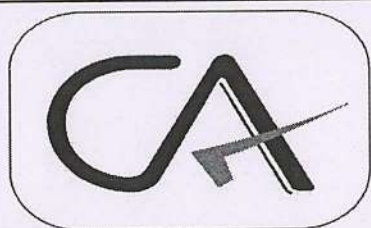


AUDIT REPORT 2020-2021

**Sinhgad Technical Education Society, Pune's
SINHGAD INSTITUTE OF BUSINESS ADMINISTRATION &
COMPUTER APPLICATION (SIBACA), LONAVALA**



M/S K. S. MALI & CO.
CHARTERED ACCOUNTANTS
ROHAN COMPLEX, M. PHULE CHOWK,
A/P & TAL SANGOLA, DIST SOLAPUR.
TAL. NO.02187-222360 CELL- 98220 98653
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INDEPENDENT AUDITOR'S REPORT

To
The Board of Trustees,
SINHGAD TECHNICAL EDUCATION SOCIETY
PUNE

Report on the Financial Statements

We have audited the accompanying financial statements of **SINHGAD TECHNICAL EDUCATION SOCIETY'S Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** which comprise the Balance Sheet as at **31st March, 2021**, the Statement of Income and Expenditure for the year then ended, and notes on a significant accounting policies and other explanatory information and disclosures.

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by The Maharashtra Public Trust Act, 1950 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Society as at **31st March, 2021** and **Deficit** for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the applicable Standards on Auditing (SA's) as prescribed 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 Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India 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 for the Financial Statements

The management of **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs (financial position) Deficit (financial performance including other comprehensive income) in accordance with the accounting principles generally accepted in India.

The responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Society and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone 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 Society's ability to continue as a going concern disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

The management of the institution is also responsible for overseeing the society'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 SA's 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements





Emphasis of Matters:

Scrutiny of outstanding fees:-

The scrutiny in respect of old outstanding fees recoverable from students has not been carried out by Management and hence, provision for non-recoverable fees, if any, has not been made in the books of account.

Scrutiny of outstanding Deposits from Students, Sundry Creditors and Other Liabilities

The scrutiny in respect of old outstanding Deposits from Students who have left out, Sundry Creditors and Other Liabilities has not been carried out by Management in respect of **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** and hence, necessary accounting effects in respect of the amounts which are not required to be repaid have not been given.

Advances to Employees against Salaries of Rs. 80,09,364/-

Advances of Rs. 80,09,364/- paid to the employees against salaries have been separately reflected under "Advances to Employees" instead of adjusting the same against Salaries & Wages Payable. The Management has informed that the said adjustment would be made at the time of full and final settlement of salaries for the respective months.

Opinion

In our opinion and to the best of our information and according to the explanations given to us and subject to notes forming part of the accounts we report that:-

1. **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** has maintained separate books of account in respect of each financial year.
2. **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** has maintained books of account on mercantile system of





M/S K.S.MALI & CO.
Chartered Accountants

accounting except as mentioned in the notes on accounts attached herewith and is following the same method of accounting consistently.

3. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit and for determination of fees by the Fees Regulating Authority constituted as per the provisions of the Maharashtra Unaided Private Professional Educational Institutions (Regulation of Admissions and Fees) Act, 2015 and minutes of the various meetings of the said authority.
4. The accounts of **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** have been prepared by following Accounting Standard - 17: 'Segment Reporting' as per details specified in Note no. 2(iii) of **Schedule No. 12**.
5. The Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of account.
6. In our opinion, **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** has kept proper books of account as required by law so far as it appears from our examination of these books.
7. In our opinion the Balance Sheet and Income & Expenditure Account comply with relevant Accounting Standards
8. **Following are the audit observations for the year under consideration:**
 - a) As per the information and explanation given to us, GST Liability/ Refund, if any, will be provided / accounted for on finalization of GST Audit.
 - b) These financial Statements have been prepared incorporating various charges levied by the Society on its various branches / units as per the estimates /judgments made by the Management. Although these are based upon management's best knowledge of current events and actions, uncertainties about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future period.





M/S K.S.MALI & CO.
Chartered Accountants

- c) During the year, on several occasions, **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** has defaulted in remitting payment of the following Statutory dues within the prescribed time limits-
- Tax Deducted at Source
 - GST /VAT
 - Provident Fund
 - Profession Tax
 - Gratuity
- d) It is observed that the provision for D.A Arrears has been made as per the Government resolution issued from time to time.
9. The aforesaid financial statements give 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, of the state of affairs of **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** as at **March 31, 2021** and it's **Deficit** for the year ended on that date.

As per our report of even date

Place : Pune
Date :07/02/2022

For M/s K. S. Mali & Co.
Chartered Accountants
FRN- 105909W



CA K.S. Mali
Proprietor M. No.042718
UDIN: 22042718ABFNSI4820

SINHGAD INSTITUTE OF BUSINESS ADMINISTRATION AND COMPUTER APPLICATION (SIBACA), LONAVALA

The Maharashtra Public Trusts Act, 1950

Schedule VIII [Vide Rule 17(1)]

Name Of The Trust: SINHGAD TECHNICAL EDUCATION SOCIETY

Registration No. F - 8282/PUNE Dated: 12.08.1993

BALANCE SHEET AS AT 31ST MARCH 2021

Funds & Liabilities	Sch	Amount (Rs.)	Property & Assets	Sch	Amount (Rs.)
Trust Funds or Corpus			Immovable Properties (at cost)	1	11,75,50,280
Balance as per last Balance Sheet			Investments and Deposits	6	4,500
Adjustments during the year			Movable Properties (at cost)	1	4,54,42,120
Membership Fees			Balance as per last Balance Sheet		
Donations			Additions during the year		
Reserves & Surplus			Disposals during the year		
Capital Reserve			Intangible Properties (at cost)	1	25509
Branch / divisions		4,78,19,417	Capital Work - In - Progress		
Other Earmarked Funds			Advances		
(created under the provisions of			Advances To Trustees		
the trust deed or scheme or out of			Advances To Employees		81,26,321
the income)			Advances To Others		
Depreciation & Amortization Fund	1	10,14,12,900	Income Outstanding		
Reserve Fund			Rent		
Any Other Fund			Fees Receivable	7	2,50,03,146
Loans (Secured or Unsecured)			Interest Receivable		
From Trustees			Other Income Receivable		
From Others	2	68,82,255	Other Current Assets		
Liabilities			Stocks		
For Expenses and Provisions	3	2,97,89,983	Prepaid Expenses		59,000
For Advances			TDS/TCS & Income Tax Paid		
For Rent & Other Deposits	4	19,35,000	Other Receivables		640,643
For Sundry Credit Balances	5	91,62,225	Cash & Bank Balances	8	1,50,261
			In Current A/C		
			In Fixed Deposit A/C		
			With the Trustee		
			With the Manager		
TOTAL		19,70,01,780	TOTAL		19,70,01,780

Notes forming part of the Accounts : Schedule No. 12

As per our report of even date

For K.S. Mali & Co.

Chartered Accountants

F.R.No.: 105909W

CA K.S.Mali

Proprietor (M.No. 042718)

UDIN : 22042718ABFNSI4820

Date : 07/02/2022

Place : Pune



Dr. A.D. Nagtilak
Director

The above Balance Sheet to the best of our belief contains a true account of the fund & liabilities and of the property & assets of the Trust.

For Sinhgad Technical Education Society

M. N. Navale
President

SINHGAD INSTITUTE OF BUSINESS ADMINISTRATION AND COMPUTER APPLICATION (SIBACA), LONAVALA

The Maharashtra Public Trusts Act, 1950

Schedule IX [Vide Rule 17(1)]

Name Of The Trust: **SINHGAD TECHNICAL EDUCATION SOCIETY**

Registration No. F - 8282/PUNE Dated: 12.08.1993

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2021

Expenditure	Sch.	Amount (Rs.)	Income	Sch.	Amount (Rs.)
To Expenditure in respect of Properties Rates, Taxes, Insurance & Cesses Repairs & Maintenance Salaries Depreciation (by way of provision or adjustments)			By Rent (accrued) / (realised)		
To Establishment Expenses To Remuneration to Trustees To Remuneration (in the case of a math) to the head of the math including his household expenditure, if any To Legal Expenses	9	30,40,187	By Interest (accrued) On Securities On Loans On Bank Deposits & Security Deposits		4,373
To Audit Fees To Contribution & Fees		15,242	By Dividend By Donations in cash or kind By Grants		
To Amount written off Bad Debts Loan Scholarships Irrecoverable Rents Other Items To Miscellaneous Expenses	1	36,46,261	By Income from other sources By Transfer from Reserve	11	1,49,06,397
To Depreciation & Amortization To Amounts transferred to Reserve or Specific Funds To Expenditure on Objects of the Trust Religious Educational Medical Relief Relief of poverty Other Charitable objects	10	3,30,54,650			
To Surplus/(Deficit) trf.to HO		-24,845,570			
TOTAL		1,49,10,770	TOTAL		1,49,10,770

Notes forming part of the Accounts : Schedule No. 12

As per our report of even date

For **K.S. Mali & Co.**
Chartered Accountants
F.R.No. : 105909WCA **K.S. Mali**
Proprietor (M.No. 042718)
UDIN : 22042718ABFNSI4820
Date : 07/02/2022
Place : Pune**Dr. A.D. Nagtilak**
Director

The above Income & Expenditure to the best of our belief contains a true account of the Expenditure and Income of the Trust.

For **Sinhgad Technical Education Society****M. N. Navale**
President

SCHEDULE 1 : FIXED ASSETS & DEPRECIATION

PARTICULARS	DEPR. RATE P.A.	COST 01.04.2020	ADDITIONS (EXCLUDING TRANSFER) 2020-21	COST 31.03.2021	DEPRECIATION FUND			WDV 01.04.2020	WDV 31.03.2021	PURE ADDITIONS (EXCLUDING TRANSFER) 2020-21	
					DEPR. FUND 01.04.2020	DEPR. 2020-21	DEPR. FUND 31.03.2021			01.04.20 to 30.09.20	01.10.20 to 31.03.21
AI IMMOVABLE ASSETS											
LAND		12,74,907	0	12,74,907	0	0	12,74,907	12,74,907	12,74,907		
BUILDING & CIVIL WORKS	5%	10,92,93,989	0	10,92,93,989	30,13,631	5,20,34,994	6,02,72,626	5,72,58,995	5,72,58,995		
ELECTRICAL FITTINGS	25%	69,81,384	0	69,81,384	80,950	67,38,536	3,23,798	2,42,848	2,42,848		
SUB-TOTAL (A)		11,75,50,280	0	11,75,50,280	30,94,581	5,87,73,530	6,18,71,331	5,87,76,750	5,87,76,750	0	0
BI MOVABLE ASSETS											
FURNITURE & FIXTURES	15%	2,00,30,489	0	2,00,30,489	4,47,158	1,74,96,591	29,81,056	25,33,898	25,33,898	0	0
LIBRARY BOOKS	50%	65,01,269	0	65,01,269	8,510	64,92,760	17,019	8,509	8,509		
COMPUTERS & COMPUTER EQUIPMENTS	50%	1,21,44,636	0	1,21,44,636	2,639	1,21,41,997	5,278	2,639	2,639		
MACHINERY & EQUIPMENTS (AS PER DETAILS BELOW)		67,65,726	0	67,65,726	90,822	64,93,259	3,63,289	2,72,467	2,72,467	0	0
SUB-TOTAL (B)		4,54,42,120	0	4,54,42,120	5,49,129	4,26,24,607	33,66,642	28,17,513	28,17,513	0	0
CI INTANGIBLE ASSETS											
TRADEMARKS	10%	13,278	12,231	25,509	2,551	14,763	1,066	10,746	10,746		12,231
SUB-TOTAL (C)		13,278	12,231	25,509	2,551	14,763	1,066	10,746	10,746	0	12,231
GRAND-TOTAL (A+B+C)		16,30,05,678	12,231	16,30,17,909	36,46,261	10,14,12,900	6,52,39,039	6,16,05,009	6,16,05,009	0	12,231

PARTICULARS	DEPR. RATE P.A.	COST 01.04.2020	ADDITIONS (EXCLUDING TRANSFER) 2020-21	COST 31.03.2021	DEPRECIATION FUND			WDV 01.04.2020	WDV 31.03.2021	PURE ADDITIONS (EXCLUDING TRANSFER) 2020-21	
					DEPR. FUND 01.04.2020	DEPR. 2020-21	DEPR. FUND 31.03.2021			01.04.20 to 30.09.20	01.10.20 to 31.03.21
MACHINERY & EQUIPMENTS											
OTHER MACHINERY & EQUIPMENTS	25%	67,65,726	0	67,65,726	90,822	64,93,259	3,63,289	2,72,467	2,72,467		
TOTAL		67,65,726	0	67,65,726	90,822	64,93,259	3,63,289	2,72,467	2,72,467	0	0



SCHEDULE NO.- 2 : LOANS FROM OTHERS (INCLUDING UNSERVED INTEREST)

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
A] WORKING CAPITAL LOANS :			68,82,255
GRAND TOTAL			68,82,255

SCHEDULE NO.- 3 : LIABILITIES FOR EXPENSES & PROVISIONS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Salary & Wages Payable			2,51,33,517
Provident Fund (Institute's Cont.) Payable			42,96,055
Admin. Charges to P.F. Payable			3,11,255
Other Expenses Payable			49,156
TOTAL			2,97,89,983

SCHEDULE NO.- 4 : LIABILITIES FOR RENT & OTHER DEPOSITS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Deposits from Students			19,35,000
TOTAL			19,35,000

SCHEDULE NO.- 5 : LIABILITIES FOR SUNDRY CREDIT BALANCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
SUNDRY CREDITORS	1		61,280
STATUTORY DUES :			
INCOME TAX DEDUCTED AT SOURCE (TDS) :			
TDS on Salary		10,58,592	
TDS on Payments to Contractors		100	
		10,58,692	
Provident Fund (Employees' Contribution)		44,88,973	
Profession Tax		10,800	
			55,58,465
OTHER LIABILITIES :			
Fees Refundable		25,80,021	
Fees Received in Advance		9,000	
Other Liabilities		9,53,459	
			35,42,480
TOTAL			91,62,225



SCHEDULE NO.- 6 : INVESTMENTS & DEPOSITS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
DEPOSITS			
Gas Cylinder Deposits		4,500	4,500
TOTAL			4,500

SCHEDULE NO. 7 : FEES RECEIVABLE

PARTICULARS	LISTING	AMOUNT (RS.)	AMOUNT (RS.)
From Students	2		72,16,777
From Government Authorities/Bodies	2		1,77,86,369
TOTAL			2,50,03,146

SCHEDULE NO. 8 : CASH & BANK BALANCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
CASH IN HAND			4,101
BANK BALANCES :			
In Current Accounts			
Bank of Maharashtra		62,394	
Canara Bank		54,603	
Central Bank of India		2,292	
Cosmos Co - Op. Bank Ltd.		4,764	
Punjab National Bank		16,302	
TJSB Sahakari Bank Ltd.		5,805	
			1,46,160
TOTAL			1,50,261



SCHEDULE NO.- 9 : ESTABLISHMENT EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Advertisement and Publicity	3		5,93,862
Interest on: Working Capital Loans		9,30,417	9,30,417
Bank Charges & Commission			2,376
Legal Charges			34,655
Professional / Consultation Charges			12,094
Property Taxes			28,717
Repairs & Maintenance Repairs & Maintenance to Building Repairs & Maintenance to Other Assets		8,087 2,50,505	2,58,592
Electricity Expenses Electricity Charges		7,25,041	7,25,041
Administrative & General Expenses Office Expenses Postage & Telephone Expenses Printing & Stationary Donation Paid Interest on Delayed Payments/Late Fees in respect of Statutory Dues Other Expenses		11,957 497 16,542 447 4,24,148 842	4,54,433
TOTAL			30,40,187



SCHEDULE NO.- 10 : EDUCATIONAL EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Employee Costs	4		
Salaries & Wages		3,01,22,872	
Contribution to P.F. & Pension Fund		9,45,807	
Administrative Expenses for P.F.		82,208	
Gratuity Expenses		11,42,691	
			3,22,93,578
Internet Charges			52,334
Fees paid to Statutory Authorities	5		3,01,500
Consumables			2,135
Newspapers, Periodicals & Journals			897
Travelling & Conveyance			1,406
Training & Placement Expenses			300
Software Expenses			5,033
Student Related Expenses	6		5,500
Miscellaneous Expenses			
Prior Period Expenses		3,75,467	
Other Miscellaneous Expenses		16,500	3,91,967
TOTAL			3,30,54,650



SCHEDULE NO.- 11 : INCOME FROM OTHER SOURCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
EDUCATIONAL FEES INCOME			
Tution Fees		1,28,78,372	
Development Fees		16,32,000	
			1,45,10,372
OTHER CHARGES RECOVERED FROM STUDENTS			
Student Insurance		2,500	
Other Charges	7	3,25,325	
			3,27,825
INCOME FROM SALE			
Sale of Prospectus		56,700	
			56,700
OTHER INCOME (NON - EDUCATIONAL)			
Prior Period Income		11,500	
			11,500
TOTAL			1,49,06,397



LISTS

11 SUNDRY CREDITORS (ATTACHED TO SCHEDULE NO.5)

SR. NO.	PARTICULARS	AMOUNT (RS.)
1.	Champion Sports	29,876
2.	Hemant Kapadia	3,000
3.	Kedar Printers	3,000
4.	Om Systems	1,269
5.	Punekar Edu Tours Forum	248
6.	RESEARCHCO BOOKS & PERIODICALS PVT.LT	20,919
7.	Sinhgad General Stores	1,168
8.	Smita Consultancy Charges	1,800
	TOTAL	61,280



Listing

2] Fees receivable

Particulars	Total
From Students	
FY 2020-21	3,759,317
FY 2019-20	440,778
Previous years	3,016,682
Sub-Total	7,216,777
From Government Authorities/ Bodies	
FY 2020-21	93,52,859
FY 2019-20	1,18,687
Previous years	83,14,823
Sub-Total	1,77,86,369
Total	2,50,03,146

3] Advertisement and Publicity

PARTICULARS	AMOUNT (RS.)
Advertisement for Admissions	593,862
Total	593,862

4] Employee Costs

PARTICULARS	TOTAL AMOUNT (RS.)
Salaries & Wages	30,122,872
Contribution to P.F. & Pension Fund	945,807
Administrative Expenses for P.F.	82,208
Gratuity Expenses	1,142,691
Total	32,293,578



5] Fees paid to Statutory Authorities

PARTICULARS	AMOUNT (RS.)
Affiliation Fees	281,500
Pravesh Niyantaran Samiti Processing Fees	20,000
Total	301,500

6] Student Related Expenses

PARTICULARS	AMOUNT (RS.)
Student Welfare Expenses	5,500
Total	5,500

7] Other Charges

PARTICULARS	AMOUNT (RS.)
PHD Course Fees	325,325
TOTAL	325,325



**SINHGAD INSTITUTE OF BUSINESS ADMINISTRATION AND
COMPUTER APPLICATION (SIBACA), LONAVALA (31.03.2021)**

SCHEDULE NO. 12:- NOTES FORMING PART OF THE ACCOUNTS

1. Society overview:-

Sinhgad Technical Education Society ["Society"] is a Public Charitable Trust duly registered under the Societies Registration Act, 1860 and the Maharashtra Public Trusts Act, 1950. The Society is engaged in imparting education and is also providing medical facilities through its General Hospital and Dental Hospital mainly on charitable basis. It maintains separate books of account in respect of its various units and accordingly Statement of Accounts are drawn in respect of each unit. **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** is one of the units of the Sinhgad Technical Education Society which is mainly involved in imparting the education in the field of Management.

2. Significant Accounting Policies

i. General:-

The accounting policies not specifically referred to herein below are consistent with the generally accepted accounting principles.

ii. Basis for preparation of financial statements:-

The financial statements have been prepared as per historical cost convention and in accordance with the generally accepted accounting principles in India and materially comply with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. The accounts are prepared as per Mercantile System of Accounting in respect of material items as per the policy consistently followed by the Society in previous years.

iii. Segment Reporting:

- a) Accounting Standard-17 on 'Segment Reporting' is not mandatorily applicable to the accounts of the Institution. However, Govt. of Maharashtra has constituted Fees Regulating Authority under Section 11(2)(3)(4) of the Maharashtra Unaided Private Professional Educational Institutions (Regulation Admission and Fees) Act, 2015. The said Authority in its meeting held on 1st July 2016 passed a



resolution in respect of the matters to be included in the Auditor's Report. Accordingly the report has to deal with books of account and method of accounting for each segment i.e. every course for which the approval of the fees is sought from the Fees Regulating Authority.

b) Accordingly the various courses run by **Sinhgad Institute of Business Administration & Computer Application, Lonavala, Pune** (hereinafter referred as 'the institution') have been considered as different segments for the purpose of preparation of financial statements. The accounting treatment given to the various type of transactions is as under:-

- i) The expenses incurred and charges levied by the Institution which are directly attributable to a specific segment have been allocated to the respective segment and the residual expenses (including the common expenses of Lonavala Campus Office and the Corporate Office) have been allocated to all the segments on the basis of the estimates / best judgments made by the Management.
- ii) The fees and related income earned by each segment has been reflected as per actuals. The other miscellaneous income is allocated among the segments on the basis of the estimates / best judgments made by the Management.
- iii) As per the practice consistently followed in earlier years, the assets and liabilities of the Institution have not been allocated / apportioned among various segments since there is no such requirement of the statutory regulatory authorities and since there are practical difficulties in recording the same in the books of account accordingly.

iv. **Revenue Recognition:-**

a) **Income from Fees:-**

The revenue from educational fees received from students is recognized on 'over the academic year basis.'

b) **Sale of Items:-**

The revenue from sale of prospectus/study materials/forms and other items is recognized at the time of actual sale of such items. The cost of printing incurred / purchase of study material / forms charged to expenses as and when purchased.



c) Interest Received:-

Interest on investments is accounted for on accrual basis except interest on saving bank accounts.

v. Use of Estimates:-

The preparation of financial statements in conformity with Accounting Standards prescribed by the Institute of Chartered Accountants of India requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainties about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future period.

vi. Fixed Assets:-

- a) All direct expenses attributable to Fixed Asset acquired are capitalized. Initial accessories purchased along with the new assets are capitalized. Replacement accessories and other spares are charged out as expenses.
- b) Fixed Assets are shown at historical cost. Capital subsidy / grants received against specific asset are reduced from the cost of relevant assets.

vii. Depreciation:-

- a) Depreciation is provided on Written Down Value [WDV] Method at the rates decided by the Management as mentioned in Schedule 1: Fixed Assets.
- b) Depreciation on additions to Fixed Assets is charged for the whole year irrespective of date of acquisition or the date on which it is put to use.
- c) No depreciation is provided on the assets disposed off / discarded during the year.
- d) Depreciation charged is reflected by creating Depreciation Fund.

viii. Grants:-

- a) Research and development grant received with specific direction has been shown net of its utilization for the purpose for which it is received.



- b) Examination and / or Seminar Grants received from the University / other authorities have been included in Other Liabilities at net of expenditure incurred.

ix. Investments:-

- a) Investments are stated at Cost.
b) Long Term Fixed Deposits with Banks are shown under Investments.

x. Trademarks:-

Trademarks have infinite life and hence, as per AS-26, registration fees and incidental charges thereto are capitalized and reported under the head Intangible Asset and amortized equally over a period of 10 years.

xi. Softwares:-

Expenditure on softwares purchased during the year is debited to the Income & Expenditure Account.

xii. Provisions:-

Provisions are made based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate. Excess provisions, if any, are treated as Income and reflected under Schedule No. 11.

xiii. Retirement Benefits:-

a. Provident Fund:-

The Society's contribution to Provident Fund is charged to Income & Expenditure Account.

b. Gratuity:-

The Society provides for gratuity, a defined benefit retirement plan covering all employees. The Gratuity Plan provides a lump sum payment to all eligible employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Society's liability is actuarially determined at the end of the year using Projected Unit Credit Method. The unpaid Gratuity is shown as current liability. However, no provision for interest on delayed payment of gratuity has been made.



xiv. **Affiliation & Recognition Fees:**

The fees paid during the year have been accounted for as under:-

- Fees for academic year 2020-21 have been charged out during the year.
- Fees for next academic year are treated as Prepaid Expense.
- The refund received, if any, is treated as income in the year of receipt.

3. **Expenditure on the objects of the Trust:-**

The expenses pertaining to salaries and allowances of non- teaching staff and other administrative / establishment expenses are the expenses incurred on the objects of the Trust and hence the same have been shown accordingly as per the practice consistently followed.

4. **Advances paid to staff against salaries:**

In view of the severe financial difficulties faced by the Society, employees have been paid advances against salary from time to time to be adjusted against full and final settlement of salaries. These advances are included in the Balance Sheet under the head Advances to Employees.

5. **Balance Confirmations and Reconciliations:-**

All balances in personal accounts are subject to their confirmations and/or reconciliations.

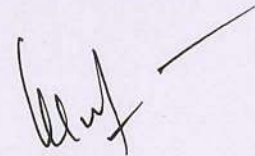
As per our report of even date

**For M/s K. S. Mali & Co.
Chartered Accountants
FRN- 105909W**



**CA K.S. Mali
Proprietor M. No.042718**

**For Sinhgad Technical
Education Society**



**M. N. Navale
President**

Place : Pune

Date :

07/02/2022

UDIN : 22042718ABFNSI4820

