



**INDEPENDENT AUDITOR'S REPORT**

**THE MEMBERS of SaciWATERS,**

**Report on the Financial Statements**

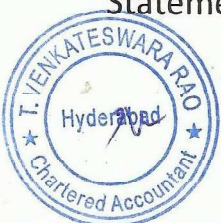
**Opinion**

I have audited the accompanying financial statements of South Asia Consortium for Interdisciplinary Water Resources Studies, ("SaciWATERS"), a registered Society having its office situated at B -87, 3<sup>rd</sup> Avenue, Sainikpuri, Secunderabad – 500094, which comprise the **Consolidated** (Foreign Contribution Books as well as Local Contribution Books) Balance sheet as on 31.03.2019, the **Consolidated** Income and Expenditure account and the **Consolidated** Receipts and Payments account for the year then ended and a summary of significant accounting policies, notes to the accounts and other explanatory information, if any.

In my opinion and to the best of my information and according to explanations given to me, I report that aforesaid financial statements give information required by applicable statutes and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Society as at 31. 03. 2019, its Income over Expenditure and of the funds flow for the year ended on that date.

**Basis for opinion**

I conducted my audit in accordance with the Standards on Auditing(SAs) specified by the ICAI, as applicable. My responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of my report. I am independent of the entity in accordance with the code of ethics issued by the Institute of Chartered Accountants of India and I have fulfilled my other ethical responsibilities in accordance with the code of ethics, laid down by the ICAI. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on the accompanying Financial Statements.





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

Management of SaciWATERs is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the entity in accordance with the accounting principles generally accepted in India including Accounting Standards issued by the ICAI, as applicable thereto. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of statutes for safeguarding the assets of SaciWATERs and 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 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, the management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the entity's financial reporting process.

## **Auditor's Responsibility for the Audit of the Financial Statements**

My objective is 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 my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing (SAs) will always detect a material misstatement when it exists. Misstatement can arise from fraud or error and are considered material if, individual or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with SAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- a) Identify and assess the risks of material misstatement of the accompanying 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 my 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, misrepresentation, or the override of internal control.

- b) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- c) Evaluate the appropriateness of accounting policies used and reasonableness of accounting estimates and related disclosures made by the management.

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

#### Report on other Regulatory Requirements

Further, I report that:

- a) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.
- b) In my opinion proper books of account as required by various Statutes have been kept by the SaciWATERS so far as appears from my examination of those books.
- c) The Balance Sheet, statement of Income and Expenditure, dealt with by this Report agree with the books of account.
- d) In my opinion, the Balance Sheet, Income and Expenditure Account comply with the relevant Accounting Standards.

*T. Venkateswara Rao*

**T. Venkateswara Rao**  
**Chartered Accountant**  
**M No.: 212098**



**Place: Hyderabad**  
**Date: September 4, 2019**

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# SaciWATERS

## SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

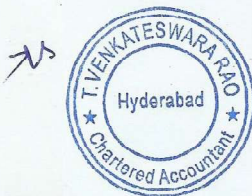
### PREAMBLE:

SaciWATERS (referred to as the "the Society") is a Society registered under the Andhra Pradesh Societies Registrations Act 2001 (Registration no. 187 of 2002) and is registered under the Income Tax Act, 1961 under section 12AA availing the tax benefits. The Society is also registered under FCRA vide Registration No 010230669.

The Society does not fall within the purview of commercial, industrial or business segment and, therefore, the Accounting Standards issued by the ICAI are not mandatory as on date. However, as the Society may be categorized as Level-II organization as the gross annual revenues exceed Rs. 1 crore but does not exceed Rs. 50 crores in the immediately preceding financial year, i.e., 2018-19, such of the accounting standards as may be useful in standardization of formats and also to bring in uniformity in accounting and reporting frame work for preparation and presentation of financial statements in NGOs, the following Policies and Accounting Standards are reported.

### A) BASIS OF ACCOUNTING:

- a. Financial Statements of the Society are prepared under Historical Cost basis and comply with Generally Accepted Accounting Policies in India, as applicable thereto.
- b. The Society follows Fund Based Accounting for presentation of Financial Statements.
- c. Financial Statements for Foreign Contributions and Local Contributions are prepared separately and are Consolidated (Consolidated to reflect Foreign Contributions and Local Contributions) to give an overall financial position of the Society at the end of the Financial Year.
- d. The Society follows cash basis of accounting for grants/donations/contributions from donors, however, in case of interest from banks, savings account and term deposits accounts, on accrual basis, at the rates applicable to such deposits; however, the Society recognizes significant items of expenditure on accrual basis in the preparation of Financial Statements.
- e. There is no change in method of accounting during the year under review. Previous year's figures have been grouped and regrouped wherever necessary, to make them comparable with those of the current period.
- f. Interest on savings bank account or on Fixed Deposits of Un-restricted Funds is credited to general fund for the period ended March 31, 2019 and Interest on un-restricted fund is used for the general activities, employee benefits and as contingent fund.
- g. Interest on Restricted Funds is credited to respective Projects Funds.





**B) REVENUE RECOGNITION:**

- (i) The Society recognizes the revenues as and when grants, donations and contributions are received, as per the Memorandum of Understanding entered into by and between the Society and Donors.
- (ii) Foreign Exchange gain or loss is not considered because foreign contributions are converted into INR on the date of receipt and no balances in FC are maintained as at the end of the Financial Year.

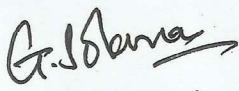
**C) FIXED ASSETS:**

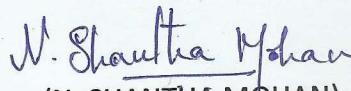
Fixed Assets are stated at their original costs less accumulated depreciation and are depreciated on the written down value method at the following rates and Depreciation on additions during the year is provided on pro-rata basis.

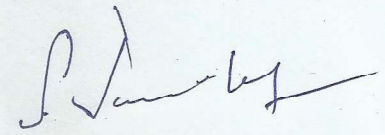
Computers, Printers & Accessories	40%
Equipment's	10%
Electrical and Electronic items	10%
Furniture & Fixtures	10%
Vehicles	15%
Software	40%

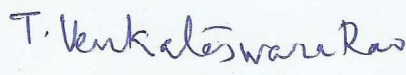
**D) INVESTMENTS**

Investments are stated at cost. Investments in the form of Term Deposits may be made by the Society with the balances available in the restricted and unrestricted funds.

  
(G. SOLOMON RAJ)  
Officiating Executive Director

  
(N. SHANTHA MOHAN)  
General Secretary

  
(S. JANAKARAJAN)  
President

  
T. VENKATESWARA RAO  
Chartered Accountant  
M.NO.212098

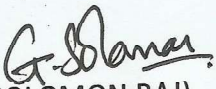


Place:: Hyderabad  
Date: Sep 4, 2019

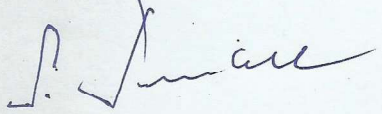


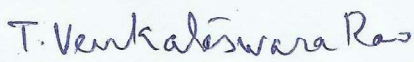
## ADDITIONAL INFORMATION

- a. The Society is maintaining its books of accounts in Tally ERP and accounts are updated on daily basis and financial statements are prepared from the books of account on periodical basis. Back up is taken periodically.
- b. The Society has been maintaining the books of accounts separately for Local and Foreign Contributions.
- c. However, project accounts are drawn up, as per the donors' requirements.
- d. The Society is regular in PF and Profession Tax payments as per the liability as per the due dates.
- e. Provision for Gratuity for the FY. 2018-19 is provided in the books of account.
- f. The Society follows Finance and other Standard Operations Manuals in its day-to-day operation / transactions.
- g. Interest on Fixed Deposits held are accrued and added to Maturity value and balances are updated in the books of account, accordingly and reflected at the Financial Year end balances. Fixed Deposit Receipts are kept in the custody of the Management. No loans are taken on Fixed Deposits with Banks.
- h. The Society is maintaining Fixed Assets Register and the assets purchased during the period, whether under project or otherwise, are properly recorded in register. Assets are well numbered and are identifiable. Verification of fixed assets is conducted periodically to find deficiencies, if any. During period under consideration, no such deficiencies are found.
- i. Library books are numbered and are kept for reference and Physical verification of is conducted.
- j. Income Tax on the surplus is exempt based on the Provisions of Income Tax Act, 1961. Income Tax refund for the FY. 2016-17 is received during the Financial Year and Interest received on such refund is accounted for the Income.
- k. There are no contingent Liabilities are reported on the date of the Balance Sheet.

  
(G. SOLOMON RAJ)  
Officiating Executive Director

  
(N. SHANTHA MOHAN)  
General Secretary

  
(S. JANAKARAJAN)  
President

  
T.VENKATESWARA RAO  
Chartered Accountant  
M.NO.212098



Place:: Hyderabad  
Date: Sep 4, 2019



**SaciWATERS**  
B 87, Sainikpuri, Secunderabad - 500094  
**CONSOLIDATED BALANCE SHEET AS ON 31.03.2019**

PARTICULARS	Schedule No.	Current Year Amount INR	Previous Year Amount INR
<b>SOURCES OF FUNDS:</b>			
Capital Fund (Assets Value)	XI	14,13,370.95	9,32,817.40
General Fund	VIII		
Restricted Project Funds		45,49,787.38	51,39,475.71
Unrestricted General Fund		1,35,66,553.27	1,20,19,826.14
		1,81,16,340.65	1,71,59,301.85
<b>TOTAL</b>		<b>1,95,29,711.60</b>	<b>1,80,92,119.25</b>
<b>APPLICATION OF FUNDS:</b>			
Current Assests, Fixed Assets, Loans & Advances			
Fixed Assets	XI	14,13,370.95	9,32,817.40
Loans and Advances	IX	13,22,360.75	8,28,179.75
Closing Balances	I	2,06,70,027.90	1,67,79,655.10
		2,34,05,759.60	1,85,40,652.25
Less: Current Liabilities & Provisions			
Current Liabilities & Short term Provisions	X	38,76,048.00	4,48,533.00
<b>TOTAL</b>		<b>1,95,29,711.60</b>	<b>1,80,92,119.25</b>

The schedules referred to above and the notes thereon form an integral part of the accounts

As per our report of even date

For SaciWATERS

*T. Venkateswara Rao*  
(T.VENKATESWARA RAO)  
Chartered Accountant  
M.NO.212098



*G. Solomon* (G. SOLOMON RAJ) Officiating Executive Director  
*N. Shantha Mohan* (N. SHANTHA MOHAN) General Secretary  
*S. Janakara Jan* (S.JANAKARAJAN) President



Place : Hyderabad  
DATE :: Spe 4, 2019



SaciWATERS

B 87, Sainikpuri, Secunderabad - 500094

**CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT  
FOR THE PERIOD FROM APRIL 1, 2018 TO MARCH 31, 2019**

PARTICULARS	Schedule No.	Current Year Amount INR	Previous Year Amount INR
<b>INCOME :</b>			
Funds received towards Project Implimentation	V	3,36,91,879.52	3,28,56,730.57
Other Reciepts and Contributions	VI	10,79,706.60	10,332.00
Bank Interest	XII	12,28,275.00	9,46,808.00
<b>TOTAL</b>		<b>3,59,99,861.12</b>	<b>3,38,13,870.57</b>
<b>EXPENDITURE :</b>			
Project Implimentation cost	VII	2,81,67,427.02	2,93,98,517.55
Office and Administrative expenses	VII	59,24,810.30	48,68,954.77
<b>TOTAL</b>		<b>3,40,92,237.32</b>	<b>3,42,67,472.32</b>
Surplus / Deficit for the Year		19,07,623.80	(4,53,601.75)
<b>Transfer to Balance Sheet</b>	<b>VIII</b>	<b>19,07,623.80</b>	<b>(4,53,601.75)</b>

The schedules referred to above and the notes thereon form an integral part of the accounts

As per our report of even date

For SaciWATERS

*T. Venkateswara Rao*

(T.VENKATESWARA RAO)  
Chartered Accountant  
M.NO.212098

Place : Hyderabad  
DATE :: Spe 4, 2019



*G. Solomon*

(G. SOLOMON RAJ)  
Officiating Executive Director

*N. Shantha Mohan*

(N. SHANTHA MOHAN)  
General Secretary

*S. Janakaraajan*

(S.JANAKARAJAN)  
President





# SaciWATERS

B 87, Sainikpuri, Secunderabad - 500094

## CONSOLIDATED RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD FROM APRIL 1, 2018 TO MARCH 31, 2019

PARTICULARS	Schedule No.	Current Year Amount INR	Previous Year Amount INR
<b>RECEIPTS:</b>			
Opening Balance	I		
Cash in hand		23,112.47	45,482.47
Cash at Bank		32,00,714.63	75,17,768.98
Cash at Bank (FD A/c)		1,35,55,828.00	94,56,806.00
		1,67,79,655.10	1,70,20,057.45
Funds / reimbursements received towards Implimenting the projects	II	3,36,91,879.52	3,30,36,730.57
Other Reciepts and Contributions	III	6,85,572.60	10,332.00
Bank Interest	XII	11,23,217.00	8,50,746.00
Loans and Advances		3,46,339.00	2,84,000.08
<b>TOTAL</b>		<b>5,26,26,663.22</b>	<b>5,12,01,866.10</b>
<b>PAYMENTS:</b>			
Project Implimentation cost	IV	2,53,74,291.02	2,90,44,589.55
Office and Administrative expenses	IV	48,61,547.30	48,10,900.45
Capital Expenditure	XI	7,69,376.00	1,54,808.00
Unspent funds transfer back to SaciWATERS Gen		3,91,582.00	
		3,13,96,796.32	3,40,10,298.00
Out standing Liabilies paid (previous year)		4,41,711.00	2,83,549.00
Loans , Advances and deposits	IX	1,18,128.00	1,28,364.00
Closing Balances:	I		
Cash in hand		30,473.47	23,112.47
Cash at Bank		21,46,954.43	32,00,714.63
Cash at Bank (FD A/c's)		1,84,92,600.00	1,35,55,828.00
		2,06,70,027.90	1,67,79,655.10
<b>TOTAL</b>		<b>5,26,26,663.22</b>	<b>5,12,01,866.10</b>

The schedules referred to above and the notes thereon form an integral part of the accounts

As per our report of even date

For SaciWATERS

T.Venkateswara Rao

(T.VENKATESWARA RAO)

Chartered Accountant

M.NO.212098

Place : Hyderabad

DATE :: Spe 4, 2019



G. Solomon Raj

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Officiating Executive Director

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