



V. K. MADHAVA RAO & CO.

CHARTERED ACCOUNTANTS

Independent Auditors' Report

To,

The Board of Trustees,
Rayalaseema Développement Trust,
Bengaluru Road,
Ananthapuramu – 515001.
Andhra Pradesh.

Report on the Audit of the Financial Statements

I. OPINION :

We have audited the attached Financial Statements of **RAYALASEEMA DEVELOPMENT TRUST, Ananthapuramu hereinafter called the “TRUST”** which comprise the Balance Sheet as at 31st March 2026 and also the statement of Income and Expenditure Account for the year ended on that date and notes to the financial statements, including a summary of Significant Accounting Policies and other explanatory information, which have been prepared by the Board Of Trustees of the Trust in accordance with basis for preparation described in note II (a) to the Financial Statements.

In our opinion, the accompanying financial Statements give a true and fair view of the financial position of the Trust as at 31st March, 2026 and of its excess of Expenditure over Income for the year then ended in accordance with the basis for preparation described in note II (a) to the Financial Statements and the applicable Accounting Standards issued by the Institute of Chartered Accountants of India. (ICAI) for Non Company MSME Entity.



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II. BASIS FOR OPINION:

We 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.



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In preparing the financial statements, Management is responsible for assessing the Trusts'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 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



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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 Trusts'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 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.



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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 - 26202151HGFAEN8238



Place: Secunderabad

Date: 21.09.2026

RAYALASEEMA DEVELOPMENT TRUST :: ANANTHAPURAMU

Balance Sheet as at 31st March,2026

PARTICULARS	Note Nos	As at 31.03.2026	As at 31.03.2025
Sources of Funds			
1.NPO Funds		-	-
(a)Unrestricted Funds			
General Fund	<u>III</u>	3,44,69,694.74	6,76,66,584.66
Capital Fund		4,64,68,030.21	4,94,70,171.19
Reserved Funds (Form 10) for Relife to the poor		-	1,04,00,000.00
(b)Restricted Funds		-	-
Sub Total : Rs.		8,09,37,724.95	12,75,36,755.85
2.Non-current liabilities			
(a)Long-term borrowings		-	-
(b)Other long-term liabilities		-	-
(c)Long-term provisions	<u>IV</u>	59,68,601.83	58,88,032.56
3.Current liabilities			
(a) Borrowings		-	-
(b)Payables		-	-
(c)Other current liabilities	<u>V</u>	35,571.00	43,253.00
Program Advance per contra	<u>VI</u>	8,00,000.00	18,00,000.00
(d)Short-term provisions			
Sub Total : Rs.		68,04,172.83	77,31,285.56
Grand Total :Rs.		8,77,41,897.78	13,52,68,041.41
Application of Funds			
1.Non-current assets			
(a)Property, Plant and Equipment and Intangible assets		-	-
(i) Property, Plant and Equipment	<u>VII</u>	4,64,68,030.21	4,94,70,171.19
(ii)Intangible assets		-	-
(iii)Capital Work in Progeess		-	-
(iv)Intangible Asset Under Development		-	-

PARTICULARS	Note Nos	As at 31.03.2026	As at 31.03.2025
(b)Non-current investments	<u>VIII</u>	26,70,076.77	62,47,973.02
(c)Long Term Loans and Advances		-	-
(d)Other non-current assets (specify nature)	<u>VIII-A</u>	4,43,410.00	4,43,410.00
Sub Total : Rs.		4,95,81,516.98	5,61,61,554.21
2.Current assets			
(a)Current investments-Form 10 Fund Investments in Bank	<u>IX</u>	-	1,04,00,000.00
(b) Inventories		-	-
(c)Receivables	<u>X</u>	11,16,042.17	25,44,400.17
(d)Cash and bank balances	<u>XI</u>	3,62,20,364.63	6,38,81,946.38
(e)Short Term Loans and Advances	<u>XII</u>	23,974.00	4,80,140.65
Program Advance for contra	<u>VI</u>	8,00,000.00	18,00,000.00
(f)Other current assets		-	-
Sub Total : Rs.		3,81,60,380.80	7,91,06,487.20
Grand Total :Rs.		8,77,41,897.78	13,52,68,041.41
Brief about the Entity	I		
Summary of significant accounting policies	II		
The accompanying notes are an interral part of the financial statements			

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



RAYALASEEMA DEVELOPMENT TRUST :: ANANTHAPURAMU

Income and Expenditure Account for the Year Ended : 31.03.2026

PARTICULARS	NOTE NOS	FOR THE YEAR ENDED 31.03.2026	FOR THE YEAR ENDED 31.03.2025
<u>1.Income:</u>			
(a) Donation and Grants	<u>XIII</u>	1,01,85,538.00	2,27,44,683.85
(b) Fees from Rendering of Services		-	-
(c) Sale of Goods		-	-
(ii) Other Income	<u>XIV</u>	35,01,957.00	60,04,062.00
Total Income (A)		1,36,87,495.00	2,87,48,745.85
<u>iv Expenses</u>			
(a) Material Consumed/ distributed		-	-
(b) Donations/ Contributions paid		-	-
(c) Employee Benefits expense	<u>XV</u>	38,11,457.27	39,40,821.00
(d) Finance Cost		-	-
(e) Depreciation and amortization expense	<u>VII</u>	30,09,220.98	33,10,847.00
(f) Charitable expenses	<u>XV</u>	5,07,85,477.00	1,75,35,912.00
(g) Other Expenses (specify nature)		26,33,081.65	14,89,604.00
Total Expenses : (B)		6,02,39,236.90	2,62,77,184.00

PARTICULARS	NOTE NOS	FOR THE YEAR ENDED 31.03.2026	FOR THE YEAR ENDED 31.03.2025
Excess of Income over Expenditure for the year before exceptional and extraordinary items (A-B)		4,65,51,741.90	24,71,561.85
Exceptional items (specify nature & provide note/ delete if none)		-	-
		4,65,51,741.90	24,71,561.85
Excess of Income over Expenditure for the year before extraordinary items		4,65,51,741.90	24,71,561.85
Extraordinary Items (specify nature & provide note/ delete if none)		-	-
Excess of Income over Expenditure for the year		4,65,51,741.90	24,71,561.85
Appropriations Transfer to funds, e.g., Building fund Transfer from funds Balance transferred to General Fund		4,65,51,741.90	24,71,561.85
The accompanying notes are an integral part of the financial statements			

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

