



Annual Report

April 2009

to

March 2010

*Helping the Destitute
Begin to Help Themselves*



The kids at Karunya Mane who have family see them on the fourth Sunday of each month and can receive calls each Sunday. Here, Sowmya talks with her mom on the phone on a Sunday afternoon.

Akhanda Seva for International Shanti (Operation Shanti)

Dear Friends,

The 2009–2010 year (March ending) brought difficult times for many. It was also a year of growth for us. As the people we help continued to change and grow, our programs also grew. During the year, we:

- Saw Karunya Mane’s (“KM”) child count go from 32 former street and slum kids to 43 as of March 2010 and 51 as of June 2010.
- Enjoyed continuing behavioral and health improvements in the kids at KM, including excelling in school and becoming more self-disciplined.
- Expanded Project Food and More (“PFM”) from 23 initial children to 51 as of March 2010; PFM provides monthly support to destitute children orphaned by HIV/AIDS and other diseases and now supports single, HIV+ women abandoned by their families.
- Refocused our efforts on the streets of Mysore to provide maintenance and support to our women and children who work and live on the streets, as they have become more self-reliant and independent.

	Kids We Help			
	March 2009	June 2009	March 2010	June 2010
Karunya Mane	32	42	45	51
Project Food and More	31	39	51	51
Street People Program	10–20	10–20	10–20	10–20

At Karunya Mane, we continue to see our children grow and change in positive ways. They have gained more self-discipline, continue to study well in school, **understand the difference between right and wrong**, and have more appreciation for their living environment. We continue to endeavor provide our kids with everything they would receive in a normal home environment. To this end, this year we made a few changes:

- Improved the meals we serve, using higher quantities of dal (lentils) and vegetables in their sambar (curry), serving ragi mudde (millet balls) nightly, and significantly reducing the sugar intake in their daily diet;
- Have upgraded the quality of the doctors that we take our children to, and continue to provide medical care for everything from fevers and sore throats, to nutrition, dental, and eye care;
- Enrolled three of our top children (in terms of both academic and daily behavior) into a CBSE school, an elite private school in the area typically attended only by middle- and upper-middle class children; and
- Implemented and refined a daily schedule of activities and duties, which ensures that the children are making the most of their days and nights.

As the majority of our children in our Street People Program (“SPP”) are now at KM, we’ve modified the SPP from providing daily support to weekly maintenance. **Our street moms have become quite independent** in properly caring for themselves; for example, they no longer fear visiting doctors, and a few have applied for and have received government assistance programs now that they have the proper identification. Our street moms have also been our best source for other destitute children and adults, and we continue to provide medical and educational assistance for such individuals.

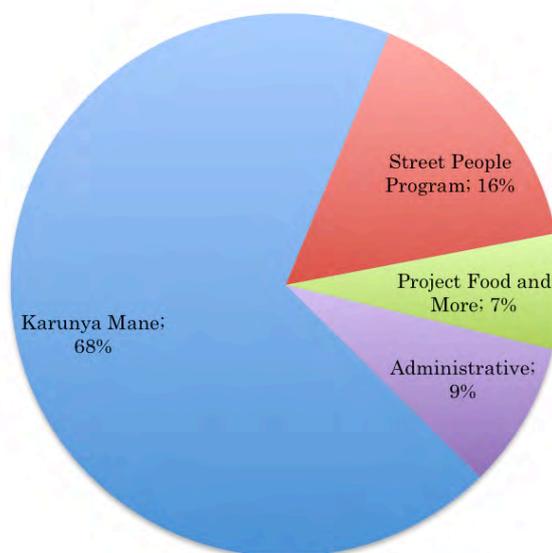
Project Food and More, in its second year, helps kids who were orphaned by HIV/AIDS. PFM provides qualified kids with a monthly care package containing basic necessities and nutritional supplements, and a bit of cash. As of March 2010, we supported **51 children** and their guardians

Akhanda Seva for International Shanti (Operation Shanti)

in this program, and we have expanded the program to support HIV+ women who have been abandoned by their husbands and families.

We continue to use the support that we receive from you in an efficient and sensible way, as shown below.

2009–2010 Expense Breakdown



In 2009–2010, 91.3% of our expenditures went directly to the people we help.

In this annual report, we highlight a few of our volunteers and donors who, by providing us with much appreciated support and encouragement, endeavor to give back to their society, whether from abroad or locally.

As always, we thank our supporters and child sponsors, who make it possible for our kids to enjoy their childhood and grow up to be responsible adults. Unlike the years when they lived on the street, our kids are now enjoying **just being kids**.

As we closed out the year, we found ourselves **facing the challenge** of needing to find additional space for Karunya Mane. Countless children could benefit from living in a facility such as KM and it breaks our heart when we have to turn away a destitute child because of a lack of space. However, we are confident that with the continued support from our generous and kind donors, we will be able to continue to grow as our programs reach out to more and more kids and moms who need help.

Thank you and peace to you,

The Board of Directors
Akhanda Seva for International Shanti (Operation Shanti)

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Surya, who once played on the streets while his mom begged, is in first grade at an English language CBSE (Central Board of Secondary Education) school in Mysore and has lived at Karunya Mane for two years.

About us

Akhandha Seva for International Shanti, also known as Operation Shanti, is a charitable organization with programs in Mysore, India. We serve the poorest children and their families living on the streets of Mysore or in abject poverty in slums.

Our vision...

Operation Shanti envisions a world in which the poor are given the opportunity to reach their full potential in life. We endeavor to spread peace, goodwill, and hope throughout our world by helping the poorest and neediest gain status and their rightful place in their societies. Often, the poor are robbed of their human rights, are discarded, treated inhumanely, and ignored. The ultimate goal of our work is to give the poor back their rights as human beings.

Our mission...

Our mission is to directly improve the lives of exploited, at-risk, destitute children and the forgotten, suffering elderly, enabling them to become “beacons of light” and share the same gifts of peace, goodwill, and generosity with others for the rest of their lifetimes.

We help the poorest and neediest children and elderly, and the forgotten destitute, with the basic human needs: food, shelter, medical services, and educational assistance. As we believe that every human can and should stand on his/her own, we are there to help the destitute begin to help themselves.

How we conduct ourselves

Operation Shanti has certain beliefs that are the foundation of our work. These rules of conduct are as follows.

- We believe that every human life is of equal value. We do not accept discrimination in any form.
- We believe in the power of patience, compassion and tough love in transforming human lives.
- We treat those we help, and those with whom we work, as we would want to be treated.
- We give a hungry person only food that we ourselves would also eat.
- We give our employees and volunteers tasks that only we ourselves would also do.
- We are humble and mindful in our actions and words. We seek and heed advice and counsel from those who know more than we do.
- We believe in learning along the way, especially from our mistakes, and in sharing our mistakes and lessons with others to avoid repeating the same mistakes.
- We refrain from imposing our belief systems on others.
- We take action that reflects the long-term nature of our commitment.
- We avoid criticizing unless that criticism comes with a suggestion on how to make it better.
- We are open-minded to change, improvement, innovation and traditions that work.
- We take responsibility for our actions, no matter what the consequences.

Our programs

We have been working directly on the streets of Mysore with street children and their families since 2005. Our programs include our Street People Program, Karunya Mane (our shelter for destitute kids), and Project Food and More (“PFM”), which supports destitute children orphaned by HIV/AIDS.



Arun and Omshakti and Friends

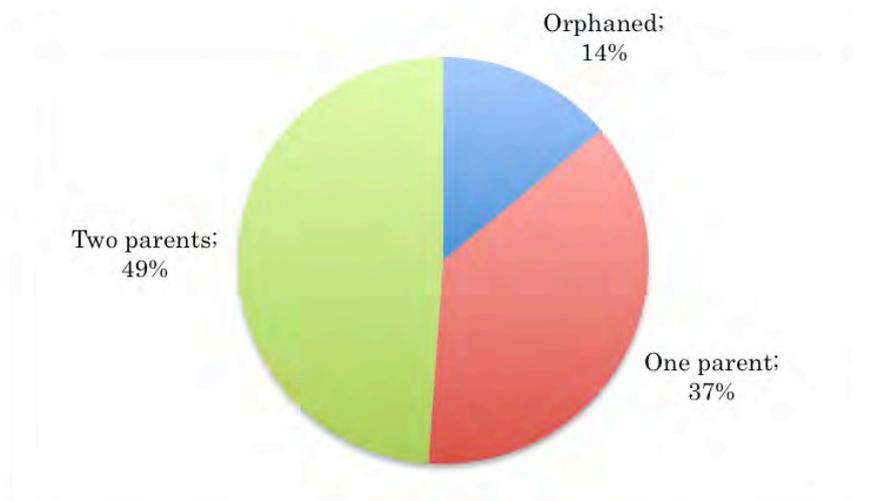
Arun and Omshakti, employees at the local office of a large IT company in Mysore, have been volunteering at Karunya Mane for the past year. They bring other friends on the weekends to engage the kids in various fun activities. Recently, they planted several trees on our grounds. The kids enjoy their time with young professionals like Arun and Omshakti, who take a genuine interest in their wellbeing and quality of life at KM.

KARUNYA MANE

Karunya Mane (“House of Compassion for the Poor”) opened on February 10, 2008. Karunya Mane provides a healthy and safe home environment for the poorest street and slum children who have nowhere else to go.

About 14% of our kids at Karunya Mane have no parents, another 37% have one parent—usually a mother—and the rest of the kids (49%) have a mom and a dad who are destitute and cannot properly care for their children.

Karunya Mane Kids – Family Structure March 31, 2010



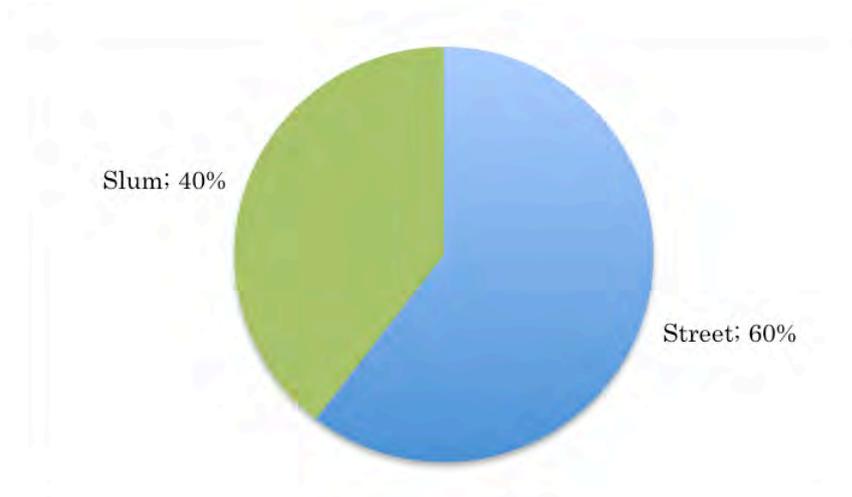
Karunya Mane provides our children with everything that a child in a middle-class home environment receives—proper adult supervision, a bed, clothing and footwear, good and clean food, filtered water, education and after-school tutoring, discipline and patience, medical care, opportunities to socialize, extracurricular activities, and lots of fun and hugs.



The kids at Karunya Mane engage in karate lessons twice a week, on Tuesday and Sunday mornings at 6:00 a.m. The oldest boys and girls have earned their blue belts.

We house about an equal number of boys (23) and girls (20), in separate quarters with common eating and study areas. We take in girls because they are the most vulnerable in this society. We take in boys because, without proper guidance, they are likely to grow up to be wife-beaters and alcoholics—the problem that many of our street and slum moms face with their own men.

**Karunya Mane Kids – Where They Come From
March 31, 2010**



STREET PEOPLE PROGRAM

The objective of our Street People Program is to be a significant resource for destitute children and women living on the streets. These individuals often have nowhere else to turn for help and an insufficient number of charitable organizations work directly on the streets.

Karunya Mane now houses most of the children who have come through our Street People Program since 2005. The program continues to support their mothers who work on the street, and other destitute women and men who have nowhere else to turn for basic necessities, such as food, shelter, medical assistance, and educational opportunities.

Our core group of “street moms”—the women who used to live on the street who now live in houses that we helped them rent—remain loyal and an excellent resource for us. These women assist us in helping other destitutes living on the streets and refer other street children to Karunya Mane. Since most of the kids of our “street moms” live at Karunya Mane, they have seen the positive changes in the behavior of their kids, and are very supportive of our work.

Helping street people is not always an easy task. For various reasons, many do not trust others who try to help them, and many are set in their ways of living on the street and do not want to or cannot change. We continue to facilitate change, to help the homeless improve their quality of life.



Kavita, one of our street moms, earns a living making flower leis (or “malas”) that she sells for 10 rupees a meter. Kavita suffers from health issues but has made dramatic improvements in her lifestyle and enrolled her two boys at Karunya Mane, as she wants them to have the chance for a better life than she has had to date.

PROJECT FOOD AND MORE

In September 2008, we started Project Food and More (PFM), an effort to assist children from the poorest backgrounds who have lost one or both parents to HIV/AIDS. These children live with another family member, typically a grandmother who is also destitute, and now faces the challenge of having to feed another mouth (or two).

Qualifying for PFM requires that a child has lost one or both parents (or if there are two parents, both are unable to work given their health issues), and that the child’s current guardian is very poor and struggles to feed him or her. We conduct due diligence visits to the living conditions of potential PFM candidates to ascertain that a child and his or her caretakers are indeed poor.

We provide a monthly care package for each PFM child. This care packages includes:

- Nutritional items such as lentils, protein powder, and healthy biscuits;
- Hygiene-related items such as mosquito repellent, bath and laundry soap, and toothpaste; and
- A small stipend.

The guardians use the stipend to pay rent on their houses or shacks (typically around Rs.200/US\$6 to Rs.800/US\$8 per month) and to purchase additional food. Sometimes, they are able to save a little for the child’s future.

We work with an HIV clinic in Mysore that has an outstanding pediatric HIV program. They

refer the poorest children registered at their clinic for possible enrollment in our program.

As an example of the children we enroll into PFM, this year we took in Prasad and mother Jaya. Jaya worked as a day laborer when she could but, because of her health condition—which also affected her mental status—she was transferred to a terminal care facility for the poor. Her son Prasad now lives with his aunt Putamma. Putamma is healthy but poor, and cannot work often as she must now care for Prasad. Putamma's husband had a stroke in 2007 and also has difficulty securing work given the paralysis on one side of his body. Prasad and Putamma now visit us monthly for their care package.

PFM has been recently expanded to assist HIV+ women in the same way. A woman must meet certain criteria: has been abandoned by their husbands and families (usually the in-laws), may or may not be a single mother caring for her children alone, and has little or nothing in terms of personal resources and the means to earn a living.



Sanjay's House

Sanjay is a 12-year-old HIV+ boy in Project Food and More. His mother does not work and his father works as a day laborer when he is able to (given health issues), and earns about 1500 to 2000 rupees a month (US\$35 to US\$44 per month). Sanjay has an older sister, age 13, who is negative. The family lives in a one-room house in a slum area of Mysore that they rent for 500 rupees a month. Both children attend a nearby government school.

The year in review*

Street People Program

During this, our fifth year of our Street People Program, we continued our work directly on the streets of Mysore, with assistance for 10 to 20** children, mothers, and grannies.

Our program has changed from prior years, as most of the street children with whom we worked are now at our shelter, Karunya Mane. We continue to support their mothers, who now live in houses that we help rent for them, and who work on the street selling flowers and vegetables. We provide them with a weekly stipend and medical assistance and, in return, these women have become a very useful resource for us in referring other poor women and kids to our programs.



Lakshmi was left on the streets of Mysore when she was a little girl. She managed to survive and marry a man who also grew up on the street. They have two little girls, Latha and Jyothi, who both live at Karunya Mane and attend school. Lakshmi and her husband now live in a house that we helped them rent, and Lakshmi earns a living selling vegetables or by begging. She has improved her behavior since we first met her in 2005 and has come to understand the value of an education.

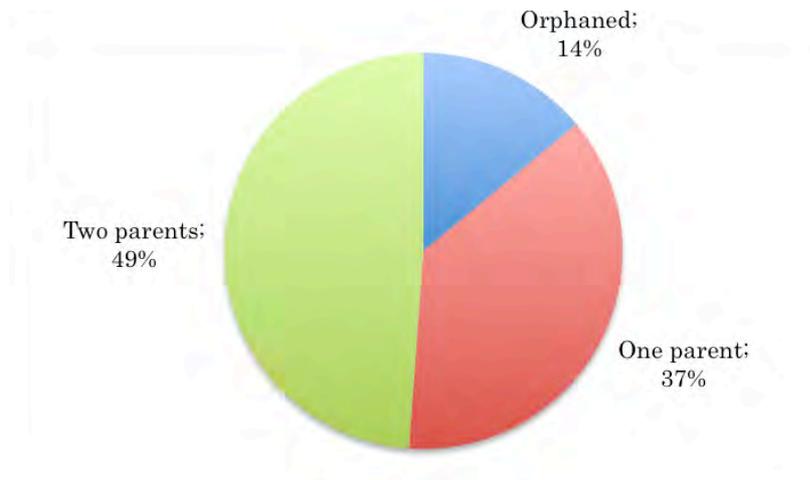
* Names have been changed for privacy reasons.

** The number varies by day, given the transient nature of the homeless.

Karunya Mane

This year, we saw continued progress and improvement in the kids at Karunya Mane in all areas of their lives. Karunya Mane ended the 2009–2010 year with 43 children (51 as of June 2009).

**Karunya Mane Kids – Family Statistics
March 31, 2010**



Karunya Mane employs three permanent staff members, six after-school tutors, and two watchmen, and utilizes volunteers where needed. The tutors work with our kids for an hour and a half every day after school and our staff are dedicated to the well being of our children.

We continue to emphasize schoolwork during the school year, and were pleased with the results: all of our children received As and Bs in their classes, and they really do enjoy studying and learning. Equally importantly, the kids are developing good study habits. The older children, who once lived on the street where they were unable to attend school regularly, are still behind in school but are catching up—four boys skipped a grade given their outstanding performance last year.

Chittra: A Special Volunteer

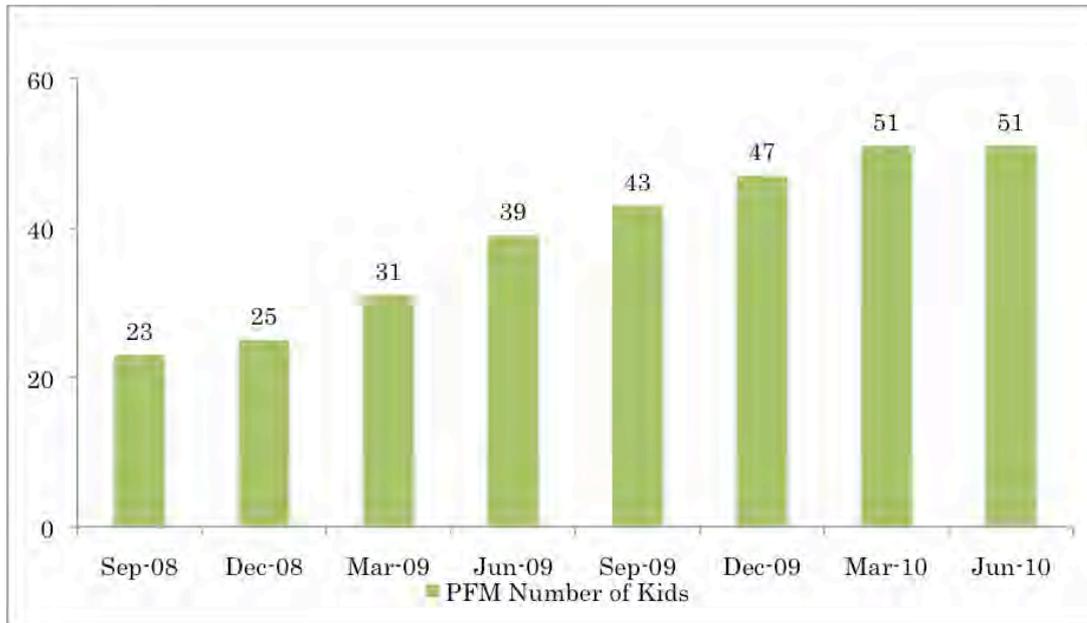


Chittra, a woman who lives in our neighborhood, is a very special person to our kids. The girls at Karunya Mane have adopted her as their special "aunty", and she has taken to them as if they are her own children. She arrives at our shelter at 4:30 a.m. most mornings to help the little ones with their daily bath and morning routine, and spends a lot of time with the older girls during the weekends. Her family also contributes in many ways to Karunya Mane and the overall positive environment of our home.

Project Food and More

Project Food and More (PFM), started in September 2008 in response to a visible need to assist destitute children who have been orphaned by HIV/AIDS, has grown from 23 kids to 31 kids in March 2009 and 51 kids as of March 2010.

Number of Kids in Project Food and More



This past year, we increased the number of children that we help by 20, from 31 in March 2009 to 51 in March 2010. Most of the children now live with a grandmother, an uncle or aunt, or the remaining living parent—often a positive mom. These guardians must now feed and care for an extra mouth or two, while already very poor themselves.

We conduct due diligence through interviews and house visits to determine whether a child and his or her guardian is indeed poor. PFM kids and their guardians face many obstacles, including social stigma because of their health condition.

A few of the mothers and children in this program have been outcast by their own families, who have kicked them out of their houses and refuse to acknowledge them.

Many of the fathers who died were truck drivers who brought the virus home after long journeys on the road. They then passed it on to an unsuspecting wife, who then passed it on to her child during childbirth. Uneducated villagers often engage in extramarital relations, unaware of the risks involved. Many single mothers tell us that they had no idea they were positive until their husband passed away, and then someone told them to get tested.

The good news is that the government assistance programs provide free antiretroviral therapy to children and adults who need it. We endeavor to fill in the “holes” by providing nutritional and financial support to those who truly need it.

Financial information

AKHANDA SEVA FOR INTERNATIONAL SHANTHI

MYSORE.

BOARD OF DIRECTORS:

SRI. JAMANAGIRI SWAMI.
MISS. MAYA OBEROI.
DR. GURUBASAVARAJA.
MR. NARENDRA DEO TIWARI.

REGISTERED OFFICE:

CAVE SHIVA TEMPLE,
CHAMUNDI HILLS,
MYSORE - 570 010.

ADMINISTRATIVE OFFICE :

NO. 1525
" KARUNYA MANE ",
SHARADANIKETHAN ROAD
ROOPA NAGAR, M.K.HALLI POST
MYSORE - 570 026.

AUDITORS:

M/S. T. VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,
NO. 485, DEVAMBA AGRAHAR,
K.R. MOHALLA,
MYSORE - 570024.

BANKERS:

CANARA BANK
NRI BRANCH
NAZARABAD
MYSORE.

AKHANDA SEVA FOR INTERNATIONAL SHANTHI
 =====
 MYSORE.
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N O T I C E
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NOTICE is hereby given that the FOURTH ANNUAL GENERAL MEETING of the Company will be held at 10.30 A.M. on WEDNESDAY, 29th Day of September, 2010 at the Registered Office of the Company at Cave Shiva Temple, Chamundi Hills MYSORE - 570010, to transact the following business:

ORDINARY BUSINESS:
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1. To receive, consider and adopt the Audited Accounts of the Company as at 31st March, 2010 and the reports of the Directors and Auditors thereon.
2. To appoint the auditors to hold office from the conclusion of this meeting until the conclusion of the next Annual General Meeting on a remuneration to be fixed by the Board of Directors.

PLACE : MYSORE

BY THE ORDER OF THE BOARD

DATED : 31ST JULY, 2010.

Jamanagiri

(SRI. JAMANAGIRI SWAMI)
 CHAIRMAN.

NOTE:
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1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on his behalf and the proxy need not be a member of the Company.
2. Proxy Form duly filled in must be deposited at the registered office of the Company at least 48 hours before the commencement of the meeting.

AKHANDHA SEVA FOR INTERNATIONAL SHANTHI

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MYSORE

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DIRECTORS REPORT

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TO THE MEMBERS,

Your Directors have pleasure in presenting their report on the working of your Company for the financial year ended 31ST MARCH, 2010.

THE PROJECT DETAILS :

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The Company has carried out the objects for which it was established and at the end of the financial year 2009 - 10, had earned a name for humane service in the field of providing free food to the most under privileged people of the area. The three projects which the Company has been carrying out relentlessly, "Karunya Mane", "Street People Programme" and "PRM - STIPEND" have been very successful and has brought very good name to the organisation. The success these programmes achieved gives immense satisfaction and further courage and strength to undertake all the charitable activities for the promotion of the main objects of the Company, for which it was established, in the years to come.

THE FINANCIAL DETAILS :

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The financial details are briefly indicated hereunder.

	2009 - 10	2008 - 09
	=====	=====
	RUPEES	RUPEES
a. RECEIPTS - VOLUNTARY CONT., F.C.R.A. & INTEREST	:18,68,393/=	5,23,670/=
b. EXPENSES - INCURRED DURING THE YEAR ON PROJECTS	:17,96,793/=	16,14,140/=
c. EXCESS OF EXPENDITURE OVER INCOME	: + 71,600/=	- 10,90,470/=
d. BALANCE CARRIED FORWARD TO THE BALANCE SHEET	:12,91,279/=	13,62,879/=

PARTICULARS OF EMPLOYEES AND PARTICULARS OF ENERGY CONSERAVATION, TECHNICAL
 =====
 ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

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NOT APPLICABLE

DIRECTORS' RESPONSIBILITY STATEMENT:

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As required by the provisions of Section 217 (2AA) of the Companies Act, 1956, the Directors confirm :-

1. that in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
2. that the accounting policies have been selected and applied consistently and judgements and estimates have been reasonably and prudently made when required so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the excess of expenditure over income of the Company for that period;
3. that proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
4. that the annual accounts for the year have been prepared on a going concern basis.

AUDITORS :

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The Auditors M/S. T. VENUGOPAL & CO., Chartered Accountants, MYSORE retire at the ensuing Annual General Meeting and being eligible, offer themselves for reappointment.

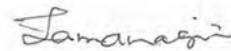
ACKNOWLEDGEMENTS:

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Your Directors wish to place on record their deep sense of appreciation for all those who were associated with the Company.

PLACE : MYSORE
DATE : 31st JULY, 2010.

BY THE ORDER OF THE BOARD



(SRI. JAMANAGIRI SWAMI)
CHAIRMAN.

AUDITORS' REPORT

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To

THE MEMBERS,
AKHANDA SEVA FOR INTERNATIONAL SHANTHI,

We have audited the attached Balance Sheet of AKHANDA SEVA FOR INTERNATIONAL SHANTHI, A COMPANY REGISTERED UNDER SECTION 25 OF THE COMPANIES ACT, 1956, MYSORE, as at 31st March, 2010 and the INCOME AND EXPENDITURE ACCOUNT for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. 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 from material misstatements. 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 principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
2. The Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956, is not applicable to the Company as it satisfies all the conditions specified under the said Order for exemption and hence the information as required under the said Order is not being furnished.
3. Further to our comments referred to above, we report that :
 - a) 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.
 - b) In our opinion proper books of account, as required by law have been kept by the Company so far as it appears from our examination of books.
 - c) The Balance Sheet and the Income and Expenditure Account dealt with by this report are in agreement with the books of accounts.



- d) In our opinion, these accounts have been prepared in compliance with the applicable accounting standards referred to in Section 211 (3C) of the Companies Act, 1956.
- e) On the basis of the written representations received from the Directors, and taken on record by the Board of Directors we report that none of the Directors are disqualified as on March 31, 2009 from being appointed as a Director, and
- f) In our opinion and to the best of our information and according to the explanations given to us the said accounts gives the information required by the Companies Act, 1956, in the manner so required and give a true and fair view:

i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010, and

ii. in the case of the Income and Expenditure account, of the Excess of Expenditure over Income of the Company for the year ended on that date.

PLACE : MYSORE.

DATED : 31ST JULY, 2010.



FOR T. VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,

T. Venugopal
31/07/10

T. VENUGOPAL,
MEM. NO. 020149.
F.R.N. : 004677 S.

T. VENUGOPAL
B.Com., L.L.B., F.C.A.
Chartered Accountant
185, Devamba Agrahara,
K.R. Mohalla,
Mysore-570024

AKHANDA SEVA FOR INTERNATIONAL SHANTI
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MYSORE.
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BALANCE SHEET AS AT 31st MARCH, 2010.
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SL. NO.	PARTICULARS	SCHEDULE	AS AT 31.3.10	AS AT 31.3.09
I. SOURCES OF FUNDS:				
SHARE HOLDERS FUNDS:				
CAPITAL :				
	SHARE CAPITAL	1	1,00,000.00	1,00,000.00
	SHARE APPLICATION MONEY	1	43,96,854.00	43,96,854.00
			44,96,854.00	44,96,854.00
	RESERVES AND SURPLUS:		NIL	NIL
	LOAN FUNDS:		NIL	NIL
			44,96,854.00	44,96,854.00
II. APPLICATION OF FUNDS:				
	FIXED ASSETS :	2		
	GROSS BLOCK		5,53,541.00	2,75,335.00
	DEPRECIATION		91,956.00	45,033.00
	NET BLOCK		4,61,585.00	2,30,302.00
			4,61,585.00	2,30,302.00
	INVESTMENTS :		NIL	NIL



CURRENT ASSETS, LOANS AND ADVANCES

INVENTORIES		NIL	NIL
RECEIVABLES		NIL	NIL
CASH AND BANK BALANCES	3	32,24,448.00	18,85,473.00
ADVANCES & DEPOSITS	4	10,00,000.00	10,00,000.00
		42,24,448.00	28,85,473.00
LESS: CURRENT LIABILITIES AND PROVISIONS:			
CURRENT LIABILITIES :		14,96,058.00	NIL
NET CURRENT ASSETS:		27,28,390.00	28,85,473.00
MISCELLANEOUS EXPENDITURE :			
(to the extent not written off or adjusted)			
PRELIMINARY AND PRE-OPERATIVE EXPENSES.		15,600.00	18,200.00
EXCESS OF EXPENDITURE OVER INCOME		12,91,279.00	13,62,879.00
		13,06,879.00	13,81,079.00
		44,96,854.00	44,96,854.00

III. SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

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AS PER OUR REPORT OF EVEN DATE
FOR T. VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,

FOR AND ON BEHALF OF THE BOARD

31/07/10
T. VENUGOPAL,
MEM. NO. 020149.
F.R.N. : 004677 S.



T. VENUGOPAL
B.Com., L.L.B., F.C.A.
Chartered Accountant
485, Davamba Agrahara
K.R. Mohalla,
Mysore-570 024

Jamanagiri
DIRECTOR

A. Gurusamy
CHAIRMAN

AKHANDHA SEVA FOR INTERNATIONAL SHANTHI
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MYSORE.
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ABRIDGED INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2010.
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	31-03-2010	31-03-2009.
I. INCOMES:		
VOLUNTARY CONTRIBUTIONS & INTEREST	5,09,600.00	5,23,670.00
FOREIGN CONTRIBUTIONS - UTILISED PORTION	13,58,793.00	NIL
- TOTAL	18,68,393.00	5,23,670.00
II. EXPENDITURE:		
F.C.R.A. - PROJECT EXPENSES :		
- KARUNYA MANE	10,84,733.00	NIL
- STREET PEOPLE PROGRAMME	2,74,060.00	NIL
LOCAL - PROJECT EXPENSES :		
P.R.M. - STIPEND EXPENSES	1,91,100.00	93,400.00
PROJECT EXPENSES	NIL	13,17,175.00
PROFESSIONAL EXPENSES	75,398.00	72,400.00
MISCELLANEOUS EXPENDITURE WRITTEN OFF	2,600.00	2,600.00
BANK CHARGES	143.00	441.00
SUNDRY EXPENSES	10,000.00	2,479.00
PRINTING & STATIONERY	NIL	2,237.00
RATES & TAXES	NIL	10,111.00
TELEPHONE CHARGES	NIL	574.00
MEMBERSHIP & SUBSCRIPTION	NIL	7,500.00
AUDIT FEES	5,515.00	NIL
SECURITY CHARGES	1,06,321.00	64,720.00
DEPRECIATION	46,923.00	40,503.00
	17,96,793.00	16,14,140.00
III. EXCESS OF EXPENDITURE OVER INCOME :	(+)	71,600.00 -10,90,470.00
IV. BROUGHT FORWARD FROM PREVIOUS YEARS:	(-)	13,62,879.00 2,72,409.00
V. BALANCE CARRIED TO BALANCE SHEET:		12,91,279.00 13,62,879.00

FOR T. VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,

FOR AND ON BEHALF OF THE BOARD

T. Venugopal
T. VENUGOPAL,
MEM. NO. 020149.
F.R.N. : 004677 S.



T. VENUGOPAL
B.Com., L.L.B., F.C.A.,
Chartered Accountant
485, Devamba Agrahara
K.R. Mohalla,
Mysore-570 024

S. Manoj *S. Gurusamy*
CHAIRMAN. DIRECTOR.

AKHANDA SEVA FOR INTERNATIONAL SHANTHI		
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31st MARCH, 2010.		
	31.3.2010	31.3.2009
SCHEDULE : 1 : SHARE CAPITAL :		
i. AUTHORISED CAPITAL		
50000 Equity Shares of Rs.100/-each	50,00,000.00	50,00,000.00
ii. Issued Subscribed & paid up Capital		
1000 Equity Shares of Rs.100/- each	1,00,000.00	1,00,000.00
iii. Share Application Money Received	43,96,854.00	43,96,854.00
SCHEDULE : 2 : FIXED ASSETS : (ORIGINAL COST LESS DEPRECIATION)		
i. Furnitures	22,700.00	27,717.00
ii. Kitchen Equipments	66,021.00	76,688.00
iii. Solar Systems	96,263.00	1,11,817.00
iv. Scooter	10,435.00	14,080.00
v. Car	2,66,166.00	NIL
	4,61,585.00	2,30,302.00
SCHEDULE : 3 : CASH AND BANK BALANCES :		
i. Cash on hand	1,70,418.00	32,472.00
ii. Canara Bank Current Account LOCAL & F.C.R.A.	30,54,030.00	18,53,002.00
	32,24,448.00	18,85,474.00
SCHEDULE : 4 : ADVANCES AND DEPOSITS :		
i. Lease Rental Advance	10,00,000.00	10,00,000.00
FOR T. VENUGOPAL & CO., CHARTERED ACCOUNTANTS		
FOR AND ON BEHALF OF THE BOARD		
T. VENUGOPAL MEM. NO. 020149. B.Com., L.L.B., F.C.A., Chartered Accountant 185, Davamba Agrahara K.R. Mohalla, Mysore-570 024		Jananarain CHAIRMAN.
		A. G. Subramanyam DIRECTOR.

AKHANDHA SEVA FOR INTERNATIONAL SHANTI
 =====
 MYSORE.
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ANNEXURES ATTACHED TO THE FINANCIAL STATEMENTS ; 31-03-2010 ;
 =====

ANNEXURE : 1 : PROJECT EXPENSES - F.C.R.A :
 =====

A. KARUNYA MANE PROJECT :
 =====

- EDUCATION EXPENSES	:	4,48,374/=
- FOOD EXPENSES	:	2,52,063/=
- MEDICAL AND HOSPITAL EXPENSES	:	1,19,976/=
- SALARIES AND WAGES	:	99,920/=
- ENTERTAINMENT EXPENSES	:	2,683/=
- REPAIRS AND MAINTAINANCE	:	55,915/=
- ELECTRICITY CHARGES	:	13,443/=
- TELEPHONE CHARGES	:	3,650/=
- TRAVELLING AND CONVEYANCE	:	18,449/=
- GENERAL EXPENSES	:	45,070/=
- BOREWELL EXPENSES	:	25,190/=
		=====
- TOTAL	:	10,84,733/=
		=====

B. STREET PEOPLE PROGRAMMES :
 =====

- FOOD EXPENSES	:	63,919/=
- MEDICINE AND HOSPITAL EXPENSES	:	43,973/=
- HOUSING EXPENSES	:	1,50,040/=
- SCHOOL FEES	:	12,201/=
- SCHOOL SUPPLIES	:	3,927/=
		=====
- TOTAL	:	2,74,060/=
		=====



SCHEDULE : 5 :

A. ACCOUNTING POLICIES :

GENERAL :

The accounts have been prepared on historical cost basis and on the accounting principles of going concern.

All expenses and Income to the extent considered payable and receivable, are accounted for on mercantile basis.

FIXED ASSETS AND DEPRECIATION :

- a) Fixed assets are stated at cost of acquisition inclusive of all expenses relating to acquisition and installation.
- b) Depreciation on fixed assets have been provided on written down value method as contemplated under section 205(2)(b) of the Companies Act, 1956 read with Schedule XIV to the said Act.

INVESTMENTS : N I L

INVENTORY : As on 31.3.2010, the Company has no Inventory.

EXCISE DUTY : NOT APPLICABLE

RESEARCH AND DEVELOPMENT : N I L

EXPENDITURE DURING CONSTRUCTION PERIOD : N I L

CONTINGENT LIABILITIES : N I L

PRELIMINARY EXPENSES : The Company has amortised one tenth of the Preliminary expenses during the year.

PRIOR PERIOD ADJUSTMENTS : N I L

PAYMENTS MADE TO STATUTORY AUDITORS : N I L

ADDITIONAL INFORMATION ON INCOME AND EXPENDITURE ACCOUNT :

	31.3.10
	=====
1. F.C.R.A./VOLUNTARY CONTRIBUTIONS/INTEREST	1868393.00
	=====
2. Providing details regarding licensed Capacity, installed capacity and production achieved is not applicable since the Company has no manufacturing activity.	

for T.VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,

T.VENUGOPAL,
MEM. NO. 020149,
F.R.N. : 004677 S.



T. VENUGOPAL
B.Com., L.L.B., F.C.A.
Chartered Accountant
485, Devamba Agrahar,
K.R. Mohalla,
Mysore-570024

Jananajiri
CHAIRMAN

S. G. Subramanyam
DIRECTOR

AKHANDHA SEVA FOR INTERNATIONAL SHANTHI

MYSORE.

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE AS PER SCHEDULE VI, PART (IV) OF THE COMPANIES ACT, 1956.

I Registration Details :	
Registration No. : 38945	State Code : 08
Balance Sheet Date : 31.03.2010.	
II Capital Raised during the year : NIL	
III POSITION OF MOBILISATION AND DEPLOYMENT OF FUNDS:	
TOTAL LIABILITIES:	TOTAL ASSETS:
Rs. 44,96,854.00	Rs. 44,96,854.00
SOURCES OF FUNDS:	APPLICATION OF FUNDS:
PAID UP CAPITAL & SHARE	NET FIXED ASSETS
APPLICATION MONEY:	Rs. 4,61,585.00
Rs. 44,96,854.00	INVESTMENTS
RESERVES & SURPLUS	NIL
NIL	NET CURRENT ASSETS
SECURED LOAN	Rs. 27,28,390.00
NIL	MISCELLANEOUS EXPENDITURE
UNSECURED LOAN	Rs. 15,600.00
Rs. NIL	EXPENDITURE OVER INCOME
	Rs. 12,91,279.00
IV PERFORMANCE OF THE COMPANY	
TOTAL INCOME	TOTAL EXPENDITURE
Rs. 18,68,393.00	Rs. 17,96,793.00
INCOME OVER EXPENDITURE	INCOME OVER EXPENDITURE
Rs. 71,600.00	Rs. 71,600.00
EARNINGS PER SHARE	DIVIDEND RATE
NOT APPLICABLE	NIL
V GENERIC NAMES OF THREE PRINCIPAL PRODUCTS / SERVICE OF THE COMPANY ; NOT APPLICABLE SINCE THE COMPANY IS A SECTION 25 COMPANY.	

FOR T. VENUGOPAL & CO.,

T. VENUGOPAL.

T. VENUGOPAL
B.Com., L.L.B., F.C.A.
Chartered Accountant
485, Devamba Agrahar,
K.R. Mohalla,
Mysore-570 024



FOR AND ON BEHALF OF THE BOARD

DIRECTOR.

(Signature)
DIRECTOR.

AKHANDA SEVA FOR INTERNATIONAL SHANTHI
 =====
 MYSORE.
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SCHEDULE : 4 : FIXED ASSETS :

PARTICULARS	COST OF ASSETS		DEPRECIATION			NET BLOCK	
	VALUE AS ON 1.4.2009	ADDITIONS DURING THE YEAR 2009	UPTO 31-03-2009	FOR IHE YEAR	TOTAL AS ON 31.3.2010	AS ON 31.3.2010	AS ON 31.3.09
PLANT AND MACHINERY							
A. SOLAR SYSTEM	131830/=	NIL	20013/=	15554/=	35567/=	96263/=	111817/=
B. KITCHEN EQU.	90853/=	NIL	14165/=	10667/=	24832/=	66021/=	76688/=
FURNITURE AND FIXTURES	34652/=	NIL	6935/=	5017/=	11952/=	22700/=	27717/=
VEHICLES-SCOOTER	18000/=	NIL	3920/=	3645/=	7565/=	10435/=	14080/=
CAR	NIL	278206/=	NIL	12040/=	12040/=	266166/=	NIL
TOTAL	275335/=	278206/=	45033/=	46923/=	91956/=	461585/=	230302/=



AKHANDA SEVA FOR INTERNATIONAL SHANTHI
MYSORE.

SCHEDULE : FIXED ASSETS :

STATEMENT OF FIXED ASSETS : YEAR ENDING 31-03-2010 : DEPRECIATION STATEMENT :						
SL. NO.	BLOCK ASSETS	W.D.V. AS ON 01-04-2009.	ADDITIONS DURING THE YEAR 31-03-2010.	GROSS BLOCK AS ON 31-03-2010.	DEPRECIATION RATE	NET BLOCK AS ON 31-03-2010.
1.	PLANT AND MACHINERY	1,75,085/=	NIL	1,75,085/=	15.00	1,48,822/=
2.	FURNITURES	29,627/=	NIL	29,627/=	10.00	26,664/=
3.	VEHICLES - SCOOTER	15,300/=	NIL	15,300/=	15.00	13,005/=
	- CAR	NIL	2,78,206/=	2,78,206/=	7.50	2,57,341/=
4.	TOTAL	2,20,012/=	2,78,206/=	4,98,218/=		4,45,832/=



AKHANDA SEVA FOR INTERNATIONAL SHANTHI

MYSORE.

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2010.

RECEIPTS		AMOUNT	PAYMENTS		AMOUNT
TO	OPENING BALANCES :		BY	PROJECT EXPENSES :	
				A. F.C.R.A :	
	- CASH	32,472=00		- KARUNYA MANE	10,84,733=00
	- CANARA BANK	18,53,001=00		- STREET PEOPLE	
		=====		PROGRAMME	2,74,060=00
		18,85,473=00			=====
		=====			13,58,793=00
					=====
TO	REVENUE RECEIPTS :			B. LOCAL :	
	A. LOCAL :			- BANK CHARGES	143=00
	- INTEREST	30,816=00		- PROFESSIONAL FEES	64,670=00
	- VOLUNTARY CONT.	4,78,784=00		- PFM STIPEND	1,91,100=00
		=====		- SECURITY CHARGES	1,04,471=00
		5,09,600=00			=====
		=====			3,60,384=00
	B. F.C.R.A :				=====
	- INTEREST	36,164=00		BY CAPITAL EXPENSES :	
	- FOREIGN CONT.	27,90,594=40		- CAR	2,78,206=00
		=====			
		28,26,758=00			
		=====			
				BY CLOSING BALANCES :	
				- CASH ON HAND	1,70,418=00
				- CANARA BANK	30,54,030=40
				LOCAL & FCRA	
					=====
					32,24,448=40
					=====
					52,21,831=40
					=====
					52,21,831=40
					=====

FOR T. VENUGOPAL & CO.,
CHARTERED ACCOUNTANTS,FOR AKHANDA SEVA FOR INTERNATIONAL
SHANTHI,T. VENUGOPAL,
MEM. NO. 020149.
F.R.N. : 004677 S.

T. VENUGOPAL
B.Com., L.L.B., F.C.A.,
Chartered Accountant
- 485, Devamba Agrahar
K.R. Mohalla,
Mysore-570 024

S. Karunym
DIRECTOR

Jamanagi
DIRECTOR

Notes:

Our accounts are constructed on a mercantile (accrual) basis.

During 2009–2010, no costs were incurred related to international or domestic (national) travel by any director, staff member or volunteer of, or anyone associated with Akhandha Seva for International Shanti.

Approximately 91% of the funds expended during 2009–2010 went directly to benefit the poor that we serve.

Governance

Board of directors

The members of the Board of Directors of Akhandha Seva for International Shanti are as follows.

Name	Title	Age	Gender	Occupation	Remuneration
Jamanagiri Swamiji	Director	65	Male	Spiritual Leader	Rs. 0
Ms. Maya Oberoi	Director	53	Female	Magazine Editor	Rs. 0
Dr. B. Gurubasavaraja	Director	52	Male	Doctor	Rs. 0
Mr. Narendra Deo Tiwari	Director	59	Male	Government Officer	Rs. 0

All board members voluntarily provide their services to Akhandha Seva and without remuneration of any kind. No board member received any reimbursements during the year 2009–2010.

Salary and staff information

The monthly salary breakdown within the organization is as follows.

Head of the organization	Rs. 0 per month
Highest paid	Rs. 3,000 per month
Lowest paid	Rs. 1,800 per month

In addition, we utilize eight part-time after-school teachers who are paid on a daily basis. They earn between Rs. 3,000 and Rs. 4,000 per month, on average. Our karate teacher earns approximately Rs. 3,500 per month, on average.

The staff members of Akhandha Seva for International Shanti, as well as their titles, remuneration, and gender, are as follows.

Name	Title/Position	Gender	Monthly remuneration
B.M. Mahesh	Caretaker	Male	Rs. 3,000
S. Sundaramma	Cook	Female	Rs. 3,000
Tracy Kunichika	Chief Financial Officer	Female	Volunteer; Rs. 0
Madappa	Handyman	Male	Rs. 3,000
R. Kavitha	Housekeeper	Female	Rs. 1,800

Auditor

M/S T. Venugopal & Co.
Chartered Accountants
No. 485 Devamba Agrahar
KR Mohalla, Mysore 570024

Bank

Canara Bank
NRI Branch
Nazarbad, Mysore 570010

Legal

Chandan Associates
No. 55 Railway Parallel Road
Kumara Park West, Bangalore 570020

Non-discrimination policy

Akhandha Seva for International Shanti does not and will not discriminate against any employee, volunteer, client, applicant for client services or applicant for employment on the basis of race, color, national origin or citizenship status, creed, caste, religion, religious affiliation, marital status, gender, gender identity, disability, sexual orientation, age, veteran status or any other protected status. This policy allows Akhandha Seva for International Shanti to provide various populations, primarily the poorest and neediest, with services without discrimination.

Contact information

Akhandha Seva for International Shanti
Cave Shiva Temple
Chamundi Hill, Mysore 570010

www.operation-shanti.org
info@operation-shanti.org



The kids always have a great time when friends, like Manjunath, visit Karunya Mane on Sundays. The kids truly enjoy such visitors, who often engage them in games and arts and crafts activities. We also thank our supporters who have donated food items and numerous meals and birthday cakes in celebration of their own special days.



"I just wanted to thank you for allowing me to work with your kids. I had a great time meeting and playing with each one. They are an incredible group, one that I could not possibly imagine living on the streets. Before I had this experience there was a kind of disconnect between the people and kids I would see on the street and me. Going to Operation Shanti really made every one, every person, regardless of their social status, more personable and more human. I think it's wonderful what you have done for these kids and their family, and I commend your work in Mysore. I hope to come back in the following summers and work more with these kids who really carved out a place in my heart for themselves. I am currently working on typing up my thoughts, experiences, and feelings about Operation Shanti and I realize more and more how much these kids made an impact on me. I miss them all and wish them the best, say 'hey' to everyone for me. Thank you so much again for allowing me to do this."

-- Kiran Jones, entering his junior year in high school in the U.S., who spent weekends with the kids at Karunya Mane while visiting his relatives in Mysore.

For more on our programs, please see:

www.operation-shanti.org

operationshanti.blogspot.com

Thank you for your continued support.



Little Adarsh, whose name means “perfection,” was brought to us in early 2009; he attends pre-nursery school with his friends Umesh and Darshan, and loves to draw and play!