



INDEPENDENT AUDITORS' REPORT TO THE MEMBERS **OF CALVARY CHAPEL TRUST, BANGALORE**

Report on the Financial Statements:

We have audited the accompanying financial statements of **CALVARY CHAPEL TRUST, BANGALORE**, #1, Church Street, Banagiri Nagara, Banashakari- 3rd stage, Bangalore- 560085, which comprise the Balance Sheet as at 31st March, 2018 and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

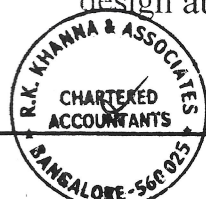
Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Trust in accordance with the Accounting Standards generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also



includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

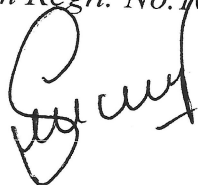
In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Trust as at March 31, 2018; and
- b) In the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended on that date;

For R. K. KHANNA & ASSOCIATES

Chartered Accountants

(Firm Regn. No. 105082W)



(S. MANJU GEORGE)

Partner

(Membership No. 027444)



Place: Bangalore

Date: 08th June, 2018.

CALVARY CHAPEL TRUST, BANGALORE
BALANCE SHEET AS AT 31ST MARCH 2018

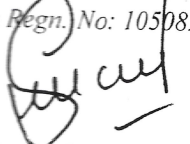
	Sch.	31/03/2018		31/03/2017
		Rupees	Rupees	Rupees
SOURCES OF FUNDS :				
GENERAL FUND				
Per last Balance Sheet....		62,51,348.73		57,97,105.53
Add: Excess of Income over Expenditure for the year..		2,90,88,256.97		27,97,572.73
		3,53,39,605.70		
Less: Amount Transferred to Capital Fund...		2,99,88,365.15	53,51,240.55	(23,43,329.53)
CAPITAL FUND				
Per last Balance Sheet....		10,54,54,633.01		10,31,11,303.49
Add: Amount Transferred from General Fund..		2,99,88,365.15	13,54,42,998.16	23,43,329.53
TOTAL....			14,07,94,238.71	11,17,05,981.74
APPLICATION OF FUNDS :				
FIXED ASSETS				
	A		13,54,42,998.45	10,54,54,633.30
CURRENT ASSETS, LOANS AND ADVANCES				
Loans and Advances...	B	15,98,814.00		16,49,332.00
Deposits...	C	21,04,229.00		19,79,823.00
Cash and Bank Balances...	D	16,48,197.26	53,51,240.26	26,56,793.44
CURRENT LIABILITIES				
Amount Due...			-	34,600.00
NET CURRENT ASSETS....			53,51,240.26	62,51,348.44
TOTAL....			14,07,94,238.71	11,17,05,981.74

Schedules 'A' and 'M' forms part of this Balance Sheet...

Per our Report of even date attached....

For R. K. KHANNA & ASSOCIATES

Chartered Accountants
 (Firm Regn. No: 105082W)



(S. Manju George)
 Partner
 (Membership No.027444)



Place : Bangalore
 Date: 08th June, 2018

For CALVARY CHAPEL TRUST



(Mr. L. Gunasekaran)
 Trustee



(Mrs. Victoria Gunasekaran)
 Trustee

CALVARY CHAPEL TRUST, BANGALORE

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2018

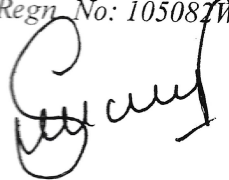
	Sch. No.	For the year ended 31st March 2018		For the year ended 31st March 2017
		Rupees	Rupees	Rupees
INCOME				
Donations....				
Foreign Contribution...		9,39,27,939.00		9,07,29,324.00
Local Contribution received in kind as Building...		2,75,00,000.00		-
Local Contribution others...		27,81,184.00		27,32,033.00
Church Offerings...		6,81,560.00		5,62,971.00
Interest from Bank....		81,854.98	12,49,72,537.98	1,38,110.36
TOTAL....			12,49,72,537.98	9,41,62,438.36
EXPENDITURE:				
Expenditure on Objects...				
Child Care...	E	4,38,91,096.85		4,01,76,870.37
HIV/AIDS Care and Support...	F	91,39,012.88		1,04,10,382.22
Child Development Centers...	G	2,17,38,770.11		2,03,46,262.97
Adult Literacy Programme...	H	25,91,267.00		28,01,530.00
Health Care...	I	9,04,180.00		9,11,490.00
Other Programme Expenses...	J	5,41,975.00		9,30,561.00
Church Expenses..	K	7,13,317.50	7,95,19,619.34	7,33,717.00
Administration Expenses..	L		97,25,300.82	1,02,87,176.60
Depreciation...			66,39,360.85	47,66,875.47
TOTAL....			9,58,84,281.01	9,13,64,865.63
Excess of Income over Expenditure			2,90,88,256.97	27,97,572.73
Transferred to General Fund...			2,90,88,256.97	27,97,572.73

Schedules 'A' and 'M' forms part of this Balance Sheet...

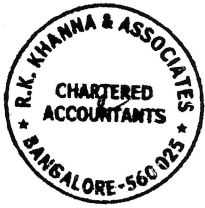
Per our Report of even date attached...

For R. K. KHANNA & ASSOCIATES

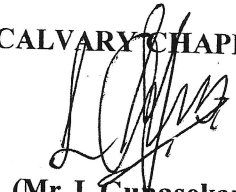
Chartered Accountants
(Firm Regn. No: 105082W)



(S. MANJU GEORGE)
Partner
(Membership no.027444)



For CALVARY CHAPEL TRUST



(Mr. L. Gunasekaran)
Trustee

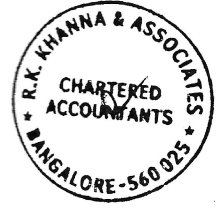


(Mrs. Victoria Gunasekaran)
Trustee

Place : Bangalore
Date: 08th June, 2018

CALVARY CHAPEL TRUST, BANGALORE
CENTRAL OFFICE- FOREIGN CONTRIBUTION ACCOUNT
RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31-03-2018

31.3.2017	RECEIPTS	31.3.2018	31.3.2017	PAYMENTS	31.3.2018
	Opening Balances:			Grants given to Projects	
4,571.00	Cash	937.00		Child Care:	
14,777.98	State Bank of India - SB	7,26,507.90	44,88,150.00	Home of Hope for Girls, Bangalore	48,12,515.00
11,171.56	State Bank of India - CA	11,288.59	8,50,091.00	Home of Hope for Senior Boys, Bangalore	10,78,230.00
	Contributions		54,33,075.00	Home of Hope for Boys, Bangalore	58,32,380.00
	USA		16,89,945.00	Home of Hope for Special Children, Bangalore	20,47,496.00
1,73,76,496.00	Calvary Chapel, Boise	9,18,50,035.00	29,09,739.93	Home of Hope for Children (G), Nachikuppam	32,26,234.00
20,900.00	Others	18,537.00	37,67,354.88	Home of Hope for Girls, Nazareth	34,45,340.00
0.00	Germany - OEWK	6,86,642.00	67,08,375.00	Home of Hope for Boys, Nazareth	84,96,550.00
11,727.00	Netherlands	0.00	18,29,200.00	Home of Hope for Boys, Manipur	15,70,708.00
17,714.00	UK	16,475.00	1,05,17,187.00	Home of Hope for Special Children, Varanasi	1,15,30,724.00
33,44,482.00	Austria	13,56,250.00	32,94,704.00	Home of Hope for Boys, Koppal	13,56,250.00
			2,70,350.00	HIV+/AIDS Care & Support:	
45,207.00	Bank Interest	23,102.00	10,59,225.00	HIV+/AIDS Rehabilitation Project, Bangalore	2,70,997.00
	Refunds & Recoveries:		37,37,255.00	Positive People's Project, Nazareth	0.00
5,55,000.00	Rental and Lease Deposits	2,14,000.00	18,09,540.00	Odisha Community Development Project	29,86,484.00
8,24,750.00	Staff Loan	8,46,750.00	21,34,260.00	Jharkhand Community Development Project	16,89,279.00
40,07,352.00	Advance for Expenses	55,58,675.00	11,31,523.00	Bihar Community Development Project	24,66,726.00
1,91,186.00	TDS Deduction	76,793.00		Thondi Community Development Project	19,68,150.00
34,600.00	Professional Tax Deducted	38,400.00	17,64,950.00	Child Development Centers:	
			50,72,704.00	Community Development Project, Bangalore	17,16,550.00
			17,39,125.00	Children Center Department, Koppal	50,49,204.00
			11,68,515.00	Shimoga Community Development Project	11,56,850.00
			19,53,225.00	Hukkeri Community Development Project	9,91,490.00
			7,77,070.00	Yadagiri Community Development Project	22,85,207.00
			10,02,300.00	Krishnagiri Community Development Project	8,95,168.00
			19,07,440.00	Child Development Project, Puthoor	8,17,413.00
			32,62,230.00	Heaven's Gate, Nagercoil	18,62,612.00
			15,37,855.00	Gujarath Community Development Project	29,05,876.00
				Himachal Pradesh Community Development Project	20,75,690.00
			17,65,185.00	Adult Literacy Programme:	
				Adult Literacy, Koppal	18,64,500.00
			21,65,416.00	Programme Expenses	
			14,38,942.00	Child Care Expenses	34,89,696.00
			2,21,318.00	Child Development Center expenses	23,55,976.00
			7,70,580.00	HIV+/AIDS Care & Support Expense	2,78,373.00
			6,27,460.00	Adult literacy-Slum Women & Children Education	6,75,586.00
			83,500.00	Medical care	5,96,898.00
			2,79,246.00	Leprosy Programme Expenses	1,21,410.00
			6,51,315.00	Medical Programme	0.00
				Youth Camp Expenses	5,41,975.00
			34,74,851.00	Administration	
			1,73,357.00	Honorarium	37,60,311.00
			4,42,982.00	Gifts & Allowances	2,05,715.00
				Hospitality	1,07,960.00
			44,000.00	Staff Welfare expenses;	
			42,206.00	- Mgt. contribution to Volunteers' F.B.F.	89,500.00
			63,350.00	- Mgt. contribution to Life Insurance	39,429.00
			3,10,073.00	- Contribution to MUT Smile Program	76,950.00
			46,429.00	Rent	3,83,100.00
			6,43,154.00	Electricity and Water	45,079.00
				Repairs & Maintenance:	
			22,76,394.00	Computer Maintenance	6,86,417.00
			2,14,017.00	Travel & Conveyance	2,832.00
			0.00	Rates, Taxes	14,44,037.00
			0.00	Insurance	1,94,359.00
			400.00	Professional Tax Enrolment & returns	1,13,755.00
			7,72,466.90	Books & Periodicals	2,24,911.00
			1,75,604.60	Printing & Stationery	19,919.00
			2,59,799.00	Postage & Courier	76,319.00
			2,87,018.00	Telephone & Internet	3,17,381.00
			1,87,254.00	Audit Fee & Professional Charges	2,16,122.00
			54,117.00	Promotional Expenses	1,87,707.00
			61,920.74	Security expenses	6,67,841.00
				Bank Charges	72,750.00
7,64,17,638.54	C/O	10,14,24,392.49	8,93,47,744.05		62,658.07
				C/O	9,14,53,589.07



31.3.2017	RECEIPTS	31.3.2017	31.3.2017	PAYMENTS	31.3.2017
64,17,638.54	B/F	10,14,24,392.49	8,93,47,744.05	B/F	9,14,53,589.07
				Deposits, Loans and Advances	
			1,35,950.00	Rental and Lease Deposit	
			7,41,000.00	Staff Loan	2,60,000.00
			39,48,949.00	Advance for Expenses	10,25,000.00
			1,91,936.00	TDS Paid	55,19,517.00
			0.00	Prof. Tax	76,793.00
					73,000.00
				Fixed Assets	
			3,00,000.00	Land	
			7,62,849.00	Building	
			0.00	Compound wall	2,20,173.00
			6,500.00	Furniture and fittings	4,50,000.00
			1,34,495.00	Equipments	26,232.00
			1,09,482.00	Vehicle	1,65,602.00
					21,35,697.00
				Closing Balance;	
			937.00	Cash	
			7,26,507.90	State Bank of India - SB	1,178.00
			11,288.59	State Bank of India - CA	12,196.65
64,17,638.54	Total	10,14,24,392.49	9,64,17,638.54	Total	5,414.77
					10,14,24,392.49

For R. K. KHANNA & ASSOCIATES
Chartered Accountants
(Firm Regn. No: 105082W)
Manju George)
Partner
(Membership No. 027444)
Place : Bangalore
Date: 08th June. 2018



For CALVARY CHAPEL TRUST

(Mr. L. Gunasekaran)
Trustee

		As at 31-03-2018	As at 31-03-2017
SCHEDULE B :			
LOANS AND ADVANCES			
Staff Loan...			
Advance for expenses...		7,57,000.00	5,78,750.00
Tax Deducted at Source...		7,55,228.00	9,83,436.00
		86,586.00	87,146.00
		15,98,814.00	16,49,332.00
SCHEDULE C :			
DEPOSITS			
Gas Deposit...		36,906.00	22,500.00
Telephone Deposit...		16,949.00	16,949.00
Rental Deposit...		20,01,250.00	18,96,350.00
Electricity Board Deposit...		47,124.00	42,024.00
Cable TV Deposit...		2,000.00	2,000.00
		21,04,229.00	19,79,823.00
SCHEDULE D :			
CASH AND BANK BALANCES			
Cash in Hand...			
Foreign Contribution Accounts		63,231.00	56,141.00
Local Contribution Accounts		8,093.00	1,640.00
		71,324.00	57,781.00
Cash at Bank...			
Particulars	Bank, Branch & Account Number	Amount	Amount
<u>FC A/C.</u>			
1 Foreign Contribution A/c.	S.B.I. St. Marks Road, 10977254610	12,196.65	7,26,507.90
	S.B.I, Banagirinagar A/c No.35608289049	5,414.77	11,288.59
<u>Transferred and Held at Project/Programme Sites:</u>			
2 Home of Hope for Girls, Bangalore	S.B.I, Padmanabhanagar A/c. No.34691939507	10,167.80	9,615.00
3 Home of Hope for Senior Boys, Bangalore	S.B.I, Padmanabhanagar A/c. No.10075383344	9,447.31	1,439.31
4 Home of Hope for Boys, Bangalore	S.B.I, Banagirinagar A/c No.35072012399	54,552.58	10,422.78
5 Home of Hope for Children, Nachikuppam	Bank of Baroda, Veppanapalli A/c. No.11280100010549	73,021.58	95,810.93
6 Home of Hope for Girls, Nazareth	Tamilnad Mercantile Bank Ltd., A/c.No.054100710400503	49,863.88	3,32,055.88
7 Home of Hope for Boys, Nazareth	S.B.I, Nazareth A/c. No.35339292818	1,95,074.25	1,04,585.75
8 Home of Hope for Boys, Manipur	S.B.I, Churachantpur, A/cNo.33984016405	26,652.75	14,624.00
9 Home of Hope for Special Children, Varanasi	S.B.I, Lahurabir, Varanasi, A/C. No.32837310979	1,36,606.50	9,365.50
10 Home of Hope for Boys, Koppal	Syndicate Bank, Koppal A/c. No.18012200033455	40,204.91	26,813.93
11 Odisha Community Development Project	S.B.I, ADB Khodasingh, Odisha, A/c No.32779678904	1,00,008.55	2,58,641.03
12 Jharkhand Community Development Project	S.B.I, Ranchi, A/ c No.32794322969	1,71,671.00	2,25,360.00
13 Bihar Community Development Project	S.B.I, Bihar A/c. No.33752641263	1,49,884.50	1,94,992.00
14 Thondi Community Development Project	S.B.I, 4Thondi, Ramanathapuram A/c No.35385218147	51,972.85	11,113.75
15 Community Development Project, Bangalore	S.B.I, Padmanabhanagar, A/c.No.34615088454	1,94,796.77	98,467.63
16 Children Center Department., Koppal	S.B.I, Koppal A/c. No. 30304213536	34,802.05	1,36,177.00
17 Shimoga Community Development Project	S.B.I, Gopalagowda Extn. Shimoga, A/c. No.32945947121	1,141.50	1,237.00
18 Hukkeri Community Development Project	S.B.I, Hukkeri, A/c.No.32941505426	6,363.00	2,519.00
19 Yadagiri Community Development Project	S.B.I, Yadgir A/c. No.33097027695	43,551.00	2,829.00
20 Child Development Project, Puthoor	S.B.I, Chittoor A/c. No.30884104056	5,147.00	9,946.50
21 Heaven's Gate, Nagercoil	S.B.I, Thengampudur A/c. No.11392019230	77,723.38	93,824.88
22 Gujarat Com. Development Project	S.B.I, Gandhidam A/c. No.10316592733	37,639.00	9,854.50
23 Himachal Pradesh Community Development Project	S.B.I, Barmana A/c. No.32917971066	5,578.50	2,034.00
		14,93,482.08	23,89,525.86
<u>Local-Contribution A/C.</u>			
24 Local Contribution A/C.	S.B.I, St. Marks Road, A/c. No.34623725202 - CA	24,493.75	96,819.50
25 Local Contribution A/c, Nachikuppam (Home A/c.)	Bank of Baroda, Veppanapalli A/c. No.11280100000693	40,672.86	34,013.21
26 Local Contribution A/c- Calvary Chapel Church, Bangalore	S.B.M, Hanumanthanagar, A/c No.54015295940- SB	18,224.57	78,653.07
		83,391.18	2,09,485.78
		15,76,873.26	25,99,011.64
		16,48,197.26	26,56,792.64
Total Cash and Bank balances			



SCHEDULE M :**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS****Background**

The Calvary Chapel Trust came into existence on 1st October 1991 for the main purpose of taking care of orphans/destitute/HIV infected Children, providing nutritious assistance to infected children and family, and providing education/counselling to infected people.

Basis of accounting and preparation of financial statements

The financial statements of the Trust are prepared under the historical cost convention on cash basis of accounting in accordance with the normally accepted Accounting Principles and are in line with the relevant law and guidelines and Accounting Standards prescribed by the Institute of Chartered Accountants of India.

2. Significant Accounting Policies**i. Use of estimates**

The preparation of financial statements in conformity with India GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Future results could differ from these estimates.

ii. Capital Fund

Capital Fund represents value of Fixed Assets carried forward in the Books. Excess on short fall if any, is transferred from the General Fund during the year.

iii. Fixed Assets

The Property, Plant and Equipment are stated at their cost of acquisition or construction less accumulated depreciation, including any cost attributable to bringing the assets to their working condition for their intended use. Subsequent expenditures relating to Property, Plant and Equipment are capitalized only when it is probable that future economic benefits associated with these will flow to the Machine and cost of the item can be measured reliably. Repairs & maintenance costs are recognized in the statement of Income and Expenditure when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the assets and resultant gains or losses are recognized in the statement of Income and Expenditure.

Depreciation on Property, Plant and Equipment is provided on the written down value method over the estimated useful life. The depreciation method, the useful life and residual value are determined by the management at the time the asset is acquired and renewed periodically individually at the end of each financial year. The rates of depreciation are as prescribed in the Income Tax Act, 1961, existing in the year of purchase of asset.

iv. Revenue recognition

The revenue received as Donation is accounted on receipt of the same.

3. Notes to Accounts**i. Related Party Disclosures:**

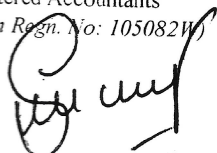
Name of Related party	Relationship	Transactions	For the year ended 31st March 2018
Mr. R. Selvaraj	President	Honorarium and Travel Allowance	3,49,272.00
Mr. L. Gunasekaran	Trustee	Honorarium and Travel Allowance	5,23,083.00
Mr. G. Prabhakar Sathiaraj	Treasurer	Honorarium	1,80,000.00
Mrs. Victoria Gunasekaran	Trustee	Honorarium	1,88,318.00
Mr. Paul Raj	Trustee	Honorarium and Travel Allowance	1,55,000.00
Mr. Heinrich	Trustee	Honorarium	2,01,740.00

Per our Report of even date attached...

For R. K. KHANNA & ASSOCIATES

Chartered Accountants

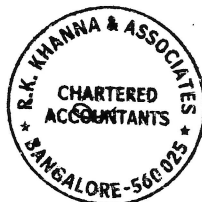
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(S. MANJU GEORGE)

Partner

(Membership no.027444)



For CALVARY CHAPEL TRUST



(Mr. L. Gunasekaran)

Trustee



(Mrs. Victoria Gunasekaran)

Trustee

Place : Bangalore

Date: 08th June. 2018