

Audit Report 2018-19

FORM NO. 10B

[See rule 17B]

Audit report under section 12A(b) of the Income-tax Act, 1961, in the case of charitable or religious trusts or institutions

We have examined the balance sheet of Udyama , AATUL326R [name and PAN of the trust or institution] as at 31/03/2019 and the Profit and loss account for the year ended on that date which are in agreement with the books of account maintained by the said trust or institution.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the head office and the branches of the abovenamed trust visited by us so far as appears from our examination of the books, and proper Returns adequate for the purposes of audit have been received from branches not visited by us , subject to the comments given below:

The organisation do not provide for depreciation as per its accounting policy [Ref: Significant Accounting Policies in para 1.2.h of Notes to the Financial Statements]

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

(i) in the case of the balance sheet, of the state of affairs of the above named trust as at 31/03/2019 and

(ii) in the case of the profit and loss account, of the profit or loss of its accounting year ending on 31/03/2019

The prescribed particulars are annexed hereto.

Place Bhubaneswar
Date 05/01/2020

P.K. Mahapatra

Name
Membership Number
FRN (Firm Registration Number)
Address

Pradipta Kishore Mahapatra
052993
321012E
A. K. Sabat & Co., Chartered Ac
countants, Mahapatra House, Jh
unjhunwala Garden, Ashok Nag
ar, Bhubaneswar 751009

ANNEXURE
Statement of particulars

I. APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSES

1.	Amount of income of the previous year applied to charitable or religious purposes in India during that year (₹)	1152813
2.	Whether the trust has exercised the option under clause (2) of the Explanation to section 11(1) ? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year (₹)	No
3.	Amount of income accumulated or set apart for application to charitable or religious purposes, to the extent it does not exceed 15 per cent of the income derived from property held under trust wholly for such purposes. (₹)	No
4.	Amount of income eligible for exemption under section 11(1)(c) (Give details)	No
5.	Amount of income, in addition to the amount referred to in item 3 above, accumulated or set apart for specified purposes under section 11(2) (₹)	0
6.	Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b) ? If so, the details thereof.	Not Applicable
7.	Whether any part of the income in respect of which an option was exercised under clause (2) of the Explanation to section 11(1) in any earlier year is deemed to be income of the previous year under section 11(1B) ? If so, the details thereof (₹)	Not Applicable
8.	Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year-	
(a)	has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or	No
(b)	has ceased to remain invested in any security referred to in section 11(2)(b)(i) or deposited in any account	No

	referred to in section 11(2)(b)(ii) or section 11(2)(b)(iii), or	
(c)	has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? If so, the details thereof	No

II. APPLICATION OR USE OF INCOME OR PROPERTY FOR THE BENEFIT OF PERSONS REFERRED TO IN SECTION 13(3)

1.	Whether any part of the income or property of the trust was lent, or continues to be lent, in the previous year to any person referred to in section 13(3) (hereinafter referred to in this Annexure as such person)? If so, give details of the amount, rate of interest charged and the nature of security, if any.	No
2.	Whether any part of the income or property of the trust was made, or continued to be made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any.	No
3.	Whether any payment was made to any such person during the previous year by way of salary, allowance or otherwise? If so, give details	Yes
	Details	Amount(₹)
	Rekha Panigrahi, spouse of Secy [Management contends th is is reasonable, dont attract sec 13(1)(c) read with 13(2)] - see abovesaid Note	108000
4.	Whether the services of the trust were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any	No
5.	Whether any share, security or other property was purchased by or on behalf of the trust during the previous year from any such person? If so, give details thereof together with the consideration paid	No
6.	Whether any share, security or other property was sold by or on behalf of the trust during the previous year to any such person? If so, give details thereof together with the consideration received	No
7.	Whether any income or property of the trust was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted	No
8.	Whether the income or property of the trust was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details	No

III. INVESTMENTS HELD AT ANY TIME DURING THE PREVIOUS YEAR(S) IN CONCERNS IN WHICH PERSONS REFERRED TO IN SECTION 13(3) HAVE A SUBSTANTIAL INTEREST

S. No.	Name and address of the concern	Where the concern is a company, number and class of shares held	Nominal value of the investment(₹)	Income from the investment(₹)	Whether the amount in col. 4 exceeded 5 per cent of the capital of the concern during the previous year-say, Yes/No
Total					

Place **Bhubaneswar**
Date **05/01/2020**

Name
Membership Number
FRN (Firm Registration Number)
Address



P.K. Mahapatra
Pradipta Kishore Mahapatra
052993
321012E
A. K. Sabat & Co., Chartered Ac
countants, Mahapatra House, Jh
unjhunwala Garden, Ashok Nag
ar, Bhubaneswar 751002

Form Filing Details

Revision/Original Original

Udyama, Nayagarh - 752069, Odisha
Balance Sheet as at 31st March, 2019

	<u>Rupees</u>	
Funds and Liabilities		
Funds		
Capital Reserve		
For Assets purchased out of Restricted Grants or Received in Kind (<i>contra</i>)		
Of Foreign Contribution Fund:		
As per last Balance Sheet	1,75,650.00	
Of Non-Foreign Contribution Fund:		
As per last Balance Sheet	<u>2,62,440.00</u>	4,38,090.00
General Reserve		
Of Foreign Contribution Fund:		
As per last Balance Sheet	13,81,930.22	
Less: Excess of expenditure over income of the year	<u>648.00</u>	13,81,282.22
Of Non-Foreign Contribution Fund:		
As per last Balance Sheet	(5,90,709.22)	
Less: Excess of expenditure over income of the year	<u>4,61,639.35</u>	(10,52,348.57)
		3,28,933.65
Current Liabilities		
CDRF Project Fund to be spent	14,469.00	
Salary and Other Expenses Payable	5,71,500.00	
Collection from Students on behalf of DEF - DCIRC Project	2,947.00	
Technovista Consultancy Services	1,30,000.00	
Office Rent Payable	2,66,000.00	
A. K. Sabat & Co.	<u>11,800.00</u>	9,96,716.00
Loans (Unsecured)		<u>4,32,100.00</u>
		<u>21,95,839.65</u>
Assets		
Non-current Assets		
Fixed Assets (at cost)		
Fixed Assets Acquired out of Restricted Grant / Donation / Contribution or Received in Kind (<i>contra</i>)		
Relating to Foreign Contribution		
As per last Balance Sheet	1,75,650.00	
Relating to Non-Foreign Contribution		
As per last Balance Sheet	<u>2,62,440.00</u>	4,38,090.00
Fixed Assets Acquired out of Unrestricted Fund:		
Relating to Non-Foreign Contribution		
As per last Balance Sheet	6,92,047.00	
Add: Addition during the year	<u>7,300.00</u>	6,99,347.00
		11,37,437.00

Continued ...



Udyama, Nayagarh - 752069, Odisha

Balance Sheet as at 31st March, 2019 ... *Continued*

		<u>Rupees</u>
Assets		
Current Assets		
Cash in hand	1,125.50	
Cash at bank (In Scheduled Banks)	<u>89,957.29</u>	91,082.79
Receivable and Advances:		
Grant Receivable		
Bhoochetana project	96,771.36	
National Food Security Mission (NFSM) Project	1,25,000.00	
AKSS for IEC (ISM & H) Project	56,300.00	
Jamsetji Tata Trust - DBI, Irrigation	3,230.50	
Jamsetji Tata Trust - Distress Migration	2,23,100.00	
Center for World Solidarity	2,35,058.00	
DEF - DCIRC Project	79,740.00	
Office Rent Advance	25,000.00	
Security Deposit - House Rent	3,400.00	
Income Tax Deducted at Source (ITDS)	<u>1,19,720.00</u>	<u>9,67,319.86</u>
		<u>10,58,402.65</u>
		<u>21,95,839.65</u>

The accompanying Notes 1 and 2 are an integral part of the Financial Statements.

In terms of our report attached

For A. K. Sabat & Co.

Chartered Accountants

P.K. Mahapatra

Pradipta Kishore Mahapatra
Partner

Bhubaneswar, 5 January, 2020



For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary

Udyama, Nayagarh - 752069, Odisha
Statement of Income and Expenditure for the year ended 31st March, 2019

	<u>Rupees</u>	
Income		
Restricted Grants / Donations / Contributions:		
Fund utilised during the year recognised as income and transferred to respective Donor Fund:		
Relating to Non-Foreign Contribution		
Bhoochetana project	10,50,000.36	
National Food Security Mission (NFSM) Project	<u>2,50,000.00</u>	13,00,000.36
Unrestricted Revenue:		
Relating to Foreign Contribution		
Other Receipts	1.00	
Relating to Non-Foreign Contribution		
Bank Interest	3,718.00	
Membership Fees Received	14,000.00	
Consulting fee	56,864.00	
Other Receipts	<u>1.00</u>	
	<u>74,583.00</u>	74,584.00
Excess of expenditure over income transferred to:		
Organisation's General Fund	4,61,639.35	
Foreign Contribution General Fund	<u>648.00</u>	<u>4,62,287.35</u>
		<u>18,36,871.71</u>
Expenditure		
Out of Restricted Grant / Donation / Contribution:		
Relating to Non-Foreign Contribution		
Bhoochetana project	10,50,000.36	
National Food Security Mission (NFSM) Project	<u>2,50,000.00</u>	13,00,000.36
Out of Unrestricted Fund:		
Relating to Foreign Contribution		
Administrative Expenses	649.00	
Relating to Non-Foreign Contribution		
Administrative Expenses	<u>5,36,222.35</u>	<u>5,36,871.35</u>
		<u>18,36,871.71</u>

The accompanying Notes 1 and 2 are an integral part of the Financial Statements.
In terms of our report attached
For A. K. Sabat & Co.
Chartered Accountants

P. K. Mahapatra
Pradipta Kishore Mahapatra
Partner
Bhubaneswar, 5 January, 2020



For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary

Udyama, Nayagarh - 752069, Odisha
Statement of Receipts and Payments for the year ended 31st March, 2019

		<u>Rupees</u>
Receipts		
Opening Balance:		
Cash in Hand		
Cash at bank	591.50	
In Scheduled Bank	<u>2,06,950.00</u>	2,07,541.50
Restricted Grant / Donation / Contribution:		
Relating to Non-Foreign Contribution		
Grant in aid from ICRISAT		
Bhoochetana project	9,45,000.00	
National Food Security Mission (NFSM) Project	<u>1,25,000.00</u>	
Deemed Grant (Bank Interest)	10,70,000.00	
Unrestricted Fund:	<u>8,229.00</u>	10,78,229.00
Relating to Foreign Contribution		
Other Receipts	1.00	
Relating to Non-Foreign Contribution		
Bank Interest	3,718.00	
Membership Fees Received	14,000.00	
Consulting fee	56,864.00	
Other Receipts	<u>1.00</u>	
Sundry Payable:	<u>74,583.00</u>	74,584.00
Salary payable		
Technovista Consultancy Services	92,500.00	
Office Rent Payable	1,30,000.00	
A. K. Sabat & Co.	1,53,000.00	
Loans (Unsecured)	<u>5,900.00</u>	3,81,400.00
		<u>3,72,100.00</u>
		<u>21,13,854.50</u>
Payments		
Programme Expenses		
Out of Restricted Grant/ Donation/ Contribution:		
Relating to Non-Foreign Contribution		
Bhoochetana project		
National Food Security Mission (NFSM) Project	10,50,000.36	
Out of Unrestricted Receipts:	<u>2,50,000.00</u>	13,00,000.36
Relating to Foreign Contribution		
Administrative Expenses	649.00	
Out of Unrestricted Receipts:		
Relating to Non-Foreign Contribution		
Administrative Expenses	<u>5,36,222.35</u>	5,36,871.35



Continued ...

Udyama, Nayagarh - 752069, Odisha
 Statement of Receipts and Payments for the year ended 31st March, 2019 ... Continued

	<u>Rupees</u>
Payments	
Fixed Assets	
Receivables:	7,300.00
Income Tax Deducted at Source (ITDS)	
Advance Office Rent	1,07,000.00
Sundry Payable:	<u>18,000.00</u>
Office Rent Payable	1,25,000.00
Vision Net Media Pvt Ltd	3,600.00
Closing Balance:	<u>50,000.00</u>
Cash in Hand	53,600.00
Cash at bank (In Scheduled Bank)	1,125.50
	<u>89,957.29</u>
	<u>91,082.79</u>
	<u>21,13,854.50</u>

The accompanying Notes 1 and 2 are an integral part of the Financial Statements.
 In terms of our report attached
 For A. K. Sabat & Co.
 Chartered Accountants

For Udyama

P.K. Mahapatra
 Pradipta Kishore Mahapatra
 Partner
 Bhubaneswar, 5 January, 2020

Pradeep Mahapatra
 Pradeep Mahapatra
 Secretary



Udyama, Nayagarh - 752069, Odisha
Notes to the Financial Statements for the year ended 31st March, 2019

1. Significant Accounting Policies

1. Basis of Accounting

The Financial Statements are prepared under the historical cost convention on accrual basis.

2. Fixed Assets and Depreciation

- a. Assets acquired out of Restricted Grants for Project purposes are charged off as Expenditure / Utilization of the Grant - as per Donor/s Agreements.
- b. In order to reflect that these Assets are held in trust for and on behalf the Donor/s Agencies for the Project purposes - are reflected in the Balance Sheet, as "Contra", at their cost of Acquisition.
- c. Assets received in kind are recognized as Income at their values as declared by the Donor/s if not at their market value.
- d. Correspondingly, they are charged off as Expenditure / Utilization of the Grant - as per the Donor/s Agreements.
- e. Sale proceeds of Assets acquired out of Restricted Grants (in cash or in kind) are accounted in the year of realization, as Receipt. Such revenue is utilized as per specific Covenants of Donor/s Agreements.
- f. Correspondingly, the "Contra" items of such Assets and the respective reserves there against, disclosed in the Balance Sheet are reduced to the extent of their cost of acquisition.
- g. Assets acquired out of unrestricted resources/ internal accruals are capitalized at cost of acquisition.
- h. Depreciation is not charged on Assets so long as its usefulness to the organisation is not impaired.

3. Investments

Investments are valued at cost or market whichever is lower.

4. Stock Valuation

All materials purchased are treated as utilisation of fund.

5. Revenue Recognition

- a. In consonance with the Covenants (Grant Agreements with the Donors), the Grants are recognized as Income to the extent they are utilized in the respective year/s.
- b. The balance of unutilized Grants - which in terms of the Grant Agreements, are specifically restricted / agreed to belong to the Donor/s are carried forward in the respective Donor/s accounts as Donor/s Funds to be utilized in the subsequent years.
- c. The income earned on funds, assets relating to the Donor/s or in course of executing its programme; are treated as part of the Grant/s, in terms of the Donor/s Agreements.
- d. Revenue from fixed price contracts is recognised on percentage completion basis.

6. Foreign Exchange Transaction

Foreign Currency transactions, if any, are accounted at the exchange rate prevailing on the date of transaction.

7. Prior Period and Extra Ordinary Items

Identifiable and material items of income and expenses pertaining to prior period and / or extraordinary items are disclosed separately.

8. Provision, Contingent Liabilities and Contingent Asset

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.



Continued ...

Udyama, Nayagarh - 752069, Odisha

Notes to the Financial Statements for the year ended 31st March, 2019 ... *Continued*

2. Other Notes

1. Contingent Liability: Claims against the Society not acknowledged as debts - Nil.
2. Provision for Taxation: The Society being an institution for charitable purpose under the provisions of the Income-tax Act, 1961 and accordingly having registered itself under Section 12A of the said Act and having complied with the provision of sec. 11 to 13 of it, its income is exempt under Section 11 of the Act and hence no provision for Income- tax is necessary.
3. During the year under consideration the amount mentioned below have been paid to the person referred to in section 13(3) that is reasonable; is not in excess of what may be reasonably paid for at arms length price; and do not result in any undeserved benefit to the said person and is only against adequate service rendered to the society. Accordingly the payment do not attract the provision of section 13(1)(c), read with 13(2), of the Income Tax Act, 1961.

<u>Name of Person</u>	<u>Position of Person</u>	<u>Nature of Transaction</u>	<u>Rupees</u>
Rekha Panigrahi	Relative of Secretary	House Rent	1,08,000

4. For brevity, detailed break-up of Receipt and Payment & Income and Expenditure relating to various programmes are not made part of these consolidated final statements. However individual receipt and payment accounts, income and expenditure accounts, balance sheets, narrative reports and utilisation certificates pertaining to various Programme Funds prepared, authenticated and certified by the auditors from time to time are furnished to the Donors as per contractual agreement.
5. For programme expenses incurred in rural areas, it is not always possible to obtain proper bills and supporting. However keeping in view the nature of expenses, the Management considers them to be bonafide and genuine and have been booked to appropriate head of account.
6. Yearend balance confirmation certificate of bank accounts has not been received.
7. This statement, though titled "Statement of Receipts and Payments", it is not limited to receipts and payments of cash only but a "Statement of Cash Flow", showing net amount of cash and cash equivalents as well.
8. Previous year's figures have been rearranged, wherever necessary, to conform to the revised presentation.

In terms of our report attached.

For A. K. Sabat & Co.

Chartered Accountants

P.K. Mahapatra

Pradipta Kishore Mahapatra

Partner

Bhubaneswar, 5 January, 2020



For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary