

AUDIT REPORT
&
FC STATEMENT OF ACCOUNTS

SOCIETY FOR PEOPLES EDUCATION AND ECONOMIC
CHANGE (SPEECH)

2/1060, JEYARAJA ILLAM, MANORANJITHAM STREET,
EZHIL NAGAR, MADURAI - 625 014

FY 2016 - 2017

Charles Fernando & Co.
Chartered Accountants

HT 4 Mithra, "AGRINI",
78, TPK Road,
Madurai-625 003.

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87546 52652

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INDEPENDENT AUDITOR'S REPORT

To

The Members of

Society for Peoples Education and Economic Change (SPEECH)

Madurai

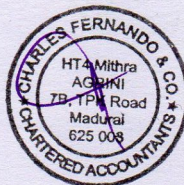
Report on the Financial Statements

We have audited the accompanying financial statements of **FOREIGN CONTRIBUTION ACCOUNT of SOCIETY FOR PEOPLES EDUCATION AND ECONOMIC CHANGE (SPEECH) Society** which comprise the Balance Sheet as at March 31, 2017, and the Statement of Income and Expenditure and Receipts and Payments Statement 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, financial performance and cash flows of the Society in accordance with the Accounting Standards applicable in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the relevant applicable provisions for safeguarding the assets of the Society; for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.



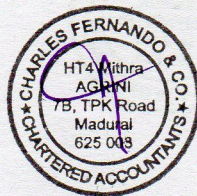
Auditor's Responsibility

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.

We conducted our audit in accordance with the applicable Standards on Auditing. 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 the 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 financial control relevant to the Society's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Society has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Society's 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 on the financial statements



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Society as at March 31, 2017, and its Statement of Income and Expenditure for the year.

- i. In the case of the Balance Sheet, of the state of affairs of the Society as at March 31, 2017;
- ii. In the case of the Income and Expenditure Account, Excess of Expenditure over Income for the year ended on that date; and
- iii. In the case of the Receipts and Payments Account, of the cash flow for the year ended on that date.

Report on Other Legal & Statutory Requirements

- i. 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;
- ii. In our opinion proper books of account as required by law have been kept by the Society so far as appears from our examination of those books
- iii. The Balance Sheet, Income and Expenditure Account, and Receipts and Payments Account dealt with by this Report are in agreement with the books of account.

Place: Madurai

Date: 15.07.2017



For CHARLES FERNANDO & Co
Chartered Accountants

Proprietor
FRN:0006045

Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Receipts and Payments Account for the year ended 31st March 2017

(₹)

Receipts				Payments			
To	SCH	3/31/2017	3/31/2016	By	SCH	3/31/2017	3/31/2016
Grant Received From				Programme Expenses			
Christian Children's Fund of Canada				Christian Children's Fund of Canada			
Child Rights Protection	B	8,684,494	12,209,523	Child Rights Protection	B	9,341,067	10,923,225
Ret.Hope for Child Rights	C	13,160,610	17,104,726	Ret.Hope for Child Rights	C	15,821,644	16,196,843
Canada Fund for Local Initiatives	D	-	175,000	Canada Fund for Local Initiatives	D	-	-
LEBARA Foundation				LEBARA Foundation			
Child Development	E	1,159,600	1,798,902	Child Development	E	1,306,469	2,090,782
Geneva Global				Geneva Global			
Prevention of Enslavement of Adolescent Girls and Young Women	F	4,593,655	4,966,868	Prevention of Enslavement of Adolescent Girls and Young Women	F	4,896,626	2,158,259
Others	G	72	160,290	Others	G	94,629	457,509
Sale of Vehicle		27,000	-				
Bank interest		336,371	262,303				
Sub Total		27,961,802	36,677,612	Sub Total		31,460,436	31,826,617
Opening Balance	A			Closing Balance	A		
Cash in Hand		4,842	6,933	Cash in Hand		5,094	4,842
Cash at Bank		8,820,279	3,948,493	Cash at Bank		5,322,521	8,820,279
Program Advance		-	18,700	Program Advance		-	-
TDS on Interest		15,685	15,685	TDS on Interest		14,557	15,685
Sub Total		8,840,806	3,989,811	Sub Total		5,342,172	8,840,806
Total		36,802,608	40,667,423	Total		36,802,608	40,667,423

Schedules A to G annexed hereto form part of the Receipts and Payments Account

Schedule K significant Accounting Policies and Notes on Accounts.

Place : Madurai

Date : 15.07.2017

"As per my report of even date"



For CHARLES FERNANDO & Co
Chartered Accountants

Proprietor
FRN:0006045

Ramani

CHAIR PERSON

Signature

Executive Secretary

Signature

TREASURER

Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Income and Expenditure Account for the year ended 31st March 2017

(₹)

Expenditure		SCH	3/31/2017	3/31/2016	Income		SCH	3/31/2017	3/31/2016
By	Programme Expenses				To	Grant Received From			
	Christian Children's Fund of Canada					Christian Children's Fund of Canada			
	Child Rights Protection	B	9,341,067	10,876,115		Child Rights Protection	B	8,684,494	12,209,523
	Ret.Hope for Child Rights	C	15,461,105	16,107,843		Ret.Hope for Child Rights	C	13,160,610	17,104,726
	Canada Fund for Local Initiatives	D	-	-		Canada Fund for Local Initiatives	D	-	175,000
	LEBARA Foundation					LEBARA Foundation			
	Child Development	E	1,306,469	2,090,782		Child Development	E	1,159,600	1,798,902
	Geneva Global					Geneva Global			
	Prevention of Enslavement of Adolesent Girls and Young Women	F	4,896,626	2,014,836		Prevention of Enslavement of Adolesent Girls and Young Women	F	4,593,655	4,966,868
	Others	G	94,629	297,219		Others	G	72	-
	Loss on Sale of Vehicle		14,389			Bank interest		336,371	262,303
	Sub Total		31,114,286	31,386,794		Sub Total		27,934,802	36,517,322
	Depreciation		709,793	781,915		Excess of Expenditure Over Income		3,889,277	
	Excess of Income Over Expenditure		-	4,348,613					
	Total		31,824,079	36,517,322		Total		31,824,079	36,517,322

Schedules B to G annexed hereto form part of the Income and Expenditure Account

Schedule K significant Accounting Policies and Notes on Accounts.

Place : Madurai

Date : 15.07.2017

"As per my report of even date"



For **CHARLES FERNANDO & Co**
Chartered Accountants

Proprietor
FRN:0006045

Ramani

CHAIR PERSON

Shirana

Executive Secretary

Kannan

TREASURER

Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Balance Sheet as on 31st March 2017

(₹)

Liabilities	SCH	3/31/2017	3/31/2016	Assets	SCH	3/31/2017	3/31/2016
Capital Fund-Contra	H	4,794,569	5,185,212	Fixed Assets	H	4,794,569	5,185,212
General Fund	I	279,521	326,482				
				Closing Balance	A		
Unutilised Specific				Cash in Hand		5,094	4,842
Project Fund	J	5,062,651	8,514,324	Cash at Bank		5,322,521	8,820,279
				TDS		14,557	15,685
Total		10,136,741	14,026,018	Total		10,136,741	14,026,018

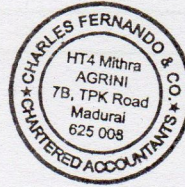
Schedules A to J annexed hereto form part of the Balance Sheet

Schedule K significant Accounting Policies and Notes on Accounts.

Place : Madurai

"As per my report of even date"

Date : 15.07.2017



For CHARLES FERNANDO & Co
Chartered Accountants

Proprietor
FRN:00060-AS

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Seena

Kumar

CHAIR PERSON

Executive Secretary

TREASURER

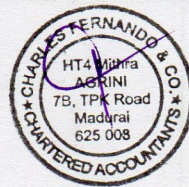
Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Schedules forming part of the financial statements

Schedule :	A Cash & Bank Balances and Advances	Closing as on 31-03-2017	Opening as on 01-04-2016
A1	Cash in Hand		
	FC Main Account	-	-
	CCFC -Child Rights Protection	2,550	698
	CCFC -Retrieving Hope for Child Rights	153	865
	LEBARA Foundation -Child Development	2,139	3,276
	Genava Global -Prevention of Enslavement of Adolesent Girls and Young Women	252	3
	Total (A1)	5,094	4,842
A2	Cash at Bank		
	SBI Thiruchuli -Main FC A/c No.: 11409951054	266,004	3,307,679
	SBI Thiruchuli -Main FC A/c No.: 33391458630	815,178	126,295
	SBI Thiruchuli -Main FC A/c No.: 33391459087	479,292	1,114,761
	SBI Thiruchuli -Main FC A/c No.: 33460389778	290,380	56,846
	SBI Thiruchuli -Main FC A/c No.: 33460595124	488,352	922,725
	SBI Thiruchuli -Main FC A/c No.: 33203851237	2,673,258	2,846,778
	Bank of India -FC A/c No.: 8085	310,057	445,194
	Total (A2)	5,322,521	8,820,279
A3	TDS on Bank Interest	14,557	15,685
	Total (A3)	14,557	15,685
	Grand Total	5,342,172	8,840,806



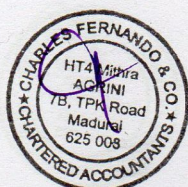
Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Schedules forming part of the financial statements

Schedule :	B CHRISTIAN CHILDREN'S FUND OF CANADA			(₹)
Project :	Child Rights Protection Project			
	Particulars	Opening	Receipts	Total
	Opening Balance	1,880,920		1,880,920
	Grant Received during the year		8,684,494	8,684,494
	Bank Interest		72,673	72,673
	Total	1,880,920	8,757,167	10,638,087
	Payments	Revenue	Capital	Total
	Administration	533,148		533,148
	Program Staff	2,294,039		2,294,039
	Sponsorship Communication / Monitoring	139,010		139,010
	Education	2,027,473		2,027,473
	Water & Sanitation	319,278		319,278
	Health & Nutrition	793,105		793,105
	Strengthening Community Organizations	868,435		868,435
	Sustainable Livelihood Development	1,165,912		1,165,912
	Other Cross-Cutting Themes	50,439		50,439
	CDG Individual	1,150,228		1,150,228
	Sub Total	9,341,067	-	9,341,067
	Closing Balance	1,297,020		1,297,020
	Total	10,638,087	-	10,638,087
Schedule :	C CHRISTIAN CHILDREN'S FUND OF CANADA			
Project :	Retrieving Hope for Child Rights			
	Particulars	Opening	Receipts	Total
	Opening Balance	3,337,112		3,337,112
	Grant Received during the year		13,160,610	13,160,610
	Bank Interest		75,807	75,807
	Sale of Vehicle		27,000	27,000
	Total	3,337,112	13,263,417	16,600,529
	Payments	Revenue	Capital	Total
	Administration	927,529		927,529
	Program Staff	3,631,736		3,631,736
	Sponsorship Communication/Monitoring	191,892		191,892
	Education	3,037,136		3,037,136
	Water & Sanitation	465,952		465,952
	Health & Nutrition	2,326,331		2,326,331
	Sustainable Livelihood Development	606,834		606,834
	Strengthening Community Organizations	1,584,988	360,539	1,945,527
	CDG Individual	2,688,707		2,688,707
	Sub Total	15,461,105	360,539	15,821,644
	Closing Balance	778,885		778,885
	Total	16,239,990	360,539	16,600,529



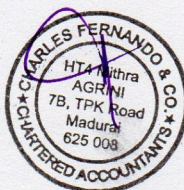
Society for Peoples Education and Economic Change (SPEECH)
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Schedules forming part of the financial statements

Schedule :	D CHRISTIAN CHILDREN'S FUND OF CANADA			(₹)
Project :	Canada Fund for Local Initiatives			
	Particulars	Opening	Receipts	Total
	Opening Balance	1,040		1,040
	Total	1,040	-	1,040
	Payments	Revenue	Capital	Total
		-	-	-
	Sub Total	-	-	-
	Closing Balance	1,040		1,040
	Total	1,040	-	1,040
Schedule :	E LEBARA FOUNDATION			-
Project :	Child Development			
	Particulars	Opening	Receipts	Total
	Opening Balance	448,470		448,470
	Grant Received during the year		1,159,600	1,159,600
	Bank Interest		10,595	10,595
	Total	448,470	1,170,195	1,618,665
	Payments	Revenue	Capital	Total
	Management Cost	368,903	-	368,903
	Program Cost	26,532	-	26,532
	Food and Nutrition Support	639,220	-	639,220
	Education	148,077	-	148,077
	Health Care	43,778	-	43,778
	Organization Overhead	77,689	-	77,689
	Project Visibility Boards	2,270	-	2,270
	Sub Total	1,306,469	-	1,306,469
	Closing Balance	312,196		312,196
	Total	1,618,665	-	1,618,665
Schedule :	F GENEVA GLOBAL			-
Project :	Prevention of Enslavement of Adolescent Girls and Young Women			
	Particulars	Opening	Receipts	Total
	Opening Balance	2,846,781		2,846,781
	Grant Received during the year		4,593,655	4,593,655
	Bank Interest		129,700	129,700
	Total	2,846,781	4,723,355	7,570,136
	Payments	Revenue	Capital	Total
	Personal	1,154,387		1,154,387
	Fringe Benefits	150,372		150,372
	Travel	160,948		160,948
	Equipments	-		-
	Program Cost	3,085,465		3,085,465
	Administrative Cost	345,454		345,454
	Sub Total	4,896,626	-	4,896,626
	Closing Balance	2,673,510		2,673,510
	Total	7,570,136	-	7,570,136



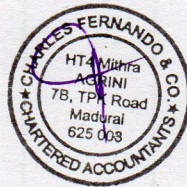
Society for Peoples Education and Economic Change (SPEECH)
 2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Schedules forming part of the financial statements

Schedule :	G OTHERS	(₹)		
	Particulars	Opening	Receipts	Total
	Opening Balance	-		-
	Interest on TDS refund		72	72
	Bank Interest	-	47,596	47,596
		-	47,668	47,668
	Sale of Assets			
	Sale of Vehicle -Scorpio			-
	Total	-	47,668	47,668
	Payments	Revenue	Capital	Total
	Bank Charges	23,711	-	23,711
	Program Expenses -Miscellaneous	70,918	-	70,918
	Advance paid	-		-
	Sub Total	94,629	-	94,629
	Closing Balance	-		-
	Total	94,629	-	94,629



Society for Peoples Education and Economic Change (SPEECH)

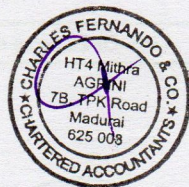
2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014



FOREIGN CONTRIBUTION ACCOUNT

Schedule forming part of the financial statements

Schedule : H Fixed Assets and Depreciation									(₹)
S. No.	Description	WDV as on 01-04-16	Addition		Deletion	Gross Value as on 31-03-17	Depreciation		WDV as on 31-03-17
			More than 180 days	Less than 180 days			Rate	Amount	
	Land & Building								
1	Training Centre Land	241,748	-	-	-	241,748	-	-	241,748
2	Dept. Store Land	148,500	-	-	-	148,500	-	-	148,500
3	Training centre - Building	582,655	-	-	-	582,655	10%	58,266	524,389
4	Education Centre Building	472,661	-	-	-	472,661	10%	47,266	425,395
5	Councelling Centre	241,782	-	-	-	241,782	10%	24,178	217,604
6	Guest Room	352,765	-	-	-	352,765	10%	35,277	317,488
	Furniutre & Fittings								
7	Furniture & Fittings	527,845	45,863	-	-	573,708	10%	57,371	516,337
8	Furni. for Class Room	63,098	-	-	-	63,098	10%	6,310	56,788
9	White Board	3,516	-	-	-	3,516	10%	352	3,164
10	Filling Cupboard	22,901	-	-	-	22,901	10%	2,290	20,611
11	Shamiyana	85,914	-	-	-	85,914	10%	8,591	77,323
	Office Equipments								
12	Office Equipments	47,033	-	-	-	47,033	15%	7,055	39,978
13	LCD Projector	129,449	-	-	-	129,449	15%	19,417	110,032
14	Audio Visual Equip.	27,760	-	-	-	27,760	15%	4,164	23,596
15	Motor Cycle	21,423	-	-	-	21,423	15%	3,213	18,210
16	Air Conditioner	91,851	35,000	-	-	126,851	15%	19,028	107,823
17	Mobile & Telephone	97,294	-	-	-	97,294	15%	14,594	82,700
18	Didgital Camera	150,150	-	-	-	150,150	15%	22,523	127,627
19	Stabilizer	3,652	-	-	-	3,652	15%	548	3,104
20	Refrigerator	2,702	-	-	-	2,702	15%	405	2,297
21	Filing Racks	3,427	-	-	-	3,427	15%	514	2,913
22	Video Camera	59,611	-	-	-	59,611	15%	8,942	50,669
	Total c/f	3,377,737	80,863	-	-	3,458,600		340,304	3,118,296





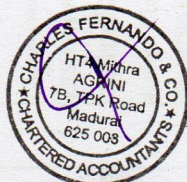
FOREIGN CONTRIBUTION ACCOUNT

Schedule forming part of the financial statements

Schedule : H Fixed Assets and Depreciation									(₹)
S. No.	Description	WDV as on 01-04-16	Addition		Deletion	Gross Value as on 31-03-17	Depreciation		WDV as on 31-03-17
			More than 180 days	Less than 180 days			Rate	Amount	
	Total c/f	3,377,737	80,863	-	-	3,458,600		340,304	3,118,296
23	Video Editing System	16,938	-	-	-	16,938	15%	2,541	14,397
24	Xerox Machine	53,841	-	-	-	53,841	15%	8,076	45,765
25	Inverter	71,321	-	-	-	71,321	15%	10,698	60,623
26	Solar Light	41,029	-	-	-	41,029	15%	6,154	34,875
27	Generator	213,336	-	-	-	213,336	15%	32,000	181,336
28	P A System	24,117	-	-	-	24,117	15%	3,618	20,499
29	Television	31,243	-	-	-	31,243	15%	4,686	26,557
30	Water Heater	6,212	-	-	-	6,212	15%	932	5,280
31	Jet Motor	8,105	-	-	-	8,105	15%	1,216	6,889
	Vehicles								
32	Vehicle	10,390	-	-	-	10,390	15%	1,559	8,831
33	Four Wheeler	689,829	-	-	-	689,829	15%	103,474	586,355
34	Two Wheeler	403,303	242,076	-	41,389	603,990	15%	90,599	513,391
35	Vehicle - Scorpio - 299	-	-	-	-	-	15%	-	-
36	Vehicle - Scorpio	136,246	-	-	-	136,246	15%	20,437	115,809
	Computer								
36	Computer	78,141	-	-	-	78,141	60%	46,885	31,256
37	Printer	5,695	-	-	-	5,695	60%	3,417	2,278
38	Laptop	17,729	37,600	-	-	55,329	60%	33,197	22,132
	Total	5,185,212	360,539	-	41,389	5,504,362		709,793	4,794,569

Note : Depreciation provided @ 50% of the normal rate of depreciation for the assets purchased after September 2016

Schedule : I General Fund	Amount
Opening Balance as on 01-04-2016	326,482
Less: Excess of Expenditure over Income	3,889,277
	(3,562,795)
Add: Transfer from Capital Fund	390,643
Transfer from Project Fund	3,451,673
Closing Balance as on 31-03-2017	279,521





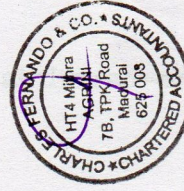
FOREIGN CONTRIBUTION ACCOUNT

Schedule forming part of the financial statements

Schedule : J Unutilised Specific Project Fund

(₹)

S. No.	Name of the Donor & Project	Project Balance as on 01-04-16	Receipts			Total	Utilised			Project Balance as on 31-03-17
			Grant Received	Bank Interest	Other Income		Revenue	Capital	Total	
Welfare of Children										
1	Christian Children's Fund of Canada									
	Child Rights Protection Project	1,880,920	8,684,494	72,673		10,638,087	9,341,067	-	9,341,067	1,297,020
	Retrieving Hope for Child Rights	3,337,112	13,160,610	75,807	27,000	16,600,529	15,461,105	360,539	15,821,644	778,885
	Canada Fund for Local Initiatives	1,040	-	-		1,040	-	-	-	1,040
2	LEBARA Foundation									
	Child Development	448,470	1,159,600	10,595		1,618,665	1,306,469	-	1,306,469	312,196
3	Geneva Global									
	Prevention of Enslavement of Adolescent Girls and Young Women	2,846,781	4,593,655	129,700		7,570,136	4,896,626	-	4,896,626	2,673,510
	Total	8,514,324	27,598,359	288,775	27,000	36,428,458	31,005,268	360,539	31,365,807	5,062,651



Society for Peoples Education and Economic Change(SPEECH)

2/1060 Jeyaraja Illam, Manoranjitham Street, Ezhil Nagar, Madurai 625 014

Schedule: K - FC - Significant Accounting Policies and Notes on Accounts

Significant Accounting Policies:

- Cash System is followed for all transactions and are recorded on cash basis as and when effected.
- Grants Received from Donor Agencies were for specific purpose and hence it is shown separately under the head “ **Unutilized specific Project Fund** “ to reflect the balance left in hand and to be applied to the following year for the purpose for which it was given.
- Fixed Assets acquired from the project funds were written off as expenditure to arrive the unutilized specific project fund, however depreciation on the fixed assets were charged in the Income & Expenditure Account and the assets were shown in the Balance Sheet after charging depreciation and the corresponding value is shown as contra in Capital Fund Account.
- Depreciation on the Fixed Assets were charged at the rate prescribed in the Income Tax Act,1961.

Notes on Account:

- Schedules A to D form part of the Receipts & Payments Account and Income & Expenditure Account.
Schedules D to G form part of the Balance Sheet.
- Previous year figures have been regrouped wherever it is necessary.

Place: Madurai

Date: 15.07.2017



For **CHARLES FERNANDO & Co**
Chartered Accountants

Proprietor
FRN:000604S