

Independent Auditors' Report

To the Members of
Chaitanya Educational and Rural Development Society.

Opinion

I have audited the financial statements of Chaitanya Educational and Rural Development Society which comprise the balance sheet as at 31 March 2020, the income and expenditure account and the receipts and payments account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statement give a true and fair view of the financial position of the society as at 31 March 2020, and of its financial performance for the year then ended in accordance with the Generally Accepted Accounting Principles in India issued by the institute of chartered accountants of India

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) issued by the institute of Chartered accountants of India (ICAI). My responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of my report. I am independent of the society in accordance with the ethical requirements that are relevant to my audit of financial statements and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Society's Management and Those charged with governance for the Financial Statements

Society's Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Accounting policies adopted by the society 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, Society's Management is responsible for the assessing the society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using going concern basis of accounting unless

K. Naga

Chaitanya



management either intends to liquidate the society or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as whole are free from material misstatement, whether due to fraud or error, and to issue an auditor report that includes my opinion. Reasonable assurance is a high level of assurance, but is not 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 as material if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of user taken on the basis of these financial statements.

As part of an audit in accordance with SAs, I exercise professional judgement and maintain professional Skepticism throughout the audit. I also:

- Identify and assess the risk 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 society's internal control. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimate and related disclosures made by management.
- Conclude on the appropriateness of the Society's management's use of the going concern basis of accounting and based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the society's ability to continue as a going concern, if I conclude that a material uncertainty exists, I required to draw attention in my audit report to the related disclosures in the financial statements or if such disclosure are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the trust to cease to continue as a going concern.

K. Naga
Chaitanya



K Naga Chaitanya
Chartered Accountant

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I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant findings, including any significant deficiencies in internal control that identified during my audit.

K. Naga
Chaitanya



K Naga Chaitanya
Chartered Accountant
Membership No: 249342

UDIN: 202A9342-AAAAAL2587

PLACE: CHILAKALURIEPT
DATE: 13.09.2020

CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY

(REGD.No. 499/1996, DOOR No. 3-68/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR DL, A.P.)

BALANCE SHEET AS ON 31ST MARCH 2020

PREVIOUS YEAR	LIABILITIES	AMOUNT	CURRENT YEAR	PREVIOUS YEAR	ASSETS	AMOUNT	CURRENT YEAR
INR		INR	INR	INR		INR	INR
91,052.85	CAPITAL FUND : As per the last balance sheet Add: During the Financial year 2019-20	91,052.85 49,441.95	140,494.80	54,876.08	FIXED ASSETS : Note 1 LAND COMPUTERS FURNITURE CYCLE	15,000.00 6,585.18 19,354.55 258.09	41,197.82
27,710.00	DONOR AGENCY ACCOUNT: Note: 3 Opening Balance Add: Grant Received during the year 2019-20 Less: Expenditure incurred	27,710.00 989,216.04 996,926.04 954,361.82	42,564.22	10,859.50 53,025.27	CLOSING BALANCES : Note 2 Cash in hand Cash at bank	10,272.50 131,588.70	141,861.20
118,762.85	TOTAL		183,059.02	118,762.85	TOTAL		183,059.02

K. Naga Chaitanya

 K Naga Chaitanya
 Chartered Accountant
 Membership No : 249342

UDIN: 20249342 AAAAL 2587
 DATE : 13.09.2020
 PLACE: CHILAKALURIPET

For Chaitanya Educational And Rural
 Development Society

O. Venkata Rao
 O Venkata Rao
 President

N. Srinivasa Rao
 N Srinivasa Rao
 Executive Secretary



CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY

(REGD.No. 499/1996, DOOR No. 3-68/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR Dt., A.P.)

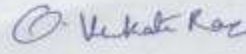
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

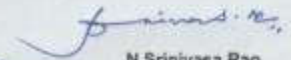
PREVIOUS YEAR	EXPENDITURE	CURRENT YEAR	PREVIOUS YEAR	INCOME	CURRENT YEAR
INR		INR	INR		INR
1,252.22	To Water, Health & Sanitation Programmes	9,650.00	8,000.00	By Membership fees	8,000.00
778.28	To Primary Educational needs to school children	1,850.00			
150.00	To Support to Skill Training & Sewing Machines	32,820.00	250.63	By Donations Received (Overseas)	25,372.84
200.71	To Support to Income Generation Activities	1,500.00			
-	To Support to HIV/AIDS Patients	10,477.13		By Donations Received from Give India Donors (Local)	4,000.00
-	To Disabled Services	5,300.00	3,500.00		
-	To COVID-19 Relief Assistance	40,250.00			
			260,500.00	By Donations from Indian Individuals	298,200.00
377,876.60	To Administrative expenses (Note-3)	322,807.50	109,900.00	By Members contributions	150,000.00
4,430.90	To Depreciation	13,680.26			
			3,303.00	By Bank Interest Received	2,004.00
784.92	To Excess of Income over Expenditure	49,441.95			
385,463.63	TOTAL	487,576.84	385,463.63	TOTAL	487,576.84

For Chaitanya Educational And Rural Development Society

K. Naga Chaitanya

K Naga Chaitanya
 Chartered Accountant
 Membership No : 249342

O Venkata Rac

O Venkata Rac
 President

N Srinivasa Rao

N Srinivasa Rao
 Executive Secretary



UDIN: 20249342AAAAAL2587

DATE : 13.09.2020
 PLACE: CHILAKALURIPET

CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY

(REGD.No. 499/1996, DOOR No. 3-6B/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR DL., A.P.)

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2020

PREVIOUS YEAR	RECEIPTS	CURRENT YEAR	PREVIOUS YEAR	PAYMENTS	CURRENT YEAR
				GENERAL :	
	To Opening Balance :			By Water, Health & Sanitation Programmes	9,850.00
17,073.50	Cash on hand	10,859.50	1,252.22	By Primary Educational needs to school children	1,650.00
433,389.26	Cash at bank	53,025.27	778.28	By Support to skill training and sewing machines	32,820.00
			150.00	By Support to Income Generation Activities	1,500.00
8,000.00	To Membership fees	8,000.00	-	By Support to HIV/AIDS Patients	10,477.13
			-	By Disabled Services	5,300.00
535,199.23	To Donations Received (Overseas) (Refer Note 4)	233,741.01	-	By COVID-19 Relief Assistance	40,250.00
1,209,310.34	To Donations Received from Give India (Local) (refer Note 5)	712,265.00	377,876.60	By Administrative expenses (Note:6)	322,807.50
				SPECIFIC :	
133,361.04	To Donations Received (Local) (Refer Note 5)	52,582.87	293,205.79	By installation of Drinking Water Borewells	139,677.05
260,500.00	To Donations from Indian Individuals	298,200.00	35,865.59	By Primary Educational needs to school children	43,897.51
			612,621.80	By Milch Animals to Widows	188,430.29
109,900.00	To Members contributions	150,000.00	206,116.57	By Sanitary Toilet for Disabled	66,330.00
			89,592.58	By Support of Fishing nets	56,524.41
3,303.00	To Bank Interest Received	2,004.00	135,625.13	By Support to skill training and sewing machines	53,680.00
			343,305.29	By Nutrition Kits for HIV/AIDS People (RDO)	39,739.99
			416,000.00	By Nutrition Kits for HIV/AIDS People (MDO)	313,500.00
			103,381.04	By Community Development Works	52,582.87
			30,000.00	By Livelihood support to disadvantaged	-
				By CLOSING BALANCES :	
			10,859.50	Cash on Hand	10,272.50
			53,025.27	Cash at Bank	131,588.70
2,710,056.37	TOTAL	1,520,677.65	2,710,056.37	TOTAL	1,520,677.65

K. Naga Chaitanya

 K Naga Chaitanya
 Chartered Accountant
 Membership No : 249342

UDIN: 20249342AAAAAL2587
 DATE : 13.09.2020
 PLACE: CHILAKALURIPET

For Chaitanya Educational And Rural Development Society

O. Venkata Rao
 O Venkata Rao
 President



N. Srinivasa Rao
 N Srinivasa Rao
 Executive Secretary

CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY

1. Significant Accounting Policies

1.1 Organization overview

The Chaitanya Educational and Rural Development Society is registered under AP Societies Registration Act 1860. It was registered on 05.11.1996. The principal Activity of the Society is Educational and Rural Development.

The Society is also involved in various other charitable activities such as providing water treatment plants and construction of toilets and implementing various other programs for the relief of the poor.

1.2 Significant accounting policies

i. Basis of Preparation of financial Statements

The Balance sheet and Income and Expenditure accounts are prepared under historical cost convention and accounting is on cash basis.

ii. Property, Plant and Equipment

Fixed assets stated at cost of acquisition, construction less accumulated depreciation. The cost of fixed assets includes the purchase cost of fixed assets and any other directly attributable costs of bringing the assets to their working condition for the intended use, borrowing costs, if any, directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Fixed assets received as a donation in kind are measured and recognized at fair value on the date of being ready for their intended use.

iii. Depreciation:

Depreciation on fixed assets is provided on a written down value method basis at the rates of depreciation provided in the income tax act 1961

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iv. **Revenue Recognition:**

1. Donation Received in Cash:

Donation received in cash other than those received for depreciable asset, are recognized as income when the donation is received.

2. Donation Received in Kind:

Donation received in kind, other than those received for depreciable asset are measured at fair value on the date of receipt and recognized as income only upon their utilization.

3. Donation made with specific direction:

Donation made with a Specific direction that they shall form part of the corpus fund or endowment fund of the society are classified as such and are directly reflected as society capital funds in the balance sheet.

4. Interest Income:

Bank interest on deposits is recognised as income when the interest is credited to bank Account.

v. **Income Tax:**

The Society is registered under Section 12A of the income tax act 1961, under the provisions of income tax Act, the income of the society is exempt from tax, subjected to compliance of terms and conditions specified in the Act.

Consequent to the insertion of tax liability on anonymous donations vide finance act 2006, the trust provides for the tax liability in accordance with the provisions of section 115BBC of the act. If at all the there are any such anonymous donations.

vi. **Cash and cash Equivalents.**

Cash and Cash Equivalents comprise cash and balances with banks.

vii. **Foreign Currency Transactions:**

Foreign Grants received by the society are accounted for as per the exchange value credited by the bank taking into account the prevailing foreign exchange conversion rate.

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CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY
(REGD.No. 499/1996, DOOR No. 3-88/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR DL, A.P.)

Note: 1

SCHEDULE OF FIXED ASSETS AS ON 31ST MARCH 2020

SN	PARTICULARS	OPENING BALANCE 01.04.2019	PURCHASED	TOTAL	DEPRECIATION	SOLD	CLOSING BALANCE 31.03.2020
		INR	INR	INR	INR	INR	INR
1	LAND	15,000.00	-	15,000.00	-	-	15,000.00
2	FURNITURE	7,316.87	-	7,316.87	731.69	-	6,585.18
3	COMPUTER	32,257.58	-	32,257.58	12,903.03	-	19,354.55
4	CYCLE	303.63	-	303.63	45.54	-	258.09
		54,878.08	-	54,878.08	13,680.26	-	41,197.82

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CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY
(REGD.No.499/1996, D.No.3-68/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR Dt., A.P.)

Note: 2

SCHEDULE OF BANK ACCOUNTS FOR THE FY 2019-20

SN	NAME OF THE BANK	PLACE	ACCOUNT No.	AMOUNT INR
1	Vijaya Bank	Chilakaluripet	400601011000941	33,125.90
2	State Bank of India	Chilakaluripet	31055867582	1,794.00
3	Indian Bank	Chilakaluripet	783504256	95,083.72
4	ICICI Bank	Guntur	630701108554	1,585.08
	TOTAL			131,588.70

K. Naga
Chairman



CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY

(REGD.No. 499/1996, DOOR No. 3-68/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR Dt., A.P.)

Note: 3

DONOR AGENCY ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

SN	AGENCY	PROJECT	OPENING	GRANTS	TOTAL	UTILISED	BALANCE
			BALANCE	RECEIVED			
			01.04.2019				31.03.2020
			INR	INR	INR	INR	INR
1	Give Foundation Inc - FC	1. Installation of Drinking Water Borewells	-	18,077.06	18,077.06	18,077.06	-
		2. Primary Educational needs to school children	-	2,097.51	2,097.51	2,097.51	-
		3. Milch Animals to Widows	-	80,430.29	80,430.29	80,430.29	-
		4. Support of Fishing Nets	-	9,818.63	9,818.63	4,824.41	4,994.22
		5. Nutrition Kits to HIV/AIDS people (RDO)	-	3,274.69	3,274.69	3,274.69	-
2	Give India - FC	1. Installation of Drinking Water Borewells	-	6,000.00	6,000.00	6,000.00	-
		2. Milch Animals to Widows	-	27,000.00	27,000.00	27,000.00	-
		3. Sanitary Toilet support to Disabled	-	7,370.00	7,370.00	7,370.00	-
		4. Support to skill training and Sewing machines	6,710.00	-	6,710.00	6,710.00	-
		5. Support of Fishing Nets	-	4,700.00	4,700.00	4,700.00	-
3	Rotary Clubs & Individuals, NEW ZEALAND	1. Installation of Drinking Water Borewells	-	49,599.99	49,599.99	49,599.99	-
Sub-total - 1			6,710.00	208,368.17	215,078.17	210,083.95	4,994.22
1	Give India - NFC	1. Installation of Drinking Water Borewells	-	78,000.00	78,000.00	66,000.00	12,000.00
		2. Primary Educational needs to school children	-	41,800.00	41,800.00	41,800.00	-
		3. Milch Animals to Widows	-	94,500.00	94,500.00	81,000.00	13,500.00
		4. Sanitary Toilet support to Disabled	-	66,330.00	66,330.00	58,960.00	7,370.00
		5. Support of Fishing nets	-	51,700.00	51,700.00	47,000.00	4,700.00
		6. Support to skill training and Sewing machines	-	46,970.00	46,970.00	46,970.00	-
		7. Nutrition Kits to HIV/AIDS people (RDO)	-	36,465.00	36,465.00	36,465.00	-
		8. Nutrition Kits to HIV/AIDS people (MDO)	21,000.00	292,500.00	313,500.00	313,500.00	-
Sub-total - 2			21,000.00	708,265.00	729,265.00	691,695.00	37,570.00
2	INSTAMOJO, Bangalore	1. Community Development Works	-	21,028.28	21,028.28	21,028.28	-
3	Shamdesani Foundation, Mumbai	1. Community Development Works	-	30,000.00	30,000.00	30,000.00	-
4	DANAMOJO, Bangalore	1. Community Development Works	-	1,554.59	1,554.59	1,554.59	-
TOTAL			27,710.00	969,216.04	996,926.04	954,361.82	42,564.22

K. Naga Chaitanya

K Naga Chaitanya
Chartered Accountant
Membership No : 249342

UDIN: 20249342 AAAAAL2587

DATE : 13.09.2020
PLACE: CHILAKALURIPET



For Chaitanya Educational

O Venkata Rao
O Venkata Rao
President

N Srinivasa Rao
N Srinivasa Rao
Executive Secretary

CHAITANYA EDUCATIONAL AND RURAL DEVELOPMENT SOCIETY
(REGD.No.499/1996, D.No.3-68/1, 5th LINE, PANDARIPURAM, CHILAKALURIPET, GUNTUR Dt., A.P.)

Note: 4

DONATIONS RECEIVED (OVERSEAS) FOR THE YEAR 2019-2020

DONOR AGENCY	NAME OF THE PROGRAMME	AMOUNT	
		INR	INR
Give Foundation Inc. USA	1. Installation of Drinking Water Borewells	18,077.06	114,258.74
	2. Primary Educational needs to school children	2,097.51	
	3. Milch Animals to Widows	80,430.29	
	4. Support of Fishing Nets	9,818.63	
	5. Nutrition Kits to HIV/AIDS people (RDO)	3,274.69	
	6. General Fund	560.56	
Give India - FC	1. Installation of Drinking Water Borewells	6,000.00	69,882.28
	2. Milch Animals to Widows	27,000.00	
	3. Sanitary Toilet support to Disabled	7,370.00	
	4. Support of Fishing Nets	4,700.00	
	5. General Fund	24,812.28	
Rotary Clubs & Individuals, NEW ZEALAND	1. Installation of Drinking Water Borewells		49,599.99
TOTAL			233,741.01

Note: 5

DONATIONS RECEIVED (LOCAL) FOR THE YEAR 2019-2020

DONOR AGENCY	NAME OF THE PROGRAMME	AMOUNT	
		INR	INR
GIVE INDIA, NON FC DONATION	1. Installation of Drinking Water Borewells	78,000.00	712,265.00
	2. Primary Educational needs to school children	41,800.00	
	3. Milch Animals to Widows	94,500.00	
	4. Sanitary Toilet support to Disabled	66,330.00	
	5. Support of Fishing nets	51,700.00	
	6. Support to skill training and sewing machines	46,970.00	
	7. Nutrition Kits to HIV/AIDS people (RDO)	36,465.00	
	8. Nutrition Kits to HIV/AIDS people (MDO)	292,500.00	
	9. General fund	4,000.00	
INSTAMOJO, Bangalore	1. Community Development Works		21,028.28
DANAMOJO, Bangalore	1. Community Development Works		1,554.59
Shamdasani Foundation, Mumbai	1. Community Development Works		30,000.00
TOTAL			764,847.87

Note: 6

ADMINISTRATIVE EXPENSES FOR THE FY 2019-20

HEAD OF THE ACCOUNT	GENERAL - L.C	GENERAL - F.C.		AMOUNT
		INR	INR	
Personnel	186,000.00	-		186,000.00
House Establishment	85,457.00	-		85,457.00
Postage, Printing & Stationery	14,890.00	-		14,890.00
Transport	36,000.00	-		36,000.00
Miscellaneous	441.80	18.70		460.50
TOTAL	322,788.80	18.70		322,807.50