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Date:

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KANYAKUMARI
DISTRICT MINERAL FOUNDATION TRUST, NAGERCOIL**

Report on the audit of the financial statements for the half year ended 30.09.2023

Opinion

We have audited the accompanying financial statements of KANYAKUMARI DISTRICT MINERAL FOUNDATION TRUST, NAGERCOIL which comprise the Balance Sheet as at September 30, 2023, the Income and Expenditure Account and Receipts and Payments Account for the half year ended on that date.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and are prepared in all material respects, in accordance with the Generally Accepted Accounting Principles, of the state of affairs of the Entity as at September 30, 2023, and its Surplus for the half year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India. 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 code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit



of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

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

Management is responsible for the preparation of the Financial Statements and for such internal control as management determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management of the entity 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 close the entity or to cease operations, or has no realistic alternative but to do so.

The Management (or Those Charged with Governance) is also responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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.

In our opinion and to the best of our information and according to the explanations given to us the said accounts give the information required:

- i. In the case of the Balance Sheet, of the state of affairs of the Trust as at 30th September 2023.
- ii. In the case of the Income and Expenditure Account, of the Excess of Income over Expenditure for the half year ending on 30th September 2023 and
- iii. In the case of Receipts and Payment Account the total receipts and payments for the half year ending 30th September 2023.

Place : Nagercoil
Date : 23.11.2024
UDIN : 24021406BKBG4615

For KRISHNAN RETNA AND ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm Regn. No. 801536S)


V GANAPATHY, B.Com., F.C.A.
(Membership No. 021406)
PARTNER

DISTRICT MINERAL FOUNDATION TRUST, KANYAKUMARI DISTRICT

Balance Sheet as at 30.09.2023

	Rs. P.	Rs.P. Assets	Rs. P.	Rs. P.
Liabilities				
General Fund		<u>Arrear Contribution</u>		
As per last Balance Sheet	78334229.64	As per last Balance Sheet	7193595.00	
Add: Excess of Income Over		<u>Less: Current Year Collection</u>	<u>1350.00</u>	
Expenditure	<u>5439909.08</u>			7192245.00
		83774138.72 <u>Arrear Interest Receivable</u>		
Success Collection		456826.00 As per last Balance Sheet	6458092.00	
Arrear Fee Payable		35400.00 <u>Add: Current Year Interest</u>	<u>433626.00</u>	
Amount received from Cuddalore District		9523828.00	6891718.00	
		<u>Less: Current Year Collection</u>	<u>480180.00</u>	6411538.00
		<u>Computer</u>		
		As per last Balance Sheet		7037.00
		Amount receivable from CCTV Contractor		1286098.00
		Capital Work In Progress - CCTV CAMERA		4131373.00
		<u>Cash at Bank</u>		
		State Bank of India A/c No.37232889842	65579339.64	
		IOB A/C No:006301000000300	<u>9182562.08</u>	74761901.72
Total		<u>93790192.72</u>	Total	<u>93790192.72</u>

Place: Nagercoil
Date: 23.11.2024

Ravi
30/11/24
Convenor / AD (Mines)
District Mineral Foundation Trust
Kanniyakumari

AS PER OUR REPORT SEPARATELY GIVEN

For KRISHNAN RETNA AND ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm Regn. No: 001536S)

[Signature]
V GANAPATHY, B.Com., F.C.A.
(Membership No. 021406)
PARTNER

[Signature]
Chair Person / District Collector
District Mineral Foundation Trust
Kanniyakumari.

DISTRICT MINERAL FOUNDATION TRUST, KANYAKUMARI DISTRICT
Income and Expenditure Account for the Half Year ended 30.09.2023

Expenditure	Rs. P.	Income	Rs. P.
To Project for Installation of weighbridge at Aralvaimozhi	1380000.00	By 30% of Royalty from Major Minerals	6244219.00
" Project for Installation of weighbridge at Kaliyakkavilai	1380000.00	" 10% Seigniorage Fee from Minor Minerals	1319307.00
" Project for Primary Health Centre Instruments	838000.00	" Court Penalty Collection	260000.00
" BSNL Internet Connection for CCTV Project	82576.00	" Miscellaneous Income	2.00
" Ananth IT World, Data Entry Operator	112206.00	" Bank Interest SBI	865567.00
" Bank Charges	51.92	" Bank Interest IOB Account	121822.00
" Audit Fee	11800.00	" Interest on Arrear from 01.04.2023 to 30.09.2023	433626.00
" Excess of Income Over Expenditure	5439909.08		
Total	<u>9244543.00</u>	Total	<u>9244543.00</u>

Place: Nagercoil

Date : 23.11.2024

AS PER OUR REPORT SEPARATELY GIVEN

For KRISHNAN RETNA AND ASSOCIATES
 CHARTERED ACCOUNTANTS
 (Firm Regn. No. 021536S)

V GANAPATHY, B.Com., F.C.A.
 (Membership No. 021406)
 PARTNER

20/11/24
23/11/24
Convenor / AD (Mines)
District Mineral Foundation Trust
Kanniyakumari

23/11/24
Chair Person / District Collector
District Mineral Foundation Trust
Kanniyakumari.

DISTRICT MINERAL FOUNDATION TRUST, KANYAKUMARI DISTRICT
Schedule to Income and Expenditure account for the period ended 30.09.2023

DIRECTLY DEPOSITED TO BANK

	30% Royalty Major Minerals	10% SEIGNIORAGE FEE	COURT PENALTY	ARREAR DEMAND FEE RECEIVED	ARREAR INTERST RECEIVED
Apr-23	722283.00	195620.00	50000.00		
May-23	1449675.00	246178.00	25000.00		
Jun-23	477540.00	198999.00	125000.00		
Jul-23	1050000.00	183327.00	25000.00		
Aug-23	1050000.00	206009.00	35000.00	1350.00	480180.00
Sep-23	1494721.00	289174.00	0.00		
	6244219.00	1319307.00	260000.00	1350.00	480180.00

IOB Interest Received

05-05-2023	59026.00
06-08-2023	62796.00
	121822.00

SBI SB Interest

25-06-2023	422208.00
25-09-2023	443359.00
	865567.00
Ananth IT world, Data entry operator	112206.00

BANK CHARGES

" SBI Bank Charges	4.72
" IOB Cheque Book Issue Charges	47.20
	51.92

EXCESS COLLECTION

G O No		AMOUNT
368-G&M 2008	M MOHAMED SHERIF	8792.00
245-G&M 2013	JOSEPH JACOB	29.00
226-G&M 2011	M VALSALAKUMARI	4163.00
130-G&M 2012	P KISHORE	49558.00
406-G&M 2008	M S SREEMA	13672.00



49-G&M 2011	R GEORGE ANTONY	161941.00
87-G&M 2009	R SANKAR	29292.00
400-G&M 2008	A VIYAKULAMUTHU	37890.00
822-G&M 2011	M VARGHESE RAJKUMAR	34867.00
730-G&M 2010	T JEGAN	62079.00
30-G&M 2012	N KRISHNAVARMAN	5739.00
345-G&M 2015	R SANKAR	23357.00
615-G&M 2014	N MATHIAS	5267.00
108- G&M 2012	C SURESH	6326.00
100-G&M-2012	V JEBA DHAS	1797.00
245-G&M 2013	JOSEPH JACOB	12057.00
TOTAL		456826.00


Convenor / AD (Mines)
District Mineral Foundation Trust
Kanniyakumari




Chair Person / District Collector
District Mineral Foundation Trust
Kanniyakumari.

DISTRICT MINERAL FOUNDATION TRUST, KANYAKUMARI DISTRICT

Receipts and Payments Account for the period from 01.04.2023 to 30.09.2023

Receipts	Rs. P.	Payments	Rs. P.
To <u>Opening Balances</u>		By Ananth IT World	112206.00
State Bank of India		" BSNL Internet Connection for CCTV Project	82576.00
A/c No.37232889842	60401023.36	" Bank Charges	51.92
IOB A/C No:006301000000300	8861265.28	" Project for Installation of weighbridge	
" 30% of Royalty from Major Minerals	6244219.00	at Aralvaimozhi	1380000.00
" 10% Seigniorage fee from Minor Minerals	1319307.00	" Project for Installation of weighbridge	
" Bank Interest SBI	865567.00	at Kaliyakkavilai	1380000.00
" Court Penalty Collection	260000.00	" Project for Primary Health Centre Instruments	838000.00
" Miscellaneous Income	2.00	" <u>Closing Balances</u>	
" Arrear Demand Received	1350.00	State Bank of India A/c No.37232889842	65579339.64
" Arrear Interest amount received	480180.00	IOB A/C No:006301000000300	9182562.08
" Bank Interest IOB account	121822.00		
Total	<u>78554735.64</u>	Total	<u>78554735.64</u>

Place: Nagercoil

Date : 23.11.2024

Govt
23/11/24
Convenor / AD (Mines)
District Mineral Foundation Trust
Kanniyakumari

AS PER OUR REPORT SEPARATELY GIVEN

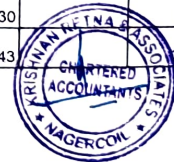
For KRISHNAN RETNA AND ASSOCIATES
CHARTERED ACCOUNTANTS
(Firm Regn. No: 0015365)

[Signature]
V GANAPATHY, B.Com., F.C.A.
(Membership No. 021406)
PARTNER

AB
30.11.2024
Chair Person / District Collector
District Mineral Foundation Trust
Kanniyakumari.

DISTRICT MINERAL FOUNDATION TRUST, KANYAKUMARI DISTRICT
DEMAND COLLECTION BALANCE FOR THE PERIOD FROM 01.04.2023 TO 30.09.2023

G O No	Sl. No.	Name	DEMAND			INTEREST			Total Arrear Demand and Interest outstanding	
			01.04.2023 Opening Balance	Current Year Collection	Closing Balance 30.09.2023	Interest outstanding 01.04.2023	Current Year Demand	Current Year Collection		Closing outstanding 30.09.2023
		ROUGHSTONE	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
291- G&M 2008	1	L CHARLES	486000		486000	514900	36550		551450.00	1037450
298-G&M 2010, 301-G&M 2014	2	S DHAS	368153		368153	345248	27687		372935.00	741088
307-G&M 2007, 299-G&M 2014	3	S DHAS	64800		64800	72397	4873		77270.00	142070
379/G&M/2010, 307/G&M/2014	4	T N RAJAKUMARAN	293628		293628	268778	0		268778.00	562406
378-G&M 2011, 306-G&M 2014	5	A BELLARMINE JOSE	2150550		2150550	1939354	132568	478916	1593006.00	3743556
322-G&M 2011, 315-G&M 2014	6	S DHARMARAJ	155925		155925	103102	11726		114828.00	270753
302-G&M 2006, 297-G&M 2014	7	A JOSEPH WALTER	289575		289575	289599	21778		311377.00	600952
352-G&M 2005, 298-G&M 2014	8	C SURESH	103275		103275	114421	7767		122188.00	225463
324-G&M 2009, 302-G&M 2014	9	M RADHA KRISHNAN	318943		318943	323044	23986		347030.00	665973
3741-G&M 2009, 300-G&M 2014	10	A BABU THOMAS	731475		731475	712029	55011		767040.00	1498515
334-G&M 2010, 313-G&M 2014	11	Y EZHIL	77200		77200	66939	5806		72745.00	149945
3926-G&M 2010, 303-G&M 2014	12	A B S ANTOW	35378		35378	25588	2661		28249.00	63627
3124-G&M 2006, 305-G&M 2014	13	D HARRIS	6483		6483	7161	488		7649.00	14132
3472-G&M 2010, 311-1G&M 2014	14	V CHRISTHUDHAS	300000		300000	335712	22562		358274.00	658274
3673-G&M-2009, 295/G&M -2014	15	N MATHIYAS	28350		28350	31645	2132		33777.00	62127
3292-G&M 2008	16	L CHARLES	270830		270830	200341	20368		220709.00	491539
3365-G&M 2008	17	ARUN VARGHEES	20338		20338	18409	1530		19939.00	40277
3366-G&M 2008	18	ARUN VARGHEES	32490		32490	30077	2443		32520.00	65010



26-G&M 2011	19	M D REMADEVI	110025		110025	91957	0		91957.00	201982
33-G&M 2008	20	G JASPER	154575		154575	79021	0		79021.00	233596
07-G&M 2015	21	V CHRISTHUDHAS	301050		301050	186014	0		186014.00	487064
35-G&M 2008	22	T KUMARESAN	113063	1350	111713	114240	6644	1264	119620.00	231333
16-G&M 2015	23	J GODWIN MOSES	69189		69189	68443	5204		73647.00	142836
91-G&M 2015	24	S DHAS	195484		195484	152558	14701		167259.00	362743
76-G&M 2012	25	R KARTHIKEYAN	254998		254998	176471	19177		195648.00	450646
90-G&M 2015	26	K P HARICHANDRAN	155925		155925	103935	0		103935.00	259860
78-G&M 2015	27	S VAITHIYANATHAN	53238		53238	38507	4004		42511.00	95749
68-G&M 2015	28	V JUNAR	34089		34089	34773	2564		37337.00	71426
36-G&M 2011	29	TVL.CAPE BLUE STONE PVT LTD	18566		18566	13429	1396		14825.00	33391
TOTAL			7193595	1350	7192245	6458092	433626	480180	6411538	13603783

Lawf
 Convenor / AD (Mines)
 District Mineral Foundation Trust
 Kanniyakumari

20/11/2024
 Chair Person / District Collector
 District Mineral Foundation Trust
 Kanniyakumari.



Date:23.11.2024.....

To
The Chairman
Kanyakumari District Mineral Foundation Trust,
Nagercoil.

Dear Sir,

Sub: Audit of accounts of Kanyakumari District Mineral Foundation Trust, for the half year ended 30.09.2023 .

Further to our statutory audit report dated 23.11.2024 we would like to bring to your kind notice the following information for your consideration.

1) Books of Accounts

a) As per the provisions of the sub-clause (iii) of the Clause 16 of Trust Deed, The Managing Committee is responsible to maintain or cause to be maintained proper Books of accounts, documents and records of the Trust Fund. The following Books and records are maintained

- Daily Chitta Register
- Minutes
- Cheque issue register
- Project Register
- Fixed Asset Register
- DCB

As per DCB the balance receivable is Rs.1,36,03,783/- as on 30.09.2023.



2) **Application of Income**

The Trust has approved projects scheme framed in line with order of Government of India No.16/7/2015-M VI (Part) dated 16th September 2015 and followed by The Tamilnadu District Mineral Foundation Rules, 2017, which is mandating the application of Trust Fund not less than 60% to the welfare of mine affected people and areas.

3) Managing Committee meeting was conducted on 30th May 2023 during the period 01.04.2023 to 30.09.2023.

4) Governing Council meeting was conducted on 30th May 2023 during the half year ended 30.09.2023.

5) In the Balance Sheet as at 30.09.2023 a sum of Rs.4,56,826/- is shown as excess collection refundable. Details of parties to whom such amount is refundable is available. It may be decided as to whether such excesses have to be refunded and if so steps may be taken to refund the same.

6) The Balance sheet as on 30.09.2023 shows a State Bank of India bank balance of Rs.6,55,79,339.64/-. Saving Bank account has earned an Interest of Rs.8,65,567/- during the reporting period.

7) As per DO letter Rc.No.3946/LC/2020, dated 17.03.2020, a separate bank account was created for the usage of administrative, supervisory and overhead costs, in Indian Overseas Bank. The balance of said account on 30.09.2023 is Rs.91,82,562.08/-and its interest Rs.1,21,822/-

8) As per our report dated 26.04.2022 we are bringing to your notice that in the High of Judicature at Madras order under writ petition W.P. No. 1256 of 2018 dated 16.09.2019 held that the Tamilnadu District Mineral Foundation rules 2017 applies prospectively from 19.05.2017. The impact of judgement in your case is how far effective, we are unable to arrive at any opinion. Please obtain a legal opinion with regard to the fall out of the judgement, whether it calls for



any disclosure of the nature of the contingency that may affect the Trust accounts.

- 9) During the earlier period you have received a sum of Rs.95,23,828/- from Cuddalore District and out of this Rs.54,17,471/- has been paid as advance to a contractor for installation of CC TV Cameras. Both the amounts- Receipt and Advance payment are shown in the Balance Sheet. Proceedings of the District Collector Cuddalore Rc.No.487/Mines/2016 dated 05/04/2021.
- 10) Out of the total income for the half year ended 30.09.2023 amounting to Rs.91,70,625/- an appropriation of Rs.3,94,304/- is made to District Mineral Foundation Nagercoil IOB account.
- 11) Kanyakumari District Mineral Foundation Trust has been charging interest on the Royalty collection dues. Originally the collection was adjusted under FIFO Method (First in First out Method). But after Judgement in WP No.1256 of 2018 dated 16/09/2019 by High Court Madras, the DMF is adjusting the collection only against the demands of seigniorage fee and interest due after 19.05.2017.
- 12) During the period the sum of Rs.13,80,000/- paid for Installation of Weighing Bridge and its cabin room project at Aralvoimozhi to The Executive Officer, Aralvoimozhi Town Panchayat.
- 13) During the period the sum of Rs.13,80,000/- paid for Installation of Weighing Bridge and its cabin room project at Kaliyakkavilai to The Executive Officer, Kaliyakkavilai Town Panchayat.
- 14) During the period the sum of Rs.8,38,000/- paid for the Instruments of supplies for Primary Health Centre to Deputy Director of Health Services , Nagercoil.



Sours faithfully

V.Ganapathy
(Partner)