



A. K. SABAT & Co.

Independent Auditor's Report

To the Members of Udyama, Nayagarh - 752069

Report on the Financial Statements

We have audited the accompanying financial statements of Udyama, a public charitable society registered under Societies Registration Act, 1860, ("the Society"), which comprise the Balance Sheet as at March 31, 2013, the statement of Income and Expenditure and the statement of Receipts and Payments for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Society's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Society in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India, to the extent applicable to a Not-for-Profit Organisation. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, *subject to that the organisation do not provide for depreciation [Ref: Significant Accounting Policies in para 2(A)2.h of Notes to the Financial Statements]*, the financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- in the case of the Balance Sheet, of the state of affairs of the Society as at March 31, 2013;
- in the case of the Statement of Income and Expenditure, of the excess of income over expenditure of the Society for the year ended on that date.
- in the case of the Statement of Receipts and Payments, of the receipts and payments of the Society for the year ended on that date.

Bhubaneswar
27th January, 2014



for A. K. Sabat & Co.
Chartered Accountants
Firm's Registration Number: 321012E

P. K. Mahapatra

Pradipta Kishore Mahapatra
Partner
Membership Number: 052993

Mahapatra House, Jhunjhunwala Garden, Ashok Nagar, Bhubaneswar - 751009
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Udyama

Nayagarh - 752069, Odisha

Statement of Receipts and Payments for the year ended 31 March, 2013

	Note		Rupees
Receipts			
Opening Balance:		5,920.50	
Cash in Hand		6,22,690.22	6,28,610.72
Cash at Bank			
Restricted Grant / Donation / Contribution:	1	99,753.00	
Relating to Foreign Contribution		6,06,000.00	7,05,753.00
Relating to Non-Foreign Contribution			
Deemed Grant / Donation / Contribution:			
Deemed Grant (Interest from Bank):			
Tata Trust - Opportunity of NRGs		3,264.00	
Tata Trust - Flood Relief Activities Project (Ph-2)		4,068.00	
Jamsetji Tata Trust - Distress Migration		5,909.00	13,241.00
Organisation's Contribution to Programmes (contra)			
Relating to Foreign Contribution		13,193.00	
IWP - Workshop and SSP (Survey)		260.00	13,453.00
SSP (DRR Survey)			
Local Contributions		32,500.00	59,194.00
Jamsetji Tata Trust - Distress Migration			11,66,600.00
Other Receipts			18,633.00
Interest			
Receivables:		4,481.00	
Programme Advances		5,000.00	
Security Deposit - House Rent		32,900.00	42,381.00
Income Tax Deducted at Source (ITDS)			
Sundry Payables:		1,75,000.00	
Salary Payable		28,000.00	2,03,000.00
A. K. Sabat & Co.			28,24,171.00

Payments

Programme Expenses			
Out of Restricted Grant/ Donation/ Contribution:	1		
Relating to Foreign Contribution		1,13,706.00	
Relating to Non-Foreign Contribution		12,03,457.00	13,17,163.00
Out of Unrestricted Receipts:			
Organisation's Contribution (contra)			13,453.00
Relating to Foreign Contribution			
Other Programme Expenses :		76,450.00	
Nursery Expenses		46,890.00	

Udyama

Nayagarh - 752069, Odisha

Statement of Receipts and Payments for the year ended 31 March, 2013

	<u>Note</u>		<u>Rupees</u>
Receipts			
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Cash in Hand		<u>6,22,690.22</u>	6,28,610.72
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Deemed Grant (Interest from Bank):			
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Income Tax Deducted at Source (ITDS)		<u>32,900.00</u>	42,381.00
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Salary Payable		<u>28,000.00</u>	2,03,000.00
A. K. Sabat & Co.			<u>28,24,171.72</u>
Payments			
Programme Expenses			
Out of Restricted Grant/ Donation/ Contribution:	1	1,13,706.00	
Relating to Foreign Contribution		<u>12,03,457.00</u>	13,17,163.00
Relating to Non-Foreign Contribution			
Out of Unrestricted Receipts:			
Organisation's Contribution (contra)			13,453.00
Relating to Foreign Contribution			
Other Programme Expenses :		76,450.00	
Nursery Expenses		46,890.00	
BGREI - Balangir			



Continued ...

Udyama

Nayagarh - 752069, Odisha

Balance Sheet

as at 31 March, 2013

Note

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Sources of Funds

Capital Reserve

For Assets purchased out of Restricted Grants or
Received in Kind (*contra*)

As per last Balance Sheet

1,75,65

General Reserve

Of Foreign Contribution Fund:

As per last Balance Sheet

1,695.00

Less: Excess of expenditure over income of the year

306.00

1,389.00

Of Non-Foreign Contribution Fund:

As per last Balance Sheet

10,16,844.72

Less: Excess of expenditure over income of the year

1,60,996.00

8,55,848.72

8,57,23

10,32,88

Application of Funds

Fixed Assets (at cost)

Fixed Assets Acquired out of Restricted Grant /
Donation / Contribution or Received in Kind
(*contra*)

As per last Balance Sheet

1,75,650.00

Fixed Assets Acquired out of Unrestricted Grants

As per last Balance Sheet

5,62,853.00

7,38,50

Current Assets, Loans and Advances (Unsecured considered good)

Current Assets:

Cash in hand

16,495.50

Cash at bank

35,918.22

52,413.72

Receivable and Advances:

Grant Receivable

1 4,46,444.00

Loan to Staffs

15,000.00

Income Tax Deducted at Source (ITDS)

22,218.00

4,83,662.00

(A)

5,36,075.72

Continue



Udyama

Nayagarh - 752069, Odisha

Statement of Receipts and Payments for the year ended 31 March, 2013 ... Continued

	Note		Rupees
Payments			
BGREI - Nabarangapur		1,10,350.00	
Center for Development and Disaster Management S		72,000.00	
Vodafone Spacetel Ltd - Grant refund		4,75,500.00	
Migration Programme Expenses		22,502.00	
Tailoring Training Expenses		3,239.00	
World Water Day Celebration		1,429.00	
		8,08,360.00	21,38,976.00
Administrative Expenses		306.00	
Relating to Foreign Contribution		5,24,416.00	5,24,722.00
Relating to Non-Foreign Contribution			
Receivables:			
Income Tax Deducted at Source (ITDS)		9,000.00	
Loan to Staffs		15,000.00	24000.00
Sundry Payable:			
A. K. Sabat & Co.		12,000.00	
Central Office Rent Payable		3,000.00	
TDS Payable		2,060.00	
Loan		67,000.00	84,060.00
Closing Balance:			
Cash in Hand		16,495.50	
Cash at Bank		35,918.22	52,413.72
			28,24,171.72

The accompanying Notes 1 and 2 are an integral part of the Financial Statements.

In terms of our report of even date

For A. K. Sabat & Co.

Chartered Accountants

P. K. Mahapatra

Pradipta Kishore Mahapatra

Partner

Bhubaneswar, 27 January 2014

For Udyama

Pradeep Mohapatra

Pradeep Mohapatra
Secretary



Udyama

Nayagarh - 752069, Odisha

Balance Sheet

as at 31 March, 2013 ... *Continued*

Application of Funds

Current Liabilities and Provisions:

Project Fund to be spent	1	14,469.00
Salary Payable		1,75,000.00
A. K. Sabat & Co.		<u>52,222.00</u>
	(B)	<u>2,41,691.00</u>

Net Current Assets

(A-B)

2,94,384.72

10,32,887.72

The accompanying Notes 1 and 2 are an integral part of the Financial Statements.

In terms of our report of even date

For A. K. Sabat & Co.

Chartered Accountants

P. K. Mahapatra

Pradipta Kishore Mahapatra

Partner

Bhubaneswar, 27 January 2014

For Udyama

Pradeep Mohapatra

Pradeep Mohapatra

Secretary



Udyama

Nayagarh - 752069, Odisha

Notes to the Financial Statements

for the year ended 31 March, 2013

1. Project Fund

1. Project Fund						Rupees	
Sponsoring Agency	Opening Balance		Received From		Utilised	Closing Balance	
	To receive	To spend	Funders	Others		To receive	To spend
FOREIGN							
SSP-IDDRWGM	-	-	19,253.00	-	19,253.00	-	-
SSP-DRR Survey	-	-	30,500.00	260.00	30,760.00	-	-
IWP - Workshop in 2012 at Dist & Block	-	500.00	50,000.00	13,193.00	63,693.00	-	-
(A)	-	500.00	99,753.00	13,453.00	1,13,706.00	-	-
INDIAN							
CDRF	-	14,469.00	-	-	-	-	14,469.00
AKSS for IEC	56,300.00	-	-	-	-	56,300.00	-
Tata Trust - Opportunity of NRGs	-	23,073.00	-	3,264.00	26,337.00	-	-
Tata Trust - Flood Relief Activities - 2	-	1,14,751.00	-	4,068.00	1,18,819.00	-	-
Jamsetji Tata Trust - Distress Migration	-	23,748.00	6,06,000.00	38,409.00	6,68,157.00	-	-
Center for World Solidarity	-	-	-	-	3,90,144.00	3,90,144.00	-
(B)	56,300.00	1,76,041.00	6,06,000.00	45,741.00	12,03,457.00	4,46,444.00	14,469.00
(A+B)	56,300.00	1,76,541.00	7,05,753.00	59,194.00	13,17,163.00	4,46,444.00	14,469.00

2. Significant Accounting Policies and Other Notes

(A) 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

- Assets acquired out of Restricted Grants for Project purposes are charged off as Expenditure / Utilization of the Grant - as per Donor/s Agreements.
- 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.
- Assets received in kind are recognized as Income at their values as declared by the Donor/s if not at their market value.
- Correspondingly, they are charged off as Expenditure / Utilization of the Grant - as per the Donor/s Agreements.
- 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.
- 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.
- Assets acquired out of unrestricted resources/ internal accruals are capitalized at cost of acquisition.
- Depreciation is not charged on Assets so long as its usefulness to the organisation is not impaired.



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