



**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, 2019, 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, 2019, 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.
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. The trust has sanctioned Rs. 71.39 crore i.e.(135% of collection amount of Rs. 52.85) in directly affected areas during the financial year 2018-19. Out of total sanction 113% is for priority sector and balance for other priority sector. The total amount disbursed during the year is Rs. 28.68 crore out of collection amount Rs. 52.85 crore, which is only 54.26% of collection amount. Proper follow up needed for full utilisation of collection amount in the year of receipt, so that minimum unutilised fund remains in hand of the trust at the year end.
4. There is no TDS deducted by the trust due to project sanctioned to Govt. Agencies only. Also there is no TDS deducted by Bank on the interest as the bank account is Saving Bank Account during the year under audit.

Place- Bhubaneswar  
Date- 18.01.2020

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



CA Bhabani Prasad Padhi  
Partner  
M.No-069840  
UDIN-20069840AAAAAK4583

**DISTRICT MINERAL FOUNDATION TRUST**  
**KORAPUT, ODISHA**  
**BALANCE SHEET AS ON 31ST MARCH 2019**

| CAPITAL & LIABILITIES                 | Note | AMOUNT (Rs)    | AMOUNT (Rs)           |
|---------------------------------------|------|----------------|-----------------------|
| <b>General Fund account:</b>          |      |                |                       |
| Opening Balance                       | 1    | 430,921,547.31 |                       |
| Add: Excess Income over Expenditure   |      | 266,679,207.45 | 697,600,754.76        |
| <b>TOTAL</b>                          |      |                | <b>697,600,754.76</b> |
| <b>ASSETS</b>                         |      |                |                       |
|                                       |      | AMOUNT (Rs)    | AMOUNT (Rs)           |
| <b>Non-Current Assets</b>             |      |                |                       |
| Fixed Assets                          |      | 564,890.00     |                       |
| Less: Depreciation                    | 2    | 85,103.00      |                       |
| WDV of Assets                         |      |                | 479,787.00            |
| <b>Current Assets &amp; Advances:</b> |      |                |                       |
| <b>Bank:</b>                          |      |                |                       |
| Central Bank of India-3518234099      |      |                | 697,120,967.76        |
| <b>TOTAL</b>                          |      |                | <b>697,600,754.76</b> |

For DISTRICT MINERAL FOUNDATION TRUST

*12/3/2020*  
  
 (Chief Executive Officer)  
 CUM-  
 CHIEF EXECUTIVE OFFICER, DMF  
 KORAPUT

**COLLECTOR -CUM-**  
**CHAIRMAN, DMF, KORAPUT**  
 (Collector & Chair person cum  
 Managing Trustee)

For RDA & ASSOCIATES  
 CHARTERED ACCOUNTANTS

*Bhabani*  
 (CA BHABANI PRASAD PADHI)  
 PARTNER  
 MNO-069840



**Note:**

1. Opening Balance of 'General Fund Account' is including the Closing Balance of audited Receipt and Payment Account as on 31.03.2018 amounting to Rs. 43,09,21,547.31
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. 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. There is no Tax deducted by the Bank on the Interest as the account maintained during the period was Saving Bank Account.
4. During the year there is more than 60 % of collection is sanctioned for priority sector as per norms and guidelines. Details of same is being given vide Annexure-3

**DISTRICT MINERAL FOUNDATION TRUST**  
**KORAPUT, ODISHA**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2019**

| INCOME                         | AMOUNT (Rs)    | AMOUNT (Rs)           |
|--------------------------------|----------------|-----------------------|
| <b>Receipts :</b>              |                |                       |
| Receipt from lessee            | 528,543,516.45 |                       |
| Bank Interest                  | 20,520,930.00  |                       |
| Refund from Cancelled Projects | 6,449,264.00   | 555,513,710.45        |
| <b>TOTAL</b>                   |                | <b>555,513,710.45</b> |

| EXPENDITURE                                      | AMOUNT (Rs)    | AMOUNT (Rs)           |
|--|----------------|-----------------------|
| <b>Sector wise Expenses</b>                      |                |                       |
| Drinking Water                                   | 14,059,750.00  |                       |
| Health Care                                      | 22,712,325.00  |                       |
| Education  | 51,456,201.00  |                       |
| Welfare of aged & disabled                       | 8,258,875.00   |                       |
| Road Connectivity                                | 88,327,358.00  |                       |
| Physical Infrastructure                          | 9,341,109.00   |                       |
| Irrigation                                       | 59,225,000.00  |                       |
| Afforestation                                    | 30,206,643.00  |                       |
|  | 283,587,261.00 |                       |
| Contingency                                      |                | 2,645,910.00          |
| Refund of Retention Charges                      |                | 2,516,229.00          |
| Depreciation                                     |                | 85,103.00             |
| Add: Surplus (Excess of income over expenditure) |                | 266,679,207.45        |
| <b>TOTAL</b>                                     |                | <b>555,513,710.45</b> |

|   |   |   |
|---|---|---|
| <p style="text-align: center;">For DISTRICT MINERAL FOUNDATION TRUST</p> <p style="text-align: center;"><i>[Signature]</i><br/> <b>PROJECT DIRECTOR, DRDA</b><br/> <b>CUM-</b><br/> <b>CHIEF EXECUTIVE OFFICER, DMF</b><br/> <b>KORAPUT</b></p> | <p style="text-align: center;"><i>[Signature]</i><br/> <b>COLLECTOR -CUM-</b><br/> <b>CHAIRMAN, DMF, KORAPUT</b><br/>         (Collector &amp; Chairperson cum<br/>         Managing Trustee)</p> | <p style="text-align: center;">For RDA &amp; ASSOCIATES<br/>         CHARTERED ACCOUNTANTS</p> <p style="text-align: center;"><i>[Signature]</i><br/> <b>(CA BHABANI PRASAD PADHI)</b><br/> <b>PARTNER</b><br/> <b>MNO-069840</b></p> |
|---|---|---|



| DISTRICT MINERAL FOUNDATION TRUST   |                |                       |   |                |                       |
|---|----------------|-----------------------|---|----------------|-----------------------|
| KORAPUT, ODISHA   |                |                       |   |                |                       |
| RECEIPT & PAYMENT ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2019  |                |                       |   |                |                       |
| RECEIPTS  | AMOUNT (Rs)    | AMOUNT (Rs)           | PAYMENTS  | AMOUNT (Rs)    | AMOUNT (Rs)           |
| <u>Opening Balance</u>  |                |                       | <u>Sector wise Expenses</u>   |                |                       |
| Central Bank of India-  | 430,921,547.31 | 430,921,547.31        | Drinking Water  | 14,059,750.00  |                       |
|   |                |                       | Health Care   | 22,712,325.00  |                       |
|   |                |                       | Education   | 51,456,201.00  |                       |
|   |                |                       | Welfare of aged & disabled  | 8,258,875.00   |                       |
|   |                |                       | Road Connectivity   | 88,327,358.00  |                       |
|   |                |                       | Physical Infrastructure   | 9,341,109.00   |                       |
|   |                |                       | Irrigation  | 59,225,000.00  |                       |
| <u>Receipts :</u>   |                |                       | Afforestation   | 30,206,643.00  | 283,587,261.00        |
| Receipt from lessee   | 528,543,516.45 |                       | Refund of Retention Charges   | 2,516,229.00   | 2,516,229.00          |
| Interest on Bank Account  | 20,520,930.00  |                       | Contingency   | 3,210,800.00   | 3,210,800.00          |
| Refund from Cancelled Projects  | 6,449,264.00   | 555,513,710.45        | <u>Closing Balance:</u>   |                |                       |
|   |                |                       | Central Bank of India-3518234099  | 697,120,967.76 | 697,120,967.76        |
| <b>TOTAL</b>  |                | <b>986,435,257.76</b> | <b>TOTAL</b>  |                | <b>986,435,257.76</b> |
| <p>For DISTRICT MINERAL FOUNDATION TRUST</p> <p><i>[Signature]</i><br/>PROJECT DIRECTOR, DRDA<br/>(Chief Executive Officer), DMF<br/>KORAPUT</p> <p><i>[Signature]</i><br/>COLLECTOR -CUM-<br/>CHAIRMAN, DMF, KORAPUT<br/>(Collector &amp; Chair person cum<br/>Managing Trustee)</p> |                |                       | <p>For RDA &amp; ASSOCIATES<br/>CHARTERED ACCOUNTANTS</p> <p><i>[Signature]</i><br/>BBSR<br/>(CA BHABANI PRASAD RADHI)<br/>PARTNER<br/>MNO-069840</p> |                |                       |

## DISTRICT MINERAL FOUNDATION TRUST

## KORAPUT, ODISHA

## Details of Receipt in Bank During the Financial Year 2018-19

| Month | Leasee | Receipt from Major Month wise | Month | Receipt from Minor During the year | Month | Interest During the Year | Month | Refund Receipt during the Year |
|-------|--------|-------------------------------|-------|------------------------------------|-------|--------------------------|-------|--------------------------------|
| April | IDC    | 240,485.00                    | April | 16,051.00                          | May   | 4,225,826.00             | Dec   | 1,350,000.00                   |
|       | IDC    | 242,194.00                    |       | 15,684.00                          | Aug   | 4,550,876.00             | March | 5,099,264.00                   |
|       | NALCO  | 17,500,668.00                 |       | 23,901.00                          | Nov   | 5,691,437.00             |       |                                |
|       | NALCO  | 5,107,499.00                  |       | 63,000.00                          | Feb   | 6,052,791.00             |       |                                |
| May   | IDC    | 243,185.00                    |       | 27,172.00                          |       |                          |       |                                |
|       | NALCO  | 34,567,017.00                 |       | 33,484.10                          |       |                          |       |                                |
|       | NALCO  | 3,838,172.00                  |       | 353,362.00                         |       |                          |       |                                |
|       | OMC    | 9,590.40                      |       | 75,433.00                          |       |                          |       |                                |
| June  | IDC    | 240,652.00                    |       | 31,715.00                          |       |                          |       |                                |
|       | NALCO  | 35,384,319.00                 | May   | 6,888.00                           |       |                          |       |                                |
|       | NALCO  | 7,097,901.00                  |       | 52,256.00                          |       |                          |       |                                |
|       | IDC    | 244,185.00                    | June  | 3,498.00                           |       |                          |       |                                |
| July  | IDC    | 249,985.00                    |       | 105,300.00                         |       |                          |       |                                |
|       | NALCO  | 4,904,877.00                  |       | 13,078.00                          |       |                          |       |                                |
|       | NALCO  | 32,580,225.00                 |       | 37,050.00                          |       |                          |       |                                |
|       | OMC    | 6,428,384.40                  |       | 5,860.05                           |       |                          |       |                                |
| Aug   | IDC    | 241,652.00                    |       | 2,240.00                           |       |                          |       |                                |
|       | OMC    | 2,007,605.70                  |       | 2,710.00                           |       |                          |       |                                |
|       | NALCO  | 36,792,883.20                 | July  | 234,000.00                         |       |                          |       |                                |
|       | NALCO  | 727,359.00                    |       | 13,000.00                          |       |                          |       |                                |
|       | OMC    | 2,265,139.20                  | Aug   | 35,280.00                          |       |                          |       |                                |
| Sep   | OMC    | 2,964,060.90                  | Sept  | 12,710.00                          |       |                          |       |                                |
|       | NALCO  | 32,298,998.00                 |       | 2,400.00                           |       |                          |       |                                |
| Oct   | OMC    | 7,413,927.90                  |       | 91,500.00                          |       |                          |       |                                |
|       | NALCO  | 34,932,887.00                 |       | 1,976.00                           |       |                          |       |                                |
|       | NALCO  | 1,265,620.00                  |       | 726.00                             |       |                          |       |                                |
| Nov   | NALCO  | 38,513,627.00                 | Oct   | 8,400.00                           |       |                          |       |                                |
|       | NALCO  | 4,764,811.00                  | Nov   | 31,035.00                          |       |                          |       |                                |
|       | OMC    | 8,199,222.90                  |       | 144,000.00                         |       |                          |       |                                |
| Dec   | NALCO  | 35,005,126.20                 |       | 31,500.00                          |       |                          |       |                                |
|       | NALCO  | 2,287,669.00                  | Dec   | 7,000.00                           |       |                          |       |                                |
|       | OMC    | 12,618,584.00                 |       | 10,813.00                          |       |                          |       |                                |
|       | IDC    | 242,128.00                    |       | 8,000.00                           |       |                          |       |                                |
| Jan   | IDC    | 251,413.00                    |       | 13,000.00                          |       |                          |       |                                |
|       | OMC    | 9,018,928.50                  | Jan   | 7,297.00                           |       |                          |       |                                |



|       |       |                       |       |                     |  |                      |                     |
|-------|-------|-----------------------|-------|---------------------|--|----------------------|---------------------|
|       | NALCO | 85,748.00             |       | 7,297.00            |  |                      |                     |
|       | NALCO | 38,171,163.00         |       | 7,297.00            |  |                      |                     |
| Feb   | IDC   | 250,784.00            | Feb   | 63,000.00           |  |                      |                     |
|       | IDC   | 242,128.00            |       | 20,800.00           |  |                      |                     |
|       | NALCO | 37,553,661.00         |       | 18,720.00           |  |                      |                     |
|       | NALCO | 1,972,448.00          |       | 13,863.00           |  |                      |                     |
|       | OMC   | 16,713,856.00         | March | 13,058.00           |  |                      |                     |
|       | IDC   | 243,714.00            |       | 10,560.00           |  |                      |                     |
| March | IDC   | 247,099.00            |       | 6,951.00            |  |                      |                     |
|       | OMC   | 15,071,600.00         |       | 6,951.00            |  |                      |                     |
|       | NALCO | 33,711,370.00         |       |                     |  |                      |                     |
|       | NALCO | 1,652,306.00          |       |                     |  |                      |                     |
|       | IDC   | 246,842.00            |       |                     |  |                      |                     |
|       |       | <b>526,853,700.30</b> |       | <b>1,689,816.15</b> |  | <b>20,520,930.00</b> | <b>6,449,264.00</b> |





**DISTRICT MINERAL FOUNDATION TRUST**  
**KORAPUT, ODISHA**  
**Depreciation For the Year ended 31.03.2019**

| Fixed Assets           | Date of Purchase | Amount            | Depreciation Rate | Depreciation     | WDV as on 31.03.2019 |
|------------------------|------------------|-------------------|-------------------|------------------|----------------------|
| HP Printer             | 5:12:18          | 11,450.00         | 40%               | 2,290.00         | 9,160.00             |
| HP computer and laptop | 8:12:18          | 203,970.00        | 40%               | 40,794.00        | 163,176.00           |
| HP Printer             | 8:12:18          | 29,490.00         | 40%               | 5,898.00         | 23,592.00            |
| HP Laptop              | 29:12:18         | 117,980.00        | 40%               | 23,596.00        | 94,384.00            |
|                        |                  |                   |                   |                  | -                    |
| Microteck Inverter     | 8:12:18          | 97,000.00         | 15%               | 7,275.00         | 89,725.00            |
|                        |                  |                   |                   |                  | -                    |
| Furniture fixture      | 15:12:18         | 105,000.00        | 10%               | 5,250.00         | 99,750.00            |
|                        |                  |                   |                   |                  | -                    |
| <b>Total</b>           |                  | <b>564,890.00</b> |                   | <b>85,103.00</b> | <b>479,787.00</b>    |



## DISTRICT MINERAL FOUNDATION TRUST

KORAPUT, ODISHA

## Sanction of Fund for variuos Priority Sector and Other Priority Sector During the Financial Year 2018-19

| Collection | 528,543,516.45 | Sanction                   | Amount INR            | % on Collection | Release                    | Amount INR            |
|------------|----------------|----------------------------|-----------------------|-----------------|----------------------------|-----------------------|
|            |                | Drinking Water             | 58,943,000.00         | 11.15           | Drinking Water             | 14,059,750.00         |
|            |                | Health Care                | 37,731,000.00         | 7.14            | Health Care                | 22,712,325.00         |
|            |                | Education                  | 143,964,580.00        | 27.24           | Education                  | 51,456,201.00         |
|            |                | Welfare of aged & disabled | 9,380,500.00          | 1.77            | Welfare of aged & disabled | 8,258,875.00          |
|            |                | Road Connectivity          | 347,309,432.00        | 65.71           | Road Connectivity          | 88,327,358.00         |
|            |                | Physical Infrastructure    | 23,915,859.00         | 4.52            | Physical Infrastructure    | 9,341,109.00          |
|            |                | Irrigation                 | 59,225,000.00         | 11.21           | Irrigation                 | 59,225,000.00         |
|            |                | Afforestation              | 30,206,643.00         | 5.72            | Afforestation              | 30,206,643.00         |
|            |                | Contingency                | 3,210,800.00          | 0.61            | Contingency                | 3,210,800.00          |
|            |                | <b>Gross Total</b>         | <b>713,886,814.00</b> | <b>135.07</b>   | <b>Gross Total</b>         | <b>286,798,061.00</b> |

