

AUDIT REPORT

OF

J M FOUNDATION FOR EXCELLENCE IN JOURNALISM

YEAR 2010-11

## **AUDITORS REPORT**

To,  
The member,  
JM Foundation For Excellence in Journalism

We have examined Balance sheet of '**JM Foundation For Excellence in Journalism**' as at 31<sup>st</sup> March 2011 and also Income and Expenditure Account for the year ended on date annexed thereto. The financial statements are responsibility of the trustee of Trust/Companies Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principle used and significant estimate made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

This report does not include a statement on the matters specified in paragraph 4 and 5 of the **companies (Auditor report) (Amendment) Order, 2003**, as amended by the companies (Auditor report) (Amendment) order, 2004, issued by the central government of India, in terms of sub section (4A) Of section 227 of the companies act, 1956, since in our opinion and according to information and explanations given to us, the said order is not applicable to the company.

Further to our comments given above, we state that:

- a. We have obtained all the information, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. In our opinion, proper books of account as required by law had been kept by the company so far as it appears from our examination of those books;
- c. The balance sheet, and the income and expenditure account referred to in this report are in agreement with books of account;
- d. In our opinion, the balance sheet and the income and expenditure account comply with the accounting standards referred to in sub section (3C) of section 211 of the companies act, 1956;
- e. On the basis of written representation received from the director as on 31<sup>st</sup> March 2011 and taken on record by the board of directors, we report that none of the director is disqualified as on 31<sup>st</sup> March 2011 of the companies act, 1956;





- f. In our opinion, and to the best of our information and according to the explanations given to us, the said accounts, read together with the significant accounting policies and notes there on in schedule 17 give the information required by the companies act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- I. In so far as it relates to the Balance sheet, of the state of affairs of the above named trust as at 31<sup>st</sup> March 2011 and
  - II. In so far as it relates to the Income & Expenditure account, of the deficit for the accounting year ended on 31st March 2011.

For Vidya & Co  
Chartered Accountants



Amit Nagar  
(Partner)  
Membership No.056156

Place : Mumbai  
Date :17/09/2011



**J M FOUNDATION FOR EXCELLENCE IN JOURNALISM**  
**(A Company Formed u/s 25 of the Companies Act, 1956)**  
**BALANCE SHEET AS ON 31 ST MARCH 2011**

PARTICULARS	AS ON 31.03.2011	AS ON 31.03.2010
<b><u>SOURCES OF FUNDS</u></b>		
<b>CAPITAL FUNDS</b>		
CAPITAL		-
RESERVES & SURPLUS	310,000	-
<b>LOANS FUNDS</b>		
SECURED LOANS	-	-
UNSECURED LOANS	20,000	-
<b>TOTAL FUNDS EMPLOYED</b>	<b>330,000</b>	<b>-</b>
<b><u>APPLICATION OF FUNDS</u></b>		
FIXED ASSETS	80,798	-
INVESTMENTS	-	-
<b>CURRENT ASSETS LOANS AND ADVANCES</b>		
INVENTORIES	-	-
SUNDRY DEBTORS	-	-
CASH & BANK BALANCES	957,798	-
LOANS, ADVANCES & DEPOSITS	1,000	-
	<b>958,798</b>	<b>-</b>
LESS: CURRENT LIABILITIES & PROVISIONS	1,243,926	-
NET CURRENT ASSETS	<b>(285,128)</b>	<b>-</b>
DEFERRED TAX ASSETS		
PRELIMINARY EXPENDITURE		
EXCESS OF EXPENDITURE OVER INCOMES	534,330	
<b>TOTAL FUNDS APPLIED</b>	<b>330,000</b>	<b>-</b>

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NOTES TO ACCOUNTS

The schedule referred to above and notes to accounts annexed hereto form an integral part of the Balance Sheet and Profit & Loss Account.

AS PER REPORT ON E/EN DATE

**FOR VIDYA & CO.,  
CHARTERED ACCOUNTANTS**

*Amit Nagar*  
**AMIT NAGAR  
PARTNER  
PLACE : MUMBAI.  
DATED:**

**For J M FOUNDATION FOR EXCELLENCE IN JOURNALISM**

*Aloke Thakore*  
**Director**

*Amit Nagar*  
**Director**

JM Foundation For Excellence In Journalism

*Amit Nagar*  
**Director**



JM Foundation For Excellence In Journalism

*Aloke Thakore*  
**Director**



**J M FOUNDATION FOR EXCELLENCE IN JOURNALISM**  
**(A Company Formed u/s 25 of the Companies Act, 1956)**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2011**

PARTICULARS	SCHEDULE	For the Year 2010-11 Rs	For the Year 2009-10 Rs
<b>INCOME</b>			
INCOME	10	1,389,800	-
OTHER INCOME	11	161,410	-
	<b>(A)</b>	<b>1,551,210</b>	-
<b>EXPENDITURE</b>			
DIRECT EXPENSES	12	159,132	-
PERSONNEL EXPENSES	13	72,700	-
ADMINISTRATION EXPENSES	14	969,632	-
MARKETING & SALES EXPENSES	15	875,779	-
INTEREST & FINANCIAL CHARGES	16	-	-
DEPRECIATION		8,297	-
	<b>(B)</b>	<b>2,085,540</b>	-
EXCES OF EXPENDITURE OVER INCOMES	<b>(A-B)</b>	<b>(534,330)</b>	-
LESS: PROVISION FOR TAX			-
PROFIT AFTER TAX		(534,330)	-
EXCES OF EXPENDITURE OVER INCOMES			-
CARRIED TO BALANCE SHEET		(534,330)	-

NOTES TO ACCOUNTS

17

The schedule referred to above and notes to accounts annexed hereto form an integral part

of the Balance Sheet and Profit & Loss Account.

AS PER REPORT ON EVEN DATE

FOR VIDYA & CO.,

CHARTERED ACCOUNTANTS

*Amit Nagar*  
AMIT NAGAR

PARTNER

PLACE : MUMBAI

DATED: 17/09/2011

For J M FOUNDATION FOR EXCELLENCE IN JOURNALISM

*[Signature]*  
Director

*Aloke Thakore*  
Director



**J M FOUNDATION FOR EXCELLENCE IN JOURNALISM**  
**[A Company Formed u/s 25 of the Companies Act, 1956]**  
**SCHEDULES FORMING PART OF BALANCE SHEET AS ON 31ST MARCH 2011**

<b>SCHEDULE 1</b>	<b>AS AT</b>	<b>AS AT</b>
	<b>31.03.2011</b>	<b>31.03.2010</b>
<b>CAPITAL</b>		-
<b>SCHEDULE 2</b>		
<b>RESERVE AND SURPLUS</b>		
Corpus Fund	310,000	-
Add: Surplus / (Deficit)	-	-
<b>SCHEDULE 3</b>		
<b>SECURED LOANS</b>	-	-
<b>SCHEDULE 4</b>		
<b>UNSECURED LOANS</b>		
Loan From Director	20,000	-
	<b>20,000</b>	-
<b>SCHEDULE 6</b>		
<b>SUNDRY DEBTORS</b>		
For more than 6 Months	-	-
Debtors Considered as good	-	-
<b>SCHEDULE 7</b>		
<b>Cash &amp; Bank</b>		
Cash in Hand	4,125	-
HDFC Bank	953,673	-
	<b>957,798</b>	-
<b>SCHEDULE 8</b>		
<b>LOAN AND ADVANCE</b>		
TDS Receivable 10-11	1,000	-
	<b>1,000</b>	-
<b>SCHEDULE 9</b>		
<b>CURRENT LIABILITIES AND PROVISION</b>		
Sundry creditors	693,575	-
Liability for Expenses	3,220	-
Advance Contribution towards Journalism	-	-
Mentor Programme	540,000	-
Audit Fees Payable	3,000	-
TDS Payable on Rent	4,131	-
	<b>1,243,926</b>	-

JM Foundation For Excellence in Journalism

  
Director



JM Foundation For Excellence in Journalism

*Alok Thakore*

Director



**SCHEDULES FORMING PART OF INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 2011**

	AS AT 31.03.2011	AS AT 31.03.2010
<b><u>SCHEDULE 10</u></b>		
<b><u>INCOME</u></b>		
Contribution towards the Citizen Journalims Programme	370,800	-
Contribution towards Citizen Report	50,000	-
Contribution towards Journalism Mentor Programme	<b>790,000</b>	-
Contribution towards 26/11 Book	<b>175,000</b>	-
Application Fees	4,000	-
	<b>1,389,800</b>	-
<b><u>SCHEDULE 11</u></b>		
<b><u>OTHER INCOME</u></b>		
Sale of 26/11 Book	161,410	-
	<b>161,410</b>	-
<b><u>SCHEDULE 12</u></b>		
<b><u>OPERATING EXPENDITURE</u></b>		
Citizen Journalism Course Exp	159,132	-
	<b>159,132</b>	-
<b><u>SCHEDULE 13</u></b>		
<b><u>PERSONAL EXPENSES</u></b>		
Salaries, Wages	72,700	-
	<b>72,700</b>	-
<b><u>SCHEDULE 14</u></b>		
<b><u>ADMINISTRATIVE EXPENSES</u></b>		
26/11 Book Printing & Publishing	255,620	-
Application Fees	3,000	-
Bank Charges	238	-
Company Formation Expenses	53,956	-
Conflict Reporting Excercise Exp	8,173	-
Conyeance Expenses	3,715	-
Electricity Expenses	13,660	-
Entertainment Charges	1,798	-
Equipmnet Hire Expense	4,302	-
General Expesnse	20,356	-
Honararium	59,306	-
Internet Exp	22,604	-
Meeting Expenses	720	-
Postage Charges	915	-
Printing & Stationery	83,487	-
Rent	330,480	-
Subscription Charges	14,227	-
Telephone Expenses	23,159	-
Travelling Exp	69,916	-
	<b>969,632</b>	-



**SCHEDULE 15**

**MARKETING AND SALES EXPENSES**

Advertisement & Publicity	835,342
Website Developing Charges	40,437
Event Indirect Expenses	-
Distribution Expenses	-
	<b>875,779</b>

**SCHEDULE 16**

**INTEREST AND FINANCIAL CHARGES**

Bank Charges	
Bank Commission	
Bank Interest	



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**SCHEDULE 17**

**NOTES TO ACCOUNTS**

**A. ACCOUNTING POLICIES & NOTES ON ACCOUNTS**

**1. ACCOUNTING POLICIES**

- (a) The accounts have been prepared to comply with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 and are prepared under Historical cost convention.
- (b) The Company follows the mercantile system of accounting and recognizes income and expenditure on accrual basis, except dividend income on investment, which is accounted for on a cash basis consistently.

**2. FIXED ASSETS**

Fixed Assets will stand at cost less accumulated depreciation. Cost comprises of capital cost and incidental expenses attributable to bringing the asset to its working condition for its intended use.

**3. DEPRECIATION**

Fixed assets comprising of Books and Camera. Depreciation provided under written down value method in accordance with the rate prescribed under Schedule XIV of the Companies Act, 1956.

**4. RETIREMENT**

No provision for retirement benefit is made in the organization.

**5. REVENUE RECOGNITION**

The revenue is recognized when the course fees from students is received.

**6. TAXES ON INCOME**

The provisions of accounting standard 22 in respect of deferred tax are not applicable.



**B Notes on Accounts**

1. Investment are valued cost.
2. Balances of certain debtors and advance and creditors are subject to confirmation/reconciliation and subsequent adjustment, if any.
3. As per the information and details available with the Company, there are no dues payable to small scale industrial undertakings.
4. Information with regard to matters specified in clauses 3,4(A), 4(C) and 4 (D) of Part II of Schedule VI to the Companies Act, 1956 to the extent that they are either Nil or not applicable to the company has not been given.
5. Exchange Rate Loss in Rs.NIL/-
6. This is the first year of company.

Signature to Schedule 1 to 17

As per our report of even date

For VIDYA & CO

CHARTERED ACCOUNTANTS

*Amit Nagar*

Amit Nagar

PARTNER (F-056156)

Place : Mumbai

DATE : 17/09/2011

FOR JM FOUNDATION FOR EXCELLANCE IN JOURNALISM

*Aloke Thakore*  
Director

*Aloke Thakore*  
Director

