

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

Registration No. : - F-7098 (Y)

Name of the Public Trust : - WASTE MANAGEMENT SOCIETY, YAVATMAL DISTRICT: YAVATMAL

For the year ending :- 31st March, 2020

a)	Whether accounts are maintained regularly and in accordance with the provision of the act and the Rules	Yes
b)	Whether receipts and disbursements 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.	Yes
d)	Whether all books, deeds, accounts, vouchers or other documents or records required by the auditor were produced before him:.	Yes and verified on test check basis
e)	Whether a register of movable and immovable properties is properly maintained, the changes there in are communicated from time to time to the regional office and the defects and inaccuracies mentioned in 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 of funds of the trust were applied or any object or purpose other than the object or purpose of the trust.	No
h)	The amount of outstanding for more than one year and the amounts written off, if any	Justice & Care India Outstanding of Rs. 50,72,870, Meenakshi Guha Rs. 9,18,000 , (Provision for Doubtful advance has made as on 31.03.2019) , Moondon Rs.22,23,414 , (Provision for doubtful debt has made as on 31.03.2020) , RP Associates – Rs. 1442 Ketto – Rs. 1240 (written off)
i)	Whether tenders were invited for repairs or construction involving expenditure exceeding of RS. 5000/-	No such expenses for Repair & Construction exceeding Rs 5000/- were incurred.
j)	Whether any money of the public trust has been invested contrary to the provision of section 35.	No
k)	Alternation, 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 of omission to recover money or other property belonging to the public trust or of loss or waste of money or other property thereof and whether such expenditure, failure omission, loss or waste was caused in consequence of breach of trust of misapplication or my other person while in the management of the trust.	No



	Whether the budget has been filed in the form provided by rule 16A.	Yes
	Whether the maximum and minimum number of the trustees is maintained.	Yes
b)	Whether the meetings are held regularly as provided in such instruments.	Yes
p)	Whether the minute book of the proceedings of the meeting is maintained	Yes
q)	Whether any of the trustees had any interest in the investment of the trust.	No
r)	Whether any of the trustees is a debtor or creditor of the trust.	No
s)	Whether the irregularities pointed out by the auditors in the accounts of previous year have been duly completed with by the trustees during the period of the audit.	Yes
t)	Any special matter, which the auditor may think fit or necessary to bring to the notice of the Deputy or Assistant Charity Commissioner.	No such case

For Luthra & Luthra LLP
Chartered Accountants
Reg. No. 002081N/N500092

For Waste Management Society


Nilesh Mehta
Partner
M. No. 093847
UDI No. 20093847AAAADG9587

Trustee

Place: N. Delhi
Date : 24-10-20

Balance Sheet as at 31st March 2020

FUNDS & LIABILITIES	AMOUNT		PROPERTY AND ASSETS	AMOUNT	
	Rs.	Rs.		Rs.	Rs.
Trust Funds or Corpus :-			Immoveable Properties	1,25,874	1,25,874
Balance as per last Balance Sheet			Investments		
Add : Trust Fund contribution during the year			Movable Properties	42,12,917	42,12,917
Other earmarked funds			Loans (Secured or Unsecured)		
Depreciation fund			Loan scholarships		
Sinking fund			Other loans		
Reserve fund			Advances		
Any other fund			To Trustees		
Loans (Secured or Unsecured)			To Employees		
From trustee			To Contractors		
From others			To Lawyers		
Liabilities			To Others	59,27,551	59,27,551
For expenses	18,08,756		Income outstanding		
For Unutilised Grant & Donations	38,99,666		Rent		
For rent and other deposits	-		Interest		
For sundry credit balance	-		Other Income		
For others	6,34,725	63,43,147	Cash & Bank balances		
Income and Expenditure Account :-			In Savings Bank Accounts		
Bal. as per last Balance Sheet	5,17,75,682		Andhra Bank (FCRA), Yavatmal	1,02,73,937	
Less : Appropriation, if any			Andhra Bank (Local), Yavatmal	47,13,139	
Add : Surplus			State Bank of India, Kolkata	10,11,685	
Less : Deficit (As per I & E A/c)	1,95,04,790	3,22,70,892	State Bank of India, Bangalore	23,63,386	
			State Bank of India, Delhi	1,53,503	
			State Bank of India, Mumbai	62,02,884	
			State Bank of India, Patna	2,02,564	
			Standard Chartered Bank	26,44,986	
			Kotak Bank (Local)	7,78,444	
			Fixed deposit		
			Sate Bank of India, Mumbai	-	
			Cash in hand	3,170	
			With the trustee		
			With the manager		
					2,83,47,697
Total		3,86,14,039	Total		3,86,14,039

The above Balance Sheet to the best of my belief contains a true account of the Fund and Liabilities and of the Property and Assets of the Trust.

For and on behalf of the Executive Committee
Waste Management Society, Yavatmal

Darryl Anthony Braganza (President)

Edward D'Souza (Treasurer)

As per our Report of even date
For Luthra & Luthra LLP
Chartered Accountants
Reg. No. 002081N/N500092

Nilesh Mehta

Partner

M. No. 093847

UDI No. 20093847AAAADG9587

Place: New Delhi

Date: 24-10-2020

Income Expenditure Account for the year ended 31.03.2020

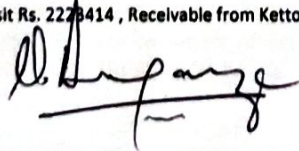
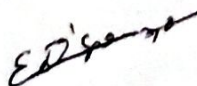
EXPENDITURE	AMOUNT		INCOME	AMOUNT	
	Rs.	Rs.		Rs.	Rs.
To Expenditure in respect of Properties			By Rent		
Rates, taxes, cesses					
Repairs & Maintenance			By interest		
Salaries			on securities		
Insurance			on loans		
Depreciation	14,70,425	14,70,425	on bank account		
Other expenses			By Dividend		
To Establishment expenses (refer to Note 1)	2,49,642	2,49,642	By Donations in Cash or Kind		
To Remuneration to Trustees			By Grants	3,37,29,491	3,37,29,491
To Remuneration (In case of a math)			By Income from Other sources		
To Legal expenses			Interest on Fixed Deposit	-	
To Audit fees	3,54,000	3,54,000	Interest on Saving Bank	15,99,669	
To Contribution and fees			Other Income	2,23,536	
To Amount written off					18,23,205
Bad debts			By Transfer from Reserve		
Loan Scholarships					
Irrecoverable Rents					
Other Items (Refer Note 2)	22,24,654	22,24,654			
To Indirect expenses	1,10,28,561	1,10,28,561			
To Miscellaneous expenses	-	-			
To Depreciation					
To Amount transferred to Reserve or Specific funds					
To Expenditure on object of the Trust					
Religious	-	-			
Educational	-	-			
Medical Relief	-	-			
Relief of poverty	-	-			
Other Charitable objects	3,97,30,204	3,97,30,204			
To Deficit carried over to Balance sheet		(1,95,04,790)			
TOTAL		3,55,52,696	TOTAL		3,55,52,696

Note 1 : Establishment expenses which includes Rent, Repair & Maintenance and Electricity Charges incurred by the Society are allocated proportionality between Direct expenses and Indirect expenses (support functions) on the basis of average of project related employees and administrative staff. Cost under this section reflects the amount allocated to support functions.

Note 2 : Provision made against the Security Deposit Rs. 2278414 , Receivable from Ketto - Rs. 1240

For and on behalf of the Executive Committee
Waste Management Society, Yavatmal
Darryl Anthony Braganza (President)

Edward D'Souza (Treasurer)

As per our Report of even date
For Luthra & Luthra LLP
Chartered Accountants
Reg. No. 002081N/NS00092


Nilesh Mehta
Partner
M. No. 093847
UDI No. 2009094744AAADU958

Place: New Delhi

Date: 24-10-2020

Notes :

General Information

Waste Management Society, Yavatmal was incorporated under the provisions of the Section 21 of the Society Registration Act, 1860 on 17th April 2002 as a society and registered as public trust as per the Maharashtra Public Trust Act, 1950 (NO. 29 of Act of 1950) as on 2nd December 2002 at Serial No. F 7098 (Y) having its registered office at First Floor, House no. E 106/ 152, VHB Colony, Bajoriya Nagar, Yavatmal, Pin 445001, Maharashtra. The Society was formed to carry out activities related to protecting lives of people from all forms of slavery, preventing, tackling and eliminating all forms of human rights violation and relieve the sufferings, advancement of education and raising of public awareness through research of the causes and effects of human rights abuses and dissemination of results thereof.

Summary of Significant Accounting Policies

a) Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention, accrual basis of accounting, in accordance with the India's generally accepted accounting principles and applicable accounting standards issued by the Institute of Chartered Accountants of India.

b) Use of Estimates

The preparation of financial statements, in conformity with the generally accepted accounting principles, requires management to make estimates and make assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingencies as at the date of the financial statements and reported amount of income and expenses during the period. Examples of such estimates include accounting for rates and taxes, and provisions etc. Contingencies are recorded when it is probable that a liability will be incurred, and amount can be reasonably estimated. Actual results could differ from those estimates.

c) Revenue Recognition

Revenue from Grants has been recognized when the right to receive is established (subject to receipt of grants or modification in terms of grant if any) and related conditions fulfilled only for the period to which the grant relates. Grant received for future periods is treated as advance and taken to liabilities. Interest is accounted for on time proportion basis.

d) Recognition of Expenditure

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities.

e) Fixed Assets

Fixed assets are shown at historical cost less current/ accumulated depreciation. The society capitalizes all direct cost including borrowing cost up to the date of commercial use of such assets.

Mobile handsets used by staff upto Rs. 25,000 have not been capitalised as their useful life is not expected to be more than one year and their residual value is also not significant.

f) Depreciation / Amortisation

Depreciation on assets is provided on Written down Value method, in accordance with the rates prescribed as per Income tax Act, 1961. Items of Fixed Assets acquired during the year costing up to Rs.5,000/- are fully depreciated. Leasehold improvements have been depreciated on straight line basis over the lease period.

g) Taxation

Waste Management Society, Yavatmal is registered as a Charitable Society under section 12AA of the Income Tax Act, 1961. Accordingly the society has been granted exemption from payment of Income tax under the provisions of Section 12A(1)(a) of the Act, w.e.f. the Assessment Year 2010-11. The stated provision confers the benefit of exemption in respect of any income of society existing wholly for Charitable purposes and not for profit. Since Waste Management Society is an independent entity, therefore no provision for taxes has been made in the accounts.

E.D. [Signature]

[Signature]



h) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- (i) the society has a present obligation as a result of a past event,
- (ii) a probable outflow of resources is expected to settle the obligation and
- (iii) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in the case of

- (i) a present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation
- (ii) a possible obligation, unless the probability of outflow of resources is remote.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance sheet date.

i) **Employee Benefits**

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and bonus etc. are recognized in the Statement of Income and Expenditure in the period in which the employee renders the related service.

Defined contribution plans

The Society's provident fund scheme is a defined contribution plan. A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions and will have no obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as an employee benefit expense in the Statement of Income and Expenditure when they are due.

Defined benefit plans

The Society's gratuity plan is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on an actuarial valuation by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rate used for determining the present value of the obligation under defined benefit plans, is based on the market yields on Government securities as at the valuation date. Actuarial gains and losses are recognized immediately in the Statement of Income and Expenditure.

Other long term employee benefits

Benefits under the Society's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary at the year end. Actuarial gains and losses are recognized immediately in the Statement of Income and Expenditure.

Employee Benefits

(a) Expenses recognized in the Statement of Profit & Loss in respect of Employee Benefits is as under:

Particulars	March 31, 2020	March 31, 2019
Employer's contribution to provident fund and other funds	21,375	18,27,466
Gratuity	-	(31,33,102)
Leave Encashment	-	29,97,354

*There are only 2 employees as at 31 March 2020 who had joined during the year and no employees were there on 31st March 2019 hence Payment of Gratuity Act is not applicable. Further no Leave Encashment is allowed as per agreement with employees hence no valuation / provision has been made for the same.



The disclosure as per AS 18 - Related Party Disclosure :

(a) Details of Related Parties

Related Party (KMP)	Designation
Darryl Anthony Braganza	President
Merlyn []	Vice President
Roque Coutinho	Secretary w.e.f. 02.02.19
Clara Radhakrishna	Secretary till 01.02.19
Edward D'Souza	Treasurer
Samir Baptist	CEO w.e.f. 01.01.20
Joyita Ambett	CEO till 31.12.19

(b) Transactions during the year:

Remuneration paid to Key Managerial Persons - Rs. 58,90,251 (Previous Year Rs. 1,25,49,311)

The above remuneration is considered for the relevant period during which such persons were Key Managerial Person.

Other Items-

- Estimated amount of contracts remaining to be executed on capital account and not provided for is Nil.
- Contingent liabilities -

a) Claims Against the Society not acknowledged as Debts : Rs. 8,90,700 (Previous Year .Rs.8,90,700)

b) Additions to taxable income amounting to Rs. 64,68,170 were made by the Income-tax authorities in the course of assessments for the A.Y 2014-15 with tax demand of Rs. 24,61,830. The society has challenged these additions and paid 15% of the demand amount. While the ultimate outcome of the above mentioned additions cannot be ascertained at this time, based on the current knowledge of the applicable law and advice received, management believes that they have fair chance of succeeding in the same and hence no provision for the same has been made in the accounts.

c) As per Section 58 of the Bombay Public Trust Act, Trusts are required to deposit 2% of Gross Annual Income as contribution to Public Trusts Administration Fund every year. However no payout or provision for liability has been made by the Trust in view of the Supreme Court judgement in State of Maharashtra & Ors Vs. The Salvation Army, Western India Territory dated - 10th February 1975 (CITATION: 1975 AIR 846 1975 SCR (3) 475 1975 SCC (1) 509) and the interim order passed by Bombay High Court in PIL no. 40, 1790 and 1864 of 2007 dt. 25.09.2009 granting a stay on the payments made under section 58 to the Charity Commissioner.

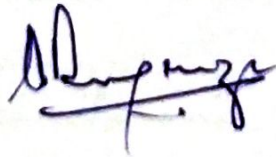
The society is registered with the Ministry of Home Affairs under the Foreign Contribution Regulation Act vide reg. no. 084010051.

Third Party balances are subject to confirmation.

For and on behalf of the Executive Committee

Waste Management Society, Yavatmal

Darryl Anthony Braganza (President)



Edward D'Souza (Treasurer)



Place: New Delhi

Date: 24-10-2020

As per our Report of even date

For Luthra & Luthra LLP

Chartered Accountants

Reg. No. 002081N/N500092


Nilesh Mehta
Partner
M. No. 093847

UDI No. 20093847AAAAADG9587

Statement of Income liable to contribution for the year ending:

Name of the Public Trust:

Waste Management Society, Yavatmal

31st March 2020

Registration No.

F 7098 (V) / 2002

		Rs.	P.
I.	Income as shown in the Income and Expenditure Account (Schedule IX)		
II.	Items not chargeable to Contribution under Section 58 and Rules 32:		3,55,52,698
	(i) Donations received from other Public Trusts and (Sharnades)		
	(ii) Grants received from Government & 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) Deductions out of income from lands used for non-agricultural purposes :-		
	(a) Assessment, cesses and other Government or Municipal Taxes		
	(b) Ground rent payable to the superior landlord		
	(c) Insurance Premium		
	(d) Repairs at 10 per cent of gross rent of building		
	(e) Cost of collection at 4 per cent of gross rent of building let out		
	(x) Cost of collection of income or receipts from securities, stocks, etc. at 1 per cent of such income		
	(xi) Deductions on account of repairs in respect of buildings non rented and yielding no income, at 10 per cent of the estimated gross annual rent		
Gross Annual Income chargeable to contribution		Rs.	3,55,52,698

Nil*

Amount of Contribution computed at the rate fixed under the subsection (1) of section 58 and payable

In view of the Supreme Court judgement in State of Maharashtra & Ors Vs. The Salvation Army, Western India Territory dated - 10th February 1975 (CITATION: 1975 AIR 846 1975 SCR (3) 475 1975 SCC (1) 509) and the interim order passed by Bombay High Court in PIL no. 40, 1780 and 1864 of 2007 dt. 25.09.2009 granting a stay on the payments made under section 58 to the Charity Commissioner.

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:

First Floor, House no. E 106/ 152, HB Colony, Bajoriya Nagar, Yavatmal, Pin 445001, Maharashtra

For and on behalf of the Executive Committee
Waste Management Society, Yavatmal

Darryl Anthony Braganza (President)

Edward D'Souza (Treasurer)

Place: New Delhi

Date: 24-10-20 20

As per our Report of even date
For Luthra & Luthra
Chartered Accountants

F.Reg.No. 002081N

(Signature)
New Delhi
Nilish Mehta
Partner
M. No. 093847
UDI No. 20013547AAAA079587