



INDEPENDENT AUDITORS' REPORT

To
The Members of
Development Research Communication & Services Centre ("DRCSO")

OPINION

We have audited the accompanying financial statements of **Development Research Communication & Services Centre ("DRCSO")** ("the SOCIETY"), which comprise the Balance Sheet as at March 31, 2021, the Income & Expenditure Account and the Receipts & Payments Account for the Year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion the accompanying financial statements give a true and fair view of the financial position of the SOCIETY as at March 31, 2021, and its financial performance for the year then ended in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India and Generally Accepted Accounting Principles in India (GAAP).

BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing (SAs). 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 (SOCIETY) in accordance with ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other 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.

RESPONSIBILITY OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The SOCIETY's Management is responsible for the preparation of the financial statements in accordance with the applicable requirements of the Accounting Standards issued by the Institute of Chartered Accountants of India and Generally Accepted Accounting Principles in India (GAAP), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements whether due to fraud or error.

In preparing the financial statements, SOCIETY's management is responsible for assessing the SOCIETY's ability to continue as a going concern, as applicable, matters related to going concern and using the going concern basis of accounting unless SOCIETY's management either intends to liquidate the SOCIETY or to cease operation, or has no realistic alternative but to do so.

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



AUDITOR'S RESPONSIBILITY

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 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 judgement 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 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, internal omissions, misrepresentations, or override 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 SOCIETY's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the SOCIETY's management.
- Conclude on the appropriateness of SOCIETY's management's use of the going concern of accounting and, based on the audit evidence obtained, whether material uncertainty exists related to events or conditions that may cast significant doubt on the Liaison office'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 statement 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 SOCIETY to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with SOCIETY's management 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.




REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the West Bengal Society's Registration Act,1961 applicable to the State of West Bengal and on the basis of such checks as we considered necessary and appropriate and according to the information and explanations given to us during the course of the audit we have verified and reviewed the following

- a) The books of accounts are maintained properly and regularly and in accordance with the provisions of the West Bengal Society's Registration Act,1961 and Rules thereunder.
- b) The Receipts and disbursements are properly and correctly shown in the accounts.
- c) The Cash Balance and vouchers are in the custody of the accountant on the date of the audit and were in agreement with the books of account.
- d) All the books of accounts, deeds, registers, vouchers and other relevant documents and records required by us were produced before us.
- e) During the year the SOCIETY did not hold any inventories of movables.
- f) No property or funds of the SOCIETY were applied for any objects or purpose other than the objects or purpose of the SOCIETY.
- g) There are no loans outstanding as at March 31, 2021 for more than year from due date of the scheduled repayment and no amount is written off during the year.

for **KRAG & ASSOCIATES**

Chartered Accountants
Firm Registration No. 526554E


Rejis Sen
Proprietor
Membership No. 065355

Place: Kolkata
Date: 30th October 2021
UDIN – 20165355AAAAA07153



K R A G & Associates

Chartered Accountants

To
The Members of
Development Research Communication & Services Centre ("DRCSC")

Subject: Management Letter from Auditors for the Financial Year 2020-21

Dear Sirs,

We have audited the accompanying financial statements of **Development Research Communication & Services Centre ("DRCSC") ("the SOCIETY")**, which comprise the :

- Balance Sheet as at March 31, 2021,
- the Income & Expenditure Account and the Receipts & Payments Account for the Year then ended and
- a summary of significant accounting policies and other explanatory information.

We are issuing certain observation/ confirmation of facts about the books of account, accounting systems, financial records and other record of society:

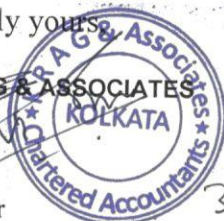
- a) We did not identify or come across a situation where we were made aware of any fraud involving employees, management etc.
- b) We did not identify any transaction that was abnormal or not in usual course of business
- c) We did not during the course of our audit come across any significant non compliance of laws and regulations
- d) We did not observe any all pervasive failure of internal controls that could significantly lead to a misstated financial statement
- e) We did not have any significant disagreement with management or the operational team
- f) There are no material entries that we not passed till the time of our audit.

This management letter is not to be interpreted as an opinion on the future of the society or in conjunction to any proposed donation or any transaction of strategic/non-financial significance.

Sincerely yours

for K R A G & ASSOCIATES

Proprietor



30th October 2021

Development Research Communication and Services Centre (DR CSC)
 Regd. Office : 18B, Gariahat Road (S), Kolkata - 700 031,
 Project Office: 58A, Dharmotola Road, Bosepukur, Kolkata - 700 042
 Balance Sheet as at March 31, 2021

Liabilities	Amount (INR)	Amount (INR)	Assets	Amount (INR)	Amount (INR)
Corpus Fund			Fixed Assets		
Project office building at Kolkata	5,46,617.81	4,91,956.03	As per last A/c	1,01,20,432.56	
Less.: Depreciation during the year	54,661.78		Add.: Addition during the year	15,92,577.00	
Corpus Fund (As per last A/C)	1,81,000.00	1,81,000.00	Less.: Depreciation during the year	1,17,13,009.56	1,03,46,352.78
Add.: Addition during the year	-	-	Loans & Advance		
Programme Balance			Strengthening Governance for Livelihood Security Project II, Orissa	3,299.00	
Less.: Deficit (Excess of expenditure over income)	9,61,47,416.82	9,42,19,740.48	Micro planning Youth Groups (Domestic)	5,969.00	
Revolving Seed Bank Fund			Fund Raising (Domestic)	14,000.00	23,268.00
Less.: Expenditure during the year	7,07,229.25	7,07,229.25	Fixed Deposit with Axis Bank Ltd		
Staff Welfare (As per last A/c)			FCRA A/C	1,44,96,557.00	
Less.: Expenditure during the year	36,250.00	30,514.00	General Fund - Domestic	58,57,800.00	2,03,54,357.00
Cycle Fund (As per last A/c)			Deposit		
Motor Cycle Maintenance Fund (As per last A/c)	13,757.00	2,07,030.00	Rent Deposit as per Last A/c. (FCRA)	8,900.00	
Current Liabilities			Electricity Deposit as per last A/c (Domestic)	44,310.00	
EPF Payable	2,21,462.00		Deposit for Rent (Domestic) as per last A/c	Rs. 49,100.00	
Professional Tax Payable	12,150.00		Add.: Security Deposit for Rent	24,000.00	1,26,310.00
TDS Payable	57,197.00		TDS Receivable		
Security Deposit	1,80,439.00		TDS (A.Y.2013-14)	9,900.00	
Provision for Audit Fees	49,250.00		TDS (A.Y.2014-15)	1,35,679.00	
OD A/c with Axis Bank Ltd			TDS (A.Y.2015-16)	15,500.00	
Add.: Addition during the year	5,50,000.00	5,20,498.00	TDS (A.Y.2016-17)	82,502.00	
Less: Repayment during the year	6,00,000.00	8,30,000.00	TDS (A.Y.2017-18)	14,800.00	
	11,50,000.00		TDS (A.Y.2020-21)	75,268.00	
	3,20,000.00		TDS (A.Y.2021-22)	28,717.00	3,62,366.00
			Project Advance		39,18,119.69
			Recharge of Fastag		950.00
			Closing Balances (Annexure - 1)		
			Cash in Hand	10,639.68	
			Cash at Bank	6,20,45,604.61	6,20,56,244.29
					9,71,87,967.76

for **KRAG & ASSOCIATES**
 Chartered Accountants
 Firm Registration No. 335554E
 KOLKATA
 11/2
RISHI SEN
 Proprietor
 Membership No. 065355
 UDIN - 21065355KAAA07153



SAMIR KUMAR BHATTACHARYYA
 Treasurer



DILIP KUMAR SARKAR
 Secretary
 Date :- October 30, 2021
 Place :- Kolkata

Development Research Communication and Services Centre (DR CSC)
 Regd. Office : 18B, Gariahat Road(S), Kolkata - 700 031
 Project Office: 58A, Dharmotala Road, Bosepukur, Kolkata - 700 042
Income & Expenditure Account
For the year ended March 31, 2021

Expenditure	Amount (Rs.)	Amount (Rs.)	Income	Amount (Rs.)	Amount (Rs.)
Programme Expenses					
Preservation of Environment	7,06,90,611.00		Society Membership Fees		2,640.00
Education	31,63,613.82		Contribution from Staff		56,000.00
Relief of the poor	3,19,36,453.93	10,57,90,678.75	Donation		21,39,553.04
			Other Income		4,87,011.00
			Grant		12,34,91,989.00
Administrative Expenses			Interest received from Saving Bank A/c		25,12,509.00
Rent	9,92,742.04		Deficit		19,27,676.34
Repair & Maintenance	15,32,057.72		Excess of Expenditure over Income		
Insurance	44,077.00				
Entertainment	2,78,729.00				
Professional Fees	3,35,899.00				
Audit Fees	2,10,500.00				
Telephone	3,29,871.61				
Electricity	1,77,809.00				
Stationeries	3,77,036.42				
Bank Charges	23,606.65				
Travel	17,99,445.91				
Advertisement	31,778.00				
Property/Road Tax	1,00,124.00				
Other Office running cost	13,93,527.63				
Interest on Overdraft	64,090.00	76,91,293.98			
Salaries					
Depreciation		1,58,01,045.00			
Advance written off		13,11,995.00			
		22,365.65			
		13,06,17,378.38			13,06,17,378.38

[Signature]
DILIP KUMAR SARKAR
 Secretary
 Date :- October 30, 2021
 Place :- Kolkata



[Signature]
SAMIR KUMAR BHATTACHARYA
 Treasurer



for KRAG & ASSOCIATES
 Chartered Accountants
 Firm Registration No. 325554
[Signature]
REJIS SEN
 Proprietor
 Membership No. 065355
 UDIN - 21065355AAAAA07153



Development Research Communication and Services Centre (DRSC)

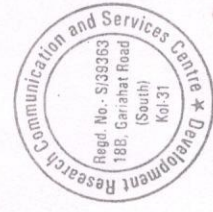
Regd. Office : 18B, Gariahat Road(S), Kolkata - 700 031
Project Office: 58A, Dharmotala Road, Bosepukur, Kolkata - 700 042

Receipts & Payments Account

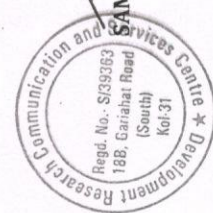
For the period from April 1, 2020 to March 31, 2021

Receipts	Amount (Rs.)	Amount (Rs.)	Payments	Amount (Rs.)	Amount (Rs.)
Opening Balance			Programme Expenses		
Cash in Hand	86,024.18		Preservation of Environment		2,51,50,867.00
Cash at Bank (Annexure - 1)	7,78,02,725.22	7,78,88,749.40	Education		30,85,074.00
Society Membership Fees		2,640.00	Relief of the poor		2,26,76,750.44
Security Deposit		1,80,439.00	Administrative Expenses		
Contribution from Staff		2,39,000.00	Rent		5,24,004.00
Donation		18,97,820.83	Repair & Maintenance		8,79,742.20
Other Income		10,98,471.19	Insurance		44,077.00
TDS Refund		1,36,767.00	Entertainment		88,960.00
Grant		12,34,91,989.00	Professional Fees		3,35,899.00
Interest received from Saving Bank A/c		22,14,479.00	Audit Fees		1,42,000.00
Bank Overdraft A/c		2,80,000.00	Telephone		2,42,485.61
			Electricity		94,298.00
			Stationeries		2,04,054.42
			Bank Charges		23,517.65
			Travel		10,60,470.91
			Advertisement		31,778.00
			Property/Road Tax		1,00,124.00
			Other Office Running Cost		61,715.00
			Interest on Overdraft		64,090.00
			Salaries		38,97,215.79
			Fixed Assets		1,65,67,582.00
			Provision for Expenses		15,92,577.00
			Overdraft Repayment		5,30,104.00
			Current Liabilities		3,20,000.00
			Loans & Advances		6,792.00
			Fixed Deposit		25,000.00
			Project Advance		1,50,00,000.00
			Closing Balance		5,65,22,148.90
			Cash in Hand		10,639.68
			Cash at Bank (Annexure - 1)		6,20,45,604.61
		20,74,30,355.42			20,74,30,355.42

for Krag & Associates
Chartered Accountants & Associates
Firm Registration No. 323564E
KOLKATA
BEJISEN
Proprietor
Membership No. 065355
UDIN - 2106135 APADA 07153



SAMIR KUMAR BHATTACHARYA
Treasurer



DILIP KUMAR SARKAR
Secretary
Date :- October 30, 2021
Place :- Kolkata

Details of Bank Balance as on 01.04.2020 & 31.03.2021

Name of Bank with branch & account no.	As at 01.04.2020 Amount (INR)	As at 31.03.2021 Amount (INR)
Current Account with SBI, 11 Sansadmarg, New Delhi, FCRA Account - A/C No. FCRA Utilisation Account Savings Account with Axis Bank Ltd, Prince Anwar Shah Road Branch		
(A/C No.255010100048310)	1,64,68,928.74	2,02,87,972.13
(A/C No.255010100139007)	4,585.55	4,673.45
(A/C no.912010024920714)	6,42,927.83	21,12,511.88
(A/C no.914010008773019)	1,70,965.66	11,29,669.11
(A/C no.914010010741064)	-	-
(A/C no.915010030605615)	-	-
(A/C no.915010030605598)	1,43,426.55	47,631.15
(A/C no.918010021154277)	18,43,594.04	15,788.04
(Axis Bank Ltd, Purulia, A/C No.911010020695701)	-	-
(Axis Bank Ltd, Purulia, A/C No.916010004285372)	1,723.00	2,615.00
(Axis Bank Ltd, Suri, A/C no.912010062785603)	73.89	29,213.49
(Axis Bank Ltd, Berhampur, Murshidabad)		
(A/C no.912010063606431)	10,190.06	11,027.10
(Axis Bank Ltd, Birbhum A/C no.914010369656460)	-	-
(Axis Bank Ltd, Jhargram A/C no.914010034961738)	123.40	
(Axis Bank Ltd, Axis Bank Ltd, , Bankura)		
(A/C no.91401003182425)	-	-
(UCO Bank, Hingalgunj A/C no.07050110139004)	1,000.00	1,000.00
General Fund - Domestic		
(Savings Account with Allahabad Bank, Golpark Branch) A/C No. 20789383280	8,15,742.00	8,43,012.00
(Savings Account with Axis Bank Ltd, Prince Anwar Shah Road) (A/C No.255010100048329)	28,63,649.43	40,93,760.13
(A/C No.917010042199399)	3,96,579.76	4,39,459.43
(A/c no.920010049425646)	-	25,445.00
(A/C No.918010046540844)	7,67,864.00	28,743.00
(A/C No.915010028377119)	5,23,73,665.63	1,01,16,436.63
(A/C no.920010009559789)	972.00	17,745.00
(A/c No.920010054991701)		4,11,233.22
(A/c No.912010007362779)		1,06,90,992.00
(Axis Bank Ltd, Santiniketan Road, Bolpur (A/C no.22001010097097)	8,43,969.25	7,33,038.25
(Axis Bank Ltd, Raghunathpur, Jhargram (A/C no.915010020353049)	1,09,771.40	52,446.40
(Axis Bank Ltd, Natun Chati, Bankura A/C No.915010045587094)	83,585.90	1,21,042.80
(Axis Bank Ltd, Ranchi Road, Purulia A/C No.916010004018088)	88,477.00	1,33,134.30
(Savings Account with State Bank of India, Kharbana Dum Dumi, Bankura (A/C no.39531498220)		1,06,97,015.10
(Savings Account with Kotak Mahindra Bank, Kasba Branch) A/C No. 2911921337	1,70,910.13	-
TOTAL	7,78,02,725.22	6,20,45,604.61



Significant Accounting Policy

Development Research Communication & Services Centre (“DRCSC” or “SOCIETY”) was registered as a society under West Bengal Societies Registration Act, 1961 on 30th December 1982 having a registration number of S/39363. DRCSC is focused on improving food and livelihood security of the rural poor through scientific management of natural resources and community-based initiatives on the basis of principles and actions, that are environment friendly, economically appropriate, socially just and developed by mutual cooperation.

Presently, DRCSC works with a network of local NGOs and Mutual Cooperation Groups for implementing different projects and programmes.

A. Basis of preparation of Financial Statement

The Society adopts historical cost convention as a going concern and in accordance with applicable Accounting Standards. Accrual system of accounting is followed by the Society except where otherwise stated.

B. Income

The society accounts for the Grants received from Indian and Overseas Donor(s) as and when received following the norms of conservatism and prudence. In the present financial year all grants were received for specific purposes of upliftment of the downtrodden (herein referred to as “Project” or “Programmes”).

C. Other income

The society accounts for other income (which majorly arises out of balances left from unspent grant or temporary funds kept in liquid form in Banks) as and when received following the norms of conservatism and prudence.

D. Revenue Expenditure

The society accounts for the revenue expenditures (expenses which are non-capital in nature) on an accrual basis. The expenses are incurred in keeping with the objective and the purpose for which grant was received. Expenses/Expenditure include cost of administrative salary, project monitoring costs and all other direct cost which are necessary and ancillary for the project(s).

E. Fixed Assets

The Fixed assets are acquired out of grant received and are reflected at historical cost. Historical cost of acquisition is inclusive of directly attributable costs such as freight, duties, taxes and all other expenditure incurred in bringing the asset to the condition required for its intended use.

F. Other Assets

Other assets as reflected in Balance Sheet primarily comprises Advances given to various parties in furtherance to attaining the end objective of the project (including employee advances), deposits and Cash and Bank. All assets after assessment by management carried at year end are considered to be good and recoverable.

