PES Institute of Medical Sciences & Research
Kuppam- 517 425, Chittoor Dist., Andhra Pradesh
Tel: 08570 - 277999, 277799, 277666
Email: principal@pesimsr.pes.edu Web: www.pesimsr.pes.edu

NAAC Criterion 6: Governance, Leadership and Management

6.4 Financial Management and Resource Mobilization

6.4.2: Institution conducts internal and external financial audits regularly

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Additional Information

Institution conducts internal and external financial audits regularly

At PES Institute of Medical Sciences and Research (PESIMSR), regular internal and external financial audits are conducted to ensure the institution's financial operations are transparent, compliant, and efficient.
Internal Financial Audits

Frequency and Scope:

- Quarterly Audits: Internal audits are conducted quarterly to review and monitor financial transactions, budget utilization, and compliance with institutional financial policies.
- Special Audits: Occasionally, special internal audits are conducted to address specific concerns or to review financial areas, such as procurement processes or capital expenditures.

Process:

1. Preparation: The internal audit team from the institution's finance department, prepares an audit plan outlining the scope and objectives.

2. Execution: Auditors review financial records, verify transactions, and assess compliance with policies and procedures.

3. Reporting: A detailed report is prepared, highlighting findings and areas of improvement.

4. Action: The report is submitted to the finance committee and relevant departments for review and action.

Mechanism for Settling Objections:

- Initial Review: Any audit objections or discrepancies are first reviewed by the internal audit team

- Rectification: The departments are given a timeline to rectify the issues and implement corrective actions.

- Follow-Up: Follow-up audits are conducted to ensure that the objections have been adequately addressed and that the necessary changes have been implemented.

External Financial Audits

1. Frequency and Scope:

   - Annual Audits: External financial audits are conducted annually by independent chartered accountants or certified audit firms

   - Regulatory Audits: Periodically, audits are carried out by government bodies or regulatory agencies to verify compliance with tax laws, funding regulations, and other statutory obligations.

2. Process:

   - Engagement: The institution engages a reputable external audit firm with a clear mandate and terms of reference.

   - Execution: External auditors review financial statements, accounting records, and supporting documentation to verify accuracy and compliance.

   - Reporting: The external auditors prepare an audit report summarizing their findings, which is presented to the institution's management and governing body.

   - Action: The report is reviewed, and necessary actions are taken to address any issues or recommendations.

3. Mechanism for Settling Objections:

- Discussion: Initial audit objections are discussed between the external auditors and the institution’s management

- Resolution Plan: A resolution plan is developed to address valid objections

- Compliance Check: The external auditors may perform follow-up reviews to ensure that the institution has resolved the objections and complied with the recommendations.

Settling Audit Objections

The mechanism for settling audit objections at PESIMSR involves a structured process of review, rectification, and follow-up. Both internal and external audit objections are addressed through collaborative efforts between auditors and the institution's management. Corrective actions are implemented, and subsequent audits ensure compliance and resolution of issues. This robust audit framework ensures that PESIMSR maintains financial integrity, transparency, and accountability in all its operations.

To,
The Management,
PESIMSR,
Kuppam – 517425.

Dear Sir/ Madam,

Subject: Internal Audit Report for FY 2022-23

We, K P M S & Associates, the Internal Auditors of PESIMSR Kuppam, conducted our internal audit for the financial year 2022-23 at PESIMSR Kuppam. This audit covered the period from April 1, 2022, to March 31, 2023.

During this period, we thoroughly examined the financial and operational records of PESIMSR Kuppam. We identified and discussed all observations and discrepancies with the management in weekly meetings held every Tuesday.

Scope and Objectives:

- The audit was performed in accordance with the audit plan and objectives set for the financial year 2022-23.
- The primary aim was to assess the accuracy of financial records and adherence to internal controls and regulatory compliance.

We appreciate the cooperation extended by the management team throughout the audit process.

Thank you for your attention to this matter.

For M/s K P M S & Associates,
Chartered Accountants

KPMS & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ Bangalore

Prashanth Kumar N
Partner

To,
The Management,
PESIMSR,
Kuppam – 517425.

Dear Sir/ Madam,

Subject: Internal Audit Report for FY 2021-22

We, K P M S & Associates, the Internal Auditors of PESIMSR Kuppam, conducted our internal audit for the financial year 2021-22 at PESIMSR Kuppam. This audit covered the period from April 1, 2021, to March 31, 2022.

During this period, we thoroughly examined the financial and operational records of PESIMSR Kuppam. We identified and discussed all observations and discrepancies with the management in weekly meetings held every Tuesday.

Scope and Objectives:

- The audit was performed in accordance with the audit plan and objectives set for the financial year 2021-22.
- The primary aim was to assess the accuracy of financial records and adherence to internal controls and regulatory compliance.

We appreciate the cooperation extended by the management team throughout the audit process.

Thank you for your attention to this matter.

For M/s K P M S & Associates,
Chartered Accountants

Prashanth Kumar N
Partner

No. 37, M.N. Krishna Rao Road, Lalbagh West Gate,
Basavanagudi, Bangalore - 560 004. Tel : 080-4125 4120
www.kpms.net.in

K P M S & Associates
Chartered Accountants

To,
The Management,
PESIMSR,
Kuppam – 517425.

Dear Sir/ Madam,

Subject: Internal Audit Report for FY 2020-21

We, K P M S & Associates, the Internal Auditors of PESIMSR Kuppam, conducted our internal audit for the financial year 2020-21 at PESIMSR Kuppam. This audit covered the period from April 1, 2020, to March 31, 2021.

During this period, we thoroughly examined the financial and operational records of PESIMSR Kuppam. We identified and discussed all observations and discrepancies with the management in weekly meetings held every Tuesday.

Scope and Objectives:

- The audit was performed in accordance with the audit plan and objectives set for the financial year 2020-21.
- The primary aim was to assess the accuracy of financial records and adherence to internal controls and regulatory compliance.

We appreciate the cooperation extended by the management team throughout the audit process.

Thank you for your attention to this matter.

For M/s K P M S & Associates,
Chartered Accountants

Prashanth Kumar N
Partner

KPMS & ASSOCIATES ☆ Bangalore ☆ CHARTERED ACCOUNTANTS

No. 37, M.N. Krishna Rao Road, Lalbagh West Gate,
Basavanagudi, Bangalore - 560 004. Tel : 080-2656 4616 / 18
www.kpms.net.in

K P M S & Associates
Chartered Accountants

To,
The Management,
PESIMSR,
Kuppam – 517425.

Dear Sir/ Madam,

Subject: Internal Audit Report for FY 2019-20

We, K P M S & Associates, the Internal Auditors of PESIMSR Kuppam, conducted our internal audit for the financial year 2019-20 at PESIMSR Kuppam. This audit covered the period from April 1, 2019, to March 31, 2020.

During this period, we thoroughly examined the financial and operational records of PESIMSR Kuppam. We identified and discussed all observations and discrepancies with the management in weekly meetings held every Tuesday.

Scope and Objectives:

- The audit was performed in accordance with the audit plan and objectives set for the financial year 2019-20.
- The primary aim was to assess the accuracy of financial records and adherence to internal controls and regulatory compliance.

We appreciate the cooperation extended by the management team throughout the audit process.

Thank you for your attention to this matter.

For M/s K P M S & Associates,
Chartered Accountants

Prashanth Kumar N
Partner

K P M S & ASSOCIATES ☆ CHARTERED ACCOUNTANTS ☆ Bangalore

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K P M S & Associates
Chartered Accountants

To,
The Management,
PESIMSR,
Kuppam – 517425.

Dear Sir/ Madam,

Subject: Internal Audit Report for FY 2018-19

We, K P M S & Associates, the Internal Auditors of PESIMSR Kuppam, conducted our internal audit for the financial year 2018-19 at PESIMSR Kuppam. This audit covered the period from April 1, 2018, to March 31, 2019.

During this period, we thoroughly examined the financial and operational records of PESIMSR Kuppam. We identified and discussed all observations and discrepancies with the management in weekly meetings held every Tuesday.

Scope and Objectives:

- The audit was performed in accordance with the audit plan and objectives set for the financial year 2018-19.
- The primary aim was to assess the accuracy of financial records and adherence to internal controls and regulatory compliance.

We appreciate the cooperation extended by the management team throughout the audit process.

Thank you for your attention to this matter.

For M/s K P M S & Associates,
Chartered Accountants

Prashanth Kumar N
Partner

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Internal and external audits year-wise for the last five years

PES Institute of Medical Sciences & Research
IQAC
Kuppam-517425

B.P.RAO & CO.
CHARTERED ACCOUNTANTS

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FAX : 22205030.
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INDEPENDENT AUDITOR'S REPORT

To,
The Managing Committee,
People's Education Society
Bangalore.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **P.E.S. INSTITUTE OF MEDICAL SCIENCES AND RESEARCH,** an institution managed by **"People's Education Society"**, BSK I Stage, Hanumanth Nagar, Bangalore – 560 050, as at **31st March,2023** which comprises the Balance Sheet as at 31st March2023, Statement of Income and Expenditure for the year then ended, and notes to the financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31st March 2023, and of its financial performance for the year ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operationof the entity in accordance with the accounting principles generally accepted in

B.P.RAO & CO. Bangalore 560 001. Chartered Accountants

India. 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.

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

Those charged with governance are 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.

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

- Identify and assess the risks of material misstatement of the 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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

B.P.RAO & CO. Bangalore 560 001. Chartered Accountants

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B. P. RAO & Co,
Chartered Accountants
Firm Regn No. 003116S

B.P.RAO & CO. Bangalore 560 001. Chartered Accountants

Place: Bangalore
Date: 30-10-2023

Prashanth. C
Partner
M No. 214431
UDIN23214431BGVQLC5116

B.P.RAO & CO.
CHARTERED ACCOUNTANTS

No.5, POORNA PRASAD ROAD,
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PH : 22200200, 22200201.
FAX : 22205030.
E-MAIL: bpraoco@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,
The Managing Committee,
People's Education Society
Bangalore.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **P.E.S. INSTITUTE OF MEDICAL SCIENCES AND RESEARCH,** an institution managed by **"People's Education Society"**, BSK I Stage, Hanumanth Nagar, Bangalore – 560 050, as at **31st March, 2022** which comprises the Balance Sheet as at 31st March 2022, Statement of Income and Expenditure for the year then ended, and notes to the financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31st March 2022, and of its financial performance for the year ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operation of the entity in accordance with the accounting principles generally accepted

Also At:
No.14/C, 5th Main, Yadavgiri, Mysore – 570 020. Ph. 2515929, 2514880
2nd Floor, No. 3, Nathan Street, Near Prashanth Hospital, Harrington Road, Chetpet, Chennai 600 031. Phone : 044-28361457, 28362457
"Shanthi", No.12/62, 1st Floor, Reservoir Street Cross, Basavanagudi, Bangalore - 560 004. 080- 2662 2101/2662 2201

India. 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.

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

Those charged with governance are 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.

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

• Identify and assess the risks of material misstatement of the 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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B. P. RAO & Co,
Chartered Accountants
Firm Regn No. 003116S

Prashanth. C
Partner
M No. 214431
UDIN 22214431AZSOWO3561

B.P.RAO & CO. Bangalore 560 001. Chartered Accountants

Place: Bangalore
Date: 29-09-2022

B.P.RAO & CO.
CHARTERED ACCOUNTANTS

No.5, POORNA PRASAD ROAD,
HIGH GROUNDS, BANGALORE –560 001.
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FAX : 22205030.
E-MAIL: bpraoco@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,
The Managing Committee,
People's Education Society
Bangalore.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **P.E.S. INSTITUTE OF MEDICAL SCIENCES AND RESEARCH,** an institution managed by **"People's Education Society"**, BSK I Stage, Hanumanth Nagar, Bangalore – 560 050, as at **31st March, 2021** which comprises the Balance Sheet as at 31st March 2021, Statement of Income and Expenditure for the year then ended, and notes to the financial Statements, including a summary of significant accounting policies.

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Basis for Opinion

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"Shanthi", No.12/62, 1st Floor, Reservoir Street Cross, Basavanagudi, Bangalore - 560 004. 080- 2662 2101/2662 2201

India. 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.

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• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B. P. RAO & Co,
Chartered Accountants
Firm Regn No. 003116S

Place: Bangalore
Date: 25-01-2022

Prashanth. C
Partner
M No. 214431
UDIN: 22214431AAAAAS3090

B.P.RAO & CO.
CHARTERED ACCOUNTANTS

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E-MAIL: bpraoco@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,
The Managing Committee,
People's Education Society
Bangalore.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **P.E.S. INSTITUTE OF MEDICAL SCIENCES AND RESEARCH,** an institution managed by **"People's Education Society"**, BSK I Stage, Hanumanth Nagar, Bangalore – 560050, as at **31st March, 2020** which comprises the Balance Sheet as at 31st March 2020, Statement of Income and Expenditure for the year then ended, and notes to the financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31st March 2020, and of its financial performance for the year ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

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Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operation of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of

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"Shanthi" No.12/62,1st Floor, Reservoir Street Cross, Basavanagudi,Bangalore -560 004

B.P. RAO & CO. Bangalore 560 001. Chartered Accountants

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• Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B. P. RAO & Co,
Chartered Accountants
Firm Regn No. 003116S

Place: Bangalore
Date: 12-01-2021

Prashanth. C
Partner
M No. 214431
UDIN: 21214431AAAABA7626

B.P.RAO & CO.
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To,
The Managing Committee,
People Education Society
Bangalore.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **P.E.S. INSTITUTE OF MEDICAL SCIENCES AND RESEARCH**, an institution managed by **"Peoples' Education Society"**, BSK I Stage, Hanumanth Nagar, Bangalore – 560 050, as at **31st March,2019** which comprises the Balance Sheet as at 31st March 2019, Statement of Income and Expenditure for the year then ended, and notes to the financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31st March 2019, and of its financial performance for the year ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the entity in accordance with the Code of Ethics issued by ICAI and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs and results of operation of the entity in accordance with the accounting principles generally accepted in India. This responsibility includes the design,

B.P.RAO & CO. Bangalore

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.

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

Those charged with governance are also responsible for overseeing the company'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.

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

- Identify and assess the risks of material misstatement of the 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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For B. P. RAO & Co
Chartered Accountants
Firm Regn No. 003116S

Prashanth. C
Partner
M No. 214431
UDIN: 19214431AAAADL9061

Place: Bangalore
Date: 21.10.2019