

**INDEPENDENT AUDITOR'S REPORT**

To,
The Members of SMILE

Report on Financial Statements**Opinion**

We have audited the accompanying financial statements relating to **SMILE (Society for mobilizing and improving the life experiences of under privileged children and women) 133, Vishveshwaria Nagar, Gopalpura Bypass, Jaipur** which comprises the Balance Sheet as on 31st March, 2021, Statement of Income & Expenditure Account and Statement of Receipt & Payment Account for the period from 01st April, 2020 to 31st March, 2021 and notes to the financial statements, including a summary of significant accounting policies. In our opinion, and to the best of our information and according to the explanation given to us, the financial statements give a true and fair view of the financial position of the institution as at March 31, 2021 and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis of 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 institution in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. 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 of the financial statements in accordance with income Tax Act 1961 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 institution'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 liquidate the institution or to cease operations, or has no realistic alternative but to do so.

The Board of Members are responsible for overseeing the Institute's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone 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 our 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, misrepresentations, or the override of internal control.



Continued on page no. 2...



...2...

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing our opinion on the effectiveness of institution's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the institution's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the institution to cease to continue as a going concern.

We 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 we identify during our audit.

We also provide those charged with governance with a statement that we 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 our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit and have found them to be satisfactory.
- b. The transactions of the institution which have come to our notice have been within the powers of the Management of the Institution.

We further report that:

- a. the Balance Sheet, Income and Expenditure account and Receipt & Payment account dealt with by this report are in agreement with the books of account and other records, and
- b. in our opinion, proper books of account as required by law have been kept by the Institution so far as appears from our examination of those books.

For J. K. JAIMAN & ASSOCIATES
Chartered Accountants
FRN – 014064C

(CA. JITENDRA KUMAR JAIMAN)
Proprietor
M.No. 407738
UDIN- 21407738AAAACK2543
Place: Jaipur
Date: 15-12-2021



SMILE

(Society for mobilizing and improving the life experiences of under privileged children and women)

133, Vishvashriya Nagar, Gopalpura, Jaipur

CONSOLIDATED

BALANCE SHEET AS ON 31/03/2021

LIABILITIES		AMOUNT	ASSETS		AMOUNT
<u>Corpus Fund</u>			<u>Fixed Assets</u>		
Opening Balance	471,500.00		(As per Annexure "A")		149,832.00
Add: During the year	-	471,500.00	TDS (A.Y. 2020-21)	10,011.00	
<u>Fixed Assets Fund</u>		149,832.00	TDS (A.Y. 2021-22)	<u>15,212.00</u>	25,223.00
<u>General Fund</u>			<u>Advance to Staff</u>		10,400.00
Opening Balance	3,069,766.06		<u>Cash and Bank Balances</u>		
Add : Excess of Income over Expenditure	<u>175,222.00</u>	3,244,988.06	Cash in Hand	86,503.00	
<u>Unutilised Grant c/f</u>			SBI, Jaipur	883,657.09	
Learning Support Centre-FC		1,183,659.02	SBI, FDR	1,700,000.00	
for Hearts 4 Homeless-FC		636,953.88	Accrued Intt. on FD	351,966.00	
			ICICI Bank Ltd.	1,438,450.87	
			ICICI Bank FD	<u>1,040,901.00</u>	5,501,477.96
		5,686,932.96			5,686,932.96

Notes of accounts & significant accounting policies as per annexure "B"

As per report of even date.

For J. K. Jaiman & Associates
Chartered Accountants
FRN - 014064C



(CA. Jitendra Kumar Jaiman)
Proprietor
M. No. 407738



For SMILE


Chief Executive Officer
SMILE

Place : Jaipur
Date : 15-12-2021

SMILE
(Society for mobilizing and improving the life experiences of under privileged children and women)
133, Vishvashriya Nagar, Gopalpura, Jaipur

CONSOLIDATED

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31/03/2021

EXPENDITURE	AMOUNT	INCOME	AMOUNT
<u>To Foreign Project Expenses</u>		By Unutilised Grant	2,620,254.02
Learning Support Centre Project	1,436,595.00		
Hearts 4 Homeless Project	87,550.00	By Grant Received from for Hearts 4 Homeless	724,503.88
<u>To Programme Activities Expenses</u>		By Donation / Contribution	847,617.00
Rent & Electricity - Training Centre	83,100.00		
Salary Trainer	495,225.00	By Interest Received	
Training Material	2,563.00	Saving Bank	18,582.00
Exhibition Expenses	24,225.00	Fixed Deposit	202,743.00
	605,113.00	on IT Refund	1,397.00
			222,722.00
<u>To Administration Expenses</u>		By Other Income	60,580.00
Audit Fees	25,000.00		
Bank Charges	25.00	By Charged from Projects	
Misc. Expenses	10,462.00	Administration Receipts	91,814.00
Rent & Electricity Office	30,000.00		
Repair & Maintenance	50.00		
Salary to Office Staff	372,335.00		
Telephone & Postage	2,746.00		
Transportation/Conveyance	1,780.00		
	442,398.00		
To Unutilised Grant c/f	1,820,612.90		
To Excess of income over Expenditure	175,222.00		
	4,567,490.90		4,567,490.90

As per report of even date.

For J. K. Jaiman & Associates
Chartered Accountants
FRN - 014064C

Jitendra

(CA. Jitendra Kumar Jaiman)
Proprietor
M. No. 407738
Place : Jaipur
Date : 15-12-2021



For SMILE

[Signature]

Chief Executive Officer

Chief Executive Officer
SMILE

SMILE
(Society for mobilizing and improving the life experiences of under privileged children and women)
133, Vishvashriya Nagar, Gopalpura, Jaipur

CONSOLIDATED

RECEIPT & PAYMENT ACCOUNT FOR THE YEAR ENDED ON 31/03/2021

RECEIPT	AMOUNT	PAYMENT	AMOUNT
<u>To Opening Balance</u>		<u>By Foreign Project Expenses</u>	
Cash in Hand	57,464.00	Learning Support Centre Project	1,436,595.00
SBI, Jaipur	1,482,850.09	Hearts 4 Homeless Project	87,550.00
SBI-Fixed Deposit	1,300,000.00		
Accrued Intt. on FD	250,179.00	<u>By Programme Activities Expenses</u>	
ICICI Bank Ltd.	<u>3,030,582.99</u>	Rent & Electricity - Training Centre	83,100.00
	6,121,076.08	Salary Trainer	495,225.00
<u>To Grant Received from</u>		Training Material	2,563.00
for Hearts 4 Homeless	724,503.88	Exhibition Expenses	<u>24,225.00</u>
			605,113.00
<u>To Donation / Contribution</u>	847,617.00	<u>By Administration Expenses</u>	
		Audit Fees	25,000.00
<u>To Interest Received</u>		Bank Charges	25.00
Saving Bank	18,582.00	Misc. Expenses	10,462.00
Fixed Deposit	202,743.00	Rent & Electricity Office	30,000.00
on IT Refund	<u>1,397.00</u>	Repair & Maintenance	50.00
	222,722.00	Salary to Office Staff	372,335.00
<u>To Other Income</u>	60,580.00	Telephone & Postage	2,746.00
		Transportation/Conveyance	<u>1,780.00</u>
<u>To Income Tax Refund AY 2019-20</u>	20,033.00		442,398.00
		<u>By TDS (A.Y. 2021-22)</u>	15,212.00
<u>To Charged from Projects</u>		<u>By Closing Balance</u>	
Administration Receipts	91,814.00	Cash in Hand	86,503.00
		SBI, Jaipur	883,657.09
		SBI-Fixed Deposit	1,700,000.00
		Accrued Intt. on FD	351,966.00
		ICICI Bank Ltd.	1,438,450.87
		ICICI Bank FD	<u>1,040,901.00</u>
			5,501,477.96
	<u>8,088,345.96</u>		<u>8,088,345.96</u>

As per report of even date.

For J. K. Jaiman & Associates
Chartered Accountants
FRN - 014064C

Jitendra

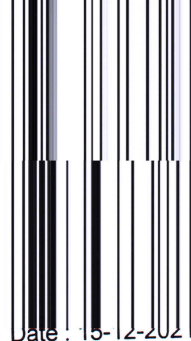
(CA. Jitendra Kumar Jaiman)

Proprietor

M. No. 407738

Place : Jaipur

Date : 15-12-2021



Date : 15-12-2021



For SMILE

[Signature]
Chief Executive Officer

Chief Executive Officer
SMILE

SMILE

(Society for mobilizing and improving the life experiences of under privileged children and women)

133, Vishvashriya Nagar, Gopalpura, Jaipur

CONSOLIDATED

ANNEXURE "A"

FIXED ASSETS & DEPRECIATION FOR THE YEAR ENDED ON 31/03/2021

<u>PARTICULAR</u>	<u>RATE OF DEPRECIATION</u>	<u>OPENING BALANCE AS ON 01/04/2020</u>	<u>ADDITION / SALES DURING THE YEAR</u>	<u>BALANCE AS ON 31/03/2021</u>	<u>DEPRECIATION</u>	<u>CLOSING BALANCE AS ON 31/03/2021</u>
Almirah	10%	17,031.00	13,000.00	30,031.00	2,353.00	27,678.00
Beauty Parlor Chair	10%	1,777.00	-	1,777.00	178.00	1,599.00
Box	10%	1,410.00	-	1,410.00	141.00	1,269.00
CD Music Player	15%	677.00	-	677.00	102.00	575.00
Computer & Printers	40%	34,462.00	-	34,462.00	13,785.00	20,677.00
Cooler	15%	586.00	-	586.00	88.00	498.00
Cutting Table	15%	263.00	-	263.00	39.00	224.00
Cycle	15%	558.00	-	558.00	84.00	474.00
Equipments	15%	2,936.00	-	2,936.00	440.00	2,496.00
Furniture	10%	15,488.00	-	15,488.00	1,549.00	13,939.00
Machine	15%	93,275.00	-	93,275.00	13,991.00	79,284.00
TV with DVD Player	15%	1,317.00	-	1,317.00	198.00	1,119.00
Total		169,780.00	13,000.00	182,780.00	32,948.00	149,832.00

For SMILE



Chief Executive Officer

Chief Executive Officer
SMILE

SMILE

(Society for mobilizing and improving the life experiences of under privileged children and women)

133, Vishvashriya Nagar, Gopalpura, Jaipur

ANNEXURE "B"

Significant Accounting Policies & Notes of Accounts

1. Fixed Assets Policy:

- a) Fixed assets are recorded at historical cost.
- b) Gross and net book values of fixed assets at the beginning and end of an accounting period are shown including additions, disposals, acquisitions and other movements.
- c) Fixed assets have been stated at cost value less depreciation.

2. Unutilized Grant:

- a) Unutilized grants as well as grant receivables are treated as excess of income over expenditure.
- b) The balances of unutilized grants are carried forward in the next year and are reduced proportionality according to the work done.

3. Revenue Recognition:

- a) Organization follows cash basis of accounting.
- b) No provisions are made for expenses, expenses and incomes have been recorded as when they occur.

4. Depreciation:

- a) Depreciation rates as stated by the income tax act, 1961 are used to depreciate assets.
- b) Depreciation is charged consistently.
- c) Where depreciable assets are disposed off, discarded, demolished or destroyed, the net surplus or deficiency, if material, has been disclosed separately.
- d) Depreciation has been charged on fixed assets by reducing the value from fixed assets & correspondingly from the fixed assets fund. It has no impact on either surplus or deficit of the organisation.

5. Notes of Accounts:

- a) Contingent liability: there is no contingent liability at year end.
- b) The enclosed statements are not general purposes statements.

For SMILE



(Chief Executive Officer)

Chief Executive Officer
SMILE