



INDEPENDENT AUDITORS' REPORT

To
The Governing Body Members of
Drishtee Foundation

Opinion

We have audited the accompanying financial statements of Drishtee Foundation, which comprise the balance sheet as on 31.03.2022, the statement of Income and Expenditure Account and Cash Flow Statement for the year ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Societies Registration Act 1860 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, its Income over Expenditure and its cash flow statement for the year ended as on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing prescribed by ICAI. Our responsibilities are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

[Handwritten Signature]



Trustee's Responsibility for the Financial Statements.

The Trustees are responsible for the preparation of these financial statements that give true and fair view of the financial position , financial performance of the society in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give true and fair view and are free from material misstatement, whether due to fraud or error.

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 with SAs will always detect a material misstatement when it exists. Misstatements can arise from the 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 judgment and maintain professional skepticism 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 audit 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, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by trustees.
- Conclude on the appropriateness of trustee's use of the going concern basis of accounting and, based on the 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 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 statements 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 those charged with governance 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

1. We further report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit ;
 - b. In our opinion, proper books of accounts as required by law have been kept by the Society so far as appears from our examination of those books; and
 - c. The Balance Sheet, the Income and Expenditure Account and the Cash Flow Statements dealt with by this Report are in agreement with the books of account.

FOR RAJ HAR GOPAL & CO.
CHARTERED ACCOUNTANTS
(FRN – 002074N)



(SHREY GUPTA)
PARTNER

M.No.- 522315

UDIN- 22522315ASPRBI6091



Place: New Delhi

Date: 14.09.2022


DRISHTEE FOUNDATION
BALANCE SHEET AS ON MARCH 31'2022

Particulars	Schedule		In Rupees As at 31.03.2022		In Rupees As at 31.03.2021
LIABILITIES					
(1) General Fund	1		7,42,12,319		(1,15,42,124)
(2) Other Long-Term Liabilities	2		9,36,08,660		7,85,11,360
(3) Current Liabilities					
(a) Trade Payables	3	26,42,344		30,09,257	
(b) Other Current Liabilities	4	9,92,01,801	10,18,44,145	5,63,40,818	5,93,50,075
Total Liabilities			26,96,65,124		12,63,19,311
ASSETS					
(1) Non Current Assets	5				
(a) Property Plants & Equipments and Intangible Assets					
- Tangible Assets		29,07,022		28,59,167	
- Intangible Assets		1,22,97,694	1,52,04,716	1,38,46,369	1,67,05,536
(b) Non-current investments	6		5,72,22,258		5,72,22,258
(2) Current Assets					
(a) Trade receivables	7	2,50,21,914		2,40,27,460	
(b) Cash & Bank Balances	8	15,97,66,030		2,30,28,216	
(c) Short term Loans & Advances	9	1,24,50,205	19,72,38,149	53,35,841	5,23,91,517
Total Assets			26,96,65,124		12,63,19,311

Significant accounting policies and notes forming part of accounts -Schedule 17
As per our separate report of even date attached

FOR RAJ HAR GOPAL & CO.

Chartered Accountants
Firm Reg. No.: 002074N


(CA. Shrey Gupta)
Partner

Membership No. : 522315

UDIN No. **22522315ASP0816091**

Place: Delhi

Date: 14.09.2022



For and on behalf of the Governing Body of
Drishtee Foundation

  
Mamta Mishra (President) Swapna Mishra (General Secretary) Shailesh Kumar Thakur (Treasurer)

Place: New Delhi
Date: 14.09.2022

Place: Nashik
Date: 14.09.2022

Place: Nashik
Date: 14.09.2022

DRISHTEE FOUNDATION

STATEMENT OF INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

Particulars	Schedule	Rupees Amount Year Ended 31.03.2022	Rupees Amount Year Ended 31.03.2021
INCOME			
Revenue from Projects	10	13,83,76,681	8,16,56,052
Other Revenues	11	51,00,093	16,88,968
Total		14,34,76,774	8,33,45,019
EXPENDITURE			
Project Expenses	12	10,78,82,068	5,18,98,057
Finance charges & Interest	13	1,13,806	1,58,850
Commission & Handling Expenses		-	46,862
Manpower Expenses		91,11,007	99,15,931
Administrative Expenses	14	91,72,483	85,43,178
Balance written Off	15	-	61,79,517
Contribution to Earmarked Funds	16	-	41,00,000
Prior Period Expenses / (Income)		74,859	-
Depreciation	5	20,91,387	23,02,778
Total		12,84,45,610	8,31,45,172
NET SURPLUS / (DEFICIT)		1,50,31,165	1,99,847

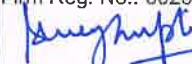
Significant accounting policies and notes forming part of accounts - **Schedule 17**

As per our separate report of even date attached

FOR RAJ HAR GOPAL & CO

Chartered Accountants

Firm Reg. No.: 002074N



(CA. Shrey Gupta)

Partner

Membership No. : 522315




Mamta Mishra
(President)

For and on behalf of the Governing Body of
Drishtee Foundation


Swapna Mishra
(General Secretary)


Shailesh Kumar Thakur
(Treasurer)

UDIN No. **22522315ASPOBI6091**

Place: Delhi

Date: 14.09.2022

Place: New Delhi

Date: 14.09.2022

Place: Nashik

Date: 14.09.2022

Place: Nashik

Date: 14.09.2022

DRISHTEE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2022

	(Amount in Rupees) 2021-2022		(Amount in Rupees) 2020-2021	
A. Cash flow from operating activities				
Net Surplus		1,50,31,165		1,99,847
Adjustment for :				
Depreciation and Amortisation	20,91,387		23,02,778	
		20,91,387		23,02,778
		1,71,22,553		25,02,626
		-		-
Operating Surplus(deficit) before working Capital Changes		1,71,22,553		25,02,626
(Increase)/Decrease in sundry debtors	(9,94,454)		(5,75,797)	
(Increase)/Decrease in Loans & Advances	(71,14,364)		4,14,37,620	
Increase/(Decrease) in Current Liabilities	4,24,94,070		3,77,68,634	
		3,43,85,253		7,86,30,457
Net cash from operating activities		5,15,07,805		8,11,33,083
B. Cash flow from Investing activities				
Endowment to SPANDAN Fund	(40,75,000)		-	
Endowment to DEUKA Association	(29,80,000)		-	
Sale/ (Acquisition) of Fixed Assets (net)	(5,90,567)		(14,66,085)	
Investment in Equity Shares	-		(2,16,53,628)	
Net cash from Investing activities		(76,45,567)		(2,31,19,713)
C. Cash flow from Financing activities				
Increase in Working capital and term Loans	1,50,97,300		(4,06,69,840)	
Increase in Rural Development Fund	7,54,33,278		-	
Increase in Earmarked Fund	23,45,000	9,28,75,578	41,00,000	(3,65,69,840)
Net cash from Financing activities		9,28,75,578		(3,65,69,840)
Net Increase/(Decrease) in cash and cash equivalents(A+B+C)		13,67,37,815		2,14,43,530
Cash and Cash equivalent at the beginning of year		2,30,28,216		15,84,686
Cash and Bank equivalent at the end of the year Schedule No. 8		15,97,66,031		2,30,28,216

Significant accounting policies and notes forming part of accounts -Schedule 17
As per our separate report of even date attached

FOR RAJ HAR GOPAL & CO.

Chartered Accountants
Firm Reg. No.: 002074N


(CA. Shrey Gupta)
Partner

Membership No. : 522315



For and on behalf of the Governing Body of
Drishtee Foundation


Mamta Mishra
(President)


Swapna Mishra
(General Secretary)


Shailesh Kumar Thakur
(Treasurer)

UDIN No. 22522315ASPB6091

Place: Delhi
Date: 14-09-2022

Place: New Delhi
Date: 14-09-2022

Place: Nashik
Date: 14-09-2022

Place: Nashik
Date: 14-09-2022

DRISHTEE FOUNDATION
SCHEDULE TO THE ACCOUNTS

SCHEDULE - 1 General Fund

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
1 CORPUS FUND				
Opening Balance	46,02,271		46,02,271	
Add: Addition to Fund	7,54,33,278		-	
Less: Endowment to Deuka Association	(29,80,000)		-	
Less: Endowment to Spandan Fund	(40,75,000)	7,29,80,549	-	46,02,271
2 EARMARKED FUND				
(i) SPANDAN Fund				
Opening Balance	23,70,000		-	
Add: Additions to Fund	40,75,000	64,45,000	23,70,000	23,70,000
(ii) DEUKA Fund				
Opening Balance	17,30,000		-	
Less: Transferred To Deuka Association	(17,30,000)		-	
Add: Addition to Fund	-	-	17,30,000	17,30,000
3 INCOME & EXPENDITURE ACCOUNT				
Opening Balance	(2,02,44,395)		(2,04,44,242)	
Add: Surplus/(deficit) for the year	1,50,31,165	(52,13,230)	1,99,847	(2,02,44,395)
Total		7,42,12,319		(1,15,42,124)

SCHEDULE - 2 Other Long Term Liabilities

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
1 Term Loan Acumen Fund Drishtee Development and Communication	1,03,25,000		1,62,25,000	
2 Limited Revolving Fund from KULA Loans	8,22,08,910		6,12,11,610	
3 International	10,74,750		10,74,750	
Total		9,36,08,660		7,85,11,360

SCHEDULE - 3 Trade Payables

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Sundry Creditors	26,42,344	26,42,344	30,09,257	30,09,257
Total		26,42,344		30,09,257



SCHEDULE - 4 Other Current Liabilities				
Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
1 Expenses Payable				
Salary Payable	49,54,697		47,21,237	
TDS Payable	1,82,361		62,565	
Professional Tax	10,360		4,132	
GST Payable	2,18,337		2,85,506	
PF Payable	2,93,754		2,29,857	
ESI Payable	17,454		16,595	
Audit Fee Payable	50,000		50,000	
Expenses Payable	3,20,763		10,57,312	
Training Payable	1,74,075	62,21,801	59,125	64,86,329
2 Advances				
Advance against projects	9,00,00,000	9,00,00,000	4,98,54,489	4,98,54,489
3 Payable to Deuka Association	29,80,000	29,80,000	-	-
Total		9,92,01,801		5,63,40,818

SCHEDULE - 6 INVESTMENT

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Trade Investments :				
1858363 (P.Y. 1858363) Equity Shares of Rs. 10/- each fully paid in Drishtee Skill Development Center Private Limited	2,18,33,630		2,18,33,630	
113766 (P.Y. 113766) Equity Shares of Rs. 10/- each fully paid in Drishtee Development & Communication Ltd.	3,53,88,628		3,53,88,628	
Total		5,72,22,258		5,72,22,258

SCHEDULE - 7 Trade Receivables

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
SGSY UP & Rajasthan	57,55,355		57,55,355	
SGSY Bihar	1,49,73,485		1,49,73,485	
Others	42,93,074		32,98,620	
Total		2,50,21,914		2,40,27,460

SCHEDULE - 8 CASH & BANK BALANCES

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Cash in Hand	1,446		2,282	
Cash at Bank with scheduled Bank	3,47,64,584		77,51,418	
Fixed Deposits with Schedule Bank (Including Interest accrued thereon)	12,50,00,000		1,52,74,516	
Total		15,97,66,030		2,30,28,216



SCHEDULE - 9 LOANS & ADVANCES

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Loans				
Kiosk Loan	99,622		2,80,715	
Other Loan	2,89,002	3,88,624	3,14,002	5,94,717
Advances				
Security Deposit	8,50,049		7,29,547	
Income Tax Refundable	25,47,419		22,52,563	
GST Input	3,24,607		21,586	
FCRA Penalty paid (Under protest and Recoverable)*	51,62,974		-	
Ananya Drishtee Sustainable Communities Private Ltd	18,823		18,823	
Drishtee Business Correspondent Private Ltd	6,72,536		6,72,536	
Drishtee Rural Apparel Producer	16,452		16,452	
Quiver Infoservices Ltd	7,00,100		7,00,100	
Other Advances	6,87,979		1,58,051	
Advance to Employees	46,343	1,10,27,281	1,71,466	47,41,124
Returnable Financial Support (Kula Revolving Fund Utilisation)	10,34,300	10,34,300	-	-
Total		1,24,50,205		53,35,841

* See Note 17 (B)(14)

SCHEDULE -10 REVENUE FROM PROJECTS

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Bharat Aluminium Co Ltd	36,70,897		50,11,808	
Cross Field	1,10,079		-	
Greater Impact Foundation (Skill Development Training)	-		1,52,00,000	
PNB Metlife India Insurance Company Limited	1,26,81,000		28,34,000	
NTPC Limited	6,44,067		-	
Nestle India Ltd	6,00,000		-	
Ashoka Foundation	8,33,119		-	
SIDBI- Weaving	-		40,000	
SIDBI-Food processing	-		40,000	
Ricoh Co. Ltd.	10,80,579		6,72,850	
Vedanta ESL	24,25,451		14,76,144	
CAF-America	11,63,31,489		5,63,81,250	
Total		13,83,76,681		8,16,56,052

SCHEDULE -11 Other Revenues

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Donation	65,929		3,15,372	
Interest on FDR	45,03,262		10,55,871	



Misc. Income	15,600	1,18,236
COVID19 Donation	-	1,40,406
Misc. Balance Written back	2,46,399	54,282
Consulting Fees	2,62,903	-
Training Revenue	6,000	4,800
Total	51,00,093	16,88,968

SCHEDULE -12 PROJECT EXPENSES

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Rent	15,55,669		17,12,440	
Manpower Expenses	9,18,10,414		2,98,17,878	
Training Expenses	27,26,044		1,21,14,739	
Vaccination Expenses	14,14,725		-	
Travelling & Conveyance Exp.	79,51,975		30,82,841	
Welfare Expenses	1,80,453		21,17,467	
Commission Expense	4,20,780		10,17,975	
Awareness expenses	49,060		44,000	
Consultancy Expenses	4,85,545		18,650	
Contractual Manpower Expenses	4,800		2,70,921	
Electricity Expenses	69,510		-	
Fooding & Lodging	6,10,941		14,54,697	
Meeting Expenses	41,266		3,720	
Office Expenses	2,02,169		14,057	
Other Expenses	1,42,959		24,590	
Packing Expenses	15,930		15,440	
Project Composite Expense	-		1,78,730	
Printing & Stationery	58,617		8,163	
Repair & Maintenance	1,41,210		1,750	
Total	10,78,82,068		5,18,98,057	

SCHEDULE -13 FINANCE CHARGES & INTEREST

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Interest on Loan	-		7,663	
Bank Charges	1,01,562		92,765	
Interest on GST	11,557		-	
Interest on Professional Tax	293			
Interest on TDS	394		58,421	
Total	1,13,806		1,58,850	



SCHEDULE -14 ADMINISTRATIVE EXPENSES

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
Rent	9,12,143		7,37,837	
Fax postage & Courier	89,212		40,750	
Insurance	91,837		4,43,035	
Legal & professional	92,679		3,59,548	
Office Expenses	9,08,185		9,87,561	
Printing & Stationary	3,30,960		2,08,410	
Maintenance & Service Charges	15,41,170		11,48,198	
Rate & Taxes	-		12,888	
Audit Fee	50,000		50,000	
Donation Expenses	3,30,440		2,13,705	
Marketing Exp (Vns)	2,920		1,300	
Electricity Exp	3,50,978		2,60,758	
Internet And Telephone Charges	1,60,175		89,299	
Transportation charges	2,83,137		3,82,689	
Software Expenses	45,200		5,00,138	
Cell Phone expenses	3,07,027		2,01,434	
Labour Charges	17,070		14,120	
Meeting Expenses	7,10,210		37,522	
Consultancy Charges	25,15,714		16,65,683	
Advertisement Expenses	11,733		1,06,913	
Fuel Exp.	80,648		1,25,110	
Income Tax Paid Under VSVS Scheme	-		8,92,106	
Misc Expenses	2,99,326		64,174	
RD Arbitration	41,720		-	
Total		91,72,483		85,43,178

SCHEDULE -15 BALANCES WRITTEN OFF

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
1 Kiosk Loan (Net of Acumen Fund Term Loan Written back)	-		20,19,917	
2 Income Tax Paid under Dispute	-		41,59,600	
Total		-		61,79,517

SCHEDULE -16 CONTRIBUTION TO EARMARKED FUNDS

Particulars	AS ON 31.03.2022		AS ON 31.03.2021	
	Rs.		Rs.	
1 Contribution to SPANDAN Fund	-		23,70,000	
2 Contribution to DEUKA Fund	-		17,30,000	
Total		-		41,00,000

Significant accounting policies and notes forming part of accounts -Schedule 17



DRISHTEE FOUNDATION
Property Plants & Equipments and Intangible Assets AS ON 31.03.2022

S. No.	Particulars	Rate	GROSS BLOCK				DEPRECIATION			NET BLOCK	
			ADDITION		AS ON 31.03.2022	AS ON 01.04.2021	DURING THE YEAR	AS ON 31.3.2022	AS ON 31.3.2022	AS ON 31.3.2021	
			Full Year	Half Year							SALE
1	Improvement in Leasehold Land	10%	5,23,120	24,236	6,54,348	26,156	87,763	87,763	5,66,585	4,96,964	
			1,06,992	24,236	6,54,348	26,156	87,763	87,763	5,66,585	4,96,964	
1	Office Equipment	10%	8,61,557	71,342	9,20,899	2,67,140	3,28,948	3,28,948	5,91,951	5,94,418	
	Total		8,61,557	71,342	9,20,899	2,67,140	3,28,948	3,28,948	5,91,951	5,94,418	
1	Digital Camera	15%	87,381	50,996	1,38,377	67,185	74,039	74,039	64,338	20,196	
2	Battery	15%	3,85,388	55,705	4,41,093	2,53,583	2,77,531	2,77,531	1,63,562	1,31,805	
3	Television	15%	31,999	52,343	84,342	18,354	24,327	24,327	60,015	13,645	
4	Generator	15%	28,146	-	28,146	28,146	28,146	28,146	-	-	
5	Plant & Machinery	15%	9,64,358	1,11,377	11,02,175	3,26,682	4,41,023	4,41,023	6,61,152	6,37,676	
6	Sewing Machine	15%	78,500	60,000	1,38,500	30,291	42,023	42,023	96,477	48,209	
7	Vehicle	15%	20,38,964	-	20,38,964	13,85,224	14,83,285	14,83,285	5,55,679	6,53,740	
8	Mobile	15%	41,308	8,136	49,444	17,216	22,051	22,051	27,393	24,092	
	Total		36,56,043	2,45,484	40,21,040	21,26,681	23,92,423	23,92,423	16,28,617	15,29,362	
1	Computer & Networking	60%	36,65,144	4,916	36,70,060	34,54,951	35,82,542	35,82,542	87,519	2,10,194	
2	Printer	60%	5,48,335	30,084	5,78,419	5,20,718	5,46,314	5,46,314	32,105	27,617	
3	Projector	60%	89,272	-	89,272	88,660	89,027	89,027	245	612	
	Total		43,02,751	35,000	43,37,751	40,64,329	42,17,882	42,17,882	1,19,869	2,38,423	
	Total Tangible Assets		93,43,472	3,76,062	99,34,039	64,84,305	70,27,018	70,27,018	29,07,022	28,59,167	
1	Intellectual Property Rights	10%	1,41,69,759	-	1,41,69,759	14,16,976	26,92,254	26,92,254	1,14,77,505	1,27,52,783	
2	Software	25%	17,92,797	-	17,92,797	6,99,211	9,72,608	9,72,608	8,20,189	10,93,586	
	Total Intangible Assets		1,59,62,556	-	1,59,62,556	21,16,187	36,64,862	36,64,862	1,22,97,694	1,38,46,369	
	Total		2,53,06,028	2,26,505	2,58,96,596	86,00,492	1,06,91,880	1,06,91,880	1,52,04,716	1,67,05,536	

Significant accounting policies and notes forming part of accounts - Schedule 17



Mamta Mishra
Mamta Mishra
(President)
Place: New Delhi
Date: 14.09.2022

For and on behalf of the Governing Body of
Drishtee Foundation
Swapna Mishra
Swapna Mishra
(General Secretary)
Place: Nashik
Date: 14.09.2022

Shailesh Kumar Thakur
Shailesh Kumar Thakur
(Treasurer)
Place: Nashik
Date: 14.09.2022

DRISHTEE FOUNDATION
(F.Y. 2021-2022)

SCHEDULE 17

STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

A. STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES.

1. ACCOUNTING CONVENTION

These accounts are drawn up on historical cost basis and have been prepared in accordance with the applicable Accounting Standards and are on accrual basis unless otherwise stated.

2. REVENUE RECOGNITION

Revenue /expenditure are recognized on mercantile basis of accounting.

3. FIXED ASSETS/DEPRECIATION

- a. Fixed Assets are stated at historical cost less depreciation.
- b. Depreciation is provided on the written down value method at the rate prescribed by Income tax act, 1961, except in Case of Intellectual Property Rights, where the Depreciation rate of 10% instead of 25% has been charged, keeping in mind the benefit which will accrue to the society over a period of 10 years.

4. INVESTMENTS

- a. Long term Investments are carried at cost and decline, other than temporary in value is provided for.
- b. Current investments are carried at lower of cost or fair value unless otherwise stated.

5. FOREIGN CURRENCY TRANSACTIONS

- a. Foreign currency transactions are recorded on initial recognition in the reporting currency by applying to the foreign currency amount the exchange rate prevailing at the date of transaction.
- b. All incomes and expenses are translated at the rate prevailing on the date of transaction. All monetary assets/Liabilities are translated at the year end rates where as non-monetary assets/liabilities are translated at the rate on the date of transaction.
- c. Any income or expense on account of exchange difference either on settlement or translation is recognized in the Income and Expenditure Account.

6. TERMINAL/RETIREMENT BENEFITS

- a. All retirement benefits/leave encashment has been accounted for on payment basis.
- b. Contributions during the year to Employee Provident Fund are recognized as expense.

7. PROVISIONS

Provision is recognized when an enterprise has a present obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimates required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect.

8. IMPAIRMENT OF ASSETS

- a. The carrying amount of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal/external factors, impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is higher of asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at the weighted cost of capital.



- b. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

B. NOTES FORMING PART OF THE ACCOUNTS

- The Society was recognised under section 12A of the Income Tax Act, 1961 and eligible for exemption of income under section 11 of the Act. As per the provisions of the New Section 12AB of the Income Tax Act 1961, the society has applied for recognition under the New Provisions and obtained approval vide Unique Registration Number AAAAD2313GE20164 which is effective from AY 2022-23 to AY 2026-2027. The society has also obtained approval under Clause (i) of first proviso to sub-section (5) of section 80G of Income Tax Act 1961 vide Unique Registration Number AAAAD2313GF20030.
- Some of the balances with Sundry Creditors, Debtors, Loan & Advances and Personal accounts are subject to confirmation and reconciliation.
- In the opinion of the management and to the best of their knowledge & belief, the value of current assets, loans & advances is not less than the value at which they are stated in the balance sheet.
- Contingent Liabilities not provided for in respect of:-

Particulars	As at 31 st March, 2022 (Rs.)	As at 31 st March, 2021 (Rs.)
a) Bank Guarantees given by society's bankers.	NIL	NIL
b) Estimated amount of contracts remaining to be executed on Capital Account and not provided for.	NIL	NIL

- Interest income on overdue loan being not recognised due to uncertainty of recovery.
- As per the discussions held with Acumen Fund regarding repayment of External Commercial Borrowings, Acumen Fund and Drishtee Foundation have come to an agreement on 11th February 2021, wherein the Acumen Fund has waived off interest on ECB given to the society, considering the financial weakness due to non-payment of Micro-Credit Loans by rural poor entrepreneurs. As per the agreement, Total ECB amount payable amounts to Rs. 1,77,00,000, which will be repayable in INR to prevent foreign exchange loss to the society. Also, this amount will be repayable from 15-03-2021 in 12 quarters @ Rs. 14,75,000 per quarter.
- Drishtee Foundation is a social organisation with the Mission of providing Capacity and Credit support to rural poor entrepreneurs. It raised an ECB in USD during the FY 2009-10 from another social entity Acumen Fund based out of the US. The objective of the loan is to provide micro loans to rural poor entrepreneurs. Exchange difference on such loan has not been



accounted as the revised agreement dated 11th February 2021, wherein Acumen Fund has agreed for Rupee Payment of such ECB starting from 15th March 2021.

8. Kula Loans International having its registered office in Utrecht, the Netherlands has entered into an agreement with Drishtee Foundation for grant of a revolving fund of Euro 1,00,000/- to enable Drishtee to provide group loans and support, to invest in group owned solutions, to generate (more) income of the members of the groups that will own the situation after repayment, as well as increase the well being of the community at large. Drishtee Foundation has granted returnable financial support to Vaibhavi's without any consideration using the funds received from Kula Loans International.
9. The Govt of India has introduced the Direct Tax Vivad se Vishwas Scheme 2020 (herein referred to as the "scheme") by enactment of the Direct Tax Vivad se Vishwas Act,2020 and the Direct Tax Vivad Se Vishwas Rules , 2020 for settlement of pending Income Tax Disputes. The society has decided to resolve its pending disputes with the Income Tax Department for AY 2010-11 to AY 2015-16 under the scheme within 31st March 2021. This has resulted payment of Rs. 8,92,106/- under the said scheme and writing off Rs 41,59,600/- of income tax dues paid under dispute in FY 2020-21. Final position of refund/ demand as per the Form 3 issued by the Income Tax Department is as under:

A.Y	(Refund)/Payable AS PER FORM 3	Form 3 Issued on
2010-11	(5,21,431)	02.02.2021
2011-12	(47,298)	12.02.2021
2012-13	45,101	02.02.2021
2013-14	(10,46,186)	29.01.2021
2014-15	7,91,861	18.01.2021
2015-16	55,144	29.01.2021
Total	(7,22,809)	

10. Sundry debtors includes Rs. 2,07,28,840/- receivable since FY 2013-14 from Ministry of Rural Development (MORD) Bangalore and Patna being implanting Agency related to Project Swarnjayanti Gram Swarojgar Yojna (SGSY) but same has been disputed by the agency. The Society has filed arbitration case for the same and management is of view that the decision will be in favour of the society hence no provision for doubtful debts has been made.



11. SPANDAN

Most of the settlements in the world, especially in the eastern world and our country, which exhibit a great understanding of harmonious habitat have either grown as a natural process or have followed principles established in the ancient text such as Vāstushastra. The organic development process which is resultant of the negotiations between each other, social patterns and mother nature has given them the natural balance to co-exist with each other as well as the nature around it. Thus, it is important to understand this 'natural' process along with a deep thorough understanding of indigenous building technology and materials. It is very important to allow for individuality amongst the common to achieve both Harmony and coherent diversity. Ancient tests such as Vāstu Shastra, Mayamatam, Mansara give a detailed insight about the planning, construction and detailing of settlements as well as individual buildings. These principles, often mis-interpreted or partially applied can result in chaos and incoherent product. The Settlement Spandan with the core as a healing, energising center can well be expressed as the idea of Vāstu Mandala with Energy center as 'Brahmashala' and concentric development around it. Drishtee Foundation plans to develop such settlements wherein communities would harness this energy to build an enlightened global society.

Contribution to a separate earmarked Spandan Fund @ 2.84% of Total Revenue has been done in FY 2021-22 for developing such spandan settlements.

12. DEUKA

Deuka is the name of the mythical bird in the state of Assam which hatches its young under its wings. With this backdrop, Drishtee Foundation intends to extend its care and welfare to the communities of rural India on the basic principles of "vasudhaiv kumbakam (whole world is a family), coherent co-existence, mutual co-operation, social support, respect for all and development of Rural community in general and to work in all forms and means to support, develop, protect and provide for a structured platform for stakeholders of Drishtee Foundation such as it's employees, trainees and entrepreneurs. Deuka would represent the communities at various forums to protect and augment resources and interest of the members at large. Drishtee Foundation would create and establish DEUKA as a platform for contribution (Seva) and collaboration on mutual benefit principle in terms of money, times and other resources between & for participating members for attaining well-being. To create a platform online and/or offline for collecting, analyzing and sharing data related to the members & others to help them understand and facilitate better living standards, ensuring physical, spiritual, emotional and financial well beings through various measures and activities such as recreation and sports facilities, support to senior citizens, promoting and nurturing talents, imparting skills, creating jobs, supporting through risk coverage, support in livelihood and entrepreneurship, family engagements, promotion of savings and creating wealth for the members of the Deuka communities.

Contribution to a Section 8 Company, Deuka Association has been appropriated from the Rural Development Fund @ 2.08% of Total Revenue in FY 2021-22 for developing such a platform.



13. Rural Development Fund

Drishtee Foundation has seen different phases of growth during the last 20 years of its exciting journey. Having been focused on the rural communities, the organization has gained considerable learning, sensitivities and overall belongingness with the villages. From being an e-Government service provider in 2000 to an Education network in 2004, and a skilling and Livelihoods focused organization in 2013, Drishtee Foundation has steadily increased its value proposition towards its valued customers; the villagers. Some of these learnings can be summarized under following points:

- a. The mean income of a village family is Rs. 3000. Around 50% of this amount is spent on food Around 30% is spent on social liabilities, health and other emergencies. Around 5% is spent on Education and the balance is spent on other needs and wants such as mobile phones, clothes, electricity, durables and debt servicing.
- b. Out of the total income (and spent) only 40% gets spent on items which are produced in rural areas. The balance 60% is spent on city products thus creating city jobs.
- c. There is a net flight of capital moving away from the villages as consumption has increased significantly over production. This is getting aggravated as the rural agrarian economy is growing at a rate lower than inflation and much lower than the National GDP growth.
- d. Villagers are caught in a vicious cycle of economic recession led by the failure of agriculture. Fewer jobs leads to migration and thus remaining local businesses (including service providers) become unsustainable and therefore shrink to nearest towns. The lack of local provisioning of services impacts the marginalized sections of the community, especially women, the maximum. It also impacts the development and utilization of available infrastructure. Lack of infrastructure goes back to impact the availability of livelihood and service provisioning thus creating the vicious cycle.
- e. The solution lies in focusing on rural livelihood creation but it needs to be backed step by step with service provisioning and Infrastructure development.

Such a comprehensive solution is possible only if rural entrepreneurship is unshackled by providing Credit, Capacity and Channel support simultaneously.

Drishtee Foundation has set up an internal fund to support local rural entrepreneurs. This fund facilitates Capacity building, Capital provisioning and Channel support to these motivated group of villagers. On an average a village of around 1000 families need a support of nearly \$ 250,000 to come out of poverty by developing local micro enterprises for generating livelihood, services and the necessary infrastructure to sustain both. It requests partners to contribute towards this fund to enable Drishtee to marginalize communities.

This contribution is irrespective of the type and nature of the Budget allocations and projects we have initiated through the partnerships and runs as a common link of support all across for the common vision of “empowering Communities to create shared prosperity.”



Rural Development fund can also be utilized for development of "Spandan" Settlements. Most of the settlements in the world, especially in the eastern world and our country, which exhibit a great understanding of harmonious habitat have either grown as a natural process or have followed principles established in the ancient text such as Vāstushastra. The organic development process which is resultant of the negotiations between each other, social patterns and mother nature has given them the natural balance to co-exist with each other as well as the nature around it. Thus, it is important to understand this 'natural' process along with a deep thorough understanding of indigenous building technology and materials. It is very important to allow for individuality amongst the common to achieve both Harmony and coherent diversity. Ancient tests such as Vāstu Shastra, Mayamatam, Mansara give a detailed insight about the planning, construction and detailing of settlements as well as individual buildings. These principles, often mis-interpreted or partially applied can result in chaos and incoherent product. The Settlement Spandan with the core as a healing, energising center can well be expressed as the idea of Vāstu Mandala with Energy center as 'Brahmsthala' and concentric development around it. Drishtee Foundation plans to develop such settlements wherein communities would harness this energy to build an enlightened global society.

Rural Development fund can also be utilized for creating and development of "Deuka" platform. Deuka is the name of the mythical bird in the state of Assam which hatches its young under its wings. With this backdrop, Drishtee Foundation intends to extend its care and welfare to the communities of rural India on the basic principles of "vasudhaiv kumbakam (whole world is a family), coherent co-existence, mutual co-operation, social support, respect for all and development of Rural community in general and to work in all forms and means to support, develop, protect and provide for a structured platform for stakeholders of Drishtee Foundation such as it's employees, trainees and entrepreneurs. Deuka would represent the communities at various forums to protect and augment resources and interest of the members at large. Drishtee Foundation would create and establish DEUKA as a platform for contribution (Seva) and collaboration on mutual benefit principle in terms of money, times and other resources between & for participating members for attaining well-being. To create a platform online and/or offline for collecting, analyzing and sharing data related to the members & others to help them understand and facilitate better living standards, ensuring physical, spiritual, emotional and financial well beings through various measures and activities such as recreation and sports facilities, support to senior citizens, promoting and nurturing talents, imparting skills, creating jobs, supporting through risk coverage, support in livelihood and entrepreneurship, family engagements, promotion of savings and creating wealth for the members of the Deuka communities.

14. FCRA Penalty paid (Under protest and Recoverable)

Drishtee Foundation had tried to upload the annual return in form no. FC 4 after the due date of 31-12-2021 but was unable to upload the same as the return was to be uploaded online and the FCRA portal was not accepting the return without payment of a penalty of Rs. 51,62,968/-.

It is pertinent to note that at the time of due date of filing of return i.e. 31-12-2021, the pandemic situation due to 'Omicron Virus' was grave, therefore, despite having efforts being made, the return could not be furnished on the due date.

Finding no other way to submit annual return, the amount of penalty being not according to statutory provisions, DF had approached Hon'ble Delhi High Court having jurisdiction over the authorities granting renewal of registration as well as accepting the annual return in Form FC 4 for FY 2020-21. The said petition filed by DF before Hon'ble Delhi High Court was listed as W.P.(C) 4168/2020 and after hearing DF and counsel appearing on behalf of the department an order dated 21-03-2022 was passed whereby the following directions were given: -



"Let Mr.Digpaul file a counter affidavit within eight weeks. Subject to further orders being passed in the present writ petition, the Court accords liberty to the petitioner to deposit the amount as determined under the impugned order in accordance with law and on or before the date prescribed. The above direction shall be without prejudice to its rights and contentions which are raised in the writ petition. The Court, in the interim, further directs the Union respondent to duly consider and dispose of the pending application for renewal subject to due verification and upon it being found that the petitioner has otherwise complied with all statutory formalities. All contentions of respective parties on merits are kept open. List again on 08.08.2022."

As per the directions of the Honourable High Court of Delhi, DF had deposited Penalty amount of Rs. 51,62,968/- subject to final outcome of the Writ petition and also simultaneously submitted its FCRA Annual Return for FY 2020-21.

However, the Government of India vide public notice NO. II/21022/23(15)/2020-FCRA-III dated 31-03-2022 issued by Ministry of Home Affairs (Foreigners Division-FCRA Wing, Delhi), in exercise of powers conferred by section 50 of the Foreign Contribution (Regulation) Act, 2020 the date of submission of return in form FC-4 for the year 2020-21 was extended up to 30-06-2022.

Therefore, the default for which the penalty has been levied with compounding fees and which has been deposited as per order of this Hon'ble Court dated 21-03-2022 has no legs to stand.

Further, as per the Order of the Hon'ble High Court dated 08-08-2022, it has been advised to the FCRA Department to consider Drishtee Foundation's refund application. Hence the amount paid of Rs. 51,62,968/- has been shown as recoverable in Schedule 9 of the Final Accounts.

15. Previous year figures have been re-grouped and re-classified wherever considered necessary to make it comparable with those of current year.

For Raj Har Gopal & Co.
Chartered Accountant
FRN 002074N

Shrey Gupta
(Partner)
M. No. 522315

Place : New Delhi
Date : 14.09.2022

For Drishtee Foundation

Mamta Mishra
(President)

Place : New Delhi
Date : 14.09.2022

Swapna Mishra
(General Secretary)

Place : Nashik
Date : 14.09.2022

Shailesh Kr.
Thakur
(Treasurer)

Place : Nashik
Date : 14.09.2022