

ACCION FRATERNA

Accion Fraterna Ecology Centre Anantapuramu Andhra Pradesh
RECEIPTS & PAYMENT ACCOUNT STATEMENT FOR THE PERIOD FROM 01.04.2020 TO 31.03.2021

RECEIPTS	SCHEDULES	SADL PROJECT	FCRA MAIN A/C	AMOUNT	PAYMENTS	SCHEDULES	SADL PROJECT	FCRA MAIN A/C	AMOUNT
To Opening Balance:									
Cash:	SCH-I	6,169.00	4,275.00	10,444.00	By Ecology Programme	SCH-VIII-A	3,99,64,827.50	52,33,614.00	4,51,98,441.50
Bank:	SCH-I	58,58,165.13	68,79,321.52	1,27,37,486.65	By Administration	SCH-VIII-B	77,77,424.16	1,83,010.69	79,60,434.85
Opening Balances Subsidiary accounts:	SCH-1A	11,034.50	-	11,034.50	By Capital Expenditure	SCH-VIII-C	-	-	-
					By Rev Exp - Other Liabilities	SCH-VIII-D	58,03,094.00	14,88,223.31	72,91,317.31
To Grants Received : General Grants									
(a) Direct Foreign Fund	SCH-II	3,10,70,400.00	-	3,10,70,400.00					
(a) Foreign -2nd recipient		-	2,07,01,925.00	2,07,01,925.00					
To Other Receipts/Income									
Interest	SCH-IV	4,59,882.00	21,16,194.00	25,76,076.00					
Inter Project Transfers	SCH-IVA	77,203.00	-	77,203.00	By Inter Project Transfer	SCH-IVA	-	77,203.00	77,203.00
To Other Receipts/Liabilities									
Health Subsidy		-	3,16,000.00	3,16,000.00					
Gratuity & Welfare	SCH-V	-	6,03,461.00	6,03,461.00					
Current Liabilities- Statutory Payments		53,86,034.00	8,02,955.00	61,88,989.00					
To Advances:					By Advances:				
Advances from other programs		65,00,000.00	1,30,000.00	66,30,000.00	Advances to other programmes:				
Tax Deducted at Source (TDS)		-	-	-	Tax Deducted at Source (TDS)		12,637.00	83,281.00	95,918.00
Provident Fund (PF)	SCH-VI	-	-	-	Provident Fund (PF)	SCH-VI	-	-	-
Program Advances		54,25,918.00	21,80,340.00	76,06,258.00	Program Advances		53,53,117.00	21,80,340.00	75,33,457.00
Staff Salary Advances / Payables		4,75,253.00	-	4,75,253.00	Staff Salary Advances		4,73,048.00	-	4,73,048.00
To Fixed Deposits/Investments					By Fixed Deposits/Investments				
Bank - Investments:		1,55,00,000.00	3,19,98,644.00	4,74,98,644.00	Bank Investments:		1,05,00,000.00	4,67,02,317.00	5,72,02,317.00
Gratuity & Welfare	SCH-VII	-	-	-	Gratuity & Welfare	SCH-VII	-	-	-
Health Subsidy		-	78,26,671.00	78,26,671.00	Health Subsidy		-	83,22,811.00	83,22,811.00
Security Deposit		1,54,612.00	-	1,54,612.00	Other Security Deposits		-	-	-
					By Closing Balances:				
					Cash:	SCH-I	-	-	-
					Bank:		10,29,174.47	26,58,986.52	36,88,160.99
					Closing Balances Subsidiary accounts:	SCH-1A	11,348.50	-	11,348.50
Total		7,09,24,670.63	7,35,59,786.52	14,44,84,457.15	Total		7,09,24,670.63	7,35,59,786.52	14,44,84,457.15

Head - Finance
(Srinivasulu A)

Chief of Operations
(Srinivasulu Krishna J)



Chief Functionary and Director
(Dr P.V. Reddy)

For Mahesh, Virender & Sriam
Chartered Accountants (Reg No.001939 S)

(B.R. Mahesh)
Partner
M.No.018628



ACCION FRATERNIA

Accion Fraterna Ecology Centre Anantapuramu Andhra Pradesh
INCOME AND EXPENDITURE ACCOUNT STATEMENT FOR THE PERIOD FROM 01.04.2020 TO 31.03.2021

EXPENDITURE	SCHEDULES	SADL PROJECT	FCRA MAIN	AMOUNT	INCOME	SCHEDULES	SADL PROJECT	FCRA MAIN	AMOUNT
To Ecology Programme	SCH-VIII- A	3,99,64,827.50	52,33,614.00	4,51,98,441.50	By Grants Received :				
To Administration	SCH-VIII- B	77,77,424.16	1,83,010.69	79,60,434.85	(a) Direct Foreign Fund :	SCH- II	3,10,70,400.00	-	3,10,70,400.00
					(b) 2nd recipient Foreign Fund		-	2,07,01,925.00	2,07,01,925.00
To Depreciation	SCH-IX-C	10,80,319.00	1,85,180.00	12,65,499.00	By Other Receipts/Income		-	-	-
					Interest	SCH- IV	4,59,882.00	21,16,194.00	25,76,076.00
To Excess Expenditure over Income transferred to BIS (General Fund A/c)	SCH-X-A	(1,72,92,288.66)	1,72,16,314.31	(75,974.35)	By Excess of Income over Expenditure transferred to BIS (General Fund A/c)	SCH-X-A	-	-	-
Total		3,15,30,282.00	2,28,18,119.00	5,43,48,401.00	Total		3,15,30,282.00	2,28,18,119.00	5,43,48,401.00

Head - Finance

(Signature)

Chief of Operations

(Signature)

Chief Functionary and Director

(Signature)



For Mahesh, Virender & Srimam

Chartered Accountants (Reg.No.001939 S)

(B.R. Mahesh)

Partner

M.No.018628



ACCION FRATERNA
Accion Fraterna Ecology Centre Anantapuramu Andhra Pradesh
BALANCE SHEET AS AT 31.03.2021

LIABILITIES	SCHEDULES	SADL	FCRA MAIN	AMOUNT	ASSETS	SCHEDULES	SADL PROJECT	FCRA MAIN AC	AMOUNT
GENERAL & CAPITAL FUND ACCOUNT:					CURRENT ASSETS :				
General Fund :		(54,09,103.03)	2,90,46,668.41	2,36,37,565.38	Closing Balance:		-	-	-
Capital Fund :	SCH X A	1,18,08,901.39	12,60,971.00	1,30,69,872.39	Cash :	SCH I	-	-	-
					Bank :		10,29,174.47	26,58,986.52	36,88,160.99
					Field Utilisation Bank :	SCH I A	11,348.50	-	11,348.50
GRATUITY & HEALTH FUND ACCOUNT:					DEPOSITS / INVESTMENTS :		-	-	-
Gratuity & Welfare Fund:	SCH X B	-	70,85,565.98	70,85,565.98	General Deposits		-	2,30,16,650.00	2,30,16,650.00
Staff Health Subsidy Fund:		-	1,03,40,370.11	1,03,40,370.11	Gratuity Fund Investments	SCH IX A	-	59,07,962.98	59,07,962.98
Staff Performance incentive Fund:		-	36,268.00	36,268.00	Health Subsidy Deposits		-	83,22,811.00	83,22,811.00
CURRENT LIABILITIES / ADVANCES	SCH X C	65,00,000.00	5,39,431.00	70,39,431.00	ADVANCES :		-	-	-
					Advances to Other Programmes	SCH IX B	-	65,00,000.00	65,00,000.00
					Accounts Receivable - TDS		50,374.00	6,41,893.00	6,92,267.00
					FIXED ASSETS:	SCH IX C	1,18,08,901.39	12,60,971.00	1,30,69,872.39
Total Liabilities		1,28,99,798.36	4,83,09,274.50	6,12,09,072.86	Total Assets		1,28,99,798.36	4,83,09,274.50	6,12,09,072.86

Head - Finance
(Murali Krishna Reddy)

J. N. K. K. K. K.
Chief of Operations
(Murali Krishna Reddy)



Chief Functionary and Director
(Dr. Y. V. N. Reddy)



For Mahesh, Virender & Sriram
Chartered Accountants (Reg.No.001939 S)
(B.R. Mahesh)
Partner
M.No.018628

MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

INDEPENDENT AUDITOR'S REPORT

To,
The Board of Trustees of
Accion Fraterna
Anantahapuramu.

I. Opinion :

We have audited the attached Financial Statements **(of FCRA Related Transactions only)** of **Accion Fraterna (The Trust), Ananthapuramu**, which comprise the Balance Sheet as at 31st March 2021 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 order to certify the transactions and balances of foreign contributions received by the Trust, maintenance of records relating to foreign contributions and utilisation and necessary approval in accordance with Foreign Contribution (Regulation) Act, 2010 ("the Act") read with Foreign Contribution (Regulation) Rules, 2011 ("the Rules") and to certify the annual return in Form FC-4 as per Rule 17 of the Rules.

In our opinion, the accompanying financial Statements (of FCRA Related Transactions) give a true and fair view of the financial position of the Trust as at 31st March, 2021 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).



[Handwritten signature]

MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

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.

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

Management of the Trust is responsible for preparation of these financial statements and Form FC-4(the Form"). This responsibility also includes design, implementation and maintenance of adequate internal financial controls relevant to the preparation and presentation of the Form, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances and are free from material misstatement, whether due to fraud or error.

The Management of the Trust is also responsible for compliances of the provisions of the Foreign Contributions (Regulations) Act, 2010 and rules, notifications/orders issued there under from time to time.



A handwritten signature in black ink, consisting of a stylized 'B' followed by a horizontal line.

MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

IV. Auditor's Responsibilities:

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.

Our audit of these financial statements was conducted in accordance with the Standards on Auditing and other applicable authoritative pronouncements and the Guidance Note on Reports or certificates for special purposes, issued by the Institute of Chartered Accountants of India ("ICAI"). Those standards require that we plan and perform our audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality control for Firms that perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements issued by ICAI.

We have examined the books of account and other relevant records and documents maintained by the Trust as apart of our audit as at and for the year ended March, 31, 2020 for the purpose of providing reasonable assurance on the particulars mentioned in the certificate in the annual return in Form FC-4 as per Rule 17 of the Rules.



MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

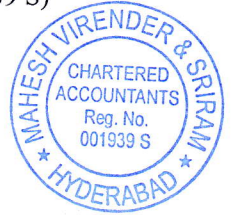
V. Restrictions on Use of Certificate in the Annual return in Form FC-4:

The certificate is issued solely in the context of the Trust's obligation to submit form FC-4 as per Rule 17 of the Rules to the ministry of Home Affairs, New Delhi.

For and on behalf of
M/s. Mahesh, Virender & Sriram
Chartered Accountants (Reg.No.001939 S)



(B.R. Mahesh)
Partner M.No.018628
UDIN: 21018628AAAAJL6023



Place: Hyderabad
Date : 27.12.2021

MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

SCHEDULE :

ACCION FRATERNA :: ANANTHAPURAMU

Significant Accounting Policies and Notes on Accounts in preparation of Financial Statements under Foreign Contribution (Regulation) Act,2010

- A. **Background:** Accion Fraterna (Hereinafter referred to as "The Trust") is functioning in the States of Andhra Pradesh. The Trust is a long serving non-profit organisation that has made considerable contribution towards empowering marginalized people in the drought-affected Anantapur District of Andhra Pradesh, through its work on sustainable agriculture, drought management, watershed development, job oriented training and skill building, and policy advocacy. It works on implementing integrated solutions that support vulnerable communities with livelihood security by using a multi pronged approach involving diversification of income opportunities across farm, off farm and non-farm sectors.

The Trust is registered Under the Registration Act in the year 1982. The Trust has been granted an exemption under Sec 12A of the Income tax Act, 1961 vide Letter No: H.qrs.III No. 3 (51)/8-85 dated 20-01-1985. And under Sec 80G of the Income tax Act, 1961 vide Letter No: HQRS.No. I(II2)CIT/TPT/07-08 dated 12-12-2007. The Exemptions are in force as on date. The Trust is registered under The Foreign Contribution (Regulation) Act, to accept foreign contributions and has been granted registration / renewal vide letter dated 07-08-2016. With Registration No: 010120029.

The certificate of renewal / Registration is valid for a period of five years from the date of renewal/registration.



MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

B. Significant Accounting Policies:

(a) Basis of preparation:

The financial statements of the Trust have been prepared under the historical cost convention, on the cash/receipt basis of accounting (other than Statutory Liabilities) in accordance with applicable accounting standards issued by the Institute of Chartered Accountants of India and the generally accepted accounting principles. The accounting policies adopted in preparation of financial statements are consistent with those of previous year.

(b) Fixed assets and Depreciation:

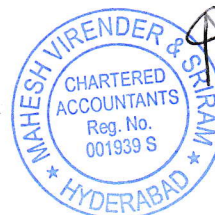
Fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes inward freight, duties, taxes and expenses incidental to the installation of assets.

Depreciation on assets is provided on the basis of written down value method on the following rates.

Particulars	Rate of Depreciation
Buildings	10%
Furniture and Fixtures	10%
Vehicles - Motor Cycles	15%
Electrical & Electronic Equipment (A/C , TV & Cameras)	15%
Computers & Peripherals	40%

* In case purchases are made before September of a year depreciation will be charged 50% rate as mentioned above table.

The appropriation of depreciation period and depreciation method is reviewed by the management in each financial year.



MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

(c) General Funds:

The Trust receives general funds and which are unrestricted in nature and specific grants which are specific in nature from foreign sources in the form of Grants and Donations. The unutilised foreign sources is carried forward for use in the future periods.

(d) Interest Income: Interest on Fixed Deposits and Savings deposits is recognised on a time proportion basis as per confirmations from the respective banks.

(e) Foreign Exchange transactions: Transactions in foreign currency are recorded at the exchange rate on realisation of such foreign currency. The expenses on realisation of foreign currency are charged to Expenditure Account.

(f) Utilisation of Foreign Sources for programmes of the Trust:

The foreign sources of the Trust are utilised for the various programmes of the Trust. And administrative expenses are identified on suitable basis, wherever it is not possible to allocate for each programme and in accordance with the provisions of FCRA, 2010 and its Rules applicable thereunder. All expenses of both revenue nature and Capital nature incurred during the year are treated as utilisation of foreign sources.

(g) Employee Benefits:

The Trust's obligations towards various employee benefits have been recognised as follows:

Short term employee benefits: All employees' benefits payable wholly for services rendered within a period of 12 months of the financial year such as Salaries, Allowances, Work Incentive are recognised in the income and expenditure account in the period in which the employee renders the related services.



MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

Long term Employee benefits:

Defined Contribution Plans : The Trust's provident fund scheme is a defined contribution plan where the contribution paid/payable under the scheme is recognised as an expense in the period in which the employee renders the related service. The Trust's contributions are deposited with the regional provident fund commissioner and are charged to the Income and Expenditure account.

Defined benefit Plans : The Trust provides for gratuity and welfare (Gratuity and Health Subsidy), a defined benefit plan covering all the eligible employees. The Gratuity plan provides a lump sum payment to vested employees on retirement, death, incapacitation or termination of employment as per the Trust's Policy on such payments. The Health subsidy is meant to meet the medical expenses of Staff and their family members.

Gratuity is calculated at one month's basic salary of each employee and provision is made in the accounts. Health subsidy is calculated at Rs.1000/- on gross salary of each month and provision is made in the accounts.

The Trust invests the funds for Gratuity in Group Gratuity Schemes in Birla Sun life Insurance Co., Ltd and Health subsidy in Fixed Deposits in Banks and meets the obligation of Gratuity from investment in Group Gratuity Schemes and Health subsidy claims out of Health subsidy deposits.

(h) Provisions, Contingent liabilities and Contingent assets:

A provision (excluding retirement benefits) is recognised when the Trust has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimates can be made at the balance sheet date. Contingent liabilities and Contingent assets are not recognised in the financial statements.



43

MAHESH, VIRENDER & SRIRAM

Chartered Accountants

"Badhe House" 6-3-788/36&37A, Ameerpet, Hyderabad - 500 016.

Tel: 040 - 23401738, Fax : 040 - 23401739 Email : mvshyd@yahoo.com

(i) Income Tax:

Income tax and deferred tax asset/liability is not recognised due to the exemptions available under Section 11 and 12 of the Income tax Act, 1961. The tax deducted at source on Interest and other Incomes is accounted as an asset in the balance sheet till its realization.

(j) Investments: Investments are valued at Cost.

- C. In the opinion of Trustees, the current assets, loans and advances will realise a value not less than the amounts stated in the Balance sheet, if realised in the ordinary course of Trust's activities.
- D. The balance with the banks in savings bank accounts and fixed deposits were confirmed by the respective banks.
- E. Previous figures have been regrouped / reclassified wherever necessary to suit the current year's lay out.

For MAHESH, VIRENDER & SRIRAM
Chartered Accountants (Reg. No. 001939 S)



27/12/21
B.R. MAHESH
Partner
(M. No. 18628)