# D.C./JAIN & COMPANY

Chartered Accountants

10, Sir Hukumchand Marg, Indore-452002, Tel.: 2454114, 2454214 Cell: 94250-69984, 94250-53840

25 NOV 2014

Hiresh Jain FCA Pooja Jain ACA Parag Jain ACA

#### **AUDITOR'S REPORT**

To.

The Chairman and the Members of the Governing Body, Shri G. S. Institute of Technology & Science, Indore (M.P.)

We have audited the accompanying Financial Statements of Shri Govindram Seksaria Institute of Technology & Science, 23 Park Road, Indore-452003, which comprise the Balance Sheet as at 31<sup>st</sup> March 2016, and the Income & Expenditure Account for the year ended.

These financial statements are the responsibility of the Institute's Management. Our responsibility is to express opinion on these financial statements based on our audit.

We have conducted our audit in accordance with auditing standards generally accepted in India. An audit includes examining on test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant allocations made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides basis for our opinion.

Based on our audit as above, we have to invite your reference to the following:

## ✓ In respect of Accounting Policy

As per the Management, the Institute is following Cash System of Accounting but in following heads Mercantile System of Accounting is followed by institute.

- Accrued Interest on FDR is accounted for in the books on mercantile basis.
- AS-12 regarding presentation of grants in financial statements is not followed by the Institute as per past practice. The account of Grants received for specific assets are written off gradually as the asset is created. But as per AS-12 the account of grant should stand till the useful life of the specific asset.
- The institute has not charged depreciation on fixed assets. It is mandatory to charge depreciation on fixed assets as per AS 6 issued by the Institute of Chartered Accountants of India....

#### ॥ श्री महावीराय नमः॥

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Date	••••••	••••••	

## ✓ In respect of advances given:

- The employees are given advances in their name for academic purposes. Entries regarding such expenses are passed on receipt of supporting (bills). The advances stand debited for months with no procedure regarding recovery of such amounts. In few cases even the employees have left the institute and the amounts stand unrecovered. The total advances amount to Rs. 10,02,003/- which need immediate recovery.
- Total advances to outside parties, pending adjustment as on 31<sup>st</sup> March 2016 are of Rs. 8,18,26,921/- out of which 3,55,16,139.85/- advances to the following parties are outstanding from past several years which needs immediate action:-

C.C.A. New Delhi		0.44.07.00-
Regional Provident Com.Indore	-	2,44,27,065.85
DCDV DI LA CELLE	-	68,00,000.00
RGPV Bhopal (Tuition fees)	===	30,34,000.00
Jagra Scientific Georgic		
Leica Microsystem welzlar Germany -		7,41,760.00
- weiziai Germany -		5,13,314.00

There are other small advances which also need to be adjusted or written off.

Due attention should be drawn to excess payment made (payment made twice) to PF Trust of Rs. 1,50,63,108/- on 3<sup>rd</sup> April 2004. This amount with its interest should be recovered from PF Trust at its earliest.

By not adjusting advances in time, the institute is not able to claim expenditure there against and consequently, utilization certificate is not obtained in respect of grants received for the purpose.

> There are huge sundry debtors receivable due for recovery since last 10 years or more but no effort has been made for recovery of dues.

### In respect of revenue:

Excess receipt of income of hostel of Rs. 21,20,174/- is transferred to Hostel Maintenance Fund and is not charged to Income and Expenditure Account, as per past practice.

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Parag Jain ACA

Date .....

- The rental income received from Oriental Bank of Commerce of Rs. 16,42,080/- is transferred to Building Development Fund and is not charged to Income and Expenditure Account, as per past practice.
- Fee received for specific purposes (except tuition fee) is not credited to Income & Expenditure Account. The amount is directly credited to Specific funds or student funds, as per past practice.

## ✓ In respect of Fixed Assets

Fixed assets have been shown in the Balance Sheet at original cost. Lost, damaged or serviceable assets should be written off after management's physical verification.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the above, the financial statements giver the information required by the act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- a) In the case of Balance Sheet, of the statement of affairs of the institute as at March 31, 2016
- b) In the case of Income and Expenditure account, of the deficit for the year ended on that date

For : M/s D.C. Jain & Company Chartered Accountants

(Partner)

M.No. 071844

Place : Indore Date : 25/11/2016

#### SHRI G. S. INSTITUTE OF TECHNOLOGY AND SCIENCE, INDORE

BALANCE SHEET As on 31st MARCH 2016

FUNDS AND LIABILITIES		RUPEES	ASSETS		RUPEES
GENERAL FUND			FIXED ASSETS [Gross Block]		
Balance as on 1.4.2015	2,11,12,676		Building (Schedule D)	8,99,73,013	
Add: Stayled Cheques	9,40,385		Equipments (Schedule E)	13,73,16,994	
Less :- Transferred to Property Fund	59,71,510	1,60,81,551	Furniture & Dead Stock (Schedule F)	30,89,709	
			Library Book (Schedule G)	69,52,209	
CORPUS FUND			Students Amenities	1,61,171	
Created Out of Tuition Fees	2,64,61,853		Assets - Development Fund (Mat. Test)	1,76,96,392	
Add: Trasnfer As Per MP Govt. Norms.	14,09,366	2,78,71,219	Assets - Student Welfare Fund	7,96,537	
11dd . 11ddillet 11d 1 dt 11d			Assets - Others	27,55,002	
FUND CREATED OUT OF FEES & OTHER RECEIPT			Assets - Acquired from Tution Fees	17,55,34,046	
Deprecation & Renewal Fund	3,91,79,385		During The Year Rs. 18672045 (Schedule H)	17,55,54,040	
Maintenance Fund	2,19,03,471		Assets -Acquired from Self Finance Courses	4,18,67,527	47 61 42 600
Staff Development Fund	1,83,04,320		During The Year Rs. 2465762 (Schedule H.A.)	4,10,07,327	47,61,42,600
	1,07,97,445	9,01,84,621	During The Teat RS. 2403/02 (Schedule II.A.)		
Other Expenses Fund	1,07,97,443	7,01,04,021	SUNDRY DEPOSITS		
			Munc.Corp., MPEB, Telephone Dept.		
OTHER FUNDS	(0.22.002			8,45,799	
National Certificate Course	60,32,002		7 years P.O. Sav. Bank Cert. (MPEB)	16,650	8,62,449
Property Fund	43,24,29,629	12.02.00.011	TWIND DANG CAME THE PARTY OF TH		
Sinking Fund	9,37,413	43,93,99,044	FIXED DEPOSITS WITH BANKS		
			OBC & HDFC Bank	51,98,68,191	51,98,68,191
SPECIFIC FUNDS (Schedule A)		36,15,76,235	BANK BALANCES (Schedule I)		
			Institute Accounts	4,28,47,111	
STUDENTS FUND (Schedule B)		8,04,12,907	Scholarships	1,92,043	4,30,39,154
<u> </u>				-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1,00,00,104
OTHER LIABILITIES (Schedule C)			LOANS & ADVANCES (Schedule J)		
Creditors	19,35,002		Loan to Staff (Vehicle, Cycle, House, Festival)	3,17,645	
University Fees	1,98,10,563		Advance (Staff & Suppliers)	2,93,96,251	
Staff & Students	1,46,12,507		Other Advances	5,24,30,670	
Caution Money & other Deposits	5,60,03,290		Income Tax (TDS)	11,39,086	8,32,83,652
Seminar, Research, Fellowship etc.	2,40,58,618				0,02,00,002
Others Liabilities	6,93,63,577		OUTSTANDING INCOME		
Student Fees Payable	52,67,311		Grant Receivable State Govt.	20,00,000	20,00,000
Bank Overdraft	1,04,03,736	20,14,54,604		20,00,000	20,00,000
Daik Overdraft	1,01,00,700	20,21,01,11	ACCRUED INTEREST		
			Accrued Interest	2.00 (2.400	2 00 72 400
				3,08,62,489	3,08,62,489
	,		INCOME AND EXPENDITURE ACCOUNT (DEFICIT)		
			Excess Expenses during the Year 2015-16	6,09,21,646	6,09,21,646
TOTAL		121,69,80,181	TOTAL		121,69,80,181
Place: Indore Date: 25/11/2016  Finance Officer Shri G. S. Institute of Technology & Science, Indore	Feeh	Director; i G. S. Institute c	AS PER OUR REPORT ATTAC FORD, C. JAIN & CO. CHARTERED ACTOUNTAN B MODORE & LUM HIRESH JAIN (PARTNER	ITS	
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HIRESHJAIN (PARTNER)

## SHRI G. S. INSTITUTE OF TECHNOLOGY AND SCIENCE, INDORE

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st MARCH 2016

EXPENDITURE		RUPEES	INCOME		RUPEES
SALARIES & ALLOWANCES - STATE GOVT.			TUTION FEES: State Govt. Courses		
Administration	2,41,03,664		Bachelor of Engineering	7,13,41,259	
Teaching & Technical Staff (UG)	12,05,23,242		Bachelor of Pharmacy	60,31,783	
Workshop, Lab. and Engg. Staff (UG)	2,88,59,914		Doctor of Philosophy	6,12,400	
Maintenance & Other Staff (UG)	1,61,43,607		Master of Science (Appl. Science)	2,75,100	
B. Pharmacy	1,11,61,208		Sale of Prospectus	1,45,850	
Govt. Gratuity & Encashment of EL	1,38,58,130		Registration Fee	13,26,670	
Sixth Pay Arrears Non-Teaching Staff	1,04,861	21,47,54,626	App.fee/Sale of form/Fine and other income	79,52,458	8,76,85,520
PROVIDENT FUND CONTRIBUTION (INSTITU	TE)	2,10,62,599	INTERESR FROM SPECIFIC FUNDS:		
			Income from Interest	4,52,62,231	4,52,62,231
MAINTENANCE & REPAIRS					
M & R DTE Grant	85,031		<b>GRANT IN AID</b> : State Govt. Recurring		
M & R Building	1,36,927		UG Course Grant (Block Grant)	6,18,00,976	6,18,00,976
M & R Electrical	4,83,169				
M & R Equipments	3,89,036		<b>TUTION FEES: Self Finance Courses</b>		
M & R Furniture's	87,270		Tution Fee - Bio Medical	72,07,347	
M & R Vehicles	1,71,398	13,52,831	Tution Fee - I.T.	2,00,84,765	
			Tution Fee - Industrial Pharma	13,00,450	
OFFICE & ADMINISTRATIVE EXPENSES (Schedule K)		74,03,083	Tution Fee - MBA	48,15,526	
			Tution Fee - MCA	88,28,952	
SELF FINANCE COURSES			Tution Fee - VLSI	15,77,500	4,38,14,540
Sal - Bio-Medical	48,77,380				
Sal - Information Technology	98,71,398		P.G. COURSES		
Sal - VLSI	3,60,332		Tution Fees M. E. & M. Pharma	2,62,26,950	2,62,26,950
Sal - MBA	24,83,860				
Sal - MCA	60,78,195		HOSTELS		
Office & Administrative Expenses (SFC)	1,36,28,862	3,73,00,027	Hostel Income	94,82,026	
			Less: Hostel Expenses	(-) 73,61,852	
POST GRADUATE COURSES			Income: Transfer to Hostel Maint. Fund	(+) 21,20,174	
Salary-P.G.	4,38,38,697	4,38,38,697			
			EXCESS EXP. OVER INCOME (CARR. TO B.		6,09,21,646
TOTAL		32,57,11,863	TOTAL		32,57,11,863
Place: Indore		0	AS PER OUR REPORT ATTACHED		
Date: 25/11/2016		Same.	FOR D. C. JAIN & CO.		
Finance Officer.	4	- Directory	CHARTEREDAC	COUNTANTS	
Shri G. S. Institute o	of Shri	49. S. Institute of	la l		

HIRESH JAIN (PARTNER) M. No. 071844