7,911.00
Printing, Stationery & Photocopy	3,050.00	21,166.00
Repair & Maint. Of Computer		8,604.00
Repair & Maintenance	2,501.00	27,285.00
Telephone, Fax	17,752.00	19,565.00
TOTAL Rs.	262,337.00	312,584.00

SCHEDULE [12] : Grant Received

Grant under CSR	400,000.00	-
Knowledge Resource Centre	791,018.00	
CORDAID Project - Distance Learning Programme on CSR		809,543.00
TOTAL Rs.	1,191,018.00	809,543.00

SCHEDULE [13] : INCOME FROM PROJECTS

IIFT - CSR Education	278,951.00	136,561.00
Deakin CSR Student Dialouge		25,000.00
Think Strategic Education		31,100.00
Larsen & Turbo Ltd(Education Program)		200,000.00
Social Audit Training Reiumbursements		50,134.00
Misc Income		3,900.00
TOTAL Rs.	278,951.00	446,695.00

SCHEDULE [14] : INTEREST RECEIVED

Interest on Saving Account	45,854.00	23,307.00
Interest on Fixed Deposit	329,674.87	378,681.00
Interest on I.T Refund	3,984.47	5,058.00
TOTAL Rs.	379,513.34	407,046.00



SCHEDULE [15] : EXPENDITURE ON PROJECT RELATED ACTIVITIES**CORDAID project- CSR Education Grant**

Brochure Design, Printing & Dissemination		10,543.00
Cordaid project Grant:Linking PWDs to Market & Job Opportunities		
Advertisement Expenses	-	68,469.00
Insurance	-	10,000.00
Local & outstation Traveling	-	34,647.00
Miscellaneous	-	37,785.00
Admin Cost	-	18,242.00
Venue Arrangement	-	419,780.00
Posters, Banners	-	33,182.00
Cultural Event	-	25,794.00
Capacity Building	-	33,334.00
Documentation	-	59,927.00

CORDAID Project - Distance Learning Programme on CSR

Travel	139,912.00	2,206.00
CDs with study material/Internet Cost & Website Upgradation	14,302.00	3,200.00
Stationary/Printing of the course modules & Reports	4,163.00	4,343.00
Telephone Expenses	-	3,257.00
LCD Monitor	7,250.00	
		22,708.00
Professional fees	53,044.00	1,000,045.00
Donation to NGO	-	-
Vennue Charges	-	35,324.00
CSR Debate - Prize	-	12,000.00
Medical Expenses	-	10,711.00
Administration Expenses	132,028.00	

Expenses Out of National Resources:

Stationary/Printing of the course modules & Reports	2,000.00
Traveling Expenses	3,177.00
Professional fees	876,484.00

TOTAL Rs.**1,232,360.00 1,845,497.00****SCHEDULE [16] : ADMINISTRATIVE EXPENSES**

Bank Charges	240.00	306.00
Boarding Meeting expenses	12,576.00	-
Boarding & Lodging Expenses	-	14,574.00
Books & Periodicals	9,678.00	12,538.00
Insurance	9,620.00	8,351.00
Electricity & Water Expenses	4,863.00	11,222.00
Local Conveyance	8,422.00	5,100.00
Meeting Expenses	-	1,425.00
Misc. Expenses	880.00	18,335.00
Office Expenses	8,558.00	39,122.00
Office Maintenance	-	-
Office Rent	144,600.00	107,395.00
Photocopy Expenses	330.00	713.00
Postage & Courier	2,615.00	7,911.00
Printing, Stationery & Photocopy	3,050.00	21,166.00
Personel expenses	20,945.00	-
Repair & Maint. Of Computer	-	8,604.00
Repair & Maintenance	21,637.00	27,285.00
Telephone, Fax	17,752.00	19,565.00
Audit Fees	651.00	19,413.00

TOTAL Rs.**266,417.00 323,025.00**

Schedule-17

BUSINESS & COMMUNITY FOUNDATION

Y-85,GROUND FLOOR,HAUZ KHAS,NEW DELHI-110016

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2012.

A. SIGNIFICANT ACCOUNTING POLICIES

- 1. Basis of Accounting:** The accounts are prepared on historical cost basis as a 'going concern'. Income and Expenses are accounted for on accrual basis following generally accepted accounting principles and practices and Accounting Standards issued by the Institute of Chartered Accountants of India for NGOs, wherever applicable, except where otherwise stated.
- 2. Fixed Assets:** Assets are stated at cost of acquisition including taxes, duties and other incidental expenses relating to acquisition and installation.
No revaluation of fixed assets was made during the year.
- 3. Depreciation:** Depreciation on depreciable assets is charged on written down value method as per the rates and manner prescribed under Appendix 1 to the Income Tax Rule 1962.

<u>Item</u>	<u>Rate of Depreciation</u>
Furniture & Fixture	10%
Equipment	15%
Inverter	15%
Computer	60%

- 4. Investment:** All the short term investments were in form of Term deposit with schedule Bank i.e. Standard Chartered Bank, New Delhi in compliance with Section 11(5) of the Income Tax Act, 1961.
- 5. Corpus Fund:** During the year a sum of Rs.35,00,000/- was appropriated out of the General Fund towards the Corpus Fund as per the decision of the



board through resolution. The amount so appropriated also constituted allowable amount to be carried forward under the provisions of Section 11(1) of the Income Tax Act, 1961.

6. **Corpus Investment:** A sum of Rs.60,00,000/- was invested in Fixed Deposits of Standard Chartered Bank, New Delhi against the appropriated amount towards the corpus fund.
7. **Revenue Recognition:** Restricted project grants were recognized as income on the basis of utilization towards such projects, where as unrestricted project grants and Donations were recognized on the basis of receipts in accordance to the guidelines on "Not for Profit Organization" issued by The Institute of Chartered Accountants of India. Membership fee received in advance during the year was accounted as a liability and was shown under sundry payables as "Advance Membership Fee" under schedule-06.
8. **Unspent Grant Balance:** The unutilized portion of the restricted grants are retained as part of Program Balances, for utilization as per the funders direction while sanctioning the grant. These balances were disclosed under the head Current Liabilities under sub head Unspent Grant Balance vide schedule no.-05 in the Balance Sheet.
9. **Bank Interest:** Interest earned on savings bank as well as on the amount held under Fixed Deposit is reflected under the Income & Expenditure Account without allocating such interest derived on unutilized donor funds. These earnings are disclosed inclusive of interest accrued till 31.03.2012 under the schedule no.-09 of the Income & Expenditure Account. The interest is accounted under the Receipts & Payment Account as the total interest received during the period from 1.4.2011 to 31.03.2012 in the savings bank account as well as in the Fixed Deposit account, which is disclosed under the schedule no:-14 under Receipt & Payment Account.
10. **Foreign Contribution:** Foreign Contributions are accounted for on the basis of the credit advice received from Bank.



B. NOTES TO ACCOUNTS

1. Income and expenses are generally disclosed as per budget of the funding /donor agencies.

2. Previous year figures to the extent possible has been regrouped and rearranged wherever required.

3. Pending Legal Case/Contingent Liabilities

It was informed to us by the management that there are no legal cases pending or initiated during the year either by any individual or organization against BCF.

4. Salary/Honorarium to the Board members

As noted during the audit as well as informed to us by the Management NO benefit in the form of Salary/Honorarium was passed on to any board members during the year 2011-12 as such there was no disclosure u/s 13(3)(iii) in the Auditors Report.

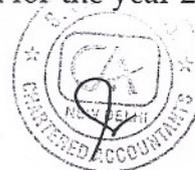
5. The organisation has duly complied with the new provision of FCRA,2010 while finalizing the accounts relating to the foreign funds

6. There was no violation of the provision of section 2(15) of the Income Tax Act,1961.

7. The Organization is registered under :

a) Societies Registration Act vide registration No.33227.

b) Under section 12A of the Income Tax Act, 1961 vide registration No.DIT(E)/98-99/B-725/98/351 dated 24.09.1998. The organization has submitted the Income Tax Return for the year 2009-10 before the due date.



- c) Under section 80G of the Income Tax Act, 1961 vide registration no. DIT(E)/2006-2007/B725/937 dated 25.07.2006. The said registration is valid for life.
- d) Under FCRA 231660526 dated 21.12.2004 with The Ministry of Home Affairs. The organization has submitted the Income Tax Return for the year 2010-11 before the due date.
- e) PAN of the Organization is AAATB2742A
- f) TAN of the Organization is DELB04135F. All the quarterly TDS returns have been filed by the organization before the due date.

For & on behalf :

S.SAHOO & CO.
Chartered Accountants

[CA Subjit Sahoo, FCA]

Partner

MM No. 57426

FRN: 322952E

Place :New Delhi

Date : 29th April ,2011

For:

BUSINESS & COMMUNITY FOUNDATION

Simon J. Scarff

Chairman

N.S. Katoch

Treasurer