

R.V.SANSARE & CO.  
CHARTERED ACCOUNTANT

1873/A GOPALKRISHNA NIWAS,  
MARUTI LANE, RATNAGIRI.  
Pin 415 612.

**AUDITOR'S REPORT**

To,

**The Trustees ,**

**HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY**

**TAL. LANJA , DIST. RATNAGIRI.**

**Report on Financial Statements**

1. We have audited the accompanying Consolidated Financial Statements of HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY, TAL. LANJA , DIST. RATNAGIRI, P.T. REG. NO. R-F-1462 RTN. Along with branches which comprise the consolidated Balance Sheet as at 31<sup>st</sup> March 2016; consolidated Income & expenditure Account for the year then ended, and other explanatory information.

**Management's Responsibility for the Financial Statements:**

2. Management of the Trust is responsible for the preparation of these Financial Statements that give true and fair view of the financial position and financial performance of the trust in accordance with the Bombay public Trust Act 1950, complying with Govt. Guidelines from time to time. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility:**

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The Procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Audit opinion.



*Dr. V. S. Sansare*  
20/03/2016  
Partner & Proprietor  
Ratnagiri Branch  
Ratnagiri Chartered Accountants

REPORT OF AN AUDITOR RELATING TO ACCOUNTS AUDITED UNDER SUB-SECTION  
(2) OF SECTION 33 & 34 AND RULE 19 OF THE BOMBAY PUBLIC TRUSTS ACT.

Name of Public Trust : HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY.  
TAL. LANJA , DIST. RATNAGIRI.

P.T. REG. NO. R-F-1462 RTN.

For the year ending on 31st March 2016.

a) Whether accounts are maintained regularly and in accordance with the provisions of the Act and the rules;	YES
b) Whether receipts and disbursement are properly and correctly shown in the accounts;	YES
c) Whether the cash balance and vouchers in the custody of the manager or trustee on the date of audit were in agreement with the accounts;	Cash Book written upto the date of audit report was not seen.
d) Whether all books, deeds, accounts, vouchers or other documents or records required by the auditor were produced before him;	YES
e) Whether a register of movable and immovable properties is properly maintained, the changes therein are communicated from time to time to the regional office, and the defects and inaccuracies mentioned in the previous audit report have been duly complied with;	YES
f) Whether the manager or trustee or any other person required by the auditor to appear before him did so and furnished the necessary information required by him;	YES
g) Whether any property or funds of the Trust were applied for any object or purpose other than the object or purpose of the Trust;	NO
h) The amounts of outstanding for more than one year and amounts written off, if any;	YES - As per point no.6 in Annexure I.
i) Whether tenders were invited for repairs or construction involving expenditure exceeding Rs.5000/-;	As per explanation given by the Trustee construction work was done departmentally.
j) Whether any money of the public trust has been invested contrary to the provisions of Sectin 35;	NO
k) Alienations,if any, of the immovable property contrary to the provisions of Section 36 which have come to the notice of the auditor;	NO
l) All cases of irregular, illegal or improper expenditure, or failure or omission to recover monies or other property belonging to the public trust or of loss or waste money or other property thereof, and whether such expenditure, failure,omission, loss or waste was caused in consequence of breach of trust or mis application or any other misconduct on the part of the trustees or any other person while in the management of the trust;	NO
m) Whether the budget has been field in the form provided by rule 16A;	NO
n) Whether the maximum and minimum number of the trustees is maintained;	YES
o) Whether the meetings are held regularly as provided in such instrument;	Committ. Meetings- 05 Annual General Meeting- 01
p) Whether the minute books of the proceedings of the meeting is maintained;	YES
q) Whether any of the trustees has any interest in the investment of the trust;	NO
r) Whether any of the trustees is a debtor or creditor of the trust;	YES - As per details given in Balance Sheet.
s) whether the irregularities pointed out by the auditors in the accounts of the previous year have been duly complied with by the trustees during the period of audit;	As per Annexure I
t) Any special matter which the auditor may think fit or necessary to bring to the notice of the Deputy or Assistant Charity Commissioner.	separately attached herewith..

PLACE - RATNAGIRI

DATE - 07/07/2016



FOR R.V.SANSARE & CO.  
R.V.Sansare,proprietor  
FRN -109216W

(R.V.Sansare,Prop.)  
Membership No.- 031584

**HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY**  
Samarth Appartment, B - 203 Second Floure, Satawali Road At., Post. & Tal. Lanja Dist. Ratnagiri.  
P.T. REG. NO. R-F-1462 RTN.

**BASIS OF PREPARATION OF FINANCIAL STATEMENTS FOR THE PERIOD 01st April 2015 to 31st March 2016.**

- A. a. The financial statements have been prepared under the historical cost convention , and materially complies with the mandatory accounting standards issued by the Institute of Chartered Accountants of India.All expenses and income to the extent considered payable and receivable respectively unless stated otherwise are accounted for on accrual basis.
- b. Accounting policies not specifically referred to otherwise are consistant with generally accepted accounting principles followed/adopted by the concern consistently.
- B. FIXED ASSETS AND DEPRECIATION:**
- a. Fixed assets are capitalised at cost.
- b. Depreciation has been provided on the written down value basis.
- C. INFLATION**  
Assets and liabilities are recorded at historical cost.
- D ACCOUNTING OF INCOME:-**
- a. Grants, donations and other income is accounted on receipt basis.
- b. Interest of bank deposits is accounted on receipt basis.

**Annexure I**

- 1) As the Opening "Balance Sheet" of the school is not available for Audit, the difference between Balance as per "Sanstha" and "School" Balance Sheet as on 01-04-2000 is taken as "Branch Adjustment A/C".
- 2) Incase of Traveling Expenses under Administrative Expenses and Other Expenses it was observed that reason of traveling, distance , date of traveling etc. details are not mentioned, only petrol bills are attached. Such details are essential to justify the expense incurred on traveling. Therefore henceforth these details should be given along with petrol bills to ascertain correctness of expense debited.
- 3) Also details of expenses about quantity , rate etc. should be mentioned on vouchers. e.g. -Documentation Charges , Training Kit Expense.
- 4) It was observed that proper narrations were not given to the entries. To judge the validity and correctness of the transactions with respective vouchers it is essential to give proper narration to the entry.
- 5) Incase of Training Center Building W.I.P. it is essential to obtain valuation certificate as on 31/03/2016 from Architect on record.
- 6) a) It was observed that Rs.20,000/- advance given to soft logic for website development. It's proper expense voucher should be obtained on record as early as possible.
- b) In the last year's Balance Sheet Rs.2,29,250/- were shown as amount receivable for IWMP project expenses from Watershed Development Unit,Ratnagiri. In the current year only Rs.2,01,250/- were received as full & final payment from concerned department. Therefore balance irrecoverable amounting to Rs. 28,000/- has been transferred to Income & Expenditure A/c in Balance Sheet being last year's expenses.
- 7) In case of New English School Jawade's Financial Statements following are our observations.
  - i) Profession Tax collected should be transferred to Government as early as possible. The Government of Maharashtra has declared "Profession Tax Enrolment Amnesty Scheme 2016" under which P.T.payable prior to 01/04/2013 along with interest will be waived in full. And for the period from 01/04/2013 only P.T. along with Interest have to be paid and penalty will be waived if school has obtained enrolment certificate before 30/09/2016. We strongly recommend to the management to take benefit of this scheme to reduce financial burden on the Sanstha in future.
  - ii) Cash in hand should be kept minimum.
  - iii) Tax should be deducted from salary at appropriate rate wherever it is essential to do so.

RATNAGIRI.

DATE :- 07/07/2016

Examined & Found Correct  
For R.V.SANSARE & CO.  
CHARTERED ACCOUNTANTS.

FRN -109216W



(R.V.Sansare, Prop.)  
Memb.No.031584

HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY.

Tal. Lanja , Dist. Ratnagiri.

P.T. REG. NO R-F-1462 RTN.

Schedule VIII (The Bombay Public Trust Act 1950)

CONSOLIDATED BALANCE SHEET AS on 31st March 2016.

FUNDS & LIABILITIES	Rs.	Rs.	PROPERTY & ASSETS	Rs.	Rs.
<b>TRUST FUNDS OR CORPUS</b>		1,038,000.00	<b>IMMOVABLE PROPERTIES(As per Schedule Attached)</b>		
			Land (Math)	18,958.00	
<b>OTHER EARMARKED FUNDS</b>		Nil	Land (Jawade)	1,035,310.00	
			School Building Con.(Jawade)(W.I.P.)	984,899.00	
<b>LOAN ( Secured / Unsecured )</b>		Nil	Training Center Building ( W.I.P.)	120,066.00	
			Playground Gate & Compound Wall	237,144.00	
Life Membership Fee		9,000.00	School Building Con.("Swacchatagruh")	130,122.00	
Donation in kind		26,600.00	New English School Gymkhana Building	181,087.00	
			Gym Building WIP ( Math)	95,100.00	2,802,686.00
<b>LIABILITIES</b>			<b>OTHER FIXED ASSETS(As per Schedule Attached)</b>		
<b>Personal Advance From Trustees</b>			Computer & Allied Equip.	10,069.00	
Dilip Gamare	378,442.00		Furniture & Fixture	10,168.00	
Santosh Kambale	1,999,508.00		Equipments	6,303.00	
Aparna Pawar	440,196.00		UPS	641.00	
Chandrakant Kamble	251,490.00	3069636.00	Other Dead Stock	1,334.00	
			Audio Visual Equipments	24,234.00	
<b>Personal Advance From Others</b>			Library Books	1,021.00	53,770.00
Sanjay Dange	547,800.00		<b>INVESTMENTS</b>		
Milind Betkar Advance	430,360.00		Fixed Deposit		100,000.00
Narayan Kadam	61,125.00		<b>CURRENT ASSETS</b>		
Vishnu Pawar	100,000.00	1,139,285.00	Soft Logic ( For Website of Sanstha)		20,000.00
			TDS		58,679.00
New English School Jawade(Gym Con. Grant) (Transferred from school)		200,000.00	Branch Adjustment A/C		109,500.00
			<b>IWMP Project Training Exp.Receivable</b>		
New English School's (Jawade)Liabilities		735,235.00	<b>(Project Director Watershed Dev. Unit, Ratnagiri)</b>		
			<b>IWMP Project DRO - Capacity Building Program</b>		
<b>FCRA Project Liability</b>			1)Account Procedure	7,500.00	
Audit Fee Payable		7,000.00	2)Basic Training - WC Secretary	255,000.00	
			3)Convergence of Govt. Scheme	76,500.00	
<b>INCOME &amp; EXPENDITURE ACCOUNT</b>			4)Integrated Refresher Training	951,750.00	
Opening Balance	29,092.94		5)Orientation Training(WDT, PIA , PTO)	15,000.00	
Less - Deficit During the year	205,301.00		6)Orientation Training WC (5 Days)	698,000.00	
Less- Last Year's IWMP Project			7)Participatory Rural Appraisal (PRA)	266,250.00	
Exp. Irrecoverable Amount	28,000.00		(A) 2,270,000.00		
As per Contra	(204,208.06)		<b>IWMP Project PTO - Capacity Building Program</b>		
			1)Study Tour	150,000.00	
			2)Study Tour Livelihood	540,000.00	
			3)Water & Crop Management Training	150,000.00	
			(B) 840,000.00		
			Total Exp.	3,110,000.00	
			Less -IWMP Project Exp.Reimbursement	818,000.00	2,292,000.00
			(Project Director Watershed Dev. Unit, Ratnagiri)		
			School Assets(Excl.Cash & Bank)		532,991.00
			<b>CASH &amp; BANK BALANCES - SANSTHA</b>		
			Cash in hand	1,736.00	
			IDBI A/C (5848)	3,373.00	
			IDBI A/C (3063)	2,540.00	
			R.D.C.C.Bank A/c 25641(13179)	1,165.00	
			State Bank Of Hyderabad	4,300.00	
			SBI A/C (5591)	1,266.50	14,380.50
<b>TOTAL C/F</b>		<b>6,224,756.00</b>	<b>TOTAL C/F</b>		<b>5,984,006.50</b>



HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY.

Tal. Lanja , Dist. Ratnagiri.

P.T. REG. NO R-F-1462 RTN.

Schedule VIII (The Bombay Public Trust Act 1950)

CONSOLIDATED BALANCE SHEET AS on 31st March 2016.

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TOTAL B/F 6,224,756.00

TOTAL B/F 5,984,006.50

**New English School Javade**

New English School, Javade Cash

20,391.45

Term Fee C.B

60.70

Bank Of Maharashtra(8128)

988.00

R D C C Bank(23216)

6,658.29

28,098.44

**FCRA Project**

Cash in hand

7,000.00

SBI A/c (5455)

1,443.00

8,443.00

**INCOME & EXPENDITURE ACCOUNT**

204,208.06

Total Rs. 6,224,756.00

- Total Rs. 6,224,756.00

The above Balance Sheet to the best of our belief contains a true account of the Funds and Liabilities & of the Properties and Assets of the Trust.

TRUSTEE

Dated :-     
PRESIDENT SECRETARY TREASURER  
Heritage, Culture Art & Education Development Society

PLACE - RATNAGIRI.

DATE - 07/07/2016


As per our separate report of even date.

For R.V.SANSARE & CO.

Chartered Accountants.

FRN - 109216W



  
(R.V.Sansare, Prop.)  
MEMB. NO. 031584.

**HERITAGE CULTURE ART AND EDUCATION  
DEVELOPMENT SOCIETY, TAL.LANJA., DIST.RATNAGIRI.  
Schedule of Fixed Assets for 2015-16**

No.	PARTICULARS	OP. BAL.	ADDITION	DEDUCTION	DEPRE.	CL. BAL.
1	Land (Not Valued)	18,958.00	-	-	-	18,958.00
2	Land ( Jawade)	1,035,310.00	-	-	-	1,035,310.00
3	School Building Construction (Jawade )W.I.P.	984,899.00	-	-	-	984,899.00
4	Building Cunstruction ( W.I.P.)	411.00	-	411.00	-	-
5	Gym Building WIP ( Math)	95,100.00	-	-	-	95,100.00
6	Playground Gate& Compound Wall 10%	263,493.00	-	-	26,349.00	237,144.00
7	School Building Cunstruction ("Swacchatagruh") 10%	144,580.00	-	-	14,458.00	130,122.00
8	New English School Gymkhana Building 10%	201,208.00	-	-	20,121.00	181,087.00
9	Training Center Building (WIP)	-	120,066.00	-	-	120,066.00
10	Computer & Allied Equipments 60%	25,173.00	-	-	15,104.00	10,069.00
11	Furniture & Fixture 10%	11,298.00	-	-	1,130.00	10,168.00
12	Equipments 15%	7,415.00	-	-	1,112.00	6,303.00
13	UPS 15%	754.00	-	-	113.00	641.00
14	Other Dead Stock 15%	1,569.00	-	-	235.00	1,334.00
15	Audio Visual Equipments 15%	28,511.00	-	-	4,277.00	24,234.00
16	Library Books 10%	-	1135	-	114.00	1,021.00
	<b>TOTAL</b>	<b>2,818,679.00</b>	<b>121,201.00</b>	<b>411.00</b>	<b>83,013.00</b>	<b>2,856,456.00</b>

**FIXED DEPOSIT LIST**

BANK	FIXED DEPOSIT NUMBER	DATE OF DEPOSIT	DATE OF MATURITY	PRINCIPAL AMOUNT	MATURITY AMOUNT	INTEREST RATE
JSB	2141/1100/1	26/08/2014	26/08/2019	100,000.00	156,051.00	9%



HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY.

Tal. Lanja , Dist. Ratnagiri.

P.T. REG. NC R-F-1462 RTN.

Schedule IX (The Bombay Public Trust Act 1950)

Consolidated Income & Expenditure Account for the year ending on 31st March 2016

EXPENDITURE	RS.	RS.	INCOME	RS.
To EXPENDITURE IN RESPECT OF PROPERTIES			By Donations	2,997,200.00
Rent, Taxes etc.				
Land N. A. Proposal Exp	8,060.00	8,060.00	By Membership Subscription	3,360.00
To <b>Establishment Exps</b>				
To <b>Administrative Exps</b>			By <b>Interest (Realised)</b>	
Bank Commission	808.00		On Saving Bank A/c	5,593.00
Communication Exps.	579.00		On Fixed Deposit	2,521.00
Internet Exp	2,613.00			
N.E. School Jawade Writ Petition Exp	21,020.00		By New English School's( Jawade) Income	115.00
Office Rent	14,400.00			
Postage	67.00		By FCRA Project Total Income	724,037.00
Printing & Stationary	7,090.00			
Telephone Exps.	785.00		By Deficit Carried to B/S	205,301.00
Travelling Exp.	2,058.00			
Xerox exp.	132.00			
Audit Fee	7,500.00			
Miscellaneous Exps.	500.00			
Remuneration to Karyakarta	11,000.00			
General Repairs & Main. Exp	1,190.00	69,742.00		
To <b>Depreciation :-</b>				
Gate & Compound Wall	26,349.00			
School Build. ("Swacchatagruh")	14,458.00			
New English School Gymkhana Build	20,121.00			
Computer	15,104.00			
Furniture & Fixture	1,130.00			
Equipments	1,112.00			
UPS	113.00			
Other Dead Stock	235.00			
Library Books	114.00			
Audio Visual Equipments	4,277.00	83,013.00		
		724,294.00		
To FCRA Project Total Expenses				
To <b>Expenditure on object :</b>				
Contribution In FCRA Project Exp.	5,353.00			
Training Expenses	1,248.00			
Bio Diversity Dnc Formation Project	9,200.00			
IWMP Project General Exp.	3,580.00			
New English School's( Jawade) Exp.	3,033,637.00	3,053,018.00		
		3,938,127.00		
		<u>3,938,127.00</u>		

Heritage, Culture Art & Education Development Society

TRUSTEE

RATNAGIRI.

PRESIDENT SECRETARY TREASURER

DATE - 07/07/2016

DATED :-



Total Rs. 3,938,127.00  
As per our separate report of even date.

For R.V.SANSARE & CO.

Chartered Accountants.

FRN - 109216W

(R.V.Sansare, Prop.)

MEMB. NO.031584.

SCHEDULE IX C.( Vide Rule 32 )

Statement of income liable to contribution for the year ending 31st MARCH 2016.

Name of Public Trust : HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY  
TAL. LANJA., DIST. RATNAGIRI.  
P.T. REG. NO. R-F-1462 RTN.

PARTICULARS	Rs.
I Income as shown in the Income and Expenditure Account (Schedule IX)	3,732,826.00
II Items not chargeable to Contribution under Section 58 and Rule 32:	
i) Donations received from other Public Trusts and Dharmadas	
ii) Grants received from Government and Local authorities	
iii) Interest on sinking or Depreciation Fund	
iv) Amount spent for the purpose of secular education	
v) Amount spent for the purpose of medical relief	
vi) Amount spent for the purpose of veterinary treatment of animals	
vii) Expenditure incurred from donations for relief of distress caused by scarcity, drought, flood, fire or other natural calamity	
viii) Deductions out of income from lands used for agricultural purposes:-	
a) Land Revenue and Local Fund Cess	
b) Rent payable to superior landlord	
c) Cost of production, if lands are cultivated by trust	
ix) Deduction out of income from lands used for nonagricultural purposes:-	
a) Assessment cesses and other Government or Municipal taxes	
b) Ground rent payable to the superior landlord	
c) Insurance premia	
d) Repairs at 8-1/3 percent of gross rent of building	
e) Cost of collection at 4 percent of gross rent of buildings let out	
x) Cost of collection of income or receipts from securities, stocks, etc. at 1 percent of such income	
xi) Deduction on accounts of repairs in respect of buildings not rented and yielding no income, at 10 percent of the estimated gross annual rent	
Gross Annual Income chargeable to contribution Rs.	NIL

Being the Trust object is Spread of Education, Relief of the poor, Medical Relief, & the development of physical social activities of villagers & the advancement of any other object of general public utility; The Trust is exempt from contribution to Public Trust Fund.

Certified that while claiming deductions admissible under the above schedule, the Trust has not claimed any amount twice, either wholly or partly, against any of the items mentioned in the Schedule which have the effect of double-deduction.

Trust Address:

Heritage, Culture Art & Education Development Society

PLACE - RATNAGIRI

Trustee *[Signature]*

PRESIDENT SECRETARY TREASURER

DATE - 07/07/2016

Dated :



For R.V.SANSARE & CO.  
Chartered Accountants.  
FRN -109216W

*[Signature]*  
(R.V.Sansare, Prop.)  
MEMB. NO. 031584.



**Certificate in respect of**  
**HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY**  
Samarth Appartment, B - 203 Second Floure, Satawali Road  
At., Post. & Tal. Lanja Dist. Ratnagiri.  
P.T. REG. NO. R-F-1462 RTN.  
For the year ending on 31March 2016.

This is to certify that in respect of HERITAGE CULTURE ART AND EDUCATION DEVELOPMENT SOCIETY, Tal. Lanja ,Dist. Ratnagiri, for the year ended on 31.03.2016, the donations which are claimed as donations towards corpus of the trust or other earmarked fund are donations received with specific directions that they shall form part of corpus of the Public Trust or any earmarked fund of capital nature. We have verified the evidence relating to such donations as required by Section 58 (Explanation 2) of the Bombay Public Trust Act 1950.

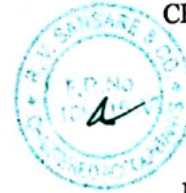
Particulars of donations which are claimed as donations towards Corpus of the trust or other earmarked fund.

Sr. No.	EARMARKED FUND	year
		2015-16
1)	<b>TRUST FUND</b>	
	Opening Balance as on 01/04/2015	1,038,000.00
	Addition during the year	-
	Closing balance as on 31/03/2016	<u>1,038,000.00</u>

PLACE :- RATNAGIRI.

DATE :-07/07/2016

FOR R.V.SANSARE & CO.  
CHARTERED ACCOUNTANTS.  
FRN - 109216W



(R.V.SANSARE,PROP.)  
MEMBERSHIP NO. :- 031584