

Independent Auditors' Report to the trustees of Social Accountability Forum for Action and Research (SAFAR Trust)

Opinion

We have audited the financial statements of Social Accountability Forum for Action and Research (SAFAR Trust) which comprise the balance sheet at March 31st 2023, and the Statement of Income and Expenditure for the year then ended, receipt and payment account and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) in the case of:

- a. Balance sheet, of the state of affairs of the trust as at 31 March 2023, and
- b. Statement of Income and Expenditure, no surplus/no deficit in Income and expenditure for the period from 1 April, 2022 to 31 March, 2023.

Basis for Opinion

We conducted our audit in accordance with the 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 entity in accordance with the ethical requirements that are relevant to our audit of the financial statements under fair presentation framework, 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.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 the going concern basis of accounting unless management either intends to



SMS & Associates

Chartered Accountants

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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

Auditor's responsibility

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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For SMS & ASSOCIATES

Chartered Accountants

Firm Registration Number: **018687N**

Shukdev Sadhoo

(Partner)

Membership No: 84188

UDIN: 23084188BGWBAS1924



Date: **29th August 2023**

Place: New Delhi

SAFAR TRUST
B-21, GF GULMOHAR PARK, NEW DELHI

Balance Sheet as at March 31, 2023
(All amounts are in Indian Rupees unless otherwise stated)

Particulars	Note	As at 31 March 2023	As at 31 March 2022
Funds and Liabilities			
a) Corpus Fund	1	2,100	2,100
b) Earmarked Fund	2	3,898,707	-
		<u>3,900,807</u>	<u>2,100</u>
Current liabilities			
Other current liabilities	3	239,900	-
		<u>239,900</u>	<u>-</u>
TOTAL		<u>4,140,707</u>	<u>2,100</u>
ASSETS			
Current assets			
Cash and bank balances	4	4,140,707	2,100
TOTAL		<u>4,140,707</u>	<u>2,100</u>

Significant Accounting Policies and Notes to Accounts
forming part of the Financial Statements

For SMS & Associates
Chartered Accountants
ICAI Firm Registration No. 018687N

Shukdev Sathoo
Partner
Membership No.: 084188
Place: Delhi
Date: 29/08/2023



For and on behalf of
SAFAR TRUST

Authorised Signatory

For SAFAR TRUST
[Signature]
Authorised Signatory

SAFAR TRUST
B-21, GF GULMOHAR PARK, NEW DELHI

Income and Expenditure for the period 01.04.2022 to 31.03.2023
(All amounts are in Indian Rupees unless otherwise stated)

Particulars	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
Income			
Other Grants and Donations	5	5,461,293	-
Total		<u>5,461,293</u>	<u>-</u>
Expenditure			
Project Expenses	6	5,461,293	-
Total expenses		<u>5,461,293</u>	<u>-</u>
Surplus/ (Deficit) for the year		<u>-</u>	<u>-</u>

Significant Accounting Policies and Notes to Accounts
forming part of the Financial Statements

For SMS & Associates
Chartered Accountants
ICAI Firm Registration No. 018687N


Shukdev Sadhoo
Partner
Membership No.: 084188
Place: Delhi
Date: 29/08/2023



For and on behalf of
SAFAR TRUST

Authorised Signatory

For SAFAR TRUST

Authorised Signatory

SAFAR TRUST
B-21, GF GULMOHAR PARK, NEW DELHI

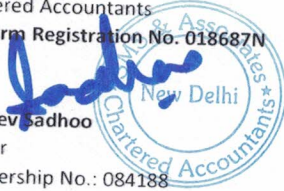
Receipt and Payment for the period 01.04.2022 to 31.03.2023
(All amounts are in Indian Rupees unless otherwise stated)

Receipts	For the Year Ended 31 March, 2023	For the Year Ended 31 March, 2022	Payments	For the Year Ended 31 March, 2023	For the Year Ended 31 March, 2022
Opening Balance					
Cash	2,100	2,100	Project Expenditures	5,321,393	-
Grant received (Azim Prem Ji)	8,230,000	-			-
Grant received (FES)	330,000	-			-
Grant received (Vikram Lal and Sons)	800,000	-			-
Amount received from Snehil	100,000	-			-
			Closing Balance C/f		
			Cash	2,100	2,100
			Bank Balance	4,138,607	-
Total	9,462,100	2,100	Total	9,462,100	2,100

Significant Accounting Policies and Notes to Accounts
forming part of the Financial Statements

For SMS & Associates
Chartered Accountants
ICAI Firm Registration No. 018687N

Shukdev Sadhoo
Partner
Membership No.: 084188
Place: Delhi
Date: 29/08/2023



For and on behalf of
SAFAR TRUST

Authorised Signatory

For SAFAR TRUST
Dakshina
Authorised Signatory

SAFAR TRUST
B-21, GF GULMOHAR PARK, NEW DELHI

Notes to financial statements for the year ended 31 March 2023

Note 1: Corpus Fund

	As at 31 March 2023	As at 31 March 2022
Opening balance	2,100	-
Add: Additions during the year	-	2,100
Less: Applied during the year	-	-
	2,100	2,100

Note 3: Payables

	As at 31 March 2023	As at 31 March 2022
Anindita Adhikari	45,000	-
Rakshika Swamy	64,900	-
Shree Consultants	3,900	-
Snehil Srivastva	100,000	-
TDS Payable	26,100	-
	239,900	-

Note 4: Cash and bank balances

	As at 31 March 2023	As at 31 March 2022
Cash and cash equivalents:		
Cash on hand	2,100	2,100
Balance in Bank	4,138,607	-
	4,140,707	2,100

Note 5: Other Grant and Donation

	For the year ended 31 March 2023	For the year ended 31 March 2022
Grant From Azim Premji Foundation	5,104,366	-
Grant From Vikram Lal & Sons	181,927	-
Grant From FES	175,000	-
	5,461,293	-

Note 6: Project Expenses

	For the year ended 31 March 2023	For the year ended 31 March 2022
Grant Expenses of Azim Premji Foundation		
Fellowship Honourarium	2,100,000	-
Salary and Benefits	2,200,000	-
Cross Learning and perspective building event	37,358	-
Travel and Related Expenses	459,274	-
Office Administration Cost	307,734	-
	5,104,366	-
Grant Expenses of FES Grant		
Salary and Related Expenses	175,000	-
	175,000	-
Grant Expenses of Vikram Lal and Sons Grant		
Travelling Expenses	181,927	-
	181,927	-
Total	5,461,293	-



For SAFAR TRUST
Rakshika Swamy
Authorised Signatory

SAFAR TRUST
 B-21, GF GULMOHAR PARK, NEW DELHI
 Notes to financial statements for the year ended 31 March 2023

2. Funding Agency Wise Utilisation of Specific Grants For 2022-23

Sr. No.	Donor's Name	Purpose	Balance as on 31.3.2022	Grant Received	Interest from Bank	Grant Utilised			Total	Transferred to General Fund	Unspent amount as on 31.3.2023	Grant Receivable as on 31.3.2023
						Capital Exp	Project Exp	Admin Exp				
1	Azim Premji Foundation		-	8,230,000	-	5,104,366	-	5,104,366	-	-	3,125,634	-
2	FES		-	330,000	-	175,000	-	175,000	-	-	155,000	-
3	Vikram Lal and Sons		-	800,000	-	181,927	-	181,927	-	-	618,073	-
	Total		-	9,360,000	-	5,461,293	-	5,461,293	-	-	3,898,707	-



For SAFAR TRUST
Abdul Hamid
 Authorised Signatory

SAFAR Trust

B-21, GF Gulmohar Park New Delhi

Notes forming part of the financial statements for the year ended March 31, 2023

Note 1. Significant Accounting Policies and Notes forming part of the Financial Statements for the year ended March 31, 2023

• **Brief of Safar Trust**

SAFAR Trust is a trust registered under Indian Trust Act on 22nd February 2022. The trust has got the provisional registration under 80G and 12A of the Income Tax Act 1961 on 24th May 2022 vide URN No. ABDT55816NF20221 & ABDT55816NE20221 respectively.

SAFAR is engaged in working towards ensuring Government schemes and programs reach the intended beneficiaries such as poor and marginalized communities are facilitated and supported in accessing basic entitlements in the fields of education, social security, employment, training, technical assistance. SAFAR has involved in working on Jan Sookna Portal, Mahiti Kanaj, Consultation on Digital Technology Got Enabling Transparency and Accountability, Support Social Audit Units (SAU) In Strengthening Proactive Disclosure through MIS, Support Social Audit Units (SAU) In Strengthening Proactive Disclosure through MIS.

The Primary Charitable activities of SAFAR falls under the following limbs of definition of Charitable Activities as per section 2(15) of Income Tax Act 1961:-

- a) Relief of Poor,
- b) Education ,
- c) Preservation of Environment (including water sheds, forests and wild life),

Significant Accounting Policies;

i. **Method of Accounting**

The financial statements are prepared under the historical cost convention on an accrual basis at going concern basis in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with the Accounting Standards issued by ICAI. The accounting policies adopted by the society are consistent as adopted in the previous financial years. The trust has accounted for Restricted Grants in its financial statements to the extent these have been applied for the objective during the year.

ii. **Revenue Recognition**

Donation/ Membership fee is recognized in the year of receipt and on cash basis.



For SAFAR TRUST

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SAFAR Trust

B-21, GF Gulmohar Park New Delhi

Notes forming part of the financial statements for the year ended March 31, 2023

Earmarked Grants are initially credited to a Liability account in the Balance Sheet and are transferred to Income and Expenditure Account in the year in which and to the extent to which the Society complies with the conditions attached to them. Interest from fixed deposit created from such fund and interest on savings accounts are transferred to respective grants.

iii. Provisions and Contingencies

Provisions are recognized when the society has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

As per estimation of Management, there are no such contingent liabilities.

iv. Other Accounting Policies:

- a) No prior period items taken into account during the year



For SAFAR TRUST
Ratshila
Authorised Signatory