

AUDITORS' REPORT


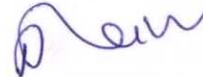
We have audited the attached Balance Sheet of The Institute of Health Systems, Hyderabad. as at 31st March, 2006 and the annexed Income and Expenditure account for the period ended on that date and report that:

- a. 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.
- b. In our opinion, proper books of accounts have been kept by the society so far as it appears from our examination of the books.
- c. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give a true and fair view:
 - (i) in the case of Balance Sheet, of the state of affairs of the Society as at 31st March, 2006.
 - (ii) in the case of Income and Expenditure account of the excess of income over Expenditure for the year ended on that date.

The Prescribed particulars are annexed hereto.

Place : Hyderabad
Date : 20.10.2006

for akasam & associates
Chartered Accountants



S. Ravi Kumar
Partner.
M.No:28881

**THE INSTITUTE OF HEALTH SYSTEMS
HYDERABAD**

Balance Sheet as at 31st March 2006

Particulars	Schedules	As at 31.03.2006	As at 31.03.2005
I.Sources of Funds			
1.General Fund	1	-834,627	(1,039,605)
2.Corporus Fund	2	1362383	1,266,459
3.Unutilised Projects income	3	714768	358,692
4.Loan Funds			
a) UnSecured Loans	4	95000	235,000
Total		1,337,524	820,546
II.Application of Funds			
1.Fixed Assets	5		
a) WDV		3317923	8,816,479
b) Less:Depreciation		529140	5,549,501
c) Net Block		2,788,783	3,266,978
2.Investments		0	-
3.Current Assets	6		
a) Loans and Advances		289779	469,139
b) Cash and Bank Balances		500182	48,354
c) Sundry Debtors		830,887	2,396,173
Total Current Assets		1,620,847	2,913,666
4.Less:Current Liabilities and Provisions	7		
a) Outstanding Expenses Payables		2,580,134	4,524,543
b) Sundry Creditors		491,973	835,555
Net Current Assets		(1,451,259)	(2,446,432)
6.Miscellaneous Expenses (to the Extent not written off)		0	-
Total		1,337,524	820,546

Vide our report of even date
for akasam & associates
Chartered Accountants

S. Ravi Kumar
Partner



for The Institute of Health Systems

Dr. CK George
Director



Place : Hyderabad
Date : 20.10.2006

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**THE INSTITUTE OF HEALTH SYSTEMS
HYDERABAD**

Income and Expenditure Account for the Year Ended 31st March 2006

Particulars	Schedules	Year Ended 31.03.2006	Year Ended 31.03.2005
<i>I. Income</i>			
1. Income from Projects	8	4128813	4,687,500
2. Income from Training Receipts	9	0	1,500
3. Income from Consulting services	10	922140	244,680
4. Other Income	11	21157	24,090
5. Excess of Expenditure Over Income		0	1,710,874
Total		5,072,109	6,668,644
<i>II. Expenditure</i>			
1. Projects Expenses	12	3883514	4682170
2. General Support expenses	13	401415	1,187,638
3. Bad Debts Written off		53063	-
4. Depreciation	5	529140	798,836
5. Excess of Income Over Expenditure		204978	-
Total		5,072,109	6,668,644

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Chartered Accountants

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Partner



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Dr. CK George



Place : Hyderabad
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**THE INSTITUTE OF HEALTH SYSTEMS
HYDERABAD**

Receipts and Payments account for the year ended 31st March 2006

As at 31.03.2005	Receipts	SCH	As at 31.03.2006	As at 31.03.2005	Payments	Sch	As at 31-03-2006
	Opening Balances						
7581	Cash In Hand		3108	266185	Office Expenditure		81597
91030	Cash at Bank		45247	205461	Advance for expenses		88600
				45670	Repair Maintenance Exp.		36344
	Funds Received	14		0	Audit Fees		27550
470160	a) Overseas		1845761	480258	TA and DA Expenses		635759
3311764	b) Local		3710218	159970	Printing & Stationery and Postage		183735
				699772	Utilities Expenses		547013
174370	d) Consultancy Services		1024983	150700	Handloan Paid		268000
				56810	Honoraria		17500
				30000	Coding and Transcription Expenses		65300
				159601	Provident Fund Payable		404856
	Others:			412718	Rent		1160210
16670	Miscellaneous Receipts	15	20112	970543	Salaries & Salaries payables		1777108
1850	Associate Library membership Fees		665.5	49750	Salary Advance		126890
0	Bhagirath Gop A/c. Total		2060	90976	Securitiy Services		102605
120000	Donations		40500	0	Reiumbersement of Travelling Exp		29387
1230	Interest on Bank Deposit		379	2800	WQTL Consumbles		98266
385700	Hand loan Received		128000	277810	Stipend & Stipend Payable		789353
0	Reimbursement of trvel expenses		156275	6505	Misc.Expenses		
116860	TDS Receiveble		0		Capital Expenditure :		
0	Sale of Fixed Assets		171017	160250	Computers		40000
1500	Course fee		0	8970	Electrical Equipment		
46009	Advances - Received		65268	9520	Furniture & Fittings		
1412	Telephone Deposit A/c		0	50000	Lab Equipment		85000
2850	Training Reimbursement		0	40534	Library books		25884
				18429	Office Equipment		96201
				15000	LCD Projector		
				10000	Printers		
				322400	RTA Equipments		26254
					Closing Balances		
				3108	Cash in Hand		6626
				45247	Balance with Bank		493555
4748986	TOTAL		7213593	4748986	TOTAL		7213592

Notes forming Part of the accounts Schedule

Schedules I to referred to in the accounts forms an integral part of these financial statements

For Akasam and Associates
Chartered Accountants

S. Ravi Kumar
Partner

Place : Hyderabad



For The Institute of Health Systems

(Dr. CK George)
Director

