

### AUDITORS' REPORT

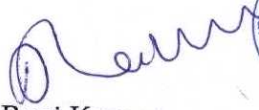
We have audited the attached Balance Sheet of The Institute of Health Systems, Hyderabad. as at 31<sup>st</sup> March, 2007 and the annexed Income and Expenditure account for the period ended on that date and report that:

- 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 31<sup>st</sup> March, 2007.
  - (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 : 25.10.2007

for akasam & associates  
chartered accountants

  
S. Ravi Kumar  
Partner.  
M.No:28881



**THE INSTITUTE OF HEALTH SYSTEMS  
HYDERABAD**

Balance Sheet as at 31st March 2007

Particulars	Schedules	As at 31.03.2007	As at 31.03.2006
<b><i>I.Sources of Funds</i></b>			
1.General Fund	1	-174,602	-834,627
2.Corporus Fund	2	1,439,559	1,362,383
3.Unutilised Projects income	3	941,600	714,768
4.Loan Funds			
a) Unsecured Loans	4	45,000	95,000
<b>Total</b>		<b>2,251,556</b>	<b>1,337,524</b>
<b><i>II.Application of Funds</i></b>			
1.Fixed Assets	5		
a) WDV		3,088,045	3,317,923
b) Less: Depreciation		479,861	529,140
c) Net Block		2,608,184	2,788,783
2.Current Assets	6		
a) Loans and Advances		423,674	289,779
b) Cash and Bank Balances		481,089	500,182
c) Sundry Debtors		436,052	830,887
<b>Total Current Assets</b>		<b>1,340,815</b>	<b>1,620,848</b>
3.Less:Current Liabilities and Provisions	7		
a) Outstanding Expenses Payables		1,297,215	2,580,134
b) Sundry Creditors		400,228	491,973
Net Current Assets		-356,628	-1,451,259
<b>Total</b>		<b>2,251,556</b>	<b>1,337,524</b>

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

S. Ravi Kumar  
Partner

Place : Hyderabad  
Date : 25.10.2007

for The Institute of Health Systems

Dr. CK George  
Director

Place : Hyderabad  
Date : 25.10.2007



**THE INSTITUTE OF HEALTH SYSTEMS  
HYDERABAD**

**Income and Expenditure Account for the Year Ended 31st March 2007**

Particulars	Schedules	Year Ended 31.03.2007	Year Ended 31.03.2006
<b><i>I. Income</i></b>			
1. Income from Projects	8	5538809	4128813
2. Income from Training Receipts	9	89250	0
3. Income from Services	10	1588125	922140
4. Other Income	11	142219	21157
5. Excess of Expenditure Over Income			0
<b>Total</b>		<b>7358403</b>	<b>5,072,110</b>
<b><i>II. Expenditure</i></b>			
1. Projects Expenses	12	5849604	3883514
2. General Support expenses	13	317427	401415
3. Prior Period Adjustments		51488	53063
4. Depreciation	5	479861	529140
5. Excess of Income Over Expenditure		660025	204978
<b>Total</b>		<b>7,358,403</b>	<b>5,072,110</b>

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

S. Ravi Kumar  
Partner



for The Institute of Health Systems

Dr. CK George



Place : Hyderabad  
Date : 25.10.2007

Place : Hyderabad  
Date : 25.10.2007

**THE INSTITUTE OF HEALTH SYSTEMS  
HYDERABAD**

**Receipts and Payments account for the year ended 31st March 2007**

As at 31.03.2006	Receipts	Sch	As at 31.03.2007	As at 31.03.2006	Payments	Sch	As at 31-03-2007
	<b>Opening Balances</b>			88600	Advance for expenses		120,009
3108	Cash In Hand		6626		Advance for Petty Cash		24,275
45247	Cash at Bank		493555		Advance for Workshop Exp.		45824
					Adv. for Exp. For Project RCH-II	16	770504
					Advance Paid to Dayanand (Carpenter)		11700
	<b>Project Funds Received</b>	14			TA/DA Advance A/c.	17	201774
1845761	a) Overseas		1414996	81597	Office Expenditure	21	41981
3710218	b) Local		4821584	36344	Repair Maintenance Exp.	25	53153
				27550	Audit Fees		56120
				665146	TA and DA Expenses	29	376,793
1024983	d) WQTL Services		1,509,916	183735	Printing & Stationery and Postage	22	156011
	e) Workshops		89,250	547013	Utilities Expenses	30	464,988
				268000	Loans Received from Members		326,500
	<b>Others:</b>			17500	Honoraria		10,500
20112	Miscellaneous Receipts	15	3741	65300	Coding and Transcription Expenses	18	88,800
665	Associate Library membership Fees		279	404856	Provident Fund Payable	23	332084
2060	Bhagirath Gop A/c. Total		3000	1160210	Rent		896136
40500	Donations		16000	1777108	Salaries & Salaries payables	26	1693436
379	Interest on Bank Deposit		2912	126890	Salary and Stipend Advances	32	140800
				102605	Security Services	27	116,545
128000	Loans Received from Members		276,500	0	RCH-II Project Expenses & Payables	24	164,595
156275	Reimbursement of travel expenses		500	98266	WQTL Consumables	31	205,644
0	Rent Deposit		18,000	789353	Stipend & Stipend Payable	28	935351
171017	Sale of Fixed Assets		9,205	0	Conveyance & Conveyance Payable	20	247148
65268	Advances - Received		147639	0	Consultancy & Project Intern Stipend	19	340591
				0	Workshop Expenses		10700
				0	Rent Deposit		27000
				0	TDS Payable A/c.		37078
					<b>Capital Expenditure :</b>	33	
				40000	Computers		95758
				0	Furniture & Fittings		82689
				85000	Lab Equipment		133875
				25884	Library books		8914
				96201	Office Equipment		115337
				26254	RTA Equipments		
					<b>Closing Balances</b>		
				6626	Cash in Hand		11218
				493555	Balance with Bank		469872
<b>7213593</b>	<b>TOTAL</b>		<b>8813703</b>	<b>7213593</b>	<b>TOTAL</b>		<b>8813703</b>

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

