

STATUTORY AUDIT REPORT

OF

ZILLA PARISHAD, DHENKANAL
(DISTRICT MINERAL FOUNDATION TRUST)
MAHISAPAT, DHENKANAL
(FY-2023-2024)

Audited By

Patitapaban & Associates
Chartered Accountants
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**INDEPENDENT AUDITORS REPORT ON FINANCIAL
STATEMENTS**

**TO THE MEMBERS OF ZILLA PARISHAD, DHENKANAL,
(DISTRICT MINERAL FOUNDATION TRUST, DHENKANAL)**

Report on the financial statements

We have audited the financial statements of Zilla Parishad, Dhenkanal, (District Mineral foundation Trust, Dhenkanal), which comprise of the Balance sheet as at March 31, 2024, the statement of receipt and payment, Income and Expenditure account for the year ended on that date, a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the financial statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial performance of the DMF in accordance with the accepted accounting standards. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express opinion on the financial statements based on our audit, we have conducted the audit in accordance with the standards on auditing issued by the institute of chartered accountants of India. The standard requires that we comply with ethical requirements and plan and perform the audit to obtain, reasonable assurance about the financial statements whether they are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedure selected depends on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor considers internal control system relevant to the DMF's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and here as on ableness

of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis of Qualified opinion

As per Odisha District mineral Foundation rules 2015, rules 3(2) The trust shall be perpetual body and shall have a common seal.

The DMF is to be a non-profit making body as per the 9B(1) of the Mines and Minerals (Development and Regulation) Amendment Act, 2015.

Qualified opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effect of the matter described in the basis for qualified opinion paragraph, the aforesaid financial statements, give the information required in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of as at 31st March 2024, and its income and expenditure for the year ended on that date.

Emphasis of matter

1. As per the DYE' terms of release, the fund releases are required to be utilized within the financial year during which they have been provided. Amount transferred to different agencies for different works against which all utilization certificates are yet to receive for the year 2023-24. Since some of the utilization certificate not received for amount transfer to different agencies it is difficult to comment on whether all amount transfer to agencies has been incurred by the agencies or lying with them as on 31st March, 2024.

So, it was suggested to ensure receipt of all utilization certificates in respect of all funds transfer to all agencies and if any amount unutilized remains with them at the year end then interest earned by the agencies from their bank account should be transferred to DMF account and accounted in DMF books of account.

2. During our verification, It was observed that a sum of Rs.23,11,931/- has been deposited wrongly by Mr. Manas Ranjan Rout on Dated 30th March 2024, one of the lessee as royalty. Then after the same amount has been auto debited by the Bank on Dated 5th April 2024 to the lessee.

Overall financial controls and maintenance of books of accounts are satisfactory with the volume and nature of the financial transactions of the DMF during the year.

Report on the Legal and Regulatory Requirements

- a) We have obtained all the information and explanation 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 are required by law have been kept by the trust as far as appear by our examination of those books.
- c) The Balance Sheet, Income and Expenditure Account and receipt and payment account, dealt by this report are in agreement with the books of accounts.

For Patitapaban and Associates
Chartered Accountants
FRN: 329839E

CA Patitapaban Nayak (FCA)
Proprietor
Membership No. 238476
UDIN: **24238476BKCKSD1419**

Place: Dhenkanal
Dated: 02/11/2024