

RDA & ASSOCIATES

CHARTERED ACCOUNTANTS

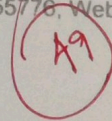
H.O. : N-1/A-15, IRC Village, Nayapalli,

Near CRP Square, Bhubaneswar - 751015

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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, 2021, 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, 2021, 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).

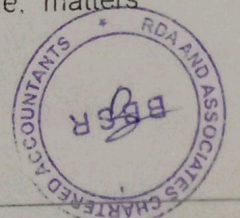
Basis for Opinion

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 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 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.
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. As per Point 18 of the ODMF Rule, 2015- *monitoring of amount payable to the trust*- Every officer who is authorised to collect royalty should furnish monthly consolidated statement to the Chief Executive Officer at the end of every month.

During verification, it was observed that royalty received has been recorded in cash book as per amount credited in bank statement. There was no record in respect of royalty received from different Tahasildar and based record on which royalty received and remitted to DMF, Koraput. It was suggested to keep all communication and record of generation or receipt of royalty during the year from the remitting authorities on monthly basis and reconcile with the amount remitted at the year ended and ascertain the amount receivable from different authorities at the year end.

4. The trust has sanctioned Rs. 48.39 crore i.e. (74.75% of total sanction) towards high priority sector during the financial year 2020-21.
5. It is found that the work related to past financial year has been performed during the financial year 2020-21. Due to pandemic COVID-19 situation most of the work under progress. Certain executing agencies have not yet completed their previous year projects. As per the record and data available to us, till the date of audit 45% work is still pending physically and 58% is pending financially related to previous financial year. Proper follow up should be made to utilisation of fund timely.

Expenditure incurred during the financial year 2020-21 for different sector needs utilisation certificate from concerned authorities. Early follow up for collection of utilisation certificate needed for expenditure incurred during the year 2020-21.

6. TDS not deducted on project sanctioned to Govt. Agencies due to non applicability of provision of tax deducted at source.

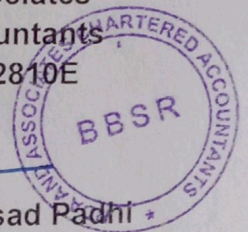
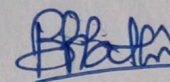
Place- Bhubaneswar

Date- 01.09.2021

For RDA & Associates

Chartered Accountants

Firm Reg No-322810E



CA Bhabani Prasad Padhi *

Partner

M.No-069840

UDIN- 2106840AAAAEY3848

**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
BALANCE SHEET AS ON 31ST MARCH 2021**

CAPITAL & LIABILITIES	Note	AMOUNT (Rs)	AMOUNT (Rs)
General Fund account:			
Opening Balance		964,767,799.03	
Add: Excess Income over Expenditure		154,957,350.07	1,119,725,149.10
TOTAL			1,119,725,149.10
ASSETS			
		AMOUNT (Rs)	AMOUNT (Rs)
Non-Current Assets			
Fixed Assets		410,007.73	
Addition during the year		218,450.00	
Less: Depreciation	2	147,062.93	
WDV of Assets			481,394.80
Current Assets & Advances:			
Tax Deducted at Source (F.Y. 2019-20)			317,945.00
Central Bank of India-3518234099			1,118,925,809.30
TOTAL			1,119,725,149.10

For DISTRICT MINERAL FOUNDATION

[Signature]
14.9.21

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

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

For RDA & ASSOCIATES
CHARTERED ACCOUNTANTS

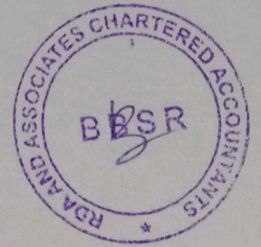
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(CA BHABANI PRASAD PADHI)
PARTNER
MNO-069840



Note:

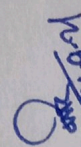
1. Cash basis of accounting system has been followed for which the actual interest received in bank accounts during the year has been taken into accounts.
2. Depreciation has been charged on Fixed Assets during the year as per rate prescribed under Income Tax Act 1961. Details of Calculation attached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

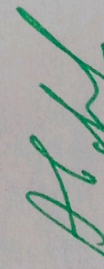


**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
RECEIPT & PAYMENT ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2021**

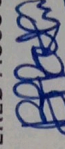
RECEIPTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)	PAYMENTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
<u>Opening Balance</u>			<u>Sector wise Expenses</u>		
Central Bank of India-	964,039,846.30	964,039,846.30	Drinking Water	29,384,696.00	
			Health Care	42,755,446.00	
			Education	65,605,500.00	
			Welfare of Women & Children	6,000,000.00	
			Welfare of Aged & Disabled	600,000.00	
			Skill Development	3,681,792.00	
			Livelihood	21,489,804.00	
			Road Connectivity	115,425,300.00	
			Physical Infrastructure	57,604,910.00	
			Irrigation	32,210,000.00	
			Energy	35,562,000.00	
			Afforestation	6,550,000.00	416,869,448.00
<u>Receipts:</u>			Refund of Retention Charges	-	
Receipt from lessee	530,777,717.00		Contingency:		
Interest on Bank Account	30,872,694.00	573,800,411.00	Revenue Expenditure	1,826,550.00	
Refund from Cancelled Projects	12,150,000.00		Capital Expenditure	218,450.00	2,045,000.00
			Closing Balance:		
			Central Bank of India-	1,118,925,809.30	1,118,925,809.30
TOTAL		1,537,840,257.30	TOTAL		1,537,840,257.30

For DISTRICT MINERAL FOUNDATION


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


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

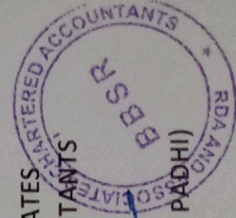
For RDA & ASSOCIATES
CHARTERED ACCOUNTANTS



(CA BHABANI PRASAD PADHI)

PARTNER

MNO-069840

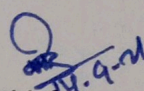


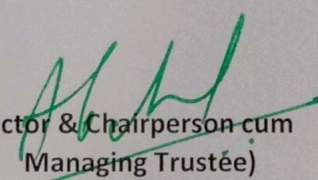
DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2021

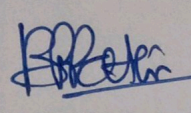
INCOME	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
Receipts :		
Receipt from lessee	530,777,717.00	
Bank Interest	30,872,694.00	
Refund from Cancelled Projects	12,150,000.00	573,800,411.00
TOTAL		573,800,411.00
EXPENDITURE	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
Sector wise Expenses		
Drinking Water	29,384,696.00	
Health Care	42,755,446.00	
Education	65,605,500.00	
Welfare of Women & Children	6,000,000.00	
Welfare of Aged & Disabled	600,000.00	
Skill Development	3,681,792.00	
Livelihood	21,489,804.00	
Road Connectivity	115,425,300.00	
Physical Infrastructure	57,604,910.00	
Irrigation	32,210,000.00	
Energy	35,562,000.00	
Afforestation	6,550,000.00	416,869,448.00
Contingency:		
Revenue expenditure	1,826,550.00	1,826,550.00
Refund of Retention Charges		-
Depreciation		147,062.93
Add: Surplus (Excess of income over expenditure)		154,957,350.07
TOTAL		573,800,411.00

For DISTRICT MINERAL FOUNDATION

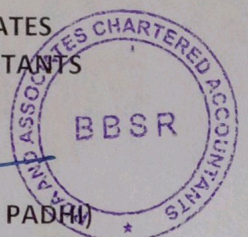
For RDA & ASSOCIATES
 CHARTERED ACCOUNTANTS


 (Chief Executive Officer)


 (Collector & Chairperson-cum
 Managing Trustee)


 (CA BHABANI PRASAD PADHI)

PARTNER
 MNO-069840



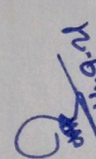
**PROJECT DIRECTOR, DRDA
 CUM-
 CHIEF EXECUTIVE OFFICER, DMF
 KORAPUT**

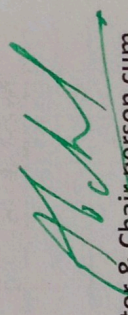
**COLLECTOR KORAPUT
 AND
 CHAIRPERSON-CUM- MANAGING TRUSTEE
 D.M.F. TRUST, KORAPUT**

DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA
RECEIPT & PAYMENT ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2021

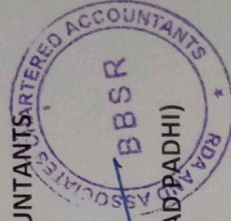
RECEIPTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)	PAYMENTS	AMOUNT (Rs)	TOTAL AMOUNT (Rs)
<u>Opening Balance</u>			<u>Sector wise Expenses</u>		
Central Bank of India-	964,039,846.30	964,039,846.30	Drinking Water	29,384,696.00	
			Health Care	42,755,446.00	
			Education	65,605,500.00	
			Welfare of Women & Children	6,000,000.00	
			Welfare of Aged & Disabled	600,000.00	
			Skill Development	3,681,792.00	
			Livelihood	21,489,804.00	
			Road Connectivity	115,425,300.00	
			Physical Infrastructure	57,604,910.00	
			Irrigation	32,210,000.00	
			Energy	35,562,000.00	
			Afforestation	6,550,000.00	416,869,448.00
<u>Receipts :</u>					
Receipt from lessee	530,777,717.00				
Interest on Bank Account	30,872,694.00				
Refund from Cancelled Projects	12,150,000.00	573,800,411.00	Refund of Retention Charges		
			Contingency	2,045,000.00	2,045,000.00
			Closing Balance:		
			Central Bank of India-	1,118,925,809.30	1,118,925,809.30
TOTAL		1,537,840,257.30	TOTAL		1,537,840,257.30

For DISTRICT MINERAL FOUNDATION


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


 (Collector & Chair person cum
 Managing Trustee)
COLLECTOR KORAPUT
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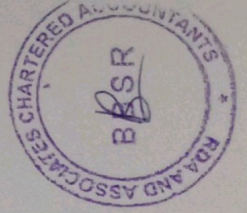
For RDA & ASSOCIATES
 CHARTERED ACCOUNTANTS



(CA BHABANI PRASAD PADHI)
 PARTNER
 MNO-069840

District Mineral Foundation Trust, Koraput, Odisha
Details of Receipt in Bank during the FY 2020-21

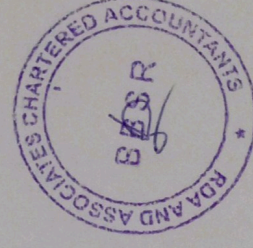
Month	Leasee	Receipt from Major	Vendor/Agency for Minor	Receipt from Minor	Other Receipt	Interest Accrued	Refund from Agencies
April	Toshali	364,548.00					
	OMC	1,630,080.00					
	NALCO	26,418,519.00					
		28,413,147.00					
May	Toshali	725,705.00	Tahasildar Kotpad	60,000.00		7,433,500.00	
	OMC	6,977,298.00					
	NALCO	19,877,605.00					
		27,580,608.00		60,000.00		7,433,500.00	
June	Toshali	363,375.00					
	OMC	19,880,811.00					
	NALCO	33,782,632.00					
		54,026,818.00					
July	Toshali	368,434.00	Gaurav Granite	237,100.00			
	OMC	8,453,807.00	ARSS Infra	13,830.00			
	NALCO	32,896,679.00					
		41,718,920.00		250,930.00			
Aug	OMC	11,261,532.00	Tahasildar Koraput	3,257,551.00		6,765,075.00	
	NALCO	32,433,667.00	Tahasildar Nandapur	115,921.00			
			BDO Kotpad	39,000.00			
		43,695,199.00		3,412,472.00		6,765,075.00	
Sep	OMC	7,238,033.00	Padma Ch Chowdhury	27,660.00			
	NALCO	22,418,790.00	Padma Ch Chowdhury	27,660.00			
	Toshali	365,269.00	ARSS Infra	27,660.00			
		30,022,092.00		82,980.00			
Oct	Toshali	364,185.00	Tahasildar Kundra	35,280.00		2,496,468.00	
	NALCO	25,995,062.00	Gaurav Granite	90,112.00			
	OMC	4,044,194.00					
		30,403,441.00		125,392.00		2,496,468.00	
Nov	Toshali	361,791.00	Buda Meshing	23,392.00		7,114,815.00	
	OMC	9,911,488.00	Guru Hanjaria	25,938.00			
	NALCO	25,621,291.00	Tahasildar Kotpad	78,000.00			
			Tara Tarini Construction	188,169.00			
			Ranjit	48,600.00			
			Babita Sahoo	25,009.00			



**DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA**

Depreciation For the Year ended 31.03.2021

Fixed Assets	Date of Purchase	WDV as on 01.04.20	Addition During the year	Depreciation Rate	Depreciation	WDV as on 31.03.2021
HP Printer	05.12.2018	7,328.00		40%	2,931.20	4,396.80
HP computer and laptop	08.12.2018	130,540.80		40%	52,216.32	78,324.48
HP Printer	08.12.2018	18,873.60		40%	7,549.44	11,324.16
HP Laptop	29.12.2018	75,507.20		40%	30,202.88	45,304.32
HP Computer	18.02.2021		66,500.00	40%	13,300.00	53,200.00
Camera	19.03.2021		75,600.00	40%	15,120.00	60,480.00
Microteck Inverter	08.12.2018	82,995.63		15%	12,449.34	70,546.29
Furniture fixture	15.12.2018	94,762.50		10%	9,476.25	85,286.25
Furniture fixture	19.03.2021		59,000.00	10%	2,950.00	56,050.00
Furniture fixture	27.03.2021		17,350.00	10%	867.50	16,482.50
Total		410,007.73	218,450.00		147,062.93	481,394.80



Annexure-3

DISTRICT MINERAL FOUNDATION TRUST
KORAPUT, ODISHA

Sanction of Fund for various Priority Sector and Other Priority Sector During the Financial Year 2020-21

Collection	573,800,411.00	Sanction	Amount INR	% on Collection
		Drinking Water	45,060,000.00	6.96
		Health Care	25,000,000.00	3.86
		Education	80,300,000.00	12.40
		Welfare of Women & Children	50,840,000.00	7.85
		Welfare of Aged & disabled	4,150,000.00	0.64
		Sanitation	15,700,000.00	2.43
		Livelihood	70,980,000.00	10.96
		Road & Connectivity	191,950,000.00	29.65
		Physical Infrastructure	95,880,000.00	14.81
		Irrigation	32,000,000.00	4.94
		Energy	25,728,000.00	3.97
		Afforestation	7,759,000.00	1.20
		Contingency	2,045,000.00	0.32
		Gross Total	647,392,000.00	100.00

