

BISWAS DASGUPTA DATTA AND ROY

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To
The Project Director
The Tripura Rural Economic Growth and Service Delivery Project
Agartala , Tripura

Report on the Audit of the Project Financial Statements

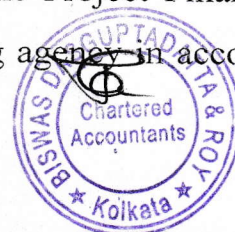
Opinion

We have audited the accompanying Project Financial Statements of the **Tripura Rural Economic Growth and Service Delivery Project** (the Project) financed by the International Bank for Reconstruction and Development (IBRD) under Loan Nos. **IN-9568** and implemented by the **Tribal Welfare Department , Government of Tripura**. These financial statements comprise of the Statement of Sources and Uses of Funds (IUFR-1), Statement of Reconciliation of Claims to Total Applications of Funds , the Management Assertion Letter , the Balance Sheet , the Receipt & Payment Accounts , Income and Expenditure Accounts and the accompanying Statement of Significant Accounting Policies and Notes to Accounts (collectively referred to as the "Project Financial Statements i.e. PFS").

In our opinion and to the best of our information and according to the explanations given to us, the project financial statements give a true and fair view in all material respects, the sources and application of funds of projects for the period ended 31st March, 2024 in accordance with the Government of India Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing issued by institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Project Financial Statements section of our report. We are independent of the implementing agency in accordance with the



ICAI's Code of Ethics for undertaking this assignment, and we have fulfilled our ethical responsibilities in accordance with ICAI's 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 for the Project Financial Statements

The Management of the implementing agency is responsible for the preparation and fair presentation of the Project Financial Statements in accordance with the financial reporting framework described in Note No.2 to these financial statements, and for such internal control as management determines is necessary to enable the preparation of Project Financial Statements that are free from material misstatement, whether due to fraud or error. The Management and those charged with governance are responsible for overseeing the implementing agency's financial reporting process.

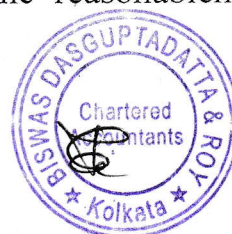
Auditor's Responsibilities for the Audit of the Project Financial Statements

Our objectives are to obtain reasonable assurance about whether the Project 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 the Standards of Auditing 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.

As part of an audit in accordance with Standard of Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the Project 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management



- Evaluate the overall presentation, structure and content of the project financial statements, including the disclosures, and whether the project financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the project financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

- (i) planning the scope of our audit work and in evaluating the results of our work; and
 - (ii) to evaluate the effect of any identified misstatements in the financial statements.
- 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.
 - 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.

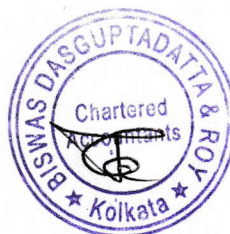
Information other than the Financial Statements and Auditor's Report thereon

- The Project Management is responsible for other information which comprise the information included in the Statement of Appropriation vs Actual and Expenditure by output components but does not include the financial statements and other Auditor's Report thereon.
- Our opinion on the Financial Statement does not cover the other information and we do not express any form of assurance conclusion thereon.

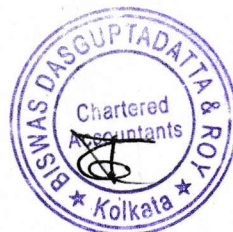
Report on Other Legal and Regulatory Requirements

Further to our opinion on the Project Financial Statements we further report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) in our opinion, proper books of accounts have been kept by the project management unit of the implementing agency for Project purposes so far as appears from our examination of those books;



- c) the Project Financial Statements dealt with by this report are in agreement with the books of accounts;
- d) the Project funds were utilized for the purposes for which they were provided;
- e) Counterpart funds have been provided and used in accordance with the relevant legal documents and only for the purposes for which they were provided;
- f) Interim Financial Reports (IFR) submitted by the Project management can be relied upon to support applications for withdrawal of the Loan, and adequate supporting documentation has been maintained to support these claims;
- g) PFS are free from material misstatement, and the terms of the legal agreements that they were complied with in all material respects.
- h) the PFS give a true and fair view of the financial position of the Project at the end of the period under audit and of the sources and applications of project funds for that period;
- i) the Project is in compliance with the financial covenants of the Loan Agreement;
- j) Expenditures, including assets created under the Project, shown in the PFS:
 - i. are eligible for financing under the relevant Loan Agreement and
 - ii. these were exclusively financed through the Project funds and
 - iii. no other sources of funds have been received by the PIU for incurring these expenditures;
- k) IFRs submitted by the Project management can be relied upon to support applications for withdrawal of the Loan, and
- l) adequate supporting documentation has been maintained to support these claims;
- m) except for ineligible expenditures as detailed in the audit observations, if any, appended to the audit report, expenditures are eligible for financing under the Loan Agreement.
- n) the Project has an adequate internal control system except for Internal Financial Controls as referred in point 'p' to Report on Legal and Regulatory Requirements, and
- o) adheres to the provisions of the Project Implementation Manual in all material aspects.
- p) Procurement has been generally carried out in line with the agreed procedures as detailed in the Operations Manual/Procurement Manual/Project Implementation Plan/Legal Agreements; and

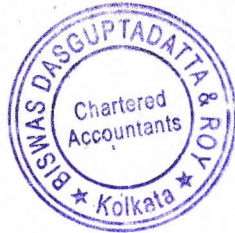
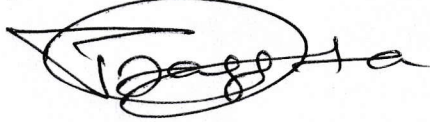


- q) With respect to the adequacy of the internal financial controls over financial reporting of the Project and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses a modified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting.

For Biswas Dasgupta Datta & Roy

Chartered Accountant

#FRN:302105E



CA Praggamoy Dasgupta

Partner

Membership No. 310953

UDIN: 25310953BMKSCE4681

Place:Kolkata

Date:18th February 2025

Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph (p) under 'Report on Other Legal and Regulatory Requirements' section of the Independent Auditor's Report of even date to the Project Director of The Tripura Rural Economic Growth and Service Delivery Project on the Project Financial Statements as of and for the period ended 31st March 2024).

Report on the Internal Financial Controls Over Financial Reporting on Project Financial Statement.

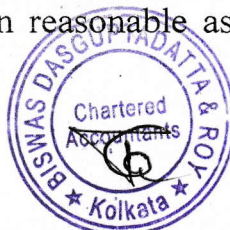
We have audited the internal financial controls over financial reporting of **The Tripura Rural Economic Growth and Service Delivery Project** ("the Project") as of March 31st, 2024 in conjunction with our audit of the project financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The members of the society is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the project considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the project based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India to the extent applicable to an audit of internal financial controls. The Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether



adequate internal financial control over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting .

Meaning of Internal Financial Controls Over Financial Reporting

Internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of project financial statements for external purposes in accordance with generally accepted accounting principles. A project's internal financial control over financial reporting includes those policies and procedures that-

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the project;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of project financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the project are being made only in accordance with authorisations of management; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the assets that could have a material effect on the project financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

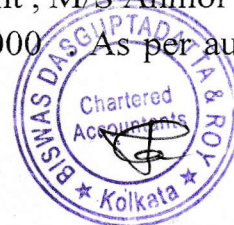
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Modified Opinion

In our opinion, to the best of our information and according to the explanations given to us, the project has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st 2024, on the internal control over financial reporting criteria established by the society considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India, except as detailed below:

- i) In the matter of providing reasonable assurance regarding prevention of delay in timely completion of project milestones , in our opinion proper measures has not been ensured by seeking for work in progress statements from the allotted vendors and consultants with respect to their current work status. In the course of our audit , it was observed that there has been a substantial amount of delay in meeting project milestones in most instances, especially in case of works for which external consultants have been engaged , the details of which are included in the management letter forming a part of the deliverables forming a part of this report , which may adversely affect the execution of the project completion within the due time period;
- ii) In the absence of Contract Monitoring Report (IUFR-4) and report of physical verification of fixed assets created under the project , it cannot be commented upon as to whether the progress in work and completion of works is satisfactory and as per agreed standard . Based on records and information made available to us , it was observed that PWD (R&B) department was engaged for strengthening of 19 km of road stretch from Dharmanagar to Khedachhera , and upto 31st March 2024 , 1st Running A/C Bill of contractor appointed by the department was cleared for the work, to the tune of Rs 5,34,75,000 . As per authenticated Audit Slip made available to us , it cannot be ascertained , whether the R.A Bill submitted was against works completed within stipulated time or not , whether measurement was entered in measurement book , the date of check by A.E etc ;
- iii) In the absence of Contract Monitoring Report (IUFR-4) and report of physical verification of fixed assets created under the project , it cannot be commented upon as to whether the progress in work and completion of works is satisfactory and as per agreed standard . Based on records and information made available to us , it was observed that PWD (R&B) department was engaged for strengthening and improving of road in Tulashikhar R.D , and upto 31st March 2024 , Two numbers of Running A/C Bill submitted by the contractor appointed by the department , M/S Anmol Associates was cleared for the work, total to the tune of Rs 3,66,00,000 . As per authenticated



Audit Slip made available to us , it cannot be ascertained , whether the R.A Bill submitted was against works completed within stipulated time or not , whether measurement was entered in measurement book , the date of check by A.E etc;

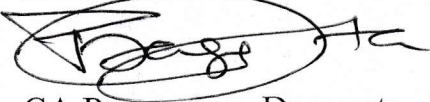
- iv) DOE-P-PIU appointed multiple specialists on consolidated monthly pay basis for variable periods . As per the terms of their engagement , it is not included in the terms of agreement , the manner of determination of leaves obtained by them and the basis and quantification of determination allowed leaves , disallowed leaves and deductions to be made any for excess leaves availed . In the course of our audit , we observed that some specialists etc are obtaining substantial number of leaves but drawing full remuneration per month . In the absence of a directed leave management policy , it is being observed and found that substantial leaves are being obtained which may have an adverse impact on the effectiveness of the project . Even in case of the specialists etc appointed by TWD for TRSP Project , leave management policy is ambiguous and missing and it may adverse impact the project milestone management

For Biswas Dasgupta Datta & Roy

Chartered Accountant

#FRN:302105E




CA Praggamoy Dasgupta

Partner

Membership No. 310953

UDIN: 25310953BMKSCE4681

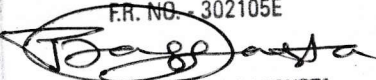
Place:Kolkata

Date:18th February 2025

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
TRESP Project Statement of Sources and Application of Funds for the period FY 2023-24

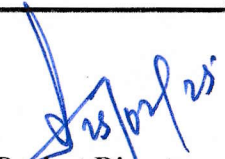
(Figures in INR)

Particulars	Expenditure for the year	Non-Claimable for the year	Eligible expenditure	Reimbursement 80%	Reimbursable amount
	1	2	3 = 2-1	4=3*80%	
Opening Bank Balance	81,42,787.00				
Add: Amount received during the year	31,72,09,000.00		31,72,09,000.00		
Add: Interest and Other Incomes	9,32,465.00		9,32,465.00		
Total funds available (A)	32,62,84,252.00	-	32,62,84,252.00		
Application of funds					
Component 1: Strengthening Foundations for Economic Development	9,85,31,295.00		9,85,31,295.00	80%	7,88,25,036.00
Component 3: Strengthening Institutional Capacities for Service Delivery	5,22,89,381.00		5,22,89,381.00	80%	4,18,31,504.80
Total Funds Expended (Project expenditure) (B)	15,08,20,676.00	-	15,08,20,676.00	80%	12,06,56,540.80
Closing Bank Balance	17,54,63,576.00	-	17,54,63,576.00		

FOR BISWAS DASGUPTA DATTA & ROY
 (CHARTERED ACCOUNTANTS)
 F.R. NO. - 302105E

 CA : PRAGGAMOY DASGUPTA
 MANAGING PARTNER
 MEMBERSHIP NO. - 310953




 (Gajendra Verma)
 Chief Operating Officer
 Society for TRESP


 Project Director
 (Subhasis Das, TCS, SSG)
 Director
 Tribal Welfare Department
 Govt. of Tripura

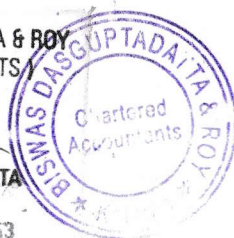
TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
TRESP STATEMENT OF RECONCILIATION OF CLAIMS TO TOTAL APPLICATION OF FUNDS FOR FY 2023-24

Amount in ₹ (INR)

Details			Current Year		Previous Year Year		Cumulative to date	
Particulars	Schedule / Period	Date	Expenditure	Reimbursement	Expenditure	Reimbursement	Expenditure	Reimbursement
Bank Funds claimed (A)								
IUER 1	July 2022 - Feb 2024	02.04.2024	7,66,71,123	6,13,36,898			7,66,71,123	6,13,36,898
IUER 2	Mar-24	09.05.2024	11,29,10,085	9,03,28,068			11,29,10,085	9,03,28,068
Total Bank funds claimed			18,95,81,208	15,16,64,966	-	-	18,95,81,208	15,16,64,966
Total expenditure made during the year (B)								
Expenditure as per books of account			15,08,20,676	12,06,56,541	2,57,68,653	2,06,14,922	17,65,89,329	14,12,71,463
Less:								
Ineligible expenditure (C)	II		15,08,20,676	12,06,56,541	2,57,68,653	2,06,14,922	17,65,89,329	14,12,71,463
Expenditures not claimed (D)	III							
Total eligible expenditure claimed (E)=(B)-(C)-(D)			15,08,20,676	12,06,56,541	2,57,68,653	2,06,14,922	17,65,89,329	14,12,71,463
World Bank Share @ 80% of (E)=(F)				12,06,56,541		2,06,14,922		14,12,71,463
Excess/ Shortage of claims over expenditure(A)-(F)				3,10,08,426		-2,06,14,922		1,03,93,503

FOR BISWAS DASGUPTA DATTA & ROY
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(Gajendra Verma)
 Chief Operating Officer
 Society for TRESP

(Subhasis Das, ICS, SSG)
 Project Director
 Director
 Tribal Welfare Department
 Govt. of Tripura.



SOCIETY FOR TRESP
P.N COMPLEX, GURKHABASTI, AGARTALA, WEST TRIPURA
(Registered under the Societies Registration Act, 1860 bearing Registration No.8825 of 2022)

To
Biswas Dasgupta Datta & Roy
C/o Nityananda Debnath
East Pratapgarh, near Loknath Ashram
Agartala, West Tripura, Pin-799 001

Subject: Management assertion letter

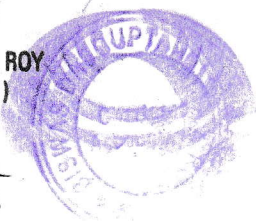
This assertion letter is provided in connection with your audit of the project financial statements of Tripura Rural Economic Growth and Service Delivery Project for the year ended 2023-2024. We acknowledge our responsibility for the fair presentation of the financial statements in accordance with the cash/accrual basis of accounting, and we confirm, to the best of our knowledge and belief, the following representations made to you during your audit:

- a) The project financial statements are free of material misstatements, including omissions.
- b) Project funds have been used for the purposes for which they were provided.
- c) Project expenditures are eligible for financing under the Loan agreement.
- d) There have been no irregularities involving management or employees who have a significant role in internal control or that could have a material effect on the project financial statements.
- e) We have made available to you all books of accounts and supporting documentation relating to the project.
- f) The project has complied with the conditions of all relevant legal agreements, including the Financing Agreement, the Project Appraisal Document, and the Minutes of Negotiations.

FOR BISWAS DASGUPTA DATTA & ROY
(CHARTERED ACCOUNTANTS)

F.R. NO. - 302105E

CA : PRAGGATMOY DASGUPTA
MANAGING PARTNER
MEMBERSHIP NO. - 310953



(Gajendra Verma)
Chief Operating Officer
Society for TRESP

(Subhasis Das, TCS, SSG)
Project Director, Society for TRESP
(Director, Tribal Welfare, Govt. of Tripura)

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
BALANCE SHEET AS AT 31ST MARCH 2024

(Amount in Rs.)

PARTICULARS	SCHEDULE	As at 31st March, 2024
<u>CAPITAL FUNDS & LIABILITIES</u>		
CAPITAL FUNDS	1A	-
CORPUS FUND	1B	-
GOVERNMENT OF TRIPURA	2	188,956,765
CURRENT LIABILITIES	3	-
TOTAL		188,956,765
<u>ASSETS</u>		
FIXED ASSETS		-
CURRENT ASSETS, LOAN & ADVANCES ETC.	4	188,956,765
TOTAL		188,956,765
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	7	

As per our report of even date

For **BISWAS DASGUPTA DATTA and ROY**

Chartered Accountants

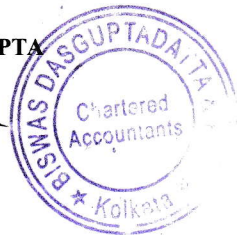
FRN:-302105E

FCA PRAGGAMOY DASGUPTA

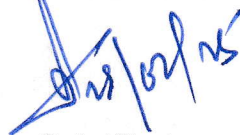


Partner

M.No:- 310953



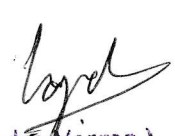
For and on behalf of
Society of TRESP



Project Director
(Subhasis Das, TCS, SSG)
Director
Tribal Welfare Department
Govt. of Tripura.

Place: Kolkata

Date: 18th February 2025



(Gajendra Verma)
Chief Operating Officer
Society for TRESP

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
INCOME & EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2024

PARTICULARS	SCHEDULE	For the year ended 31st March, 2024
<u>INCOME</u>		
GRANTS UTILISED	5	150,820,676
TOTAL (A)		150,820,676
<u>EXPENDITURES</u>		
EXPENDITURES INCURRED	6	150,820,676
TOTAL (B)		150,820,676
Balance being excess of Income over Expenditures(A-B)		-
Balance being Surplus carried to Capital Fund Account		
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS	7	

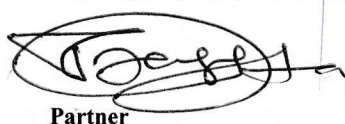
As per our report of even date

For **BISWAS DASGUPTA DATTA and ROY**

Chartered Accountants

FRN:-302105E

FCA PRAGGAMOY DASGUPTA

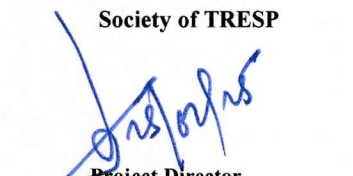


Partner

M.No:- 310953



For and on behalf of
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Project Director
(Subhasis Das, TCS, SSG)
Director
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Place: Kolkata

Date: 18th February 2025


(Gajendra Verma)
Chief Operating Officer
Society for TRESP

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2024

(Amount in Rs.)					
Receipts	Amount	Amount	Payments	Amount	Amount
Sources of Funds:-			Application of Funds:-		
Opening Balance			(1). Strengthening Foundation for Economic Development	98,531,295	
Cash		-	(2). Investing in Services to Develop Human Capital	-	
HDFC Bank		21,631,976	(3). Strengthening Institutional Capacities for Service Delivery	52,289,381	150,820,676
		-			
Grant Received during the year			Closing Fund Balances with PIU's		
Govt. of Tripura		317,209,000	(a) Department of Agriculture and Horticulture	1,395,257.00	
			(b) Animal Resources Development Department (ARDD)	8,864,664.00	
			(c) Directorate of Secondary Education (DoE)	30,004,000.00	
Bank Interest		936,465	(d) Department of Fisheries (DOF)	1,184,824.00	
			(e) Public Works Department (Road and Bridges) (PWD)	9,925,000.00	
			(f) Public Works Department (Buildings) (PWD- B)	-	
			(g) Department of Information Technology (DOIT)	6,283,500.00	
			(h) Tripura Rural Livelihood Mission (TRLM)	60,000,000.00	117,657,245
			Balance with Bank and Cash in hand		
			Closing Balance-Cash	-	
			Closing balance- HDFC Bank	71,299,520	71,299,520
		339,777,441			339,777,441

As per our report of even date

For **BISWAS DASGUPTA DATTA and ROY**
Chartered Accountants
FRN:-302105E
FCA PRAGGAMOY DASGUPTA

Partner
M.No:- 310953

Place: Kolkata
Date: 18th February 2025



For and on behalf of
Society of TRESP

(Signature)
Project Director
(Subhasis Das, TCS, SSG)
Director
Tribal Welfare Department
Govt. of Tripura.

(Signature)
(Gajendra Verma)
Chief Operating Officer
Society for TRESP

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

PARTICULARS	As at 31st March, 2024	
SCHEDULE-1A- CAPITAL FUND:		
Balance as at the beginning of the year	-	
Add:- Surplus of Income over Expenditures	-	
Add:- Fixed asset purchased during the year	-	
Balance available		-
Total		-
SCHEDULE-1B- CORPUS FUND:		
Balance as at the beginning of the year	-	
Add:- Contribution during the year	-	
Add Interest earned during the year	-	
Less Bank Charges	-	-
BALANCE AS AT THE YEAR END		-

As per our report of even date

For BISWAS DASGUPTA DATTA and ROY

Chartered Accountants

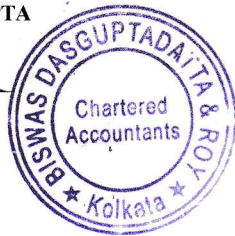
FRN:-302105E

FCA PRAGGAMOY DASGUPTA



Partner

M.No:- 310953



Place: Kolkata

Date: 18th February 2025

For and on behalf of
Society of TRESP



(Subhasis Das, TCS, SSG)

Director

Tribal Welfare Department
Govt. of Tripura.



(Gajendra Verma)
Chief Operating Officer
Society for TRESP

TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
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GOVERNMENT OF TRIPURA
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

SCHEDULE-2- Government of Tripura	As at 31st March, 2024	
(1) GOVERNMENT OF TRIPURA		
Opening balance	21,631,976	
Add: Grants Received during the period	317,209,000	
less:- Grant Utilised during the year (SH-5)	150,820,676	
Total		188,020,300
Less:- Fixed asset purchased during the year	-	-
Add:- Interest and Other Incomes earned during the year		
(a) PMU	932,465	
(b) Department of Agriculture and Horticulture	-	
(c) Animal Resources Development Department (ARDD)	-	
(d) Directorate of Secondary Education (DoE)	4,000	
(e) Department of Fisheries (DOF)	-	
(f) Public Works Department (Road and Bridges) (PWD- R&B)	-	
(g) Public Works Department (Buildings) (PWD- B)	-	
(h) Department of Information Technology (DOIT)	-	
(i) Tripura Rural Livelihood Mission (TRLM)	-	936,465
Total		188,956,765
SCHEDULE-3- CURRENT LIABILITIES:		
(1) Contractor Deduction	-	
(2) Sundry creditors	-	
(3) Taxes Payable	-	
Total		-

As per our report of even date

For BISWAS DASGUPTA DATTA and ROY

Chartered Accountants

FRN:-302105E

FCA PRAGGAMOY DASGUPTA

Partner

M.No:- 310953



For and on behalf of

Society of TRESP

Project Director

(Subhasis Das, TCS, SSG)

Director

Tribal Welfare Department

Govt. of Tripura.

Place: Kolkata

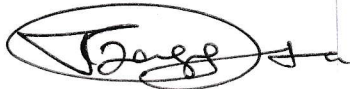
Date: 18th February 2025

(Gajendra Verma)
Chief Operating Officer
Society for TRESP

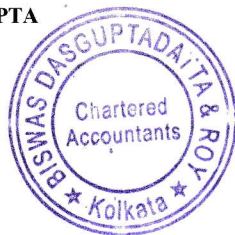
TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
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DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

SCHEDULE-4- CURRENT ASSETS AND LOANS & ADVANCES		As at 31st March, 2024
A. CURRENT ASSETS		
(1) Balance with HDFC Bank	71,299,520	71,299,520
(2) Balance with HDFC Bank as Corpus Fund	-	
(3) Cash-In-Hand	-	
(4) Inter Unit Fund Balance		
(a) Department of Agriculture and Horticulture	1,395,257	117,657,245
(b) Animal Resources Development Department (ARDD)	8,864,664	
(c) Directorate of Secondary Education (DoE)	30,004,000	
(d) Department of Fisheries (DOF)	1,184,824	
(e) Public Works Department (Road and Bridges) (PWD- R&B)	9,925,000	
(f) Public Works Department (Buildings) (PWD- B)	-	
(g) Department of Information Technology (DOIT)	6,283,500	
(h) Tripura Rural Livelihood Mission (TRLM)	60,000,000	
TOTAL (A)		188,956,765
B. LOANS AND ADVANCES		
(1) Mobilisation Advance	-	
(2) Advance for Phase-II	-	
(3) Advances to Vendors	-	
(4) Other Advances	-	
TOTAL (B)		-
TOTAL (A+B)		188,956,765

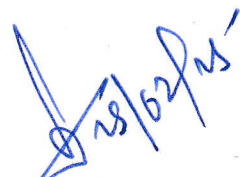
As per our report of even date
For BISWAS DASGUPTA DATTA and ROY
Chartered Accountants
FRN:-302105E
FCA PRAGGAMOY DASGUPTA


Partner
M.No:- 310953

Place: Kolkata
Date: 18th February 2025



For and on behalf of
Society of TRESP

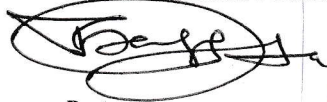

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(Gajendra Verma)
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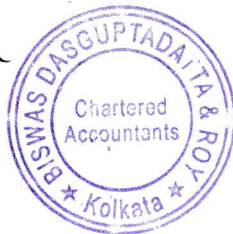
PARTICULARS	For the period ended 31st March, 2024	
<u>SCHEDULE-5- INCOME</u>		
(1). Grants Utilised		
(a) PMU	50,073,921	
(b) Department of Agriculture and Horticulture	8,604,743	
(c) Animal Resources Development Department (ARDD)	1,135,336	
(d) Directorate of Secondary Education (DoE)	-	
(e) Department of Fisheries (DOF)	15,176	
(f) Public Works Department (Road and Bridges) (PWD- R&B)	90,075,000	
(g) Public Works Department (Buildings) (PWD- B)	-	
(h) Department of Information Technology (DOIT)	916,500	
(i) Tripura Rural Livelihood Mission (TRLM)	-	150,820,676
Total		150,820,676

As per our report of even date
For BISWAS DASGUPTA DATTA and ROY
Chartered Accountants
FRN:-302105E
FCA PRAGGAMOY DASGUPTA



Partner
M.No:- 310953

Place: Kolkata
Date: 18th February 2025



For and on behalf of
Society of TRESP



Project Director
(Subhasis Das, TCS, SSG)
Director
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Govt. of Tripura.



(Gajendra Verma)
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TRIPURA RURAL ECONOMIC GROWTH AND SERVICE DELIVERY PROJECT
SOCIETY FOR TRESP
DIRECTORATE OF TRIBAL WELFARE
GOVERNMENT OF TRIPURA
SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS

PARTICULARS	For the year ended 31st March, 2024	
SCHEDULE-6- EXPENSES		
(1). STRENGTHENING FOUNDATION FOR ECONOMIC DEVELOPMENT		
(a) Agriculture Value Chanins and Rural Livelihoods	8,456,295	
(b) Road Connectivity Improvement and Management System	90,075,000	
Total (A)		98,531,295
(2). INVESTING IN SERVICES TO DEVELOP HUMAN CAPITAL		
(a) Improving Teching Learning Interactions	-	
(b) Facilitating Enhanced Workforce Readiness	-	
(c) Enhanced Learning Environment	-	
Total (B)		-
(3). STRENGTHENING INSTITUTIONAL CAPACITIES FOR SERVICE DELIVERY		
(a) Strenthening capacity to develop need-based village level plans - SIPARD	-	
(b) Developing a Decision Support System for field level monitoring - DoIT	916,500	
(c) Project Management, Technical Assistance and Monitoring and Evaluation	51,372,881	
Total (C)		52,289,381
Total (A+B+C)		150,820,676

As per our report of even date
For BISWAS DASGUPTA DATTA and ROY
Chartered Accountants
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M.No:- 310953

Place: Kolkata
Date: 18th February 2025

For and on behalf of
Society of TRESP


Project Director
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(Gajendra Verma)
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Society for TRESP

NOTES TO THE FINANCIAL STATEMENTS FOR THE FY 2023-24

SCHEDULE-7

1. Project Nature and Activities:

1.1 Description of the Project, nature, and Activities:

The Government of Tripura with support from the World Bank is implementing the Tripura Rural Economic Growth and Service Delivery Project (TRESP), spearheaded by the Society for TRESP under Tribal Welfare Department (TWD). Government of Tripura has established the Society for TRESP registered under the 1860 Societies Registration Act, assigning to the jurisdiction of the Tribal Welfare Department. The Loan Agreement between India and International Bank for Reconstruction and Development was signed on 01/03/2024. The Closing date of this Loan is on 30/06/2029. The Project Agreement was signed between International Bank for Reconstruction and Development and State of Tripura on 21/02/2024.

The project aims to promote socioeconomic development and improve the quality of life of rural communities in targeted tribal blocks through an integrated approach across multiple sectors. It utilizes an area-based approach to tackle multi-dimensional poverty, focusing on three areas for intervention:

1. Increasing agricultural productivity and improving livelihood opportunities;
2. Strengthening transport connectivity;
3. Addressing schooling transitions from primary to secondary levels; and
4. Focusing on institutional capabilities for planning, service delivery and governance.
5. The overarching framework of the Tripura Rural Economic Growth and Service Delivery Project (TRESP) is undertaking the most intensive approach in the poorest 12 aspirational blocks identified by the state focusing on agricultural livelihoods, connectivity, and education outcomes. A broader approach will be applied to agriculture and allied sector development, and institutional capacity building in all 23 tribal blocks (which includes the 12 aspirational blocks).

1.2 Project Financing and Implementation:

The total envisaged project cost is \$175 million out of which US\$140 million is to be financed by the World Bank and \$35 million would be funded by the State Government as details below:

Project Components	Project Cost	IBRD Financing	% financing
1. Strengthening Foundations for Economic Development	112.50	90.00	80%
2. Investing in Services to Develop Human Capital	43.75	35.00	80%




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3. Strengthening Institutional Capacities for Service Delivery	18.75	15.00	80%
4. Contingent Emergency Response	-	-	
Total Project Costs	175.00	140.00	

The applicable disbursement method under the project will be on reimbursement method. At first, State will provide funds through state budgetary system and the project seek the reimbursement from the World Bank based on actual expenditure incurred out of budgetary support. Fund will flow through Finance Department to Tribal Welfare Department and thereafter Society's Bank Account to all PIUs based on parent-child banking arrangement. At any point during the project period, the funds reimbursed from the World Bank will not go directly to the project.

There are 8 Project Implementation Units (PIUs) under various departments will support the PMU, including the

1. Tribal Welfare Department,
2. Public Works Department,
3. Department of Education,
4. Department of Agriculture and Farmers Welfare,
5. Animal Resource Development Department,
6. Department of Fisheries,
7. Directorate of Information Technology, and
8. TRLM (Tripura Rural Livelihood Mission).

Each PIU is headed by a Head of Department (HOD) and leverage district and block offices for project implementation.

2. STATEMENT OF COMPLIANCE

Project Financial Statements has been prepared under the historical cost conventions in accordance with generally accepted accounting principles as applicable in India. The Financial Statements has been prepared for the purpose of disclosing the compliance with regard to utilisation of funds as agreed in Loan Agreement between World Bank (IBRD) and Govt. of Tripura on actual basis., Statement of Expenditure has been prepared on actual through the books of accounts maintained on cash basis by the Society. All payments are charged to the relevant expenses account head at the time of making the payment except in case of certain receivables and payables, which are to be specifically mentioned with reasons in the Notes on accounts, were accounted for on accrual basis

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Financial Statements

Project Financial Statements comprises of Statement of Sources and Usage of Funds, Statement of Income & Expenditure and Balance Sheet including a statement of Significant accounting policies and Reconciliation of Claims filed with the World Bank.

3.2 Change in Accounting Policies

Suitable Accounting Policy as drafted in the first year of accounting have been followed consistently.



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3.3 Fund Flow Mechanism:

The total expenditure incurred during the year is paid out of the fund sanctioned by GoT, as specified in the loan agreement. Out of which, PMU (TRESP) and PIU's are incurring expenditure in terms of payments to consultants, and other statutory payments like Taxes etc. PMU (TRESP) prepares the Reimbursement claims in totality and submits to Bank through IUFR. The funds, when verified and approved, are reimbursed by Department of Expenditure (MoF) to the GoT. TRESP Project is funded in the ratio of 80:20 by the World Bank and Govt. of Tripura.

3.4 Recognition of Income

(i) Grant in Aid:

The society is receiving the grant in aid from the Government of India for implementation of the project-Tribal Rural Economic Growth and Service Delivery Project. The unspent grant in aid is refundable to the Government of Tripura and Grant utilized has been recognized as income during the year.

(ii) Bank interest:

The interest income earned on the Grant-in-Aid kept in the Bank has to be remitted to the Government of Tripura, if not utilized for the Project during the project period and therefore it is recognized as liability to Government of Tripura for the PMU/PIU's.

3.5 Fixed assets and Depreciation

- (i) All fixed assets are carried at cost of construction or acquisition including all direct costs (i.e. purchase price, transportation expenses, and installation charges and other expenses incurred for bringing the fixed assets in working condition).
- (ii) No depreciation is charged on fixed assets in the Project Financial Statement as per the accounting policy of the society.

3.6 Advances and Other Receivables:

The advances to the PIU's / Implementing Agencies are being recognized as the advance. Adjustment of advance is being made on the basis of the Utilization Certificates (UC) submitted by the PIU's

3.7 Fuds Received from State Government:

The remaining fund provided by the Govt. of Tripura including EAP loan from World Bank after being utilized for the project is being considered as liability in the Financial Statements towards Govt. of Tripura.

3.8 Cash and Cash Equivalents:

Cash and cash Equivalents comprises of balances in the savings accounts maintained with HDFC Bank.

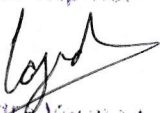



(Subhasis Das, TCS, SSG)
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3.8

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(Gajendra Verma)
Chief Operating Officer
Society for TRESP