

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

We have examined the balance sheet of **SPARSHA TRUST, AATS 4230 N** [name and PAN of the trust or institution] as at 31st March 2019 and the Profit and loss account for the year ended on that date which are in agreement with the books of account maintained by the said Trust or institution.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the head office and the branches of the above-named Trust visited by us so far as appears from our examination of the books, and proper Returns adequate for the purposes of audit have been received from branches not visited by us subject to the comments given below: -

- 1 *The Main object of the Trust of Relief of the Poor and Home less Children by way of Shelter and Residential Schools*
- 2 *The amounts are received from Corporates and Non-corporate and Government Agencies for the objectives as per the Specified programmes*

In our opinion and to the best of our information, and according to information given to us the said accounts give a true and fair view: -

- (i) in the case of the balance sheet, of the state of affairs of the above named Trust as at 31st March 2019 and
- (ii) in the case of the profit and loss account, of the profit or loss of its accounting year ending on 31st March 2019.

The prescribed particulars are annexed hereto.

Place: **BANGALORE**
Date: **07-Jun-2019**

For S.ANANTH & CO.

S.ANANTH

Proprietor, M. No. 206888

Firm reg No. 011772S

No.205, Sapthagiri Residency-4, Kathriguppe

Main Road, Vivekanandanagar

S. ANANTH
CHARTERED ACCOUNTANT
205, Sapthagiri Residency-4
7th Cross, Kathriguppe Main Road,
Vivekananda Nagar, Bengaluru-560 085
M.No: 206888

ANNEXURE
STATEMENT OF PARTICULARS

I. Application of income for charitable or religious purposes.

1.	Amount of income of the previous year applied to charitable or religious purposes in India during that year.	3,25,64,615
2.	Whether the Trust has exercised the option under clause (2) of the Explanation to section 11 (1)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year	No
3.	Amount of income accumulated or set apart for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under trust wholly for such purposes.	Yes
4.	Amount of income eligible for exemption under section 11(1)(c) [Give details]	No
5.	Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2)	0
6.	Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b)? If so, the details thereof.	N.A
7.	Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B)? If so, the details thereof	No
8.	Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year: -	
	(a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or	No
	(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) or section 11(2) (b) (iii) or	No
	(c) has not been utilized 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, the details thereof.	No

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 or property of the Trust was lent, or continues to be lent in the previous year to any person referred to in section 13(3) [hereinafter referred to in this Annexure as such person]? If so, give details of the amount, rate of interest charged and the nature of security, if any	No
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.	No
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.	Yes As per sch. II (3)
4.	Whether the services of the Trust were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any.	No
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 the consideration paid	No
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 the consideration received.	No
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.	No
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.	No

Sch. II (3) : Payment made to such person by way of salary allowance or otherwise

	Details	Amount paid
1	R.Gopinath - Salary	9,00,000
2	K.N.Chitra	4,20,000

III. 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.

Sl. No	Name and address of the concern	Where the concern is a company, Number and class of shares held	Nominal value of the investment	Income from the investment	Whether the amount in Col. 4 exceeded 5 per cent of the capital of the concern during the previous year- say, Yes/No
1	2	3	4	5	6
Total					

For S.ANANTH & CO.



S.ANANTH

Proprietor, M. No. 206888

Firm reg No. 011772S

No.205, Sapthagiri Residency-4,

Kathriguppe Main Road, Vivekanandanagar

Place: BANGALORE

Date: 07-Jun-2019

S. ANANTH
CHARTERED ACCOUNTANT
205, Sapthagiri Residency-4
7th Cross, Kathriguppe Main Road,
Vivekananda Nagar, Bengaluru-560 085
M.No: 206888

ASSESSEE SPARSHA TRUST @
ADDRESS No.40, LAHARI NILAYA,
PIPE LINE ROAD, SAMPANGAPPA LAYOUT,
MATHIKERE-560054
ASST YEAR 2019-2020
PRE YEAR 2018-2019 (31.03.2019)
P.A.No. AAIT-S-4230-N
STATUS TRUST (28.09.2005)
REGN -12A S-2106 Dt.19.01.2010

COMPUTATION OF TAXABLE INCOME FOR THE YEAR ENDED 31st MARCH 2019

INCOME FROM OTHER SOURCES:

	Donations Received	3,22,37,828	
	Bank Interest received	3,26,787	3,25,64,614.89
	Corpus Fund Received	58,02,841	
Less:	Utilisation of funds for Charitable objects	2,12,91,366	
	Purchase of Fixed Assets	48,29,509	
	Advance for Land purchase	41,00,000	
	15% of Donations permitted to be c	48,84,692.00	
		23,43,739.55	3,25,64,614.89
	EXCESS EXPENDITURE		
	TDS		99,255.00
	REFUND DUE		99,255.00

for SPARSHA TRUST @


GOPINATH.R
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019


D.S.KRISHNA
PRESIDENT



M/s. SPARSHA TRUST ®

No.40, LAHARI NILAYA, 1st FLOOR, PIPELINE ROAD
MATHIKERE, BANGALORE-560054
CONSOLIDATED ACCOUNTS

RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2019

To Opening Balance		By Expenditure Paid during the year	2,73,46,010.37
SBI - No.8446	22,79,141.53	By Receivables	44,00,000.00
SBI - No.3108	56,368.78	By TDS	99,255.00
SBI - FCRA	20,78,103.44	By Purchase of Assets	48,29,509.40
HDFC	5,89,682.66	By New Land Advance -Makkala Dhama	37,50,000.00
SBI - No-3946 - NG	57,49,279.22	By Land Advance -Nisarga Grama	3,50,000.00
Cash	46,623.52	By Rental Deposits	2,25,000.00
To Bank Interest	3,26,787.00	By Salary advance	58,000.00
To Programme expenses payable	2,98,475.25	By Fixed Deposit - SBI - NG Fund	30,72,187.00
To Programme funds received of last year	13,80,103.00	By Purchase of Cows	95,000.00
To Nisarga Grama - Corpus	14,55,000.00	By Closing balance	
To Nisarga Grama - Corpus-FD Interest	2,38,028.00	SBI - No.8446	33,00,753.90
To Makkala Dhama - Corpus	41,09,813.00	SBI - No.3108	13,48,224.28
To Fixed Deposit matured	88,46,627.00	SBI - FCRA	31,52,649.12
To Donations received		HDFC - No.2205	40,36,915.65
- Local Account	2,55,83,763.69	SBI - No-3946 - NG	36,18,610.99
- FCRA Account	66,54,064.20	Cash	9,744.58
	5,96,91,860.29		5,96,91,860.29

for SPARSHA TRUST ®

AS PER REPORT OF EVEN DATE
for S.ANANTH & CO.,
CHARTERED ACCOUNTANT

GOPINATH.R
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019

D.S.KRISHNA
PRESIDENT



PROPRIETOR
M.No.206888

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205, Sapthagiri Residency-4
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M.No: 206888

M/s. SPARSHA TRUST ®

No.40, LAHARI NILAYA, 1st FLOOR, PIPELINE ROAD
MATHIKERE, BANGALORE-560054


CONSOLIDATED ACCOUNTS

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2019

To Programme Expenditure	2,73,46,010.37	By Donations received & receivable	3,22,37,827.89
To Depreciation on Assets		By Bank interest	3,26,787.00
As per Schedule	37,80,233.40		
To Excess of Income	14,38,371.12		
Over expenditure	3,25,64,614.89		3,25,64,614.89

for SPARSHA TRUST ®

AS PER REPORT OF EVEN DATE
for S.ANANTH & CO.,
CHARTERED ACCOUNTANT


GOPINATH.R
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019


D.S.KRISHNA
PRESIDENT




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205, Sapthagiri Residency-4
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M.No: 206888

M/s. SPARSHA TRUST ®

No.40, LAHARI NILAYA, 1st FLOOR, PIPELINE ROAD
MATHIKERE, BANGALORE-560054
CONSOLIDATED ACCOUNTS

BALANCE SHEET AS AT 31st MARCH 2019

Corpus Fund	501.00	Fixed Assets:	
General Reserve	41,90,708	As per Schedule	3,03,10,119.00
+ for 2018-2019	14,38,371	Land - Nisarga Grama	32,49,758.00
	56,29,079.45	Cows	95,000.00
Nisarga Grama Corpus Fund	5,15,84,710.00	Current Assets:	
Makkala Dhama Corpus Fund	41,09,813.00	Programme funds due	44,00,000.00
		Rental Advances - as per list	7,98,000.00
		TDS Refund Due	5,78,889.00
		Salary Advance	73,000.00
		New Land Advance - Nisarga Grama	36,96,220.00
		Land Advance - Makkala Dhama	37,50,000.00
		Fixed Deposit - SBI	15,72,187.00
		SBI, Mathikere-No.8446	33,00,753.90
		SBI, Mathikere-No.3946 - Nisarga Grama	36,18,610.99
		HDFC	40,36,915.65
		SBI, Mathikere-FCRA	31,52,649.12
Expenses Payable - as per list	26,65,968.07	SBI, Mathikere-No.3108	13,48,224.28
		Cash on Hand	9,744.58
	6,39,90,071.52		6,39,90,071.52

for SPARSHA TRUST ®

AS PER REPORT OF EVEN DATE
for S.ANANTH & CO.,
CHARTERED ACCOUNTANT

GOPINATH.R
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019

D.S.KRISHNA
PRESIDENT



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M.No.206888

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CHARTERED ACCOUNTANT
205, Sapthagiri Residency-4
7th Cross, Kathriguppe Main Road,
Vivekananda Nagar, Bengaluru-560 085
M.No: 206888

SPARSHA TRUST ®
CONSOLIDATED ACCOUNTS
LIST OF EXPENDITURES

Particulars	Amount	Particulars	Amount
Admin Expences	4,440.00	Balance b/d	45,52,448.97
AMC A/c	16,394.00	Office Rent A/c	1,46,300.00
AMC -Machine Fees A/c	531.00	PF Employer Contribution	1,31,030.00
Arts & Crafts	54,810.00	Postage	750.00
Audit Fees A/c	20,000.00	Preparation-Decoration,Venue Sound System,	7,34,695.00
Awareness Program A/c	17,994.00	Printing & Stationery A/c	6,00,331.50
Bank Charges A/c	28,275.57	Production Cost	6,114.00
Center Rent & Upkeeps A/c	1,92,100.00	Profassional Performance	60,000.00
Chicken A/c	78,069.00	PROJECT PROGRAMME COST	73,364.00
Cleaning and Maintenance A/c	1,07,839.00	Rent Child Line	77,000.00
Cloths A/c	20,000.00	Rent Hosakote	2,10,000.00
Computer Service Charges A/c	1,960.00	Rent-Mestrypalya	37,800.00
Consultant Fees A/c	1,03,616.00	Rent -Simile Foundation	1,92,500.00
Contact Point Expenses A/c	1,87,200.00	Repairs & Maintainence	98,145.00
Contingencies A/c	70,741.00	Resource Person Fees	19,500.00
Cylinder A/c	79,852.00	Resource Person Media	4,800.00
Doctor / Consultant A/c	13,000.00	Restoration Exp	1,49,256.00
Educational Fees A/c	14,69,433.00	RRN Rent	1,91,000.00
Education And Paly Material A/c	40,165.00	Salary A/c	96,73,826.00
Egg A/c	16,219.00	Service Charge	20,000.00
Electical Work A/c	36,713.00	Snacks A/c	5,13,667.00
Electricity Charge A/c	2,16,773.00	Snacks and Games	78,930.00
Electronic Item A/c	42,208.00	Somu Cargo Movers	6,600.00
ESI Employer Contribution 4.75%	54,122.00	Sports and Cultural Activities A/c	29,000.00
Event Mangement Team	1,09,516.00	Staff Welfare	25,400.00
Finance and Admin	63,300.00	Staff Welfare A/c	30,000.00
Food A/c	2,43,320.00	Stationary	19,670.00
FOS Program Expenditure A/c	2,66,729.00	Telephone/mobile Exp	3,000.00
General Cleaning Materials A/c	1,750.00	Tkm 001 One Time Setup	1,63,872.00
Hair Cutting A/c	4,710.00	TKm 006 Educational Activity	9,902.00
HDFC Balance Alert	35.40	Tkm 022 Cultural Coaching	60,000.00
Insurance Charges	51,010.00	TKM.05 Administration & Accounting	83,000.00
Internet & Telephone A/c	80,472.00	TKM.09 Internet Access	22,000.00
Joy of Learning Programme Exp A/c	10,000.00	TKM.11 Printing of Material	6,339.00
Learning Materials A/c	5,350.00	TKM.15 Exposur Trip to Children	40,502.00
Local Conveyance Exp	7,448.00	TKM.16 Annual Day with Cultural Training	38,138.00
Manjusree Battery	17,000.00	TKM 17 Summer Camp	61,540.00
MC Hombale 1.10 Admin Charges Sparsha	51,273.00	TKM.20 Staff Benefits Overhead	97,892.00
MCHombale 1.1 Medicines / First Aid	6,258.00	Tkm 22 Meeting .Training & Activitys	85,910.00
MC Hombale 1.2 Doctor / Consultant	6,000.00	TKM 23 Infrastructure & Technology	20,982.00
MC Hombale 1.3 Supplementary Nutrition	44,500.00	Travel Allowance A/c	5,57,677.36
MC Hombale 1.5 NFE Staff Salary	8,000.00	Travel Expenses A/c	4,250.00
MC Hombale 1.6 Education & Play Materials, T	13,531.00	Uniform A/c	7,87,047.00
MC Hombale 1.7 General Care, Cleaning Mate	5,457.00	Vegetable & Milk	5,43,465.00
MC Hombale 1.8 Community Communication	864.00	Vegetables A/c	1,14,729.00
MC TATA 1.11 Admin Charges Sparsha	1,08,525.00	Vheical Expenses	37,428.00
MC TATA 1.1 Medicals / First Aid	16,629.00	Volunteer Honorarium A/c	2,26,410.00
MC TATA 1.2 Doctor / Consultant	36,000.00	Volunteering Activities	49,161.00
MC TATA 1.3 Supplemetary Nutrition	4,08,549.00	Water Charge A/c	49,475.00
MC TATA 1.6 Education & Play Materials	68,461.00	Website Expenses	26,411.00
MC TATA 1.8 General Care, Cleaning Material	25,980.00	Website & Technical Expences	12,275.00
MC TATA1.9 Community Communication	19,327.00	Workshop & Activities A/c	12,579.00
Balance c/d	45,52,448.97		2,07,96,111.83

SPARSHA TRUST ®
CONSOLIDATED ACCOUNTS
LIST OF EXPENDITURES

Particulars	Amount	Particulars	Amount
Balance b/d	2,07,96,111.83	Balance b/d	2,40,74,288.60
Medical A/c	83,015.00	U B 1.5 Infra Work	8,37,445.75
Milk Charge A/c	1,46,896.00	U B 1.6 Community Festival	75,038.00
Miscallaneous Expensess A/c	2,72,430.00	U B 1.7 Community Meetings	16,736.00
Mobilization Expenses A/c	16,971.00	U B 1.8 Induction of Project	2,230.00
Music Materilas	15,582.00	UB.1.9 Quartly Training	7,938.00
News Paper A/c	5,479.00	U H.1.1 Facilitor Salalry	2,78,020.02
Nutrition A/c	7,53,500.00	U H1.2 Travel / Phone	50,000.00
Interest Paid	72.00	U H 1.3 Learning Materials	55,496.00
PF Admin Charges	6,705.00	U H1.4 Community Festivals	37,628.00
Professional Tax Paid	61,615.00	U H1.5 Community Meetings	25,000.00
Shaurya Business	7,080.00	U H 1.6 Stake Holder	10,200.00
Sports Out Reach India	87,438.00	UW 1.1 Facilitor Salary	3,36,048.00
Survey Expenses	12,280.00	UW 1.2 Cluster Manager	2,59,405.00
Vehilce Insurance	66,131.00	UW1.3 Internet	3,244.00
AMC	4,850.00	UW1.4 Travel Allowance	72,538.00
Bank Charges	5,075.67	UW1.5 Infra Work	4,80,679.00
CC Camer Service	14,000.00	UW1.6 Learning Materials	56,751.00
Center Admin	1,625.00	UW1.7 Comunity Communication	54,501.00
Center Branding & Publicity	4,885.00	UW 1.8 Annual Days	58,105.00
Center Establishment	2,95,133.00	Uw1.9 Admin Cost	1,11,878.00
Consellor Fees	47,500.00	Admin Staff Salary	1,50,000.00
Co-Ordinator	32,087.00	Consultant Fees	30,000.00
Electricity Charges	10,285.00	Electrical and Sanitary Exp A/c	16,129.00
Infra	1,27,350.10	Salary A/c	2,41,841.00
Internet	6,000.00	Stationery	4,871.00
Market Scan	0.00		2,73,46,010.37
Milk A/c	11,160.00		
Miscellinous Exp	51,023.00		
Printing and Stationery	5,107.00		
Rent - Mysore Mast Center	1,23,000.00		
Sheler Expences	25.00		
Trainer Salary	5,60,007.00		
Trainer, Training & Exposure	20,431.00		
Training Aids & Consumbles	4,355.00		
Travel Allowance	89,230.00		
U B 1.10 Stake Holder (Admin)	76,175.00		
U B 1.1 Facilitator Salary	1,08,445.00		
U B 1.3 Travel Allowance/ Phone	23,742.00		
U B 1.4 Learning Materials	1,21,492.00		
	2,40,74,288.60		

for SPARSHA TRUST ®

MANAGING TRUSTEE



M/s. SPARSHA TRUST ®

LIST OF DONATIONS DURING 2018-2019

PARITUCLARS	AMOUNT
Child Line Project	12,94,435.00
Amruthanjan Health	10,50,000.00
BBMP Urban homeless	7,00,000.00
Atharvi Charitable Trust	1,26,000.00
Infinite Computers	2,00,000.00
Bijavara Fund	4,43,356.00
Open Shelter HK	32,40,668.00
Mobile Creche	17,05,297.00
Life Song Christian	3,87,917.00
Smile Foundation	8,91,832.00
Adobe Youth Project	4,20,947.00
Open Shelter RR Nagar	21,32,530.00
Kennametal India	5,00,000.00
NCLP	2,46,965.00
Netscout Systems	10,65,000.00
Persistent Foundation	4,28,550.00
IBM India	1,30,000.00
American India Foundation	16,34,000.00
Toyota Kirloskar Motor	17,08,408.00
Unitedway of Bangalore	46,77,684.00
Oil & Natural Gas (ONGC)	10,00,000.00
Quest Alliance	8,40,461.00
Allweiler India	6,00,000.00
Walmart India	12,46,542.60
Voluntary Contribution	55,67,235.29
	3,22,37,827.89

EXPENDITURE PAYBLE AS AT 31.03.2019

PARTICULARS	AMOUNT
Honorarium & Provisions Payable	23,23,995.04
Audit Fees payable	48,000.00
TDS Payable	27,968.03
PT Payable	9,200.00
ESI Payable	12,851.00
PF Payable	55,603.00
	24,77,617.07

RENT ADVANCE DETAILS AS AT 31.03.2019

PARTICULARS	AMOUNT
Child Line-D.R.Shivakumar	40,000.00
Office & Mast Centre	2,00,000.00
R.R.Nagar Shelter-Nagaraju	1,00,000.00
Cheemasandra shelter-Deepu	5,000.00
Hoskote Shelter-C.Suresh	1,00,000.00
Nayandalli Shelter-Muthuraj	8,000.00
Step Yelahanka	1,20,000.00
Chandan Resource Centre	2,00,000.00
Contact Point - Ranjith Kumar	10,000.00
Mobile Crech - Venkatesh.G	15,000.00
	7,98,000.00

GOPINATH.R
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019

D.S.KRISHNA
PRESIDENT




M/s. SPARSHA TRUST @
CONSOLIDATED ACCOUNTS

FIXED ASSETS SCHEDULE FOR THE YEAR ENDED 31.03.2019

PARTICULARS	01.04.2018	ADDITIONS	DEPRECIATION	31.03.2019	Out of N.G Corpus
Computer	3,74,128	3,73,714	2,99,137	4,48,705	
Furniture & Fixture	10,15,870	48,000	1,06,387	9,57,483	
Two wheler	24,029		3,604	20,425	
UPS	23,122		3,468	19,654	
Office Equipments	1,83,862		27,579	1,56,283	
Solar Set	2,58,384	48,000	1,22,554	1,83,830	
Generator	1,35,917		20,388	1,15,529	
Kitchen Equipments	2,37,538		35,631	2,01,907	
CC Camera	2,30,909		34,636	1,96,273	
Sewing Machines		2,55,495	38,324	2,17,171	
Nisarga Grama Building	2,67,69,351	41,04,300	30,87,365	2,77,86,286	40,68,460
Television	7,733		1,160	6,573	
TOTAL	2,92,60,843	48,29,509	37,80,233	3,03,10,119	40,68,460

for SPARSHA TRUST


GOPINATH.R.
MG. TRUSTEE
PLACE: BANGALORE
DATE: 07.06.2019


D.S.KRISHNA
PRESIDENT



M/s. SPARSHA TRUST ®

Notes on Accounting Policies forming Part of Financial Statements of the Trust for the Year ended 31st March 2019

1. Organization Background – M/s. Sparsha Trust is a Trust registered under the Indian Trusts Act 1881 having its registered office at No.40, Lahari Nilaya, 1st Floor, Pipeline Road, Mathikere, Bangalore-560054 and Administrative office at No.64, 9th Main, Beside Dr.Shah's Diagnostic Centre, Mathikere, Bangalore-560054. The object of the Trust is primarily providing education, food, shelter and care for orphaned children's with the support of Corporates and individuals and education to the needy with the support of the State and Central Government.

The Trust is also registered under the Foreign Contribution Regulation Act (FCRA) with Registration No.094421535.

2. Significant Accounting Policies


- a. Basis of Accounting – The Trust follows mercantile system of accounting for its various project/programme expenses. Where there is certainty, the contribution to be receivable from the relevant parties are factored into.
- b. Use of Estimates – The preparation of the financial statements requires the management to make estimates and assumptions to arrive at the reported amounts. The management believes that the estimated used in preparation of the financial statements are present and reasonable. Future results could differ from these estimates, which will be accounted for based on the actuals when the actual is known/materialise.
- c. Fixed Assets and Depreciations – Fixed Assets are valued at cost and depreciation thereon is provided at the rates prescribed under the Income Tax Act, 1961.
- d. Investments – The Trust has made Fixed Deposits with Nationalised Banks and has shown the same as Current assets as they can be encashed anytime within a year. Advance for purchase of Land are shown as Current Assets since it is expected that the purchase will be materialised within a year.
- e. Foreign Exchange Transactions – Donation received in foreign currency are recorded at the amount received in our bank account net of charges. There are no foreign currency outgoings.
- f. Employee Benefits – Employees to whom the Provided Fund coverage is made available is accounted as an expense.

- g. Income Recognition – Restricted project grants are recognized as income in the year disbursed to various projects. Other grants/donations are accounted for in the year of receipt or on estimating the certainty of the receipt. Interest income is accounted on pro-rata basis.
- h. Expenditure – Expenditure incurred for the projects are allocated to relevant projects. The Trust has not maintained a separate category for administrative expenditure.

For SPARSHA TRUST



AUTHORISED SIGNATORY
PLACE: BANGALORE
DATE: 07.06.2019


S. ANANTH
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