



**V.K. MADHAVA RAO & CO.**

**CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT**

To

The Board of Trustees of  
Rayalaseema Development Trust  
Anantahapuramu.

**I. Opinion :**

We have audited the attached Financial Statements of **Rayalaseema Development Trust (The Trust) , Ananthapuramu**, which comprise the Balance Sheet as at 31<sup>st</sup> March 2020 and also the statement of Income and Expenditure Account and the Receipts and Payments Account for the year ended on that date and notes to the financial statements, including a summary of Significant Accounting Policies.

In our opinion, the accompanying financial Statements give a true and fair view of the financial position of the Trust as at 31<sup>st</sup> March, 2020 and of its excess of Expenditure over Income for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India.(ICAI).

**II. Basis for Opinion :**

We had conducted the audit in accordance with auditing Standards on Auditing (SAs) issued by ICAI. Our Responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements Section of our report. We are independent of the Trust in accordance with the Code of Ethics issued by ICAI that are relevant to our audit and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





**III. Responsibilities of Management and Those Charged with Governance for the Financial Statements :**

Management is responsible for preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the Trust in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Trust and 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.

In preparing the financial statements, Management is responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Trust or to cease operations, or has no realistic alternative but to do so.

The Management is also responsible for overseeing the Trust's financial reporting process.

**IV. Auditor's Responsibilities for the Audit of the Financial Statements:**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will







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always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing our opinion on the effectiveness of the Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures





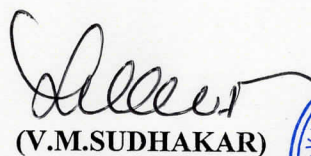
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**CHARTERED ACCOUNTANTS**

are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For and on behalf of  
M/s. **V.K.MadhavaRao & Co.,**  
Chartered Accountants,  
Firm Registration No:001908S

  
(V.M.SUDHAKAR)

Proprietor

(Membership No : 202151)

UDIN : 20202151AAAAA32800



Place : Secunderabad

Date : 22<sup>nd</sup> December, 2020



# RAYALASEEMA DEVELOPMENT TRUST :: ANANTHAPURAMU

## RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD FROM 01.04.2019 TO 31.03.2020

RECEIPTS	REF. SCHEDULE No's	AMOUNT ₹		PAYMENTS	REF. SCHEDULE No's	AMOUNT ₹	
<b>Opening Balances :</b>				<b>Program expenditure :</b>			
Cash	I	1,23,886.00		Rural Health Program	VI-A	6,765.00	
Bank			1,08,92,134.48	Rural Education Program	VI-B	8,26,09,379.79	
Field / Area offices	IB	1,98,277.74	1,98,277.74	Women Program	VI-C	11,88,566.00	
<b>Grants :</b>				Central Office & Campuses	VI-D	11,42,878.12	8,49,47,588.91
Foreign Grants	II	5,62,40,224.00					
Foreign Grants from Other Trusts		9,13,128.00					
Local Grants/Contributions		25,98,587.83		<b>Capital Expenditure :</b>			
Specific Grants		12,16,695.00	6,09,68,634.83	Capital Expenditure	VII	94,28,433.49	94,28,433.49
<b>Other Receipts / Income :</b>							
Bank Interest	III	17,14,894.64		<b>Other Exp - Current Liabilities :</b>			
Income on Investments		3,39,655.00		Gratuity & Welfare	VIII	8,48,325.00	
Other Income (Sale of Scrap)		17,326.00		Health Insurance		7,03,407.00	15,51,732.00
Other Receipts		1,06,94,928.52	1,27,66,804.16				

As per our report of even date attached  
for **M/S V K MADHAV RAO & Co**

Chartered Accountants

ICAI Firm Registration No : 001908S



*V M Sudhakar*  
**V M Sudhakar**  
Proprietor

Membership No : 202151  
UDIN : 20202151AAAAAS2800



RECEIPTS	REF. SCHEDULE No's	AMOUNT ₹		PAYMENTS	REF. SCHEDULE No's	AMOUNT ₹	
<b>Other Receipts / Current Liabilities :</b>				<b>Advances :</b>			
Gratuity & Welfare				Advances - Staff & Others			48,447.00
Health Subsidy				TDS on interest receivable from IT Dept.	V		5,61,097.00
Provident Fund				GST - Input Tax			49,870.74
Profession Tax				Repayment of advance			6,00,000.00
TDS - Income Tax	IV	8,67,970.00					12,59,414.74
GST - Output Tax		10,59,276.66					
		3,08,416.00					
		4,150.00					
		44,676.00		<b>Investments :</b>			
		1,35,498.78		Gratuity & Welfare	IX		4,30,140.00
				Health Subsidy			4,87,601.74
							9,17,741.74
<b>Advances :</b>							
Advance from Staff and Others		34,130.00					
TDS on Interest from IT Dept.	V	2,16,679.00					
Services Recoverable		33,92,041.55	36,42,850.55	Closing Balances :			
				Cash	I		70,149.00
				Bank			3,29,48,630.68
<b>Realization of Investments :</b>							
General Deposits				Cheques / DD's in hand	1A		175.00
Gratuity & Welfare	V-A	4,06,67,079.32		Field / Area Offices	1B		5,27,733.96
		25,682.00	4,06,92,761.32				
<b>TOTAL : ₹</b>			<b>13,15,81,450.52</b>	<b>TOTAL : ₹</b>			<b>13,15,81,450.52</b>

Significant accounting Policies and Notes on Accounts

XVI

The Schedules referred to above form an integral part of the Financial Statements

As per our report of even date attached  
for **M/S V K MADHAV RAO & Co**

Chartered Accountants

ICAI Firm Registration No : 001908S



*V M Sudhakar*  
**V M Sudhakar**  
Proprietor

Membership No : 202151

UDIN : 20202151AAAAAS2800



# RAYALASEEMA DEVELOPMENT TRUST :: ANANTHAPURAMU

## INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD FROM 01.04.2019 TO 31.03.2020

EXPENDITURE	REF. SCHEDULE No's	AMOUNT ₹	INCOME	REF. SCHEDULE No's	AMOUNT ₹
<b>PROGRAM EXPENDITURE :</b>			Grants :		
Rural Health Program	VI-A	6,765.00	Foreign Grants		5,62,40,224.00
Rural Education Program	VI-B	8,26,09,379.79	Foreign Grants from Other Trusts	II-A	9,13,128.00
Women Program	VI-C	11,88,566.00	Local Grants/Contributions		25,98,587.83
Central Office & Campuses	VI-D	11,42,878.12	Specific Grants		11,88,566.00
					6,09,40,505.83
<b>DEPRECIATION :</b>			<u>Other Receipts / Income :</u>		
Buildings			Bank Interest		17,14,894.64
Computer Peripheral		10,18,005.00	Income on Investments	III	3,39,655.00
Furniture & Fittings		5,91,155.00	Other Income (Sale of Scrap)		17,326.00
Electrical Electronic and Equipments		5,23,087.00	Other Receipts		1,06,94,928.52
Vehicles		6,64,508.00			1,27,66,804.16
Other Assets / Equipments		6,51,107.00			
Low Value Assets		10,06,203.40			
		2,799.00	Excess of Expenditure over Income	XI	1,56,97,143.32
<b>TOTAL : ₹</b>		<b>8,94,04,453.31</b>	<b>TOTAL : ₹</b>		<b>8,94,04,453.31</b>

Significant accounting Policies and Notes on Accounts  
The Schedules referred to above form an integral part of the Financial Statements

XVI

As per our report of even date attached  
for **M/S V K MADHAVA RAO & Co**

Chartered Accountants

ICAI Firm Registration No : 001908S



*V M Sudhakar*  
**V M Sudhakar**  
Proprietor

Membership No : 202151

UDIN : 20202151AAAAAAS2800



# RAYALASEEMA DEVELOPMENT TRUST :: ANANTHAPURAMU

## BALANCE SHEET AS AT 31.03.2020

LIABILITIES	REF. SCHEDULE No's	AMOUNT ₹	ASSETS	REF. SCHEDULE No's	AMOUNT ₹
<b>Fund Account</b>			<b>Fixed Assets [Capital Expenditure]</b>		
Capital Fund	XI	6,40,15,036.23	Fixed Assets	X	6,40,15,036.23
General Fund		3,55,10,693.49			
			<b>Current Assets - Investments / Deposits:</b>		
<b>Current Liabilities - Staff Welfare:</b>			Gratuity & welfare	XIII	60,44,468.40
Gratuity & Welfare	XII - A	69,12,438.40	Health Subsidy		27,53,160.25
Health Subsidy		27,84,364.22	General Deposits		-
			Electricity Deposits		3,80,810.00
<b>Current Liabilities - Others:</b>			Gas Deposits		6,800.00
Earnest Money Deposit	XII - B	35,571.00			91,85,238.65
GST - Input Tax		1,57,621.06	<b>Current Assets - Advances : Receivables</b>		
Provident Fund		3,08,416.00	Staff & Others	XIV	1,05,386.00
Income Tax - TDS		44,676.00	Services Recoverable		19,45,698.65
Profession Tax		4,150.00	TDS on interest receivable from IT Dept.		12,29,460.74
<b>Current Liabilities - Advances- Payables</b>			GST - Output Tax		49,870.74
Advances from Other Projects	XV		<b>Closing Balances:</b>		33,30,416.13
			Cash	I	70,149.00
			Bank		3,28,78,481.68
			Cheques / DD's in hand	1A	175.00
			Field / Area Offices	1B	5,27,733.96
<b>TOTAL : ₹</b>		<b>11,00,07,230.65</b>	<b>TOTAL : ₹</b>		<b>11,00,07,230.65</b>

Significant accounting Policies and Notes on Accounts

XVI

The Schedules referred to above form an integral part of the Financial Statements

As per our report of even date attached  
for **M/S V K MADHAV RAO & Co**

Chartered Accountants

ICAI Firm Registration No : 001908S



*V M Sudhakar*  
**V M Sudhakar**  
Proprietor

Membership No : 202151

UDIN : 20202151AAAAAS2800