



RDA & ASSOCIATES

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To

The Members of

District Mineral Foundation Trust

Koraput, Odisha

Opinion

We have audited the financial statements of **DISTRICT MINERAL FOUNDATION TRUST** ("the Trust"), which comprise the Balance Sheet as at March 31, 2020, the Receipt and payment Account and Statement of Income and Expenditure Accounts for the year then ended, 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 entity as at March 31, 2020, and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the 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 entity in accordance with the ethical requirements that are relevant to our audit of the financial statements 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statement.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity'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 management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.

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 skepticism 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 an opinion on the effectiveness of the entity'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 entity'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 entity 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.



Following Audit observation should be taken care by the management-

1. The Trust is following the Cash basis of accounting system for recording the transaction. However TDS deducted by bank has been booked under mercantile basis.
2. We have verified the financial statement with supporting voucher and documents provided to us. The cash book has been checked with reference to pass book (bank statement) maintained and no discrepancies have been found during the audit.
3. During the Financial year 2019-20 various works have been sanctioned to perform after board approval but the execution has been made abysmally low for same during the financial year. As explain to us, that due to late approval made at the year end i.e. on 12.03.2020 the work has not been dully executed. Apart from that the Board of Trustee formation by the Govt. has been completed in September 2019 due to which work execution is delayed.

However the DMF Trust Koraput has invited the Board of Trustee and others for the BOT meeting twice in the Financial year and all other formalities like Gram Sabha, Executive Body meeting, feasibility study, finalization & TS/AA has been done well in time.

4. The trust has sanctioned Rs. 42.07 crore i.e. (81.47% of collection amount i.e. Rs. 51.64 crore) in directly affected areas wherein 62.98% of total sanctioned amount towards high priority sector which validate the rule during the financial year. The contingency expenses incurred is with in limit as prescribed by the rule.
5. It is found that the work related to past financial year has been performed during the financial year 2019-20. Certain executing agencies have not yet completed their previous year projects. Till the date of audit 20% work is still pending physically and 30% is pending financially related to previous financial year. Proper follow up should be made to utilisation of fund timely.
6. There is no TDS deducted by the trust due to project sanctioned to Govt. Agencies only. The TDS deducted by bank amounting to Rs. 3,17,945.00 for the financial year 2019-20 and booked into accounts.

Place- Bhubaneswar

Date- 26.12.2020

For RDA & Associates
Chartered Accountants
Firm Reg No-322810E



CA Bhabani Prasad Padhi
Partner

M.No-069840

UDIN- 21069840AAAAAD1116



**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
BALANCE SHEET AS ON 31ST MARCH 2020**

CAPITAL & LIABILITIES	Note	AMOUNT (Rs)	AMOUNT (Rs)
<u>General Fund account:</u>			
Opening Balance	1	6976,00,754.76	
Add: Excess Income over Expenditure		2671,67,044.27	9647,67,799.03
TOTAL			9647,67,799.03
<hr/>			
ASSETS		AMOUNT (Rs)	AMOUNT (Rs)
<u>Non-Current Assets</u>			
Fixed Assets		4,79,787.00	
Less: Depreciation	2	69,779.28	
WDV of Assets			4,10,007.73
<u>Current Assets & Advances:</u>			
<u>Bank:</u>			
TDS on Interest			3,17,945.00
Central Bank of India-3518234099			9640,39,846.30
TOTAL			9647,67,799.03

For DISTRICT MINERAL FOUNDATION

For RDA & ASSOCIATES
CHARTERED ACCOUNTANTS


 (Chief Executive Officer)
 PROJECT DIRECTOR, DRDA
 CUM-
 CHIEF EXECUTIVE OFFICER, DMF
 KORAPUT


 (Collector & Chair person cum
 Managing Trustee)
 COLLECTOR KORAPUT
 AND
 CHAIRPERSON-CUM- MANAGING TRUSTEE
 D.M.F TRUST, KORAPUT


 (CA BHABANI PRASAD PADHI)
 PARTNER
 MNO-069840



Note:

1. Cash basis of accounting system has been followed for which the actual interest received in bank accounts during the year has been taken into accounts.
2. Depreciation has been charged on Fixed Assets during the year as per rate prescribed under Income Tax Act 1961. Details of Calculation attached vide Annexure-2
3. During the year there are more than 60 % sanctioned for priority sector as per norms and guidelines. Details of same is being given vide Annexure-3



**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA**

RECEIPT & PAYMENT ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

RECEIPTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)	PAYMENTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
<u>Opening Balance</u>			<u>Sector wise Expenses</u>		
Central Bank of India-	6971,20,967.76	6971,20,967.76	Drinking Water	290,42,750.00	
			Health Care	150,20,251.00	
			Education	325,08,000.00	
			Housing	5,20,000.00	
			Road & Connectivity	1430,84,550.00	
			Physical Infrastructure	38,69,850.00	
			Irrigation	370,25,000.00	
			Energy	179,02,800.00	
			Afforestation	44,94,584.00	2834,67,785.00
<u>Receipts:</u>					
Receipt from lessee	5164,18,948.54				
Receipt from P & C Deptt., GoO	1,000.00				
Interest on Bank Account	305,97,586.00				
Refund from Cancelled Projects	122,20,700.00	5592,38,234.54	Refund of Retention Charges	6,26,976.00	6,26,976.00
			Contingency	82,24,595.00	82,24,595.00
TOTAL		12563,59,202.30	<u>Closing Balance:</u>		
			Central Bank of India-	9640,39,846.30	9640,39,846.30
			TOTAL		12563,59,202.30

For DISTRICT MINERAL FOUNDATION


(Chief Executive Officer)
PROJECT DIRECTOR, DRDA
CUM-
KORAPUT


(Collector & Chair person cum
Managing Trustee)
COLLECTOR KORAPUT
AND
CHAIRPERSON-CUM- MANAGING TRUSTEE
D.M.F TRUST, KORAPUT

For RDA & ASSOCIATES

CHARTERED ACCOUNTANTS




(CA BHABANI PRASAD PADHI)
PARTNER
MNO-069840

**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020**

INCOME	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
Receipts :		
Receipt from lessee	5164,18,948.54	
Receipt from P & C Deptt., GoO	1,000.00	
Bank Interest	309,15,531.00	
Refund from Cancelled Projects	122,20,700.00	5595,56,179.54
TOTAL		5595,56,179.54
EXPENDITURE	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
Sector wise Expenses		
Drinking Water	290,42,750.00	
Health Care	150,20,251.00	
Education	325,08,000.00	
Housing	5,20,000.00	
Road & Connectivity	1430,84,550.00	
Physical Infrastructure	38,69,850.00	
Irrigation	370,25,000.00	
Energy	179,02,800.00	
Afforestation	44,94,584.00	2834,67,785.00
Contingency		82,24,595.00
Refund of Retention Charges		6,26,976.00
Depreciation		69,779.28
Add: Surplus (Excess of income over expenditure)		2671,67,044.27
TOTAL		5595,56,179.54

For DISTRICT MINERAL FOUNDATION

20-1-21
(Chief Executive Officer)
PROJECT DIRECTOR, DRDA
CUM-
CHIEF EXECUTIVE OFFICER, DMF
KORAPUT

22/3/2021
**(Collector & Chairperson cum
Managing Trustee)**
COLLECTOR KORAPUT
AND
CHAIRPERSON-CUM- MANAGING TRUSTEE
D.M.F TRUST, KORAPUT

For RDA & ASSOCIATES
CHARTERED ACCOUNTANTS

Bhabani Prasad Padhi
(CA BHABANI PRASAD PADHI)
PARTNER
MNO-069840



**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA**

Details of Receipt in Bank During the Financial Year 2019-20

Month	Leasee	Receipt from Major	Vendor/Agency for Minor	Receipt from Minor	Other Receipt	Interest Received	Refund from Agencies
April	Toshali Cement	7,44,883.00	Manoj Ku Pati	34,315.90			
	OMC	106,65,610.00	Padma Charan Chowdhury	1,34,080.00			
	NALCO	239,77,044.00	IMPSP	32,365.00			
	Sub Total	353,87,537.00		2,00,760.90			
May	Toshali Cement	2,53,317.00	Manoj Ku Padhy	7,000.00		70,23,959.00	
	OMC	137,02,469.00	Bishnu grano	30,125.00			
	NALCO	290,78,524.00					
	Sub Total	430,34,310.00		37,125.00		70,23,959.00	
June	Toshali Cement	2,57,127.00					
	OMC	185,13,942.00					
	NALCO	325,73,426.00					
	Sub Total	513,44,495.00					
July	Toshali Cement	4,87,256.00	Tahasildar Kotpad	1,41,000.00			
	NALCO	307,31,001.00					
	Sub Total	312,18,257.00		1,41,000.00			
Aug	Toshali Cement	5,01,397.00	Bishnu grano	13,825.00		80,68,220.00	
	OMC	237,89,942.00	Padma Charan Chowdhury	27,660.00			
	NALCO	309,27,608.00					
	Sub Total	552,18,947.00		41,485.00		80,68,220.00	
Sep	OMC	112,60,549.00					
	NALCO	319,44,869.00					
	Sub Total	432,05,418.00					
	Toshali Cement	2,41,652.00	Tahasildar Kotpad	1,30,500.00	1,000.00		





Oct	OMC	121,66,963.00	Sarata Ku Padhy	13,000.00			
	NALCO	291,97,785.00	Bishnu grano	35,667.00			
	Sub Total	416,06,400.00		1,79,167.00	1,000.00		
Nov	Toshali Cement	2,45,128.00	Bishnu grano	26,342.00		63,62,308.00	
	OMC	74,50,909.00	Trinath Panda	8,397.64			
	NALCO	313,10,053.00	Saroj Ku Padhy	10,560.00			
	Sub Total	390,06,090.00		45,299.64		63,62,308.00	
Dec	Toshali Cement	2,50,784.00	A Tirupati	4,533.00			
	OMC	158,36,759.00	Bishnu grano	24,121.00			
	NALCO	338,79,831.00	Padma Charan Chowdhury	27,660.00			
	Sub Total	499,67,374.00		56,314.00			
Jan	OMC	163,71,990.00	Saroj Ku Padhy	73,710.00		12,71,777.00	
	NALCO	357,70,781.00					
	Sub Total	521,42,771.00		73,710.00		12,71,777.00	
Feb	Toshali Cement	5,16,164.00	Tahasildar Kotpad	78,000.00		100,00,000.00	
	OMC	82,26,836.00				8,30,000.00	
	NALCO	315,36,357.00					
	Sub Total	402,79,357.00		78,000.00		108,30,000.00	
Mar	Toshali Cement	2,43,714.00	Saroj Ku Padhy	44,340.00		13,90,700.00	
	NALCO	328,04,077.00	D.K.Chowdhury	63,000.00			
	Sub Total	330,47,791.00		1,07,340.00		13,90,700.00	
	Grand Total	5154,58,747.00		9,60,201.54	1,000.00	305,97,586.00	122,20,700.00

During year bank has deducted TDS as reflected in Form 16A as follows

Interest income	1589723
TDS deducted	317945
Net interest Received	1271778

DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
Depreciation For the Year ended 31.03.2020

Fixed Assets	Date of Purchase	Amount	Depreciation Rate	Depreciation	WDV as on 31.03.2020
HP Printer	5.12.18	9,160.00	40%	1,832.00	7,328.00
HP computer and laptop	8.12.18	1,63,176.00	40%	32,635.20	1,30,540.80
HP Printer	8.12.18	23,592.00	40%	4,718.40	18,873.60
HP Laptop	29.12.18	94,384.00	40%	18,876.80	75,507.20
		-			-
Microteck Inverter	8.12.18	89,725.00	15%	6,729.38	82,995.63
		-			-
Furniture fixture	15.12.18	99,750.00	10%	4,987.50	94,762.50
		-			-
Total		4,79,787.00		69,779.28	4,10,007.73



Annexure-3

DISTRICT MINERAL FOUNDATION TRUST

KORAPUT, ODISHA

Sanction of Fund for variuos Priority Sector and Other Priority Sector During the Financial Year 2019-20

Collection	5164,18,948.54	Sanction	Amount INR	% on Collection
		Drinking Water	451,44,000.00	8.74
		Health Care	348,88,000.00	6.76
		Education	402,90,000.00	7.80
		Welfare of Women & Children	60,00,000.00	1.16
		Welfare of Aged & disabled	20,00,000.00	0.39
		Skill Development	184,09,000.00	3.56
		Livelihood	291,99,000.00	5.65
		Road & Connectivity	890,52,000.00	17.24
		Physical Infrastructure	766,00,000.00	14.83
		Irrigation	403,00,000.00	7.80
		Energy	307,97,000.00	5.96
		Afforestation	65,50,000.00	1.27
		Contingency	15,10,000.00	0.29
		Gross Total	4207,39,000.00	81.47

