

CERTIFICATE BY CHARTERED ACCOUNTANT

We have audited the account of Youth for Seva (Association), Jnanagiri, 75/76, 4th cross, 2nd Main, Soudamini Layout, Konanakunte, Bangalore-560062, for the financial year ending the 31st March' 2022 and examined all relevant books and vouchers and certify that according to the audited account:

- i. The brought forward foreign contribution at the beginning of the financial year was **6,67,19,051 /-**
- ii. Foreign contribution of / worth **8,44,38,794 /-** was received by the Association during the financial year **2021-22;**
- iii. Interest accrued on foreign contribution and other income derived from foreign contribution or interest thereon of/worth **28,76,410/-** was received by the Association during the financial year **2021-22;**
- iv. The balance of unutilized foreign contribution with the Association at the end of the financial year **2021-22** was **8,74,55,902/-**
- v. Certified that the Association has maintained the accounts of foreign contribution and records relating thereto in the manner specified in section 19 of the Foreign Contribution (Regulation) Act, 2010 (42 of 2010) read with rule 17 of the Foreign Contribution (Regulation) Rules, 2011.
- vi. The information in this certificate and in the enclosed Balance Sheet and statement of Receipt and Payment is correct as checked by us.
- vii. The association has utilized the foreign contribution received for the purpose(s) it is registered/granted prior permission under Foreign Contribution (Regulation) Act, 2010

This is for your information and record.

MANAGEMENT'S RESPONSIBILITY:

1. The management of the company is responsible for the compilation of the particulars in certificate dated 31st December'2021 and complying with provisions of the Foreign Contribution (Regulation) Act, 2010.

2. This Responsibility includes design, implementation and maintenance of internal control relevant to the preparation and presentation of the particulars and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances. This includes collecting, collating and validating data and designing, implementation and monitoring of internal controls suitable for ensuring compliance with provisions of above-mentioned act.

AUDITOR'S RESPONSIBILITY

3. Our responsibility is to provide reasonable assurance on the said particulars based on examination of all relevant books and vouchers, relevant records, documents, information, explanations and representations given to us by the Company's management and in accordance with our interpretations of the laws and regulations and related pronouncements.



4. We have conducted our examination on the said particulars in accordance with Guidance Note on Audit Reports and Certificates for Special Purpose issued by the Institute of Chartered Accountant of India (ICAI) and Standards of Auditing issued specified under Section 143(10) of the Companies Act, 2013. This guidance note includes test checks and concept of materiality and requires that we comply with ethical requirements of the Code of Ethics issued by ICAI.

Emphasis of Matter Paragraph

We draw an attention to Note 16 in financials. During the COVID-19 Pandemic, the Trust had inadvertently transferred an amount of Rs. 23,15,517 from FCRA bank account to its own non-FCRA bank account. While this was in turn utilized for the appropriate project [COVID relief], this is not in accordance with the provisions of the Foreign Contribution [Regulation] Act [FCRA], 2010. Accordingly, the Trust is in the process of applying for compounding, with the applicable authorities in respect of default and further has duly made adequate provision for estimated penalty that may arise.

Our opinion does not modify in respect of this matter

RESTRICTION ON USE:

5. The certificate is issued at the specific request of the Youth For Seva, having registered address at Jnanagiri, 75/76, 4111 Cross, 21'd Main, Soudamini Layout, Konanakunte, Bangalore-560062. As informed to us, this certificate is intended to be given for the purpose of filing of FCRA Annual Returns only and not for any other purpose.

For Guru and Jana,
Chartered Accountants

Firm Registration No: 006826S



Heena Kauser A P

Partner

Membership No. : 219971

UDIN: 22219971B4HBV69935

Place: Bangalore

Date: 28/12/22

**Youth for Seva - FCRA**

Balance Sheet as at March 31, 2022

(Amount in Rs.)

Particulars	Notes	As At 31-Mar-22
FUNDS AND LIABILITIES		
Sources of Funds		
Capital Fund	2	-
Earmarked Funds	3	2,22,50,083
Excess of Income over Expenditure	4	6,99,41,181
		<u>9,21,91,264</u>
Current liabilities		
Other current liabilities	5	11,75,820
		<u>11,75,820</u>
TOTAL		<u>9,33,67,084</u>
ASSETS		
Non-current assets		
Fixed assets		
Tangible assets	9	12,70,590
Intangible assets	9	1,80,768
Long-term loans and advances	7	-
		<u>14,51,359</u>
Current assets		
Cash and cash equivalents	6	8,67,43,549
Short-term loans and advances	7	44,59,823
Other current assets	8	7,12,353
		<u>9,19,15,725</u>
TOTAL		<u>9,33,67,084</u>

Summary of significant accounting policies

1

The accompanying notes are an integral part of the Financial Statements.

As per our report of even date

For Guru & Jana

Chartered Accountants

ICAI Firm Registration No.0068265

Heena Kauser A P

Partner

Membership No.: 219971

UDIN: 2221997189HBVG9935

Place: Bangalore

Date: 28/03/2022

For and on behalf of the Board of Trustees

Dina Meon

Secretary

Place: Bangalore

Date: 28.12.2022





Youth for Seva - FCRA

Statement of Income and Expenditure for the period ended March 31, 2022

(Amount in Rs.)

Particulars	Notes	As At 31-Mar-22
INCOME		
Amounts appropriated from the earmarked funds for expenditure / disbursements on specified projects/activities	10	7,72,68,589
Other Income	11	28,76,410
	(A)	<u>8,01,44,999</u>
EXPENSES		
Personnel costs	12	62,51,808
Project Expenses	13	5,45,01,801
Other Expenses	14	38,00,510
Depreciation and amortization expense	15	3,67,269
	(B)	<u>6,49,21,388</u>
Surplus before tax	(A-B)	1,52,23,611
Taxes related to PY's		-
Surplus after tax		<u>1,52,23,611</u>

Summary of significant accounting policies

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For Guru & Jana

Chartered Accountants

ICAI Firm Registration No.0068265

Hoena Kausar A P

Partner

Membership No.: 219971

UDIN: 22219971B4HBYG9935

Place : Bangalore

Date : 28/12/2022

For and on behalf of the Board of Trustees

Dani Menon

Secretary



Place : Bangalore

Date : 28.12.2022

**Youth for Seva - FCRA**

Statement of Receipts and Payments for the period ended March 31, 2022

(Amount in Rs.)

RECEIPTS		AMOUNT	PAYMENTS		AMOUNT
Opening Balance			Personnel Cost		62,51,808
Bank	1,91,32,589		Project Expense		5,45,01,801
Accrued interest	10,85,661		Other Expenses		38,00,508
Other Deposits with Bank	4,65,00,000		Short-term loans and advances		22,67,169
Cash	802	6,67,19,051	Fixed Assets		2,95,592
Donations and contributions received		8,44,38,794	Long Term Loans & Advances		-
Other Incomes		28,76,410	Tax of earlier years		-
Current Liabilities		5,38,525	Closing Balance		
			Bank		2,92,42,340
			Accrued interest		7,12,353
			Other Deposits with Bank		5,75,00,000
			Cash		1,209
Total Receipts		15,45,72,780	Total Payments		15,45,72,780

As per our report of even date

For Guru & Jana

Chartered Accountants

ICAI Firm Registration No. 0068265

Heena Kauser A P

Partner

Membership No.: 219971

UDIN: 22219971BGHBVG9935

Place : Bangalore

Date : 28/12/2022

For and on behalf of the Board of Trustees

Unni Menon

Secretary



Place : Bangalore

Date : 28.12.2022



1. Summary of Significant Accounting Policies

1. Entity Overview

Youth For Seva ('YFS' or the 'Trust') was established on 3rd March 2012, as a Public Charitable Trust. The Aims & Objects of the Trust are - Sustainable development, Social harmony, National Integrity and Respect for Pluralism, Promote the Spirit of Volunteerism and social service amongst the youth and people of society and to raise awareness of people about social issues.

The Trust is registered under 12AA of the Income Tax Act, 1961.

2. Basis of Preparation of Financial Statements

These financial statements are prepared under the historical cost convention on the accrual basis. In the absence of any authoritatively established accounting principles for specialized aspects relating to charitable trusts, these statements have been prepared in accordance with Accounting Policies described below, which have been consistently applied or a revision to an existing accounting policy is more appropriate.

The accounting policies have been consistently applied except where specific change in the accounting policy is evaluated initiated and implemented by the management with specific disclosure to that effect.

3. Use of Estimates

The preparation of financial statements in conformity with general accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of income, expenditure during the reporting period and assets and liabilities as at the Balance Sheet date i.e. reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively.

4. Fixed Assets

Fixed assets are stated at written down value on the date of the balance sheet. Written down value comprises the cost of acquisition and all other expenses incurred in bring the asset to the present location and working condition and also depreciation on the asset.

5. Depreciation & Amortisation

Depreciation on Fixed assets is provided on written down value method under Appendix I read with Rule 5(1) of the Income Tax Act, 1961 at rates prescribed as under Section 32(1)

Asset category	Rate of depreciation (%)
Tangible assets	
Motor Cars	15%
Office Equipment	15%
Computers & Software	40%
Furniture & Fixtures	10%
Intangible Assets	
Trade Marks	25%





6 Impairment of assets

The Entity assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Entity estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Income & Expenditure account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

7 Investments

Current Investments

Investments that are readily realizable and intended to be held for not more than one year are classified as current investments.

8 Revenue Recognition

a) Revenue - Contributions & Donations

Donations has been recognized on the basis of actual receipts to the extent of the projects which are completed during the year. Money received for specific earmarked projects which will commence in the future years have been disclosed under "Earmarked Funds"

b) Interest

Interest on fixed deposits is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

9 Employee Benefits

a) Provident fund

Employee benefit in the form of provident fund is a defined contribution scheme and the contributions are charged to Income & Expenditure account of the year on an accrual basis. There are no other obligations other than the contribution payable to the Regional Provident Fund commissioner.

b) Gratuity

Gratuity Provision is made based on the Payment of Gratuity Act, 1972

10 Provisions, Contingent Liabilities & Assets

Provisions are recognized when the Trust has a present obligation as a result of past events and it is more likely than not that an outflow of resource will be required to settle the obligation and the amount has been reliably estimated. Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Trust.

11 Income Tax

The Association is registered under Section 12(A)(c) of the Income tax Act,1961 and hence no provision has been made towards income tax.

The entity has not fully applied the entire contributions collected during the year. The entity will exercise the option u/s 11(2) in Form 10 for such shortfall with the concerned Income Tax authorities. Considering the same, no income tax provision is made in the books of account for such shortfall in the application of contributions.





Youth for Seva - FCRA

Notes to Financial Statements as at March 31, 2022

[Amount in Rs.]

Note 2

Capital Fund

31-Mar-22

Corpus Fund

-

-

Note 4

Excess of Income over Expenditure

31-Mar-22

Opening Balance

5,47,17,570

Current Period

1,52,23,611

6,99,41,181

Note 5

Other Current Liabilities

31-Mar-22

Payable for Expenses

6,54,020

Sundry Creditors

3,90,984

Statutory dues

92,592

Employee Payables

37,425

11,75,821

Note 6

Cash and cash equivalents

31-Mar-22

Cash and bank balances

Balances with banks:

On Savings & Current Accounts

2,92,42,340

Cash on hand

1,209

Other Deposits with Bank

5,75,00,000

8,67,43,549

Note 7

Loans and Advances

Non-Current

Current

31-Mar-22

31-Mar-22

Security Deposits

Unsecured, considered good

(A)

Other Loans and Advances

Branches & Divisions

35,75,467

Prepaid Gratuity

4,98,774

Advance Tax (Net of provision for taxation)

- 3,50,640

Advances to Employees

- 22,198

Prepaid expenses

- 12,744

(B)

- 44,59,823

(A+B)

- 44,59,823

Note 8

Other Current Assets

31-Mar-22

Accrued interest

7,12,353

7,12,353





Note 3

Earmarked funds

(Amount in Rs)

Name of fund	Opening balance as at 1 April, 2021	Received during the year excluding of interest income	Appropriated towards the projects during the year	Balance as at 31 March, 2022
Earmarked funds	1,50,79,078	7,72,68,589	7,00,98,384	2,22,50,003
Total	1,50,79,078	7,72,68,589	7,00,98,384	2,22,50,003

Note: The Trust has changed the methodology of recognition of income from Project specific Contributions, during the year. Such Contributions, to the extent not utilized, as at the end of the financial year, have been disclosed as "Earmarked Funds" under the head "Sources of Funds" which is intended to cater for the ongoing and future projects. For the current year, the amount applied includes amount spent for the previous years unfinished projects and current year projects.





Note 7

TANGIBLE ASSETS & INTANGIBLE ASSETS			GROSS BLOCK					DEPRECIATION BLOCK				(Amount in Rs.) NET BLOCK	
Sl.No	Fixed Asset	Rate of Depn.	As At 31.03.2021	Additions more than 180 Days	Additions less than 180 Days	Deletion / Sale Consideration	As At 31.03.2022	As at 01.04.2021	For Addition more than 180 Days & Opening Balance	For less than 180 Days	As at 31.03.2022	As At 31.03.2022	
I.	TANGIBLE ASSETS												
1	Office Equipments	15%	132,294	13,499	45,790	157	2,53,523	40,843	25,033	1,834	85,311	1,04,212	
2	Vehicles	15%	12,47,773	-	-	-	12,47,773	3,88,257	1,35,227	-	4,91,484	7,66,289	
3	Computers	40%	4,46,552	75,000	1,58,612	-	6,78,164	2,47,024	1,09,811	00,122	3,04,957	2,80,207	
4	Furniture & Fixtures	10%	32,686	-	8,850	-	41,536	1,160	2,963	447	6,653	34,883	
	TOTAL TANGIBLE ASSETS	-	19,19,402	90,499	2,05,252	157	22,14,996	6,37,392	2,73,036	33,899	9,44,406	12,70,590	
II.	INTANGIBLE ASSETS												
1	Web Application Software	35%	4,28,488	-	-	-	4,28,488	1,07,464	60,256	-	2,47,720	1,80,768	
	TOTAL INTANGIBLE ASSETS		4,28,488	-	-	-	4,28,488	1,07,464	60,256	-	2,47,720	1,80,768	
	GRAND TOTAL		23,47,890	90,499	2,05,252	157	26,43,484	8,24,856	3,33,292	33,899	11,92,126	14,51,358	



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Youth for Seva - FCRA
Notes to Financial Statements for the year ended March 31, 2022

(Amount in Rs.)

Note 10	
Donations and Contributions	31-Mar-22
FCRA Donations	8,44,38,704
Apportioned as earmarked	(71,70,205)
	7,72,68,589
Note 11	
Other Income	31-Mar-22
Interest Income on:	
Interest from bank	28,76,410
	28,76,410
Note 12	
Personnel Cost	31-Mar-22
Staff Remuneration	58,63,037
Contribution to provident and other fund	3,63,501
Staff welfare expenses	25,275
	62,51,808
Note 13	
Project expenses	31-Mar-22
FCRA Project Expenses	5,45,01,801
	5,45,01,801
Note 14	
Other Expenses	31-Mar-22
Honorarium Expenses	10,37,903
Promotion expenses	7,96,291
Rent Expenses	6,51,690
Rates & taxes	3,47,829
Bank charges	2,67,300
Printing and Stationery	1,80,878
Food, Travelling and Conveyance	1,65,682
Office Maintenance	1,31,293
Legal and professional fees	89,712
Repairs & Maintenance	45,600
Postage & Courier	40,175
Communication Cost	27,501
Payment to auditors (Refer details below)	15,000
Misc Exp	3,656
	38,00,510
Payment to Auditors (Excluding Goods & Service Tax)	
As auditor:	31-Mar-22
Audit Fees	15,000
	15,000





Note 15

Depreciation and amortization expense
Depreciation of tangible assets
Amortization of intangible assets

31-Mar-22
3,07,013
60,256
<u>3,67,269</u>

Note 16

FCRA Fund utilization

During the COVID-19 Pandemic, the Trust had inadvertently transferred an amount of Rs. 23,15,517 from FCRA bank account to its own Non-FCRA bank account. While this was in turn utilized for the appropriate project (COVID relief), this is not in accordance with the provisions of the Foreign Contribution (Regulation) Act (FCRA), 2010. Accordingly, the Trust is in the process of applying for compounding, with the applicable authorities in respect of default and further has duly made adequate provision for estimated penalty that may arise.

Note 17

The Financials has been prepared in accordance & compliance with Foreign Contribution (Regulation) Act, 2010

As per our report of even date

For Guru & Jana

Chartered Accountants

ICAI Firm Registration No.006026S

Heena Kauser A P

Partner

Membership No.: 219994

UDIN: 22219971BCHBYG9935

Place : Bangalore

Date : 28/12/22

For and on behalf of the Board of
Trustees

Umi Menon
Secretary

Place : Bangalore

Date : 28.12.2022

