

S. M. VARMA & CO.

Chartered Accountants

B-57, New Rajinder Nagar, New Delhi - 110 060

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FORM NO.10B

(See rule 17B)

AUDITOR'S REPORT

Under section 12-A(b) of the Income Tax 1961, in the case of charitable or religious trust or institution

We have examined the Balance Sheet of **CENTRE FOR SCIENCE AND ENVIRONMENT** as at 31st March, 2007 and the Income and Expenditure account for the year ended 31st March, 2007, which are in agreement with the books of accounts maintained by the said institution.

We have obtained all the information and explanations, which to best of our knowledge and belief were necessary for the purpose of the audit. In our opinion, proper books of accounts have been kept by the above named institution, so far as appears from our examination.

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

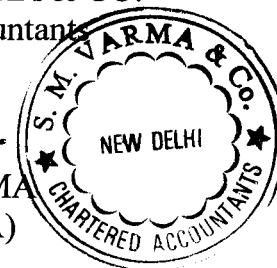
- i) In the case of Balance Sheet, of the State of Affairs of the above named institution as at 31st March, 2007 and
- ii) In the case of the Income and Expenditure account of the income for the year ended 31st March, 2007.

For S. M. VARMA & CO.

Chartered Accountants



SUDHIR VARMA
FCA; CIA (USA)



Dated : 23-07-2007

Place : NEW DELHI


CENTRE FOR SCIENCE AND ENVIRONMENT
Balance Sheet as at March 31, 2007

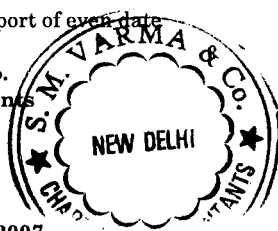
Serial Particulars No	Sch. No	Foreign Grant	Local Grant	Publication	(Rupees)	
					Total 31-Mar-07	Total 31-Mar-06
I. SOURCES OF FUNDS						
Capital Fund	(1)	52,172,967.51	3,626,723.71	28,289,855.18	84,089,546.40	74,888,146.22
Corpus Fund	(2)				-	
Ford Foundation		11,025,000.00	-	-	11,025,000.00	11,025,000.00
Sir Ratan Tata Trust		-	25,000,000.00	-	25,000,000.00	25,000,000.00
Other fund		45,754,493.69	19,552,155.44	49,218,965.46	114,525,614.59	105,367,947.59
		56,779,493.69	44,552,155.44	49,218,965.46	150,550,614.59	141,392,947.59
Project Funds (To the extent unutilised)	(3)	12,937,694.27	-	-	12,937,694.27	5,632,477.98
Reserves	(4)	5,371,045.00	1,531,393.00	-	6,902,438.00	5,095,178.00
TOTAL		127,261,200.47	49,710,272.15	77,508,820.64	254,480,293.26	227,008,749.79
II. APPLICATION OF FUNDS						
Fixed Assets	(5)					
Gross Block at cost		96,571,778.22	1,459,383.22	2,517,660.83	100,548,822.27	95,803,074.87
Accumulated Depreciation		52,625,062.06	1,337,950.81	85,950.57	54,048,963.44	47,723,378.44
Net block at written down value		43,946,716.16	121,432.41	2,431,710.26	46,499,858.83	48,079,696.43
Investments	(6)					
Corpus		56,763,444.00	42,956,897.00	49,157,846.00	148,878,187.00	65,251,330.00
Others		21,937,245.00	-	15,877,799.00	37,815,044.00	93,817,637.00
		78,700,689.00	42,956,897.00	65,035,645.00	186,693,231.00	159,068,967.00
Current Assets						
Receivables	(7)	5,335,556.82	5,742,123.99	6,107,580.00	17,185,260.81	15,840,757.32
Cash and bank balances	(8)	3,820,847.09	889,818.75	4,991,808.12	9,702,473.96	8,432,000.96
Current Liabilities and provisions						
Current Liabilities	(9)	4,542,608.60	-	1,057,922.74	5,600,531.34	4,412,671.92
Net Current Assets		4,613,795.31	6,631,942.74	10,041,465.38	21,287,203.43	19,860,086.36
TOTAL		127,261,200.47	49,710,272.15	77,508,820.64	254,480,293.26	227,008,749.79

Accompanying "Notes to the Accounts" form a part of the financial statements


As per our separate report of even date

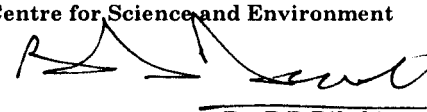
For S M Varma & Co.
Chartered Accountants


Sudhir Varma
FCA, CIA (USA)
New Delhi, July 23, 2007



For Centre for Science and Environment


Sunita Narain
Director


Dr. B D Dikshit
Treasurer

CENTRE FOR SCIENCE AND ENVIRONMENT
Income and Expenditure Account for the year ended March 31, 2007 (Project-wise)

Serial Particulars No	Sch. No	Foreign Grant	Local Grant	Publication	(Rupees)	
					Total 31-Mar-07	Total 31-Mar-06
I. INCOMES						
Project Grants		74,536,850.48	-	-	74,536,850.48	44,591,315.44
Income from Sales	(10)(a)	-	-	5,283,586.08	5,283,586.08	6,985,983.24
Other Income	(10)(b)	5,125,379.54	2,427,616.11	7,780,325.25	15,333,320.90	16,608,514.56
		79,662,230.02	2,427,616.11	13,063,911.33	95,153,757.46	68,185,813.24
II. EXPENDITURES						
Advertisement & Publicity		344,817.00	-	-	344,817.00	457,259.00
Communication Expenses		1,579,329.48	-	-	1,579,329.48	1,491,567.21
General Operating Expenses		3,138,493.16	-	28,690.13	3,167,183.29	2,728,678.87
Honorarium & Professional Charges		1,506,367.30	-	-	1,506,367.30	1,245,746.26
Paper & Printing Expenses		3,414,629.74	-	-	3,414,629.74	4,272,943.75
Personnel Expenses		37,794,207.00	-	-	37,794,207.00	32,755,086.00
Postage & Courier Charges		2,822,289.00	-	-	2,822,289.00	2,818,224.40
Programme Expenses - Others		4,025,396.50	-	-	4,025,396.50	4,668,876.38
Repairs & Maintenance Costs		2,214,104.60	-	-	2,214,104.60	2,108,503.10
Resource Material Costs		969,985.36	-	-	969,985.36	757,212.23
Seminars, Conferences & Meetings		952,888.15	-	-	952,888.15	2,097,843.89
Stationery & IT Expenses		638,670.50	-	-	638,670.50	586,360.00
Travel Related Expenses		1,985,996.07	-	-	1,985,996.07	2,471,159.99
Depreciation / Fixed Assets written off		6,449,777.00	75,780.00	3,527.00	6,529,084.00	6,617,744.00
		67,836,950.86	75,780.00	32,217.13	67,944,947.99	65,077,205.08
III. Excess of Income over Expenditure		11,825,279.16	2,351,836.11	13,031,694.20	27,208,809.47	3,108,608.16

For S M Varma & Co.
Chartered Accountants

Sudhir Varma
FCA, CIA (USA)



For Centre for Science and Environment

Sunita Narain
Director

Dr. B D Dikshit
Treasurer