

To,

The Members,

Samarth In Participatory Action Society, Sehore

INDEPENDENT AUDITOR'S REPORT

We have audited the attached Balance sheet of **Samarth In Participatory Action Society, Sehore** as at 31st March, 2019, Income and Expenditure Account together with Receipt and Payment Account for the year ended on that date, annexed thereto. These Financial Statements are the responsibility of the Management. Our responsibility is to express an opinion on these Financial Statements based on our audit.

We conducted our audit in accordance with the Standards of Auditing (SA's) 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 of material misstatement. 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that:

1. 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.
2. In our opinion and subject to point 4 (i) – 4 (iii), proper books of account as specified in the Madhya Pradesh Societies Registration Act, 1973, Foreign Contribution and Regulation Act, 2010 and the bye-laws of organization have been kept by the organization so far as appears from our examination of those books and returns adequate for the purpose of our audit have been received and relied upon, from branches/projects not visited by us.
3. We further report, subject to point 4 (i)- 4 (iii) the Balance Sheet, Income and Expenditure Account and Receipt and Payment Account referred to in this report are in agreement with the books of account.
4. The Balance Sheet and Income and Expenditure Account together with Receipt and Payment Account dealt with by this report, subject to the points mentioned below, have been prepared in accordance with the Accounting standards (AS) issued by the Institute of Chartered Accountants of India :

- (i) Organizational Receipts include Rs. 62479/- unutilized fund from Samarthan Centre for Development Support, Bhopal in Samarth In Participatory Action Society (Foreign Contribution) brought forward. This amount is shown as grant utilized in Utilization Certificate. It has been paid to self for achieving the objectives of the desired program.
- (ii) GST registration has not been taken by Samarth In Participatory Action Society during the year as they are not treating grant receipt during the year as turnover for GST purpose. However the total of exempt turnover as well as taxable turnover exceeds rupees twenty lacs during the year.
- (iii) Samarth In Participatory Action Society had charged rent for Panna office in FCRA books, an amount of Rs.18000/- was transferred from Foreign Contribution account to Local Fund account against such rent remaining balance was treated as Organizational Receipt. Transfer took place from Foreign Contribution account to Local Fund account within same organization.

5. Subject to our comments in Para 4 above and Note Nos. 1 to 3 of schedule-5, Notes to Account to the extent determined or otherwise stated, in our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with the Accounting policies and Notes to Accounts give the information required by the Madhya Pradesh Societies Registration Act, 1973 and Foreign Contribution and Regulation Act, 2010 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :

I. In case of the Balance sheet (FCRA), of the state of affairs of the organization as at 31st March, 2019 and

II. In the case of the Income and Expenditure Account (FCRA), of the deficit for the year ended on that date.

For

R RISHI & ASSOCIATES

Place: BHOPAL

Chartered Accountants

Date: 06/09/2019


CA SAWAN D. RISHI


M.No. 433324

(PARTNER)

FCRA FINANCIAL STATEMENTS

Financial Year 2018-19

31st March 2019

SAMARTH IN PARTICIPATORY ACTION SOCIETY

**Near Moti Baba Mandir, Sugar Factory Chauraha, Station Road,
Sehore (MP) - 466001**

SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE (M.P.)

(Regd No -01/02/01/18976/08 Dated 26.04.2008)

RECEIPTS & PAYMENT ACCOUNT (FCRA)**FOR THE YEAR ENDED 31ST MARCH 2019**

RECEIPTS	AMOUNT (Rs)	AMOUNT (Rs)	PAYMENTS	AMOUNT (Rs)	AMOUNT (Rs)
To Opening Balance			By Project Expenses		
Balance At Bank - Saving & Current Account		71,610	Watershed, Agriculture, Health and Environment	10,44,511	
			Civil Society Strengthening	-	10,44,511
To Fund Received from Project			By Organisational Expenses		
Indo Global Social Service Society, New Delhi	10,01,207	10,01,207			-
			By Staff & Party Advances		52,520
To Organisational Receipts		50,772	By Closing Balance		
			Balance At Bank - Saving & Current Account		26,558
TOTAL		11,23,589	TOTAL		11,23,589

Significant Accounting Policies and Notes on Accounts - Schedule 3

For Samarth In Participatory Action Society

As per our report of even date attached
 For R Rishi & Associates
 Chartered Accountant
 FRN -019619C

Place : Sehore


 (Jeet Parmar)
 Chief Functionary


 (Sawan Dubey)
 Partner
 MRN-433324

SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE (M.P.)

(Regd No -01/02/01/18976/08 Dated 26.04.2008)

**INCOME & EXPENDITURE ACCOUNT (FCRA)
FOR THE YEAR ENDED 31ST MARCH 2019**

AS ON 31.03.2018 AMOUNT (RS.)	EXPENDITURE	AS ON 31.03.2019 AMOUNT (RS.)	AS ON 31.03.2018 AMOUNT (RS.)	INCOME	AS ON 31.03.2019 AMOUNT (RS.)
11,38,455	To Project Expenses Watershed, Agriculture, Health and Environment 10,44,511 Civil Society Strengthening 62,479	11,06,990	10,81,241	By Project Grant 10,49,594 By Interest on Grants 14,092	10,63,686
			57,214	To Provision for Un Spent	43,304
28,135	To Surplus transferred to Balance Sheet	1,13,251	28,135	By Organisational Receipt	1,13,251
11,66,590	TOTAL	12,20,241	11,66,590	TOTAL	12,20,241

Significant Accounting Policies and Notes on Accounts - Schedule 3

For Samarth In Participatory Action Society

As per our report of even date attached
For R Rishi & Associates
Chartered Accountant
FRN -019619C

Place : Sehore

(Jeet Parmar)
Chief
Functionary

Date : 06-09-2019

(Sawant)
Partner
MRN-433324

SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE (M.P.)

(Regd No -01/02/01/18976/08 Dated 26.04.2008)

BALANCE SHEET (FCRA)
FOR THE YEAR ENDED 31ST MARCH 2019

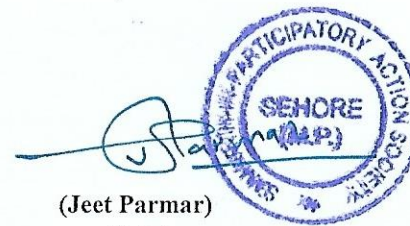
AS ON 31 03.2018 AMOUNT	LIABILITIES	SCHDULE	AMOUNT (RS.)	AS ON 31.03.2019 AMOUNT	AS ON 31 03.2018 AMOUNT	ASSETS	SCHDULE	AMOUNT (RS.)	AS ON 31.03.2019 AMOUNT
28,135	<u>Accumulated Fund :-</u> Opening Balance		28,135	1,41,386	71,524	<u>Current Assets</u> Recoverable from Projects	SCH-1	1,14,828	1,14,828
	Add: Net Surplus During the year		1,13,251						
62,479	<u>Current Liabilities</u> Unspent Balances of Project Funds	SCH-1	-	-	71,610	<u>Cash & Bank</u> In Savings & Current Accounts	SCH-2	26,558	26,558
52,520	<u>Current Liabilities & Provisions</u> Staff & Party Advance		-	-					
1,43,134	TOTAL			1,41,386	1,43,134	TOTAL			1,41,386

Significant Accounting Policies and Notes on Accounts - Schedule 3

For Samarth In Participatory Action Society

Place : Sehore

Date : 06-09-2019

(Jeet Parmar)
Chief
FunctionaryAs per our report of even date attached
For R Rishi & Associates
Chartered Accountant
ERN -019619C

MRN-433324

SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE (M.P.)SCHEDULE TO BALANCE SHEET (FCRA)

For the year ended as on 31st March 2019

(SCHEDULE 01)

S.No.	Source / Project Title / Purpose	Opening Balance as on 01-04-2018		Receipts during the Year	Bank interest during the Year	Grant Utilized during the Year	Refund / Transferred	Closing Balance as on 31-03-2019	
		Dr Balance	Cr Balance					Receivable Dr Balance	Unspent Cr Balance
	REVENUE GRANTS (FOREIGN CONTRIBUTION)								
1	Indo Global Social Service Society, New Delhi Promote sustainable development by mitigating the risk and adverse effect of drought in 15 village of five GP of Panna block	71524		987115	14092	1044511		114828	0
2	Samarthan Centre for Development Support, Bhopal Support for Campaign on Panchayati Raj		62479			62479		0	0
	TOTAL	71524	62479	987115	14092	1106990	0	114828	0



SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE (M.P.)

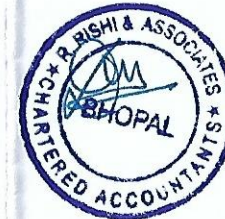
SCHEDULE TO BALANCE SHEET (FCRA)

For the year ended as on 31st March 2019

SCHEDULE - 2

SCHEDULE OF BANK BALANCES

Sl. No.	PARTICULARS	Type of A/c	AMOUNT (Rs.)
2	Axis Bank, Bhopal SB.913010015921239	Saving	26,558
TOTAL			26,558



SAMARTH IN PARTICIPATORY ACTION SOCIETY, SEHORE

Schedule to Account for the financial year ended on 31st March 2019

Schedule: 3

ACCOUNTING POLICIES

1) BASIS OF ACCOUNTING

The accounts of the Society are prepared under the historical cost convention and in accordance with applicable accounting standards. Accounting policies not specifically referred to are consistent with generally accepted accounting practices. The Society follows mercantile system of accounting and recognizes Income and Expenditure on accrual basis.

2) FIXED ASSETS

Fixed Assets are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any directly attributable costs of bringing the assets to working condition for its intended use. Expenditure for additions, improvements and renewals are capitalized and expenditure for maintenance and repairs are charged to Income and Expenditure Account. When assets are sold or discarded their cost and accumulated depreciation are removed from the accounts and any gain or loss resulting from their disposal is included in the Income and Expenditure Account.

Fixed assets acquired out of capital grants are stated at cost and corresponding grant shown as Capital grants under Liabilities. The depreciation charged on such acquired assets is shown as reduction from capital grants and recognized as income in income and expenditure account.

3) DEPRECIATION

Depreciation on all fixed assets is provided on written down value basis at the rates and method specified as per the prevailing Income Tax Act.

4) INCOME RECOGNITION

- a) Unconditional revenue grants are credited to Income and Expenditure accounts of the year of receipt.
- b) Grants/fees for specific assignments are credited to Income and Expenditure accounts of the year of receipt.
- c) Interest received on unspent grants is accounted for income as per the directions, if any of the donor agency.



- d) Expenditures which are reimbursable from donor agency has been shown under "Recoverable from Projects" in the Balance Sheet till amount is recovered and same has been recognized as Grant received in the Income & Expenditure Account.

5) FOREIGN CURRENCY TRANSACTION

Foreign currency transactions are recorded at the rates prevailing on the date of the transactions. Monetary assets and liabilities in foreign currency are translated at closing rate. Exchange differences arising on settlement or translation of monetary items are recognized as income or expenses in the Profit and Loss Account.

6) OTHER FUNDS:



- (i) Reserve Fund have been created. The amount transferred from current year's Income to various reserve funds is as approval by the Board of Directors.
- (ii) The Reserve funds are being utilized to fulfill the defined objectives of the Society.

NOTES ON ACCOUNTS


- 1) In cases where the assets are purchased out of project grants for use in the projects and no specific commitment exists, the equivalent amounts of the assets so purchased are treated as capital grants.
- 2) Where sanction for the project is received but funds are yet to be released, the revenue as well as capital expenditure is incurred from own funds and shown as receivable from the said project.
- 3) Previous year figures are re-grouped to make them comparable with current year figures.

Signatures to Schedule 1 to 3

For Samarthan Centre for Development Support



 Jeet Parmar
 (Chief Functionary)

For
R Rishi & Associates
 Chartered Accountants
 Firm Reg. No 019619C


 CA Sawan Dubey
 (Partner)
 M.No.433324

Date: 06.09.2018

Place: Sehore