



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 31.03.2023, 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, 2023, 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.



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- 23522315 B G U P T A 6901



Place: New Delhi

Date: 14th August 2023

DRISHTEE FOUNDATION
BALANCE SHEET AS ON MARCH 31'2023

Particulars	Schedule		In Rupees As at 31.03.2023		In Rupees As at 31.03.2022
LIABILITIES					
(1) General Fund	1		18,42,71,341		7,42,12,319
(2) Other Long-Term Liabilities	2		6,68,20,688		9,36,08,660
(3) Current Liabilities					
(a) Trade Payables	3	24,15,634		26,42,344	
(b) Other Current Liabilities	4	2,36,38,394	2,60,54,028	9,92,01,801	10,18,44,145
Total Liabilities			27,71,46,057		26,96,65,124
ASSETS					
(1) Non Current Assets					
(a) Property Plants & Equipments and Intangible Assets	5				
- Tangible Assets		2,21,06,340		29,07,022	
- Intangible Assets		1,09,44,897		1,22,97,695	
- Capital Work In Progress		34,30,680	3,64,81,917	-	1,52,04,716
(b) Non-current investments	6		5,72,22,258		5,72,22,258
(2) Current Assets					
(a) Trade receivables	7	2,48,45,150		2,50,21,914	
(b) Cash & Bank Balances	8	15,29,63,431		15,97,66,030	
(c) Short term Loans & Advances	9	56,33,300	18,34,41,882	1,24,50,205	19,72,38,149
Total Assets			27,71,46,057		26,96,65,124

Significant accounting policies and notes forming part of accounts - Schedule 16
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. 23522315B6U1HW6901

Place: Delhi

Date: 14.08.2023



For and on behalf of the Governing Body of
Drishtee Foundation


Mamta Mishra
(President)

Place: New Delhi
Date: 14.08.2023


Swapna Mishra
(General Secretary)

Place: Nashik
Date: 14.08.2023


Nitin Gachhayat
(Vice President)

Place: Nashik
Date: 14.08.2023



DRISHTEE FOUNDATION

STATEMENT OF INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2023

Particulars	Schedule	Rupees Amount Year Ended 31.03.2023	Rupees Amount Year Ended 31.03.2022
INCOME			
Revenue from Projects	10	13,90,64,030	13,83,76,681
Other Revenues	11	46,69,895	51,00,093
Total		14,37,33,925	14,34,76,774
EXPENDITURE			
Project Expenses	12	10,85,34,965	10,78,82,068
Finance charges & Interest	13	88,444	1,13,806
Commission & Handling Expenses		-	-
Manpower Expenses		35,39,577	91,11,007
Administrative Expenses	14	1,66,49,241	91,72,483
Balance written Off	15	7,17,720	-
Prior Period Expenses		-	74,859
Depreciation	5	17,89,632	20,91,387
Total		13,13,19,580	12,84,45,610
NET SURPLUS / (DEFICIT)		1,24,14,345	1,50,31,165

Significant accounting policies and notes forming part of accounts - **Schedule 16**

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)


Nitin Gachhayat
(Vice President)

UDIN No. **23522315BCUHW6901**

Place: Delhi

Date: 14.08.2023

Place: New Delhi

Date: 14.08.2023

Place: Nashik

Date: 14.08.2023

Place: Nashik

Date: 14.08.2023



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DRISHTEE FOUNDATION
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2023

	(Amount in Rupees) 2022-2023		(Amount in Rupees) 2021-2022	
A. Cash flow from operating activities				
Net Surplus		1,24,14,345		1,50,31,165
Adjustment for :				
Depreciation and Amortisation	17,89,632		20,91,387	
		17,89,632		20,91,387
		1,42,03,977		1,71,22,553
		-		-
Operating Surplus(deficit) before working Capital Changes		1,42,03,977		1,71,22,553
(Increase)/Decrease in sundry debtors	1,76,764		(9,94,454)	
(Increase)/Decrease in Loans & Advances	68,16,905		(71,14,364)	
Increase/(Decrease) in Current Liabilities	(7,57,90,117)		4,24,94,070	
		(6,87,96,449)		3,43,85,252
Net cash from operating activities		(5,45,92,472)		5,15,07,805
B. Cash flow from Investing activities				
Endowment to SPANDAN Fund	(40,80,000)		(40,75,000)	
Endowment to DEUKA Association	(29,90,000)		(29,80,000)	
Sale/ (Acquisition) of Fixed Assets (net)	(2,30,66,833)		(5,90,567)	
Investment in Equity Shares	-		-	
Net cash from Investing activities		(3,01,36,833)		(76,45,567)
C. Cash flow from Financing activities				
Increase in Working capital and term Loans	(2,67,87,972)		1,50,97,300	
Increase in Rural Development Fund	1,93,07,117		7,54,33,278	
Increase in Earmarked Fund	8,54,07,560	7,79,26,705	23,45,000	9,28,75,578
Net cash from Financing activities		7,79,26,705		9,28,75,578
Net Increase/(Decrease) in cash and cash equivalents(A+B+C)		(68,02,600)		13,67,37,815
Cash and Cash equivalent at the beginning of year		15,97,66,031		2,30,28,216
Cash and Bank equivalent at the end of the year Schedule No. 8		15,29,63,431		15,97,66,031

Significant accounting policies and notes forming part of accounts - Schedule 16
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)


Nitin Gachhayat
(Vice President)

UDIN No. **23522315860THW6901**
Place: Delhi
Date: 14-08-2023

Place: New Delhi
Date: 14-08-2023

Place: Nashik
Date: 14-08-2023

Place: Nashik
Date: 14-08-2023



DRISHTEE FOUNDATION
SCHEDULE TO THE ACCOUNTS

SCHEDULE - 1 General Fund

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 CORPUS FUND				
Opening Balance	7,29,80,549		46,02,271	
Add: Addition to Fund	2,05,02,539		7,54,33,278	
Less: Expenditure from Fund	(11,95,422)		-	
Less: Endowment to Deuka Association	(29,90,000)		(29,80,000)	
Less: Endowment to Spandan Fund	(40,80,000)	8,52,17,666	(40,75,000)	7,29,80,549
2 EARMARKED FUND				
(i) SPANDAN Fund				
Opening Balance	64,45,000		23,70,000	
Add: Additions to Fund	8,54,07,560	9,18,52,560	40,75,000	64,45,000
(ii) DEUKA Fund				
Opening Balance	-		17,30,000	
Less: Transferred To Deuka Association	-		(17,30,000)	
Add: Addition to Fund	-		-	
3 INCOME & EXPENDITURE ACCOUNT				
Opening Balance	(52,13,230)		(2,02,44,395)	
Add: Surplus/(deficit) for the year	1,24,14,345	72,01,115	1,50,31,165	(52,13,230)
Total		18,42,71,341		7,42,12,319

SCHEDULE - 2 Other Long Term Liabilities

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Term Loan Acumen Fund	44,25,000		1,03,25,000	
2 Drishtee Development and Communication Limited	5,98,55,664		8,22,08,910	
3 Revolving Fund from KULA Loans International	25,40,024		10,74,750	
Total		6,68,20,688		9,36,08,660

SCHEDULE - 3 Trade Payables

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
Sundry Creditors	24,15,634	24,15,634	26,42,344	26,42,344
Total		24,15,634		26,42,344

SCHEDULE - 4 Other Current Liabilities

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Expenses Payable				
Salary Payable	45,69,305		49,54,697	
TDS Payable	3,60,766		1,82,361	
Professional Tax Payable	10,746		10,360	
GST Payable	48,705		2,18,337	
PF Payable	3,12,184		2,93,754	
ESI Payable	48,666		17,454	
Audit Fee Payable	-		50,000	
Other Expenses Payable	2,56,502		3,20,763	
Training Expenses Payable	86,571	56,93,445	1,74,075	62,21,801
2 Advances				
Advance received against projects	1,49,54,949	1,49,54,949	9,00,00,000	9,00,00,000
3 Payable to Deuka Association				
	29,90,000	29,90,000	29,80,000	29,80,000
Total		2,36,38,394		9,92,01,801



DRISHTEE FOUNDATION
Property Plants & Equipments and Intangible Assets AS ON 31.03.2023

Schedule-5

S. No.	Particulars	Rate	GROSS BLOCK				DEPRECIATION			NET BLOCK		
			AS ON 01.04.2022	ADDITION		AS ON 01.04.2022	DURING THE YEAR	AS ON 31.3.2023	AS ON 31.3.2023	AS ON 31.3.2022		
				Full Year	Half Year						AS ON 31.03.2023	AS ON 31.3.2023
1	Land	0%	-	1,95,93,780	-	-	-	-	-	1,95,93,780	-	-
1	Improvement in Leasehold Land	10%	6,54,348	-	-	87,763	56,659	1,44,422	1,44,422	5,09,927	5,66,585	5,66,585
1	Office Equipment	10%	9,20,899	-	31,780	3,28,948	60,784	3,89,732	3,89,732	5,62,947	5,91,951	5,91,951
1	Digital Camera	15%	1,38,377	-	-	74,039	9,651	83,690	83,690	54,667	64,336	64,336
2	Battery	15%	4,41,093	-	-	2,77,531	24,534	3,02,065	3,02,065	1,39,028	1,63,562	1,63,562
3	Television	15%	84,342	-	-	24,327	9,002	33,329	33,329	51,013	60,315	60,315
4	Generator	15%	28,146	-	-	28,146	-	28,146	28,146	-	-	-
5	Plant & Machinery	15%	11,02,175	-	-	4,41,023	99,173	5,40,196	5,40,196	5,61,979	6,61,152	6,61,152
6	Sewing Machine	15%	1,38,500	-	-	42,023	14,472	56,495	56,495	82,005	96,477	96,477
7	Vehicle	15%	20,38,964	-	-	14,83,285	83,352	15,66,637	15,66,637	4,72,327	5,56,575	5,56,575
8	Mobile	15%	49,444	-	-	49,444	4,109	26,160	26,160	23,284	27,395	27,395
	Total		40,21,040			23,92,425	2,44,292	26,36,717	26,36,717	13,84,324	16,28,515	16,28,515
1	Computer & Networking	60%	36,70,060	-	-	35,82,542	52,511	36,35,053	36,35,053	35,007	87,515	87,515
2	Printer	60%	5,78,419	-	10,593	5,46,314	22,441	5,68,755	5,68,755	20,257	32,105	32,105
3	Projector	60%	89,272	-	-	89,272	147	89,174	89,174	98	245	245
	Total		43,37,751		10,593	42,17,883	75,099	42,92,982	42,92,982	55,363	1,19,965	1,19,965
	Total Tangible Assets		99,34,039		1,95,93,780	70,27,019	4,36,834	74,63,852	74,63,852	2,21,06,340	29,07,021	29,07,021
1	Intellectual Property Rights	10%	1,41,69,759	-	-	26,92,254	11,47,751	38,40,005	38,40,005	1,03,29,755	1,14,77,505	1,14,77,505
2	Software	25%	17,92,797	-	-	9,72,608	2,05,047	11,77,655	11,77,655	6,15,142	8,20,185	8,20,185
	Total Intangible Assets		1,59,62,556			36,64,862	13,52,798	50,17,660	50,17,660	1,09,44,897	1,22,97,694	1,22,97,694
	Total		2,58,96,596		1,95,93,780	1,06,91,881	17,89,632	1,24,81,512	1,24,81,512	3,30,51,237	1,52,04,715	1,52,04,715

Significant accounting policies and notes forming part of accounts -Schedule 16



DRISHTEE FOUNDATION
Mamta Mishra
(President)
Place: New Delhi
Date: 14-08-2023

DRISHTEE FOUNDATION
Swapna Mishra
(General Secretary)
Place: Nashik
Date: 14-08-2023

DRISHTEE FOUNDATION
Nitin Gachhayat
(Vice President)
Place: Nashik
Date: 14-08-2023



SCHEDULE - 6 INVESTMENT

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
Trade Investments :				
1 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	
2 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 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 SGSY UP & Rajasthan	57,55,355		57,55,355	
2 SGSY Bihar	1,49,73,485		1,49,73,485	
3 Others	41,16,310		42,93,074	
Total		2,48,45,150		2,50,21,914

SCHEDULE - 8 CASH & BANK BALANCES

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Cash in Hand	1,446		1,446	
2 Cash at Bank with scheduled Bank	3,29,98,207		3,47,64,584	
3 Fixed Deposits with Schedule Bank (Including Interest accrued thereon)	11,99,63,778		12,50,00,000	
Total		15,29,63,431		15,97,66,030



SCHEDULE - 9 LOANS & ADVANCES

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
Loans				
1 Kiosk Loan	99,622		99,622	
2 Other Loan	2,89,002	3,88,624	2,89,002	3,88,624
Advances				
1 Security Deposit	7,37,540		8,50,049	
2 Income Tax Refundable	24,54,169		25,47,419	
3 GST Input	6,12,046		3,24,607	
4 FCRA Penalty paid (Under protest and Recoverable)	-		51,62,974	
5 Ananya Drishtee Sustainable Communities Private Ltd	18,823		18,823	
6 Drishtee Business Correspondent Private Ltd	-		6,72,536	
7 Drishtee Rural Apparel Producer	-		16,452	
8 Quiver Infoservices Ltd	7,00,100		7,00,100	
9 Other Advances	5,05,247		6,87,979	
10 Advance to Employees	38,033	50,65,959	46,343	1,10,27,281
1 Returnable Financial Support (Kula Revolving Fund Utilisation)	1,78,718	1,78,718	10,34,300	10,34,300
Total		56,33,300		1,24,50,205

SCHEDULE -10 REVENUE FROM PROJECTS

Grantor Name	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Bharat Aluminium Co Ltd	-		36,70,897	
2 Cross Field	-		1,10,079	
3 Metlife USA	33,15,228		-	
4 PNB Bank, Sivsagar	18,00,000		-	
5 Sharing Happiness Foundation, USA	3,45,48,750		-	
6 PNB Metlife India Insurance Company Limited	52,57,558		1,26,81,000	
7 NTPC Limited	-		6,44,067	
8 Nestle India Ltd	6,00,000		6,00,000	
9 Ashoka Foundation	7,77,228		8,33,119	
10 Ricoh Co. Ltd.	-		10,80,579	
11 Vedanta ESL	27,65,266		24,25,451	
12 Charities Aid Foundation-America	9,00,00,000		11,63,31,489	
Total		13,90,64,030		13,83,76,681



SCHEDULE -11 Other Revenues

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Donation	2,41,121		65,929	
2 Interest on FDR	37,54,721		45,03,262	
3 Misc. Income	68,632		15,600	
4 Misc. Balance Written back	5,01,637		2,46,399	
5 Consulting Fees	-		2,62,903	
6 Prior Period Income	1,03,784		-	
7 Training Revenue	-		6,000	
Total		46,69,895		51,00,093

SCHEDULE -12 PROJECT EXPENSES

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Rent	14,82,406		15,55,669	
2 Manpower Expenses	8,44,90,282		9,18,10,414	
3 Training Expenses	30,92,158		27,26,044	
4 Vaccination Expenses	85,03,800		14,14,725	
5 Travelling & Conveyance Exp.	92,68,532		79,51,975	
6 Welfare Expenses	1,61,449		1,80,453	
7 Commission Expense	3,53,573		4,20,780	
8 Awareness expenses	-		49,060	
9 Consultancy Expenses	1,60,000		4,85,545	
10 Contractual Manpower Expenses	-		4,800	
11 Electricity Expenses	-		69,510	
12 Fooding & Lodging	7,58,646		6,10,941	
13 Meeting Expenses	-		41,266	
14 Office Expenses	2,62,524		2,02,169	
15 Other Expenses	1,595		1,42,959	
16 Packing Expenses	-		15,930	
17 Printing & Stationery	-		58,617	
18 Repair & Maintenance	-		1,41,210	
Total		10,85,34,965		10,78,82,068

SCHEDULE -13 FINANCE CHARGES & INTEREST

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
	Rs.		Rs.	
1 Bank Charges	83,674		1,01,562	
2 Interest on GST	3,954		11,557	
3 Interest on Professional Tax	306		293	
4 Interest on TDS	510		394	
Total		88,444		1,13,806



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SCHEDULE -14 ADMINISTRATIVE EXPENSES

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
		Rs.		Rs.
1 Rent	10,00,413		9,12,143	
2 Fax postage & Courier	71,431		89,212	
3 Insurance	7,88,920		91,837	
4 Legal & professional	3,51,973		92,679	
5 Office Expenses	6,57,403		9,08,185	
6 Printing & Stationary	1,90,161		3,30,960	
7 Maintenance & Service Charges	13,53,657		15,41,170	
8 Audit Fee	7,26,430		50,000	
9 Donation Expenses	5,74,700		3,30,440	
10 Marketing Exp (Vns)	-		2,920	
11 Electricity Exp	4,21,890		3,50,978	
12 Internet And Telephone Charges	1,58,988		1,60,175	
13 Transportation charges	1,18,503		2,83,137	
14 Software Expenses	1,82,497		45,200	
15 Cell Phone expenses	2,48,734		3,07,027	
16 Labour Charges	10,740		17,070	
17 Meeting Expenses	26,17,424		7,10,210	
18 Consultancy Charges	62,21,361		25,15,714	
19 Advertisement Expenses	-		11,733	
20 Fuel Exp.	50,140		80,648	
21 Business Promotion Expenses	42,091		-	
22 Misc Expenses	3,86,948		2,99,326	
23 RD Arbitration	-		41,720	
24 Foreign Exchange Monetary Item	4,74,838		-	
Total		1,66,49,241		91,72,483

SCHEDULE -15 BALANCES WRITTEN OFF

Particulars	AS ON 31.03.2023		AS ON 31.03.2022	
		Rs.		Rs.
1 Written Off	7,17,720		-	
		7,17,720		
Total		7,17,720		-

Significant accounting policies and notes forming part of accounts -**Schedule 16**

DRISHTEE FOUNDATION
(F.Y. 2022-2023)

SCHEDULE 16

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.
- c. Work in progress has been stated at actual cost

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, 2023 (Rs.)	As at 31 st March, 2022 (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 (Amt in INR)	Form 3 Issued on
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	(2,01,378)	

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 texts 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 'Brahmasthan' 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 2022-23 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 its 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 2022-23 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 texts 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 'Brahmasthan' 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. Previous year figures have been re-grouped and re-classified wherever considered necessary to make it comparable with those of the current year.

FOR RAJ HAR GOPAL & CO.		For and on behalf of the Governing Body of	
Chartered Accountants		Drishtee Foundation	
Firm Reg. No.: 002074N			
			
(CA. Shrey Gupta)	Mamta Mishra	Swapna Mishra	Nitin Gachhayat
Partner	(President)	(General Secretary)	(Vice President)
Membership No.: 522315			
UDIN No. 23522315BQUTHW6901			
Place: Delhi	Place: New Delhi	Place: Nashik	Place: Nashik
Date: 14-08-2023	Date: 14-08-2023	Date: 14-08-2023	Date: 14-08-2023



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