

Audit Report 2019-202

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 , AAATU1326R** [name and PAN of the trust or institution] as at **31/03/2020** 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-

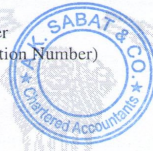
(i) in the case of the balance sheet, of the state of affairs of the above named **trust** as at **31/03/2020** and

(ii) in the case of the profit and loss account, of the profit or loss of its accounting year ending on **31/03/2020**

The prescribed particulars are annexed hereto.

Place **Bhubaneswar**
Date **15/01/2021**

Name
Membership Number
FRN (Firm Registration Number)
Address



P.K. Mahapatra

Pradipta Kishore Mahapatra
052993
321012E

A. K. Sabat & Co., Chartered Accountants, Mahapatra House, Jhunjhunwala Garden, Ashok Nagar, Bhubaneswar 751009

UDIN: 21052993AAAAAJ6871

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 (₹)	2274080
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

Udyama, Nayagarh - 752069, Odisha
Balance Sheet as at 31st March, 2020

			Rupees
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	2,62,440.00	4,38,090.00	
General Reserve			
Of Foreign Contribution Fund:			
As per last Balance Sheet	13,81,282.22		
Add: Excess of income over expenditure of the year	2,245.76	13,83,527.98	
Of Non-Foreign Contribution Fund:			
As per last Balance Sheet	(10,52,348.57)		
Add: Excess of income over expenditure of the year	1,35,146.09	(9,17,202.48)	4,66,325.50
Current Liabilities			
CDRF Project Fund to be spent	14,469.00		
Salary and Other Expenses Payable	11,14,000.00		
Collection from Students on behalf of DEF - DCIRC Project	2,947.00		
Technovista Consultancy Services	2,20,000.00		
Office Rent Payable	3,83,000.00		
Incentive to POPI Payable	4,00,000.00		
DRTC	27,256.00		
Audit Fees Payable	17,700.00	21,79,372.00	
Loans (Unsecured)		4,25,100.00	
			35,08,887.50
Assets			
Non-current Assets			
Fixed Assets (at cost)			
Fixed Assets Acquired out of Restricted Grant / Donation /			
Relating to Foreign Contribution			
As per last Balance Sheet	1,75,650.00		
Relating to Non-Foreign Contribution			
As per last Balance Sheet	2,62,440.00	4,38,090.00	
Fixed Assets Acquired out of Unrestricted Fund:			
Relating to Non-Foreign Contribution			
As per last Balance Sheet	6,99,347.00		
Add: Addition during the year	-	6,99,347.00	11,37,437.00
Current Assets			
Cash in hand	957.50		
Cash at bank (In Scheduled Banks)	1,50,971.14	1,51,928.64	



Continued ...

Udyama, Nayagarh - 752069, Odisha

Balance Sheet as at 31 March, 2020 ... Continued

Rupees

Assets ... Continued

Current Assets ... Continued

Receivable and Advances:

Grant Receivable			
Bhoochetana project	61,632.36		
Nabard project	13,26,341.00		
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)	2,05,720.00	22,19,521.86	23,71,450.50
			<u>35,08,887.50</u>

The accompanying notes form an integral part of the Financial Statements.

In terms of our report attached

For A. K. Sabat & Co.

Chartered Accountants

Firm's Registration Number: 321012E

For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary

P.K. Mahapatra

Pradipta Kishore Mahapatra

Partner

Membership Number: 052993

Bhubaneswar, 15 January, 2021



Udyama, Nayagarh - 752069, Odisha
Statement of Income and Expenditure for the year ended 31st March, 2020

Rupees

Income

Restricted Grants / Donations / Contributions:

Fund utilised during the year recognised as income and transferred to respective Donor Fund:

Relating to Foreign Contribution

Global Network for of civil Society organisations for disaster Reduction (GNDR)

1,05,075.00

Relating to Non-Foreign Contribution

ICRISAT - Bhoochetana project

7,01,558.00

Nabard - FPOs under PODF-ID

18,21,159.00

National Fertiliser Ltd. - Fani Response

2,80,600.00

28,03,317.00

29,08,392.00

Unrestricted Revenue:

Relating to Foreign Contribution

Other Receipts

3,306.76

Relating to Non-Foreign Contribution

Bank Interest

2,261.00

Membership Fees Received

21,000.00

Incidental Receipts from Income generation Programme

5,05,237.00

Other Receipts

90.27

5,28,588.27

5,31,895.03

34,40,287.03

Expenditure

Out of Restricted Grant / Donation / Contribution:

Relating to Foreign Contribution

Global Network for of civil Society organisations for disaster Reduction (GNDR)

1,05,075.00

Relating to Non-Foreign Contribution

ICRISAT - Bhoochetana project

7,01,558.00

Nabard - FPOs under PODF-ID

18,21,159.00

National Fertiliser Ltd. - Fani Response

2,80,600.00

28,03,317.00

29,08,392.00

Out of Unrestricted Fund:

Relating to Foreign Contribution

Administrative Expenses

1,061.00

Relating to Non-Foreign Contribution

Programme Expenses

5,156.72

Administrative Expenses

3,88,285.46

3,93,442.18

Excess of income over expenditure transferred to:

Foreign Contribution General Fund

2,245.76

Organisation's General Fund

1,35,146.09

5,31,895.03

34,40,287.03

The accompanying notes form an integral part of the Financial Statements.

In terms of our report attached

For A. K. Sabat & Co.

Chartered Accountants

Firm's Registration Number: 321012E

For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary

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Pradipta Kishore Mahapatra
Partner

Membership Number: 052993

Bhubaneswar, 15 January, 2021



Udyama, Nayagarh - 752069, Odisha

Statement of Receipts and Payments for the year ended 31st March, 2020

				Rupees
Receipts				
Opening Balance:				
Cash in Hand			1,125.50	
Cash at bank				
In Scheduled Bank			89,957.29	91,082.79
Restricted Grant / Donation / Contribution:				
Relating to Foreign Contribution				
Global Network for of civil Society organisations for disaster Reduction (GNDR)			1,05,075.00	
Relating to Non-Foreign Contribution				
Grant in aid from ICRISAT				
Bhoochetana project	7,35,000.00			
National Food Security Mission (NFSM) Project	1,25,000.00			
	8,60,000.00			
Deemed Grant (Bank Interest)	1,697.00	8,61,697.00		
Grant in aid from Nabard - FPOs under PODF-ID	4,92,000.00			
Deemed Grant (Bank Interest)	2,818.00	4,94,818.00		
Grant in aid from National Fertiliser Ltd. - Fani Response	2,80,595.28			
Organisation's Contribution	4.72	2,80,600.00	16,37,115.00	1742190.00
Unrestricted Fund:				
Relating to Foreign Contribution				
Other Receipts from Give Foundation			3,306.76	
Relating to Non-Foreign Contribution				
Bank Interest		2,261.00		
Membership Fees		21,000.00		
Incidental Receipts from Income generation Programme		5,05,237.00		
Miscellaneous Income		90.27	5,28,588.27	5,31,895.03
Sundry Payable:				
Salary payable			5,85,000.00	
Incentive to POPI Payable			4,00,000.00	
Technovista Consultancy Services			90,000.00	
DRTC			27,256.00	
Office Rent Payable			1,17,000.00	
Audit Fees Payable			17,700.00	12,36,956.00
				36,02,123.82
Payments				
Programme Expenses				
Out of Restricted Grant/ Donation/ Contribution:				
Relating to Foreign Contribution				
Global Network for of civil Society organisations for disaster Reduction (GNDR)			1,05,075.00	
Relating to Non-Foreign Contribution				
ICRISAT - Bhoochetana project	7,01,558.00			
Nabard - FPOs under PODF-ID	18,21,159.00			
National Fertiliser Ltd. - Fani Response	2,80,600.00	28,03,317.00	29,08,392.00	
Out of Unrestricted Receipts:				
Relating to Foreign Contribution				
Administrative Expenses			1,061.00	
Relating to Non-Foreign Contribution				
Programme Expenses	5,156.72			
Administrative Expenses	3,88,285.46	3,93,442.18	3,94,503.18	



Continued ...

Udyama, Nayagarh - 752069, Odisha

Statement of Receipts and Payments for the year ended 31st March, 2020 ... Continued

		Rupees
Payments ... Continued		
Receivables:		
Income Tax Deducted at Source (ITDS)		86,000.00
Sundry Payable:		
Salary payable	42,500.00	
Audit Fees Payable	11,800.00	54,300.00
Loans (Unsecured)		7,000.00
Closing Balance:		
Cash in Hand	957.50	
Cash at bank (In Scheduled Bank)	1,50,971.14	1,51,928.64
		36,02,123.82

The accompanying notes form an integral part of the Financial Statements.

In terms of our report attached

For A. K. Sabat & Co.

Chartered Accountants

Firm's Registration Number: 321012E

For Udyama

P.K. Mahapatra

Pradipta Kishore Mahapatra
Partner

Membership Number: 052993
Bhubaneswar, 15 January, 2021



Pradeep Mohapatra

Pradeep Mohapatra
Secretary

Udyama, Nayagarh - 752069, Odisha
Notes to the Financial Statements for the year ended 31st March, 2020

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 Information

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

Firm's Registration Number: 321012E

P. K. Mahapatra

Pradipta Kishore Mahapatra

Partner

Membership Number: 052993

Bhubaneswar, 15 January, 2021



For Udyama

Pradeep Mahapatra

Pradeep Mahapatra
Secretary