



RAO & EMMAR
CHARTERED ACCOUNTANTS

Statutory Audit Report

For the period- 01st April 2020 to 31st March 2021

Name of District-Ratnagiri

Name of Block-Ratnagiri

Name of Unit-Unnati Mahila Prabhag Sangh

Name of CLF- Unnati Mahila Prabhag Sangh (Hatkhamba)

Conducted By:

Rao & Emmar

Chartered Accountants

Office Address : 304, Savita Sadan CHS, Plot No. 7, Gut No. 16+17, Palidevad, Sukapur, New Panvel, Navi Mumbai-410206
Phone :+91 83 69 568 436, Tel No 022 27451145 Email:mumbai.raoemmar@gmail.com, Website- www.raoemmar.com
Office at- Pune,Kolhapur, New Delhi, Goa , Surat, Raipur, Durg , Shimoga, Guwahati, Indore& Bengaluru



INDEPENDENT AUDITOR'S REPORT

To
The Members,
UNNATI MAHILA PRABHAG SANGH,
CLUSTER LEVEL FEDRATION (CLF),
HATKHAMBA, DIST- RATNAGIRI.

Report on the Annual Financial Statements

1. We have audited the accompanying financial statements of the **CLF UNNATI MAHILA PRABHAGSANGH, HATKHAMBA, DIST- RATNAGIRI UNDER NRLM Implemented by Maharashtra State Rural Livelihoods Missions (MSRLM), for the Government of Maharashtra**, which comprise the Balance Sheet as at March 31st 2021, Income and Expenditure Account and Receipts and Payments Account for the year ended 31st March 2021 and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation and fair presentation of these financial statements. This responsibility also includes maintenance of adequate accounting records in according to the provision of the Act for the safeguarding of the Asset of the Cluster Level Federation and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting Policies, making judgments and estimates that are reasonable and prudent, and design and implementation and maintenance of internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation of the financial statements that give true and fair view and free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with the standards on Auditing issued by the



RAO & EMMAR CHARTERED ACCOUNTANTS

Institute of Chartered Accountant 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.

4. 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 Cluster Level Federation 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 accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit except observation stated in the Annexure to the report.
7. In our opinion and to the best of our information and according to the explanations given to us, subject to the comments given in the Annexure to audit report the Financial statement, give true and fair view in conformity with the accounting principles generally accepted in India.
8. In the case of balance sheet of the state of affairs of the **CLF UNNATI MAHILA PRABHAGSANGH, HATKHAMBA, DIST-RATNAGIRI UNDER NRLM Implemented by Maharashtra State Rural Livelihoods Missions (MSRLM)**, as on March 31st 2021.
9. In the case of Income & Expenditure Account of the excess of Expenditure over Income for the year ended on that date, and In the case of Receipts and Payments Account, for the year ended on that date.



RAO & EMMAR
CHARTERED ACCOUNTANTS

Report on Other Legal and Regulatory Requirements

- a) The Balance Sheet, Income and Expenditure Account have been drawn up in the prescribed format.
- b) Subject to the limitations of the audit indicated in the paragraphs 1 to 5 above and as required by the accounting principles generally accepted in India and subject also to the limitations of disclosure required therein, we report that:
- c) The transactions of the Cluster Level Federation, which have come to our notice, have been within the powers.
- d) In our opinion, the Balance Sheet, Income and Expenditure Account and Receipt and payment Account comply with the applicable accounting standards.
- e) The Project funds were utilized for the purpose for which they were provided.
- f) The internal controls, internal checks implemented by the Cluster Level Federation needs to be improved considering the size of organization and volume of transactions.

For Rao & Emmar
Chartered Accountants
FRN 003084S

A. Chandel



Amar Singh Chandel
Partner
M No. 131257
Place: Mumbai
Date: 29-12-2021
UDIN: 22131257ACZKUC9204



AUDIT OBSERVATION

1. **Contra entry not recorded properly :**

- Contra entry for Cash deposit to bank and Cash withdrawal from bank has not been recorded properly in cash book.

2. **Recovery:**

- We have observed CIF Fund was directly disbursed by DMMU to VO's in the previous financial years.
- But after the formation of CLF, CIF funds are disbursed to VO's by CLF only
- Repayment of the loan as disbursed by DMMU is also deposited with CLF.
- The amount received by the CLF from VO's against the loan disbursed by DMMU is kept with CLF and is used for further Lending to VO's.

3. **Accounting Policy:**

- We have taken loan figures from Cash Book which are subject to confirmation and reconciliation
- Regrouping is done wherever necessary

For Rao & Emmar
Chartered Accountants
FRN 0030845

A. Chandel



Amar Singh Chandel
Partner
M No. 131257
Place: Mumbai
UDIN: 22131257ACZKUC9204

Unnati Mahila Prabhagsangh Hatkhamba

Block - Ratnagiri , District- Ratnagiri

Balance sheet as on 31.03.2018

FUNDS AND LIABILITIES	31st March 2021	31st March 2020	PROPERTY AND ASSETS	Amount (Rs)	
				31st March 2021	31st March 2020
Share capital			Saving paid	-	
Opening Balance (As per Last Balance sheet)	13,000	12,000	Capital paid	-	
Add: Received During the Year	-	1,000			
Less : Capital Repaid During the year	-	-			
Closing Balance	13,000	13,000			
Reserve Surplus			Fund Released to VO by CLFs		
Opening balance	4,01,267	1,98,364	Opening Balance	40,07,833	35,62,000
Add: Excess of Income over expenditure	56,486	2,02,903	Add: Fund released during the year by Vo's to SHG	28,50,000	22,80,000
Less: Excess of Expenditure over income	-	-	Less: Recovered from SHG's	21,16,753	18,34,167
Closing Balance	4,57,753	4,01,267	Closing Balance	47,41,080	40,07,833
CIF Fund Reserve (Fund received to CLFs from DMMU)			Other Funds /Grants given to VOs for Specific Purpose by CLFs (PG Loan ,VRF, internal loan)		
Opening Balance	43,35,000	43,35,000	Opening balance	-	-
Add: fund received during the year from DMMU	-	-	Add : Fund given during the year	24,000	-
Less: Fund repaid to DMMU by CLF	-	-	Less : Fund recovered during the year	4,000	-
Closing Balance	43,35,000	43,35,000	Closing Balance	20,000	-
Other Funds /Grants Received With Specific Purpose from DMMU			Closing Balance		
Opening balance	-	-	Cash in Hand	7	1,01,107
Add : Fund received during the year	1,21,620	-	Bank Balance	4,57,026	8,40,327
Less : Fund utilized during the year	1,06,000	-		4,57,033	9,41,434
Less : Fund repaid during the year	-	-			
Closing Balance	15,620	-			
Start Up Cost					
Opening Balance	2,00,000	2,00,000			
Add: Received during the Year	2,00,000	-			
Less: Fund utilized during the Year	3,260	-			
Closing Balance	3,96,740	2,00,000			
TOTAL	52,18,113	49,49,267	TOTAL	52,18,113	49,49,267

For Rao & Emmar
Chartered Accountants
FRN 003084S

A. Chandel



Amar Singh Chandel
Partner
M No. 131257
Place: Mumbai
Date: 29/12/2021
UDIN: 22131257ACZKUC9204

For
Unnati Mahila Prabhagsangh Hatkhamba
Block - Ratnagiri , District- Ratnagiri

Authorized Signatory

Unnati Mahila Prabhagsangh Hatkhamba

Block - Ratnagiri , District- Ratnagiri

Income & Expenditure Account for the year ending 31.03.2018

Expenditure	Amount (Rs)		Income	Amount (Rs)	
	31st March 2021	31st March 2020		31st March 2021	31st March 2020
Interest on CIF repaid	-	-	Interest received on CIF given	1,74,960	1,88,742
Bank Charges	4,570	5,531	Interest received on VRF given	-	-
Printing and Stationery	13,704	9,048	Interest received on Internal loan given	-	14,462
Salary - Accountant	23,100	15,300	Membership Fees from VO	2,200	1,100
Other Expenses	-	57,526	Bank Interest	26,655	13,676
Traveling / conveyance	1,100	8,351	Other Receipts	10,680	34,750
Office Expenses	6,880	-	Penalty recovered from Vos	200	-
Nutry Garden Expensess	8,000	-	Business Income of PG	-	-
Meeting Expense	-	8,576	Business Income of CLF	45,795	1,00,000
Electricity Expenses	600	-			
Penalty paid to DMMU	-	-			
Membership fees	-	-			
CLF Manager Salary	91,800	30,000			
PG Expenses	-	-			
Other Business Expenses	46,000	7,245			
Office Rent	8,250	8,250			
Excess of Income over expenditure	56,486	2,02,903			
Total	2,60,490	3,52,730	Total	2,60,490	3,52,730

For Rao & Emmar
Chartered Accountants
FRN 003084S

A. Chandel



Amar Singh Chandel
Partner
M No. 131257
Place: Mumbai
Date: 29/12/2021
UDIN: 22131257ACZKUC9204

For
Unnati Mahila Prabhagsangh Hatkhamba
Block - Ratnagiri , District- Ratnagiri

Authorized Signatory

Unnati Mahila Prabhagsangh Hatkhamba

Block - Ratnagiri , District- Ratnagiri

Receipt and Payment account for the year ending 31.03.2018

Amount (Rs)

RECEIPT	31st March 2021	31st March 2020	PAYMENT	31st March 2021	31st March 2020
Opening Balance			Interest on CIF repaid	-	-
Cash in Hand	1,107	-	Bank Charges	4,570	5,531
Bank Balance	8,40,327	11,83,364	Printing and Stationery	13,704	9,048
Interest received on CIF given	1,74,960	1,88,742	Salary - Accountant	23,100	15,300
Interest received on VRF given	-	-	Other Expenses	-	57,526
Interest received on Internal loan given	-	14,462	Traveling / conveyance	1,100	8,351
Membership Fees from VO	2,200	1,100	Office Expenses	6,880	-
Bank Interest	26,655	13,676	Nutry Garden Expenses	8,000	-
Other Receipts	10,680	34,750	Meeting Expense	-	8,576
Penalty recovered from Vos	200	-	Electricity Expenses	600	-
Business Income of PG	-	-	Penalty paid to DMMU	-	-
Business Income of CLF	45,795	1,00,000	Membership fees	-	-
CIF principal received from VO	21,16,753	16,50,167	CLF Manager Salary	91,800	30,000
VRF principal received from VO	-	-	PG Expenses	-	-
Internal Loan principal received from VO	4,000	1,84,000	Other Business Expenses	46,000	7,245
Start Up Received fund received during the year for PG company	2,00,000	-	Office Rent	8,250	8,250
Capital from VO	-	1,000	VRF Distributed to VO	-	-
Other Funds from DMMU	10,620	-	CIF Distributed to VO	28,50,000	22,80,000
RF Received from DMMU	-	-	Internal Loan to VO	24,000	-
RF received from VO due to closure	-	-	ICRP Mandhan	6,000	-
Fund received for CRP Salary from DMMU	1,11,000	-	Asset Purchased	3,260	-
			Closing Balance		
			Bank Balance	4,57,026	8,40,327
			Cash	7	1,01,107
TOTAL	35,44,297	33,71,261	TOTAL	35,44,297	33,71,261

For Rao & Emmar
Chartered Accountants
FRN 003084S

Amar Singh Chandel



For
Unnati Mahila Prabhagsangh Hatkhamba
Block - Ratnagiri , District- Ratnagiri

Authorized Signatory

Amar Singh Chandel
Partner
M No. 131257
Place: Mumbai
Date: 29/12/2021
UDIN: 22131257ACZKUC9204