

# AUDITORS' REPORT

BELGHORIA JANAKALYAN SAMITY

For the Year 2019-20

By  
***K. N. Jain & Co.***  
Chartered Accountants

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## Independent Auditor's Report

To the Members of  
Belghoria Janakalyan Samity

### Report on the Financial Statements

We have audited the accompanying financial statements of Belghoria Janakalyan Samity registered under the West Bengal Societies Registration Act, 1961 (Registration number S/1L/36292), having its Registered Office at 13, Rishi Bankim Road, Nimta, Kolkata-700049, which comprise the Balance Sheet as at 31<sup>st</sup> March, 2020 and the Income and Expenditure Account for the year then ended and a summary of the significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The Society's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position. This responsibility includes the design, implementation and maintenance of internal control 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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the financial statements of Belghoria Janakalyan Samity for the year ended 31<sup>st</sup> March, 2019 are prepared in all material respects in accordance with relevant law in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

Date: 22<sup>nd</sup> July, 2020  
Place: Kolkata

**For K.N. JAIN & Co.**  
Chartered Accountants  
Firm Reg. No- 319119E

Samya Sengupta  
**Partner**  
Membership No. 059027  
UDIN: 20059027AAAADG9485



**BELGHORIA JANAKALYAN SAMITY**

Head Office- AE-592, Sector-1, Salt Lake City, Kolkata-700064

Reg. Office- 13, Rishi Bankim Road, Nimta, Kolkata-700049

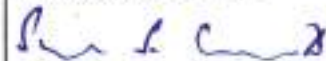
**BALANCE SHEET AS AT 31st MARCH, 2020**

	Note	As At 31st March, 2020	As At 31st March, 2019
<b>I. SOURCES OF FUNDS</b>			
<b>A. Capital Fund</b>			
General Fund	1	61074911	55450437
<b>B. India Micro Finance Equity Fund-SIDBI</b>	2. A	25000000	25000000
<b>C. Business Capital from KIVA- USA</b>	2. B	-	15064541
<b>D. Loans :</b>			
Secured Loans	3	382075261	418794494
<b>E. Current Liabilities</b>	4	4189143	3258332
<b>F. Loan Loss Reserve</b>	5	4329036	4329036
<b>Total</b>		<b>476668350</b>	<b>521896840</b>
<b>II. APPLICATION OF FUNDS</b>			
<b>A. Fixed Assets</b>	6	9837914	9350502
<b>B. Investments</b>	7	69130515	69176145
<b>C. Current Assets, Loan and Advances</b>			
a) On-lending to SHG	8	372953235	432903924
b) Loans & Advances	9	634758	261080
c) Cash and Cash Equivalents	10	20798968	7949572
d) Other Current Assets	11	3312959	2255618
<b>Total</b>		<b>476668350</b>	<b>521896840</b>

**Notes to the Balance Sheet enclosed**

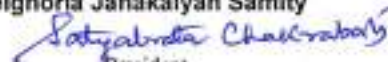
As per our attached report of even date

For K N JAIN & CO.  
Chartered Accountants  
Firm Reg. No-319119E



CA Samya Sengupta  
Partner  
Mem. No. 059027  
UDIN: 20059027AAAADG9485  
Kolkata,  
Date: 22nd July, 2020

On behalf of  
Belghoria Janakalyan Samity

  
President  
Belghoria Janakalyan Samity

  
Secretary  
Belghoria Janakalyan Samity





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**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2020**

	Note	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
<b>A. INCOME</b>			
Revenue from Operation	12	100146044	109988300
Other Income	13	4399975	4805255
<b>Total of (A)</b>		<b>104546020</b>	<b>114793555</b>
<b>B. EXPENDITURE</b>			
Employee Benefit Expenses	14	22909172	25620529
Financial Expenses	15	53769839	58820494
Administrative and Other Expenses	16	13133003	13141923
Expenses for Other Social activities	17	6283903	4787565
Depreciation	6	1103181	1012680
Bad Debt Written-off		733337	707973
Loan Loss Provision	5		102937
<b>Total of (B)</b>		<b>97932435</b>	<b>104194101</b>
<b>C SURPLUS FOR THE YEAR (A-B)</b>			
Transfer to Capital Fund		<b>6613585</b>	<b>10599454</b>

Notes to the Income and Expenditure account enclosed

As per our attached report of even date

For K N JAIN & CO.  
Chartered Accountants  
Reg. No-319119E



CA Samya Sengupta  
Partner  
Mem. No.: 059027  
UDIN:20059027AAAADG9485  
Kolkata,  
Date: 22nd July, 2020

On behalf of  
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**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020**

Particulars	As on 31 <sup>st</sup> March, 2020	As on 31 <sup>st</sup> March, 2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Surplus before Tax	6613585	10599454
<b>Adjustment for Non Cash Expenditure:</b>		
Depreciation on Fixed Assets	1103181	1012680
Loan Loss Provision	-	102937
Loan Written Off	733337	707973
Accrued Interest on Borrowing	2998370	1371749
<b>Adjustment for Non Cash Income</b>		
Accrued Interest on Loan	(658,617)	(164977)
Accrued Interest on FDR	471573	(62266)
<b>Operating Profit before Working Capital Change</b>	<b>11261429</b>	<b>13567550</b>
<b>Adjustment for</b>		
(Increase)/ Decrease in Operating Assets	(668152000)	(756949000)
Disbursements of Loan to Borrowers	727369352	745947068
Recovery of aforesaid Loans	(925482)	-
Payment of Tax	(772403)	511311
Other Advances/ Recoverable	(2067560)	(142002)
Increase/ (Decrease) in Operating Liability	55451907	(10632623)
<b>Cash Flow Before Extraordinary Items</b>	<b>66713336</b>	<b>2934927</b>
<b>Net Cash Flow From Operating Activities (A)</b>		
<b>B CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of Fixed Assets	(1654222)	(5894747)
Fixed Deposit	(425944)	(4923032)
<b>Net Cash Flow From Investing Activities (B)</b>	<b>(2080166)</b>	<b>(10817779)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Secured Loan taken during the period	271799000	325238001
Repayment of Secured Loan	(309199759)	(305361617)
Unsecured Loan taken during the period	-	-
Repayment of Unsecured Loan	-	(3600000)
Proceeds from Subordinated Debt from SIDBI	(15064541)	(14129095)
Business Capital	681526	(1411404)
Increase/( Decrease) in Cash Credit Account	(51783774)	735885
<b>Net Cash Flow From Financing Activities (C)</b>	<b>12849396</b>	<b>(7146967)</b>
<b>Net Increase or Decrease in Cash and Cash Equivalents (A+B+C)</b>	<b>7949572</b>	<b>15096540</b>
Add: Opening Cash and Cash Equivalents	20798968	7949572
<b>Closing cash and cash equivalents as per books</b>		

As per our Report of even date

For K.N. JAIN & Co.  
Chartered Accountants  
Reg. No-319119E

*S. S. Sengupta*  
CA Samya Sengupta  
Partner  
Membership No. 059027  
UDIN:20059027AAAADG9485  
Kolkata,  
Date: 22nd July, 2020

On behalf of  
Belghoria Janakalyan Samity

*Satyabrata Chakrabarty*  
President  
Belghoria Janakalyan Samity

*Bishwasjit Das*  
Secretary  
Belghoria Janakalyan Samity



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**GENERAL DISCLOSURES**

**Basis of Preparation**

The Organization follows mercantile system of accounting. The accounts are prepared on historical cost basis, as a going concern and are consistent with applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) to the extent applicable.

**Basis of Estimates**

The presentation of financial statements in conformity with Indian Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Although such estimates are made on a reasonable and prudent basis taking into account all available information, actual results may differ from those estimates.

**Notes on Business Operations**

Belghoria Janakalyan Samity is registered under the West Bengal Societies Registration Act, 1961 (Registration number S/1L/36292). The organization provides livelihood promotion services through SHG Bank Linkage Programme, mainly to the low-income rural, urban, semi-urban and peri-urban households, comprising of livelihood and other micro financial services to those population segments which are mostly un-reached by the formal banking systems with the principal purpose of promoting sustainable livelihoods.

A seven member Executive Committee is the highest policy making platform of the organization. These committee members meet every quarter to assess performance parameters, to approve budgets and to review growth plan to the organization. Secretary of the organization is bestowed with powers to execute and oversee day to day management of operational aspects.

Presently the organization reaches to its targeted clients through the network of 27 branches, 6 of which are located in North 24 Parganas, 3 of which are in Murshidabad, 4 of which are in Alipurdwar, 10 of which are in Coochbehar, 3 are in Jalpaiguri and 1 is in Darjeeling district.

The organisation is registered under section 12A(b) and 80G of the Income-tax Act, 1961.





**Note Annexed to and Forming Part of Balance Sheet as at 31st March, 2020**

**Note No- 1**  
**Capital Fund**

(Figures in Rs.)

Particulars	As At 31 <sup>st</sup> March, 2020		As At 31 <sup>st</sup> March, 2019	
Opening Cumulative Surplus	55450437		44850983	
Add: Surplus During the Year	6613585		10599454	
Less: Assets Distributed to THP members	62064022			
Less: Payment of Income Tax	63629			
	925482			
<b>Total</b>		<b>61074911</b>		<b>55450437</b>

**Note No- 2**

**A. India Microfinance Equity Fund (IMEF)**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Opening balance	25000000.00		28600000	
Add: Received from SIDBI during the Year (Sub-ordinated debt assistance)	-		-	
Less: Repayment During the year	-		3600000	
<b>Total</b>		<b>25000000</b>		<b>25000000</b>

SIDBI has given Subordinate Debt Assistance of Rs. 4.00 crore under India Microfinance Equity Fund Scheme (IMEF). The Sub-ordinated debt is against an interest @ 8% p.a. Sub-ordinated Debt will be repaid within 6 years, including an initial moratorium of 4 years from the date of disbursement. On Sub-ordinated Debt of Rs.250 lakhs received in earlier years, interest will be paid @ 9% and the amount will be repaid within 6 years, including an initial moratorium of 5 years from the date of first disbursement. Repayment against 1st disbursement has started from September, 2016 and repaid as per schedule.

**B. Business Capital from KIVA- USA**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Opening balance	15064541		29193836	
Add: Received from KIVA- USA during the Year	-		-	
Less: Repayment During the year	15064541		14129095	
<b>Total</b>		<b>-</b>		<b>15064541</b>
<b>Total (A+B)</b>		<b>25000000</b>		<b>40064541</b>

KIVA-USA has given the interest free Fund as a sector building initiative for a period of 3 years for onward lending the fund with the option of perpetually increasing or extending the fund on maintaining and fulfilment of certain condition. The organisation has started repayment of KIVA-USA fund from March, 2017 and final installment of repayment made during current year.





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**Note No- 3**

**Loan Fund**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
<b>A Cash Credit Loan</b>				
State bank of India, MCC Branch	8805009		8160455	
BGV Bank, Haliara Branch	15032889		14995927	
<b>Total (A)</b>		<b>23837908</b>		<b>23156382</b>
<b>B Term Loan</b>				
Dena Bank (Presently Bank of Baroda)	1333324		8666661	
Maanaveeya Development & Finance Pvt. Ltd.	24575000		73595000	
Canara Bank	304329		2130304	
Indian Overseas Bank	41250000		18052357	
Indian Grammen Service	-		1250006	
UCO Bank	82864146		76757317	
United Bank of India	42832340		29499584	
Milaap Social Ventures India Pvt Ltd,	31669139		52925805	
Bandhan Bank	18668673		73809530	
Ananya Finance for Inclusive Growth Pvt. Ltd.	29166644		48750023	
Reliance Commercial Finance limited	-		4351520	
Sunflag Merchant Pvt. Ltd.	-		2500006	
State Bank Of India	87575758		33500000	
<b>Total (B)</b>		<b>358237353</b>		<b>395638112</b>
<b>Total- (A)+ (B)</b>		<b>382075261</b>		<b>418794494</b>

All Loans are secured against hypothecation of book debts. The organization is repaying installment of Term loan and interest without any delay. Balance of Cash credit accounts are within the drawing power fixed by the banks.

**Note No- 4**

**Current Liabilities**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Audit Fees Payable		-		64800
Interest Accrued but not Due		2998370		1371749
Provident Fund				
Employees' Contribution	94185		91467	
Employer's Contribution	94186		91467	
		<b>188371</b>		<b>182934</b>
Employees State Insurance (ESI)				
Employees' Contribution	6493		22859	
Employer's Contribution	28063		61985	
Professional Tax		5010		6470
Staff Security Deposit		170000		295500
TDS Payable		160193		302040
GST Payable		19754		70877
Contribution to Group Gratuity Scheme Payable		-		396024
Salary Payable		7553		
Others Liability Payable				
Insurance Settlement		128293		
SHG Insurance Premium		477043		483294
<b>Total</b>		<b>4189143</b>		<b>3258332</b>



**Note No- 5**

**Loan Loss Reserve**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Opening Loan loss Reserve	4329036		4226099	
Add: Reserve created during the year	-		102937	
	4329036		4329036	
Less: Provision written-back during the year	-		-	
<b>Total</b>		<b>4329036</b>		<b>4329036</b>

As on 31st March 2020 the organization has past due loan installments of Rs.2288958.59 against total outstanding of Rs.372953235.06. As on 31st March, 2020 standard portfolio of the organisation was Rs.370864276.49 (99.39%). As per RBI guidelines the organisation has provided loan loss reserve @1% on entire portfolio outstanding and accordingly provision of Rs.3729532 was required. Existing provision up to 31st March 2019 was Rs.4329036, hence additional provision is not required during the year.

**Note No- 6**

**Fixed Assets**

Fixed assets are stated at cost, net of depreciation. The cost of an asset comprises of its purchase price and any cost directly attributable for bringing the asset to its working condition and location for its intended use.

Depreciation is provided on the assets following W.D.V. method at the rates appropriate as per the Income Tax Act, 1961.

All assets of the organization are tangible fixed assets. During the current financial year fixed assets worth Rs.1654222.02 has been purchased. The company has disposed off fixed asset worth Rs.63629 during the year. Plant and machinery of Rs.63629 (W.D.V as on 31.03.2019) distributed among the members related with THP programme.

Details of fixed assets have been given in separate sheet as Annexure 1 to the Note-6 of the Balance Sheet.

**Note No- 7**

**Investment**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
<b>A Fixed Deposit</b>				
UCO Bank	13500000		18000000	
Bandhan Bank	-		3000000	
United Bank of India	7500000		6000000	
Bharatiya Mahila Bank	-		500000	
Indian Overseas Bank	9000000		8362370	
State Bank of India	16513314		7350000	
Annaya Finance	8000000		9000000	
UBI, Talsha Branch (Recurring Deposit)	-		875000	
Bank of Baroda (formaly Dena Bank)	3012330		3012330	
Reliance Capital	-		1000000	
SBI for PMGKY	325800		325800	
Canara Bank	500000		500000	
Manasveeya (with Bandhan bank)	3000000		3000000	
BGBV, Haliara Branch	1877653	63229097	1877653	62803153
<b>B Accrued Interest on Fixed Deposit</b>				
UCO Bank	1608393		1750926	
Bandhan Bank	271240		360647	
Annaya Finance	556125		459795	
Bharatiya Mahila Bank	-		106641	
United Bank of India	356345		319738	
Bank of Baroda (formaly Dena Bank)	599093		380366	
State Bank of India	891916		1454019	
Indian Overseas Bank	852296		682059	
RD UBI	-		85995	
Canara Bank	96028		58602	
BGBV, Haliara Branch	869983	5901418	714204	6372992
		<b>69130515</b>		<b>69176145</b>



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Annexure-1 to the Note-8 of the Balance Sheet as at 31st March, 2020

(Figures in Rs.)

Particulars	Rate of Dep.	As on 01.04.19	Gross Block		Total as on 31.03.20	As on 01.04.19	Depreciation 2019-20	Total as on 31-03-2020	WDV as on 31-03-2020	Net Block WDV as on 31-03-2019
			Addition Up to 30.09.19	2019-20 After 30.09.19						
Furniture & Fixtures	10%	2430479	70000	1,258,425.00	3758904	818846	231084	1048930	2708974	1611633
Land	0%	3240827	-	-	3240827	0	-	-	3240827	3240827
Building	10%	1177511	-	-	1177511	58876	11864	170740	1006771	1118635
Vehicle	20%	1019826	-	-	1019826	101983	183569	265562	734274	817843
Office Equipment	10%	1826139	68965	-	1895104	549706	134409	684115	1209688	1275433
Office Utensils	10%	88194	2471	-	90665	62508	2816	65324	25341	25888
Computer & Accessories	40%	2386185	126726	-	2512911	2132171	152300	2284471	228449	234024
Software	40%	2334268	98100	-	2432368	1832436	230073	2072409	350959	501832
Electrical & Other Fittings	10%	57639	-	-	57639	31505	2613	34118	23521	26134
Air Conditioner	10%	182300	29836	-	212136	69194	14296	83489	128647	113106
Plant and Machinery	15%	143405	-	-	79776	79776	-	70776	-	63629
Motorbike	15%	211321	-	-	211321	80551	19616	100167	111154	130770
Bi-Cycle	15%	9000	-	-	9000	5864	470	6334	2665	3136
Photo Copy Machine	15%	86261	-	-	86261	16436	10172	28608	57643	67815
<b>Total (A)</b>		<b>15192354</b>	<b>395787</b>	<b>1258425</b>	<b>16782947</b>	<b>5341852</b>	<b>1103181</b>	<b>6945033</b>	<b>9837914</b>	<b>3350502</b>
<b>Previous Year Total</b>		<b>9297607</b>	<b>335479</b>	<b>5559268</b>	<b>15192354</b>	<b>4329172</b>	<b>1012680</b>	<b>6841852</b>	<b>9350502</b>	<b>4468435</b>





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Presently the organization has total Term deposit of Rs.63229097 lying with different banks. Fixed Deposits Receipts of Rs.62890967 were pledged with different banks and FIs against various loan facilities from various banks and financial institutions. Accrued Interest on Fixed deposit has been taken into account. TDS amounting to Rs.430526.80 has been deducted by banks. Net Accrued Interest (after deducting TDS) was taken into account.

**Note No- 8**

**Loan Portfolio**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Balance as per Last account	432903924	1101055924	422609964	1179558964
Add: Loan Disbursed during the year	668152000		756949000	
Less: Loan Realized during the year	727369352		745947068	
Less: Loan Written-off during the year	733337	728102689	707973	748655040
		372953235		432903924

**Note No- 9**

**Loans and Advances**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
<b>A. Staff Loans and Advances</b>				
Mobile Phone Loan	500	209229	36750	230086
Personal Loan	92079		77336	
Bi-cycle and bike Advance to Staff	116650		116000	
<b>B. Advance to Others of expenses</b>				
Advance to Others for expenses	425529	425529	30994	30994
		634758		261080

**Note No- 10**

**Cash and Cash Equivalents**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
Cash in Hand (As certified by management)		533202		673849
Balances with Banks		20265767		7275723
		20798968		7949572

Bank accounts are reconciled on periodical basis. No long pending were carried in Bank reconciliation statements. Physical verification of cash in hand are carried out by the management on regular basis.

The Cash Flow Statement is prepared in accordance with the indirect method prescribed in Accounting Standard 3.

Cash Flow Statement is given in separate sheet along with the Balance Sheet.

**Note No- 11**

**Other Current Assets**

Particulars	As At 31st March, 2020		As At 31st March, 2019	
<b>A. Deposit with land lords (offices)</b>		332200		361600
<b>B. Interest Accrued but not Due on loan to SHG members</b>		1718500		1059883
<b>C. TDS Receivables</b>		1262259		834135
<b>D. GST Input Credit Receivables</b>				
		3312959		2255618

The organization has a policy to collect interest on weekly basis from the members. The organisation has provided interest accrued but not due only on the slandered loan to SHG member.

Previous year figures have been re-grouped and re-arranged wherever necessary.



Note Annexed to and Forming Part of Income and Expenditure Accounts for the year ended 31st March, 2020

**Note No- 12**

(Figures in Rs.)

**Revenue from Operation**

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
Interest on Loan from SHG Members	93602364	102566810
Microfinance Loan Processing Fees	6543680	7421490
	<b>100146044</b>	<b>109988300</b>

The Organization provides livelihood promotion services through SHG Bank Linkage Programme, mainly to the low-income rural, urban, semi-urban and peri-urban households, comprising of livelihood and other micro financial services to those population segments which are mostly un-reached by the formal banking systems with the principal purpose of promoting sustainable livelihoods.

**Revenue Recognition**

All incomes arising from various business segments and micro finance are recognized on accrual basis, unless

Interest on loans are charged and accounted for on diminishing balance method. Allied income and loan processing charges are accounted for as per contracts with the borrowers. However, income on non-performing assets (NPA) is recognized only when it is realized and unrealized interest on Non Performing Assets (NPA) is reversed from the current interest, when an asset becomes NPA.

**Note No-13**

**Other Income**

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
Interest on Investment	4329346	4624228
Interest on Staff Loans	8512	20273
Subscription from EC Members	350	350
Written off Loan Recovery	60584	103219
Interest on 'TDS Refunded' from Income Tax Dep.	-	27114
Other Income	1183	30071
	<b>4399975</b>	<b>4805255</b>

Interest on fixed deposit is exclusive of accrued interest.

**Note No- 14**

**Employee Benefit Expenses**

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
Staff Salary	20149635	22490605
Bonus and Exgratia and Incentive to Staff	916842	772921
Contribution to Group Gratuity Scheme ( With LIC)	-	396024
Leave Travel Allowance	4250	10650
Leave Salary	295778	73619
Employer's Contribution to PF	973284	1050373
Employer's Contribution to ESI	470784	714301
PF Administrative Charges	96789	111836
	<b>22909172</b>	<b>25620529</b>

Employee benefit expenses are accounted for on accrual basis. Employer's contribution to ESI and PF and contribution to Group Gratuity Scheme (with LIC) related to the current financial year has been considered under Employee Benefit expenses.



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**Note No- 15****Financial Expenses**

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
A Interest on Cash Credit Account	1162625	2273965
B Interest on Term Loan	44759481	46721195
C Interest on India Micro Finance Equity, SIDBI (IIME)	2055611	2009125
D Loan Processing and other financial Charges	5792141	7816209
<b>Total (A+B+C+D)</b>	<b>53769839</b>	<b>58820494</b>

Interest and other cost incurred in connection with the borrowing of funds are charged to revenue on proportionate basis of time unless otherwise stated. Accordingly interest on loan has been taken into account on accrual basis.

**Note No- 16****Administrative and Other Expenses (Micro Finance Activity)**

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
AGM/EC Meeting Expenses	14133	15813
Business Development	43170	15419
Expenses for Credit Bureau Checking	32920	42224
Insurance Charges	13584	13584
Professional fees for Consultancy	372700	65425
Penalty on ESI / P. Tax / Service Tax Payment/GST	164.00	6513
Rating Expenses	163500	-
SHG Member Welfare Expenses	2419414	2859089
Audit Fees	196200	125400
Bank Charges	610704	123977
Utensils and Cookeries	11558	11772
Membership Fees	96465	92650
Stationery and Periodicals	699078	583016
Staff Training and Development and Conference	256263	1280940
Electricity	330395	393839
Refreshment and Hospitality	203996	179149
Office Maintenance	1036462	1339643
Office Rent	2394787	2424249
Postage and Telephone	327682	396198
Repairs and Maintenance	337643	279816
Travelling and Conveyance	2162746	2007280
Website Development	4218	10028
Interest on Staffs' Security Deposit	18663	5645
Software Maintenance	1057380	687760
Staff Recruitment Cost	-	10626
Miscellaneous Expenses	-	3588
Staff Welfare Expenses	188353	144376
Car Running Expenses	140827	9000
Locker Rent & Renewal Charges	-	15104
	<b>13133003.38</b>	<b>13141923</b>

Administrative and Other Expenses have been taken into account on accrual basis. Expenditure has been provided where ever necessary.





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**Note No- 17****Expenses for Social Activities**

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
Programme Expenses-Target Hardcore Poor	676563	176627
Expenses for Financial Literacy Training	5550208	4501826
Disaster Relief	-	10000
School Programme	22348	56904
Donation to Local Bodies	34784	42208
	<b>6283903</b>	<b>4787565</b>

The Organization spent an amount of Rs.3923950 under Social Welfare expenses for skill development of SHG members, financial literacy training to SHG members, distribution of books, stationeries, bags to the student of BJS school, \*(where children of brick field workers) are studying, support to the Hard Core Poor, livelihood promotion and gave donation to local bodies to organize blood donation camp, sports and cultural programme.

Previous year figures have been re-grouped and re-arranged wherever necessary.

