



INDEPENDENT AUDITOR'S REPORT

DISTRICT MINERAL FOUNDATION TRUST (DMF)

To the Members of the "DISTRICT MINERAL FOUNDATION TRUST",

We have audited the accompanying financial statements of "DISTRICT MINERAL FOUNDATION TRUST", Sundergarh, Odisha, 770001 which comprise the Balance sheet as at 31.03.2018, the income & expenditure statement and receipt & payment statement for the year then ended, and a summary of significant accounting policies and other explanatory statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and Receipts and payments of the Institution in accordance with account in principles generally accepted in India. 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 miss statement, there due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on 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 that we comply with ethical requirements and planned and perform the audit to obtain reasonable assurance about whether the financial statements are free from material miss-statement. An audit involves performing procedure 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 risk 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 institutions preparation and presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate to the circumstances but not for the purpose of express an opinion on the effectiveness of the entity's internal control. An audit also include evaluating the appropriateness of accounting polices used and reasonableness of accounting estimates, if any, 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

1. The financial statement dealt with by this reports are in agreement with the books of account as produced before us.
2. We have obtained all the information and explanations, which to the best of our knowledge and belief were for the purposes of our audit.
3. In our opinion, proper books of accounts have been maintained by the institution as far as appears from our examination of the books.
4. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read with significant accounting policies and other notes on account of the said schedule give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of institution as at 31.03.2018,
- b) In the case income and expenditure account of Surplus (excess of income over expenditure) for the year ended on that date, and
- c) In the case of receipts and payments accounts of all the receipts and payments of the institution for the year ended on that date.

PLACE: ANGUL

DATE:


18.5.18
Chief Executive Officer
District Mineral Foundation
Sundargarh


Collector & Chairperson-cum-
Managing Trustee, DMF, Sundargarh.



For GNS & ASSOCIATES
Chartered Accountants


BISWA VIKAS
PARTNER
M.No-308362
F.R.No-318171E

Audit Observations:

1. **Verification of Vouchers:**

A manual cash book is maintained to account/ record the receipt and payments transactions. All supporting documents for receipts, payments transaction of the scheme- "DISTRICT MINERAL FOUNDATION TRUST" was verified and found correct. A voucher guard file is maintained for all receipts and payment transactions.

2. **Receipt of funds:**

The Trust has received from Lessee an amount of Rs 3,15,37,17,843.00 during the financial year 2017-18.

3. **Bank Interest:**

The Trust has earned Bank Interest of Rs 1,45,03,432.00 during the financial year 2017-18.

4. **Surplus (Excess of income over Expenditure):**

There is surplus (Excess of income over Expenditure) to the extent of Rs 1,96,95,71,472.81

5. **Excess payment of Security deposit and Cess:**

During The Financial Year, the Trust has paid excess Security deposit and Cess of Rs 2,157.00 and Rs 2157.00 respectively to BDO Subdega against the bills of vendor- Chumanmani Patel. These Amounts have been received from BDO Subdega

6. **Security Deposit:**

During the FY 2016-17, Security deposit amount with various BDO's and Agencies amounts to Rs 2,70,043.00. This amount to be returned by the concerned BDO and Agency to DMF Security deposit account (Refer Annexure 1)

7. **Cash Basis of Accounting:**

Cash basis of accounting is followed to record the transactions.

8. **Depreciation:**


No depreciation is provided in the books.

9. **Amount of Flexi Account Interest (Accrued + Paid) by Bank in MOD Account:**

During the FY 2017-18, amount of Flexi Account Interest (Accrued + Paid) by Bank in MOD Account Rs 29,43,96,736.00 however, the Bank has deducted TDS @ 20% on Rs 27,78,87,210.12 (interest on flexi accounts) accrued and paid amounting to Rs 5,55,77,442.00 Thus, mismatch in interest accrued and paid by the Bank is noticed, which needs to be reconciled by the Bank.

Place: Angul

Date:


18.5.18
**Chief Executive Officer
District Mineral Foundation
Sundargarh**



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**For GNS & ASSOCIATES
Chartered Accountants**


**BISWA VIKAS
PARTNER
M.No-308362
F.R.No-318171E**


**Collector & Chairperson-cum-
Managing Trustee, DMF, Sundargarh.**

DISTRICT MINERAL FOUNDATION TRUST (DMF)

SUNDERGARH, ODISHA

BANK RECONCILIATION STATEMENT AS ON 31.03.2018

STATE BANK OF INDIA ACCOUNT NO: 35519362362

Particulars	Amount (Rs)	Amount (Rs)
Balance as per Bank Pass Book (Main Account) (A)	0.00	
Balance as per Bank Pass Book (Flexi Account with Interest) (B)	6,86,28,17,921.71	
Total Bank Balance C= (A+B)		6,86,28,17,921.71
Balance as per Bank column of Cash Book (D)	6,56,84,21,185.71	
Amount of Flexi Account Interest (Accrued + Paid) by Bank in MOD Account (E)	29,43,96,736.00	
Total Cash Book Balance F= (D+E)		6,86,28,17,921.71
Difference (C-F)		NIL

BANK RECONCILIATION STATEMENT AS ON 31.03.2018

STATE BANK OF INDIA ACCOUNT NO: 36364237768

Particulars	Amount (Rs)
Balance as per Bank column of Cash Book	4,99,31,760.00
Balance as per Bank Pass Book	4,99,31,760.00

Place: Angul

Date:

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18.5.18
Chief Executive Officer
District Mineral Foundation,
Sundargarh



[Signature]
Collector & Chairperson-cum-
Managing Trustee, DMF, Sundargarh.