



**V. K. MADHAVA RAO & CO.**

**CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT**

To

The Members of Governing Body of  
Dharmavaram Boys Town Society,  
Kothapeta, Dharmavaram,  
Sri Satya Sai (Dt.).

**I. Opinion :**

We have audited the attached Financial Statements of **Dharmavaram Boys Town Society, (The Society) Dharmavaram, Sri Satya Sai (Dt.)**, which comprise the Balance Sheet as at 31<sup>st</sup> March 2023 and also the statement of Income and Expenditure Account and the Receipts and Payments Account for the year ended on that date and notes to the financial statements, including a summary of Significant Accounting Policies.

In our opinion, the accompanying financial Statements give a true and fair view of the financial position of the Trust as at 31<sup>st</sup> March, 2023 and of its excess of Income over Expenditure for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India.(ICAI).

**II. Basis for Opinion :**

We had conducted the audit in accordance with auditing Standards on Auditing (SAs) issued by ICAI. Our Responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements Section of our report. We are independent of the Trust in accordance with the Code of Ethics issued by ICAI that are relevant to our audit and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





**V. K. MADHAVA RAO & CO.**

**CHARTERED ACCOUNTANTS**

### **III. Responsibilities of Management and Those Charged with Governance for the Financial Statements:**

Management is responsible for preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the Trust in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Trust 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, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Management is also responsible for overseeing the Trust's financial reporting process.

### **IV. Auditor's Responsibilities for the Audit of the Financial Statements:**

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







# **V. K. MADHAVA RAO & CO.**

## **CHARTERED ACCOUNTANTS**

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 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 scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing our opinion on the effectiveness of the Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management'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 Trust's ability to continue as a going concern. If we conclude that





# **V. K. MADHAVA RAO & CO.**

## **CHARTERED ACCOUNTANTS**

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 Trust to cease to continue as a going concern.

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.

For and on behalf of  
M/s. **V.K.MadhavaRao & Co.,**  
Chartered Accountants,  
Firm Registration No:001908S



  
(**V.M.SUDHAKAR**)  
Proprietor

(Membership No: 202151)

**UDIN:23202151BGXMKM4507**

Place: Secunderabad

Date : 20/06/2023



# DHARMAVARAM BOYS TOWN SOCIETY :: DHARMAVARAM

## RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD 1st APRIL 2022 to 31st MARCH 2023

RECEIPTS	SCHEDULE Nos	AMOUNT ₹		PAYMENTS	SCHEDULE Nos	AMOUNT ₹	
<b>Opening Balance :</b>				<b>Expenditure :</b>			
Cash		8,931.00		Education Program	SCH - VII	84,70,054.00	84,70,054.00
Bank-General	SCH - I	3,85,937.80	3,94,868.80	Capital Expenditure	SCH - VIII	23,18,525.00	23,18,525.00
Subsidiary Bank Accounts	SCH-IA	5,79,050.10	5,79,050.10				
<b>Grants and Donations :</b>				<b>Other Liability - Expenditure :</b>			
Foreign Grants / Donations		18,49,762.00		Gratuities & Welfare	SCH - IX	12,000.00	12,000.00
Local Grants / Donations	SCH - II	70,00,000.00					
Donations		60,000.00		<b>Advances :</b>			
Membership fee		175.00	89,09,937.00	TDS Receivable from Income Tax Department	SCH - V	8,623.00	8,623.00
<b>Other Receipts / Income :</b>							
Interest on Deposit & others		1,95,096.00		<b>Investments :</b>			
Income From School Receipts		11,05,001.00		Gratuities & Welfare	SCH - X	1,34,520.00	
Income From Kitchen Garden	SCH - III	35,000.00		Deposits / Investments		18,00,000.00	19,34,520.00
Other Income ( Sale of Scrap)		42,000.00		<b>Other Deposits :</b>			
Income on Investments		8,641.00	13,85,738.00	Electricity Deposit	SCH - X-A	2,400.00	2,400.00
<b>Other Receipts / Income :</b>							
Sale of Fixed Asset	SCH - III-A	28,000.00	28,000.00				

As per our report of even date attached  
for M/S V K MADHAVARAO & Co  
Chartered Accountants

ICAI Firm Registration No : 001908S



*(Signature)*

V M Sudhakar  
Proprietor

Membership No : 202151

UDIN : 23202151BGXMKM4507

Significant accounting Policies and Notes on Accounts	XVII
The Schedules referred to above form an integral part of the Financial Statements	

As per our report of even date attached  
for M/S V K MADHAV A RAO & Co  
Chartered Accountants  
ICAI Firm Registration No : 001908S



*V M Sudhakar*  
V M Sudhakar  
Proprietor  
Membership No : 202151  
UDIN : 23202151BGXXMKM4507

RECEIPTS	SCHEDULE Nos	AMOUNT ₹		PAYMENTS	SCHEDULE Nos	AMOUNT ₹	
<b>Other Receipts / Current Liabilities</b>							
Gratuity & Welfare	SCH - IV	1,34,520.00					
Other Liabilities		550.00	1,35,070.00				
<b>Advances :</b>							
Refund of TDS - from Income Tax Department	SCH - V	19,442.00	19,442.00	Closing Balances :			
				Cash			14,086.00
				Bank			3,00,974.80
<b>Realisation of Bank Investments :</b>							3,15,060.80
Bank Investments ( Fixed Deposits )	SCH - VI	26,02,937.00					
Staff Welfare and Gratuity		3,359.00	26,06,296.00	Subsidiary Bank Accounts	SCH-I-A	9,97,219.10	9,97,219.10
<b>TOTAL :</b>			1,40,58,401.90	<b>TOTAL :</b>			1,40,58,401.90



# DHARMAVARAM BOYS TOWN SOCIETY :: DHARMAVARAM

## INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD 1st APRIL 2022 to 31st MARCH 2023.

EXPENDITURE	SCHEDULE Nos	AMOUNT ₹	INCOME	SCHEDULE Nos	AMOUNT ₹
<u>Expenditure :</u>			<u>Grants and Donations :</u>		
Education Program	SCH - VII	84,70,054.00	Foreign Grants / Donations	SCH - II	18,49,762.00
			Local Grants / Donations		70,60,000.00
<u>Depreciation :</u>			Membership fee		175.00
					89,09,937.00
Buildings		2,17,145.00	<u>Other Receipts / Income :</u>		
Compound wall		3,036.00	Interest on Deposit & others		1,95,096.00
Computer Peripheral		94,980.00	Income from School Receipts		11,05,001.00
Furniture & Fittings	SCH - XI	23,637.00	Income from Kitchen Garden	SCH - III	35,000.00
Electrical Electronic and Equipments		67,444.00	Other Income		42,000.00
Vehicles		5,337.00	Income on Investments		8,641.00
Other Assets / Equipments		9,454.00			13,85,738.00
Sports Equipments		2,735.00	Profit on Sale of Asset	SCH-V-A	12,608.00
Excess of Income over Expenditure	SCH-XII	14,14,461.00			
<b>TOTAL :</b>		<b>14,14,461.00</b>	<b>TOTAL :</b>		<b>1,03,08,283.00</b>

Significant accounting Policies and Notes on Accounts

The Schedules referred to above form an integral part of the Financial Statements

As per our report of even date attached  
for **M/S V K MADHAVA RAO & Co**

Chartered Accountants

ICAI Firm Registration No : 001908S



*(Signature)*  
**V M Sudhakar**  
Proprietor

Membership No : 202151

UDIN : 23202151BGXMKM4507

# DHARMAVARAM BOYS TOWN SOCIETY :: DHARMAVARAM

**BALANCE SHEET AS AT 31.03.2023.**

LIABILITIES	SCHEDULE Nos.	AMOUNT ₹	ASSETS	SCHEDULE Nos.	AMOUNT ₹
<b>FUND ACCOUNT:</b>			<b>FIXED ASSETS:</b>		
Capital Fund Account		55,70,715.00	Fixed Assets	SCH - XIV	55,70,715.00
General Fund Account		14,39,546.90			
			<b>CURRENT ASSETS:</b>		
			<b>INVESTMENTS:</b>		
<b>FUTURE PROGRAM FUND UNDER</b>					
DBTS Corpus Fund		15,52,629.00	Staff Welfare Fund		8,74,933.00
			Corpus	SCH - XV	15,52,629.00
			Other Deposits		1,19,194.00
					25,46,756.00
<b>CURRENT LIABILITIES:</b>					
Gratuity & Welfare		8,74,933.00			-
Other Liabilities	SCH - XIII	550.00	<b>ADVANCES:</b>		
			TDS Receivable from Income Tax Department	SCH - XVI	8,623.00
			<b>Closing Balances:</b>		
			Cash	SCH - I	14,086.00
			Bank Balance		3,00,974.80
			Subsidiary Bank Accounts	SCH - I-A	9,97,219.10
<b>TOTAL :</b>		<b>94,38,373.90</b>	<b>TOTAL :</b>		<b>94,38,373.90</b>

As per our report of even date attached  
for M/S V K MADHAVARAO & Co

Chartered Accountants

ICAI Firm Registration No : 001908S



**V M Sudhakara**  
Proprietor

Membership No : 202151  
UDIN : 23202151BGXMKM4507

Significant accounting Policies and Notes on Accounts  
The Schedules referred to above form an integral part of the Financial Statements

XVII