

AUDIT REPORT 2016-2017

To
The Board of Directors
Sinhgad Technical Education Society, Pune
Pune

We have audited the books of accounts of the RMD Sinhgad Spring Dale School, Pune for the year 2016-2017 in accordance with the provisions of the Companies Act, 2013 and the Rules made thereunder.

Our examination of the books of accounts has been confined to the verification of the entries in the books of accounts and the reconciliation of the same with the statements of assets and liabilities.

Sinhgad Technical Education Society, Pune's
**RMD SINHGAD SPRING DALE SCHOOL
WARJE, PUNE**



M/S K.S. MALI & CO.

CHARTERED ACCOUNTANTS

ROHAN COMPLEX, M. PHULE CHOWK,

A/P & TAL SANGOLA, DIST SOLAPUR.

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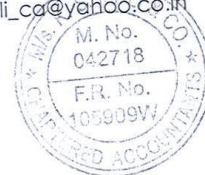
M/S K.S.MALI & CO.
Chartered Accountants

AUDITOR'S REPORT

To
The Board of Trustees,
Sinhgad Technical Education Society,
Erandawane,
Pune.

1. We have audited the attached Balance Sheet of **RMD Sinhgad Spring Dale School, Warje, Pune** (the segment of Sinhgad Technical Education Society, Pune hereinafter referred as 'the institution') as on **31st March 2017** and Income & Expenditure Account of this Institution for the year ended on that date annexed thereto.
2. These financial statements are the responsibility of the Management. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain the reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. These Financial Statements have been prepared incorporating various charges levied by the Society on **RMD Sinhgad Spring Dale School, Warje, Pune** 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.
4. Subject to Notes forming part of the accounts, we report that:-
 - a) In our opinion, **RMD Sinhgad Spring Dale School, Warje, Pune** has kept proper books of account as required by law so far as it appears from our examination of these books.
 - b) The Institution has maintained its books of account on mercantile system of accounting and is following the same method of accounting consistently.

Rohan Complex. M.Phule Chowk, A/p & Tal Sangola, Dist Solapur. Pin- 413307.
Tel. No.02187-222670/222360 Fax: 02187-220158. E-mail: ksmali_ca@yahoo.co.in





M/S K.S.MALI & CO.

Chartered Accountants

- c) 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 meetings of the authority.
- d) The accounts of the Institution have been prepared by following Accounting Standard - 17 : 'Segment Reporting' as per practice followed by the Society as specified in Note No. 1(iii) of Schedule No. 11.
- e) Regarding various loan facilities availed from Shri Anand Co-op. Bank Ltd., Chinchwad, terms & conditions of the loans sanctioned including securities, repayment schedules, guarantees offered etc. have not been produced for our verification.
- f) The Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of account.
- g) In our opinion the Balance Sheet and Income & Expenditure Account comply with relevant Accounting Standards.
- h) In our opinion and to the best of our information and according to the explanation given to us, these financial statements together with the schedules attached thereto and read with the accounting policies and Notes forming part of the accounts give a true and fair view in conformity with the accounting principles generally accepted in India :-
- i) in case of Balance Sheet, of the state of affairs of the Institution as at 31.03.2017 and
- ii) in case of Income & Expenditure Account, of the Deficit for the year ended on that date.

Place: Pune
Date: 14.09.2017

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

CA. K.S. Mali
Proprietor (M.No.042718)



RMD Sinhgad Spring Dale School, Warje
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 2017

Funds & Liabilities	Sch	Amount (Rs.)	Property & Assets	Sch	Amount (Rs.)
Trust Funds or Corpus			Immovable Properties (at cost)	1	11,04,11,765
Balance as per last Balance Sheet			Investments and Deposits	6	4,52,000
Adjustments during the year			Movable Properties (at cost)	1	1,07,93,850
Membership Fees			Balance as per last Balance Sheet		6,58,659
Donations			Additions during the year		
			Disposals during the year		
Branch / divisions		-12,14,24,191	Intangible Properties (at cost)	1	
Other Earmarked Funds			Capital Work - In - Progress	1	
(created under the provisions of			Advances		
the trust deed or scheme or out of			Advances To Trustees		1,08,59,825
the income)			Advances To Employees		
Depreciation & Amortization Fund	1	3,62,49,260	Advances To Others		3,82,236
Reserve Fund		3,02,000	Prepaid Expenses		
Any Other Fund			Pre-Operative Expenses		
Loans (Secured or Unsecured)			Tax Deducted at Source		
From Trustees	2	10,52,82,646	Income Outstanding		
From Others			Fees Receivable		9,97,900
Liabilities			Interest Receivable		75,541
For Expenses & Provisions	3	5,36,43,728	Other Receivables		2,875
For Advances			Rent		
For Rent & Other Deposits	4	5,01,03,900	Stocks		
For Sundry Credit Balances	5	1,40,89,393	Cash & Bank Balances	7	36,12,085
			In Current A/C		
			In Fixed Deposit A/C		
			With the Trustee		
			With the Manager		
TOTAL		13,82,46,736	TOTAL		13,82,46,736

Notes forming part of the Accounts : Schedule No. 11
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)
Date : 14.09.2017
Place : Pune



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

RMD Sinhgad Spring Dale School, Warje

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 2017

Expenditure	Sch.	Amount (Rs.)	Income	Sch.	Amount (Rs.)
To Expenditure in respect of Properties			By Rent (accrued) / (realised)		
Rates, Taxes, Insurance & Cesses					
Repairs & Maintenance			By Interest (accrued)		
Salaries			On Securities		
Depreciation (by way of provision or adjustments)			On Loans		
To Establishment Expenses	8	6,22,44,874	On Bank A/c		32,865
To Remuneration to Trustees			By Dividend		
To Remuneration (in the case of a math) to the head of the math including his household expenditure, if any			By Donations in cash or kind		
To Legal Expenses			By Grants		
To Audit Fees			By Income from other sources	10	11,23,24,921
To Contribution & Fees		69,364	By Transfer from Reserve		
To Amount written off					
Bad Debts					
Loan Scholarships					
Irrecoverable Rents					
Other Items					
To Miscellaneous Expenses	1	56,34,823			
To Depreciation & Amortization					
To Amounts transferred to Reserve or Specific Funds					
To Expenditure on Objects of the Trust					
Religious					
Educational	9	8,06,32,245			
Medical Relief					
Relief of poverty					
Other Charitable objects					
To Surplus/(Deficit) trf.to H.O		-3,62,23,520			
TOTAL		11,23,57,786	TOTAL		11,23,57,786

Notes forming part of the Accounts : Schedule No. 11

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)

Date : 14.09.2017

Place : Pune

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

RMD SSDS

PARTICULARS	DEPR. RATE	COST	ADDITIONS	COST	DEPRECIATION FUND			WDV	WDV
					DEPR. FUND 01.04.2016	DEPR. 2016-17	DEPR. FUND 31.03.2017		
	P.A.	01.04.2016	2016-17	31.03.2017				01.04.2016	31.03.2017
A) IMMOVABLE ASSETS									
BUILDING & CIVIL WORKS	5%	10,51,83,671	0	10,51,83,671	2,05,64,288	42,30,969	2,47,95,257	8,46,19,383	8,03,88,414
ELECTRICAL FITTINGS	25%	52,28,094	0	52,28,094	38,31,647	3,49,112	41,80,759	13,96,447	10,47,335
SUB-TOTAL (A)		11,04,11,765	0	11,04,11,765	2,43,95,935	45,80,081	2,89,76,016	8,60,15,830	8,14,35,749
B) MOVABLE ASSETS									
FURNITURE & FIXTURES	15%	73,41,857	4,83,675	78,25,532	37,97,158	6,04,256	44,01,414	35,44,689	34,24,118
LIBRARY BOOKS	50%	13,27,643		13,27,643	7,53,878	2,86,883	10,40,761	5,73,765	2,86,882
COMPUTERS & COMPUTER EQUIPMENTS	50%	3,19,921	17,384	3,37,305	3,14,763	11,271	3,26,034	5,158	11,271
MACHINERY & EQUIPMENTS (AS PER DETAILS BELOW)		18,04,429	1,57,600	19,62,029	13,52,703	1,52,332	15,05,035	4,51,726	4,56,994
SUB-TOTAL (B)		1,07,93,850	6,58,659	1,14,52,509	62,18,502	10,54,742	72,73,244	45,75,348	41,79,265
GRAND-TOTAL (A+B)		12,12,05,615	6,58,659	12,18,64,274	3,06,14,437	56,34,823	3,62,49,260	9,05,91,178	8,56,15,014

PARTICULARS	DEPR. RATE	COST	ADDITIONS	COST	DEPRECIATION FUND			WDV	WDV
					DEPR. FUND 01.04.2016	DEPR. 2016-17	DEPR. FUND 31.03.2017		
	P.A.	01.04.2016	2016-17	31.03.2017				01.04.2016	31.03.2017
MACHINERY & EQUIPMENTS									
FIRE EXTINGUISHER	25%	48,471		48,471	38,111	2,590	40,701	10,360	7,770
MOBILE	25%	1,350		1,350	1,170	45	1,215	180	135
MUSICAL INSTRUMENTS / MUSIC SYSTEM	25%	1,21,100		1,21,100	82,675	9,606	92,281	38,425	28,819
OFFICE EQUIPMENTS	25%	98,050		98,050	87,923	2,532	90,455	10,127	7,595
PHOTOCOPIING MACHINE	25%	65,000		65,000	44,434	5,142	49,576	20,566	15,424
SOUND SYSTEMS	25%	17,110	17,110	17,110	84,112	4,278	1,20,280	0	12,832
SPORTS EQUIPMENTS	25%	2,28,785		2,28,785	1,15,448	36,168	1,24,223	1,44,673	1,08,505
TEACHING EQUIPMENTS	25%	1,43,057	7,450	1,50,547	1,15,448	8,775	1,24,223	27,609	26,324
TRANSFORMER	25%	6,40,000		6,40,000	5,75,928	16,018	5,91,946	64,072	48,054
UPS SYSTEM	25%	2,40,865		2,40,865	2,16,752	6,028	2,22,780	24,113	18,065
WATER COOLER	25%	51,471	1,33,000	1,84,471	46,319	34,538	80,857	5,152	1,03,614
OTHER MACHINERY & EQUIPMENTS	25%	1,66,280		1,66,280	59,831	26,612	86,443	1,06,449	79,837
TOTAL		18,04,429	1,57,600	19,62,029	13,52,703	1,52,332	15,05,035	4,51,726	4,56,994

SCHEDULE NO.- 2 : LOANS FROM OTHERS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
A] WORKING CAPITAL LOANS :		3,91,89,486	
Shri. Anand Co - Op. Bank Ltd.			3,91,89,486
B] TERM LOANS :			
Bank of Baroda		6,60,93,160	6,60,93,160
GRAND TOTAL			10,52,82,646

SCHEDULE NO.- 3 : LIABILITIES FOR EXPENSES & PROVISIONS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Salary & Wages Payable			4,61,43,810
Provident Fund (Institute's Cont.) Payable			70,14,883
Admin. Charges to P.F. Payable			4,85,035
TOTAL			5,36,43,728

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

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Deposits from Students			5,01,03,900
TOTAL			5,01,03,900

SCHEDULE NO.- 5 : LIABILITIES FOR SUNDRY CREDIT BALANCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
SUNDRY CREDITORS			19,36,209
TAX DEDUCTED AT SOURCE (TDS) :			
TDS on Salary		2,96,780	
TDS on Payments to Contractors		2,097	
		2,98,877	2,98,877
OTHER LIABILITIES :			
Fees Refundable		75,026	
Provident Fund (Employees' Contribution)		20,56,981	
Profession Tax		42,200	
Group LIC Scheme		2,61,400	
Fees Received in Advance		94,15,400	
Other Liabilities		3,300	1,18,54,307
TOTAL			1,40,89,393



SCHEDULE NO.- 6 : INVESTMENTS & DEPOSITS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
<u>INVESTMENTS</u>			
Fixed Deposits with Banks	1		
Bank of Maharashtra		3,02,000	3,02,000
<u>DEPOSITS</u>			
Deposits with Petrol Pumps		1,50,000	1,50,000
TOTAL			4,52,000

SCHEDULE NO. 7 : CASH & BANK BALANCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
CASH IN HAND			4,588
BANK BALANCES :			
In Current Accounts			
Bank of Maharashtra		1,20,450	
Bank of Baroda		16,987	
Shri Anand Co-Op. Bank Ltd.		34,70,061	36,07,497
TOTAL			36,12,085



SCHEDULE NO.- 8 : ESTABLISHMENT EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Advertisement and Publicity	2		3,20,880
Interest on:			
Working Capital Loans		54,21,237	
Term Loans		85,30,679	
			1,39,51,916
Bank Charges			8,316
Insurance Charges (Other than on Vehicle)			76,820
Repairs & Maintenance			
Repairs & Maintenance to Building		33,97,479	
Repairs & Maintenance to Furniture & Fixtures		16,626	
Repairs & Maintenance to Computers		12,000	
Repairs & Maintenance to Other Assets		3,96,608	
			38,22,713
Electricity Expenses			
Electricity Charges		9,51,731	
			9,51,731
Vehicle Expenses			
Petrol & Diesel Expenses		43,27,953	
Repairs & Maintenance to Vehicles		22,98,032	
Vehicle Usage Charges		28,38,336	
Vehicle Insurance		16,13,016	
RTO Tax		1,73,457	
			1,12,50,794
Administrative & General Expenses			
Rent		2,22,38,550	
Office Expenses		1,07,833	
Postage & Telephone Expenses		12,309	
Printing & Stationary		5,99,207	
Water Supply & Testing Charges		1,25,587	
Supervision Charges		87,66,550	
Other Expenses		11,668	
			3,18,61,704
TOTAL			6,22,44,874



SCHEDULE NO.- 10 : INCOME FROM OTHER SOURCES

SCHEDULE NO.- 9 : EDUCATIONAL EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Employee Costs	3		8,00,86,503
Fees paid to Statutory Authorities	4		25,000
Consumables			3,025
Newspapers, Periodicals & Journals			20,999
Travelling & Conveyance			20,932
Remuneration to Visiting Faculty			22,838
Software Expenses			11,142
Student Related Expenses	5		4,34,056
Miscellaneous Expenses			
Prior Period Expenses		7,750	7,750
TOTAL			8,06,32,245



LIST OF SUNDRY CREDITORS
(ATTACHED TO SCHEDULE NO. 5)

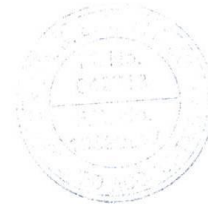
SCHEDULE NO.- 10 : INCOME FROM OTHER SOURCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
FEES INCOME			
Admission Fees		9,64,000	
Tution Fees		4,91,93,000	
Term Fees		1,43,80,000	
Other Fees		2,31,28,500	8,76,65,500
INCOME FROM SALE			
Sale of Prospectus		3,56,500	3,56,500
OTHER INCOME			
Bus Fees		2,30,95,780	
Student Insurance Income		74,125	
Admission Cancellation Charges		9,37,246	
Prior Period Income		24,535	
Miscellaneous Receipts		1,71,235	2,43,02,921
TOTAL			11,23,24,921



LIST OF SUNDRY CREDITORS :
(ATTACHED TO SCHEDULE NO.5)

SR. NO.	PARTICULARS	AMOUNT (RS.)
1.	ALFA ENTERPRISES	16,176
2.	ARMSTRONG BATTERY	11,590
3.	Bestseller's Paradise	10,320
4.	Bhujbal Garage	6,425
5.	BUSINESS SOLUTIONS CORPORATION	11,762
6.	Champion Sports	2,53,457
7.	CHOURE MUSICALS	17,000
8.	Deshmukh Garage	65,624
9.	Friends Electronics	17,900
10.	G.K.Network Technology Pvt.Ltd	25,228
11.	Hindustan Tyre Retreading Works	34,776
12.	Kamthe Auto Agencies	1,31,980
13.	Lokmanya Auto Centre	3,42,000
14.	NAPSTER ENTERPRISES	6,000
15.	NEEMCO TRADERS LIMITED	10,583
16.	Neha Creations	23,203
17.	NEW SONAI ELECTRICALS & ENGINEERS	83,472
18.	OM SYSTEMS	3,404
19.	Pandit Automotive Pvt.Ltd.	3,864
20.	PRITHVI TELECOM	1,692
21.	Radiant Pest Control Services	14,825
22.	RAJENDRA NAGARE	3,606
23.	RATAN MOTORS	3,518
24.	R.R.M.SERVICE	800
25.	SAI INTERIOR DECORATORS	2,06,910
26.	SHINDE PETROLEUM	2,44,913
27.	SHREE GURUDATTA MOTOR WELDING & REPAIRING WORKS	3,459
28.	SINHGAD STATIONERY & GENERAL STORES (KONDHWA)	2,27,236
29.	SUMANGAL IMAGING WORLD	8,530
30.	TALSONS MOTORS PVT. LTD	16,345
31.	VOHRA AUTO SERVICES	1,06,773
32.	RACHNAMAHEBUBALI (CHB visiting faculty)	22,838
	TOTAL	19,36,209



STS

Fixed Deposits with Banks

PARTICULARS	AMOUNT (RS.)
Intly Held With -	
Central Board of Secondary Education (CBSE)	3,02,000.00
Sub - Total	3,02,000.00
TOTAL	3,02,000.00

Advertisement and Publicity

PARTICULARS	AMOUNT (RS.)
Advertisement for Staff Recruitment	3,20,880.00
	3,20,880.00

Employee Costs

PARTICULARS	TEACHING AMOUNT (RS.)	NON - TEACHING AMOUNT (RS.)	TOTAL AMOUNT (RS.)
Salaries & Wages	4,89,63,715.00	2,25,44,524.00	7,15,08,239
Contribution to P.F. & Pension Fund			30,68,718
Administrative Expenses for P.F.			2,21,323
Gratuity Expenses			52,88,223
	4,89,63,715.00	2,25,44,524.00	8,00,86,503.00

4] Fees paid to Statutory Authorities

PARTICULARS	AMOUNT (RS.)
Affiliation Fees	25,000.00
	25,000.00

5] Student Related Expenses

PARTICULARS	AMOUNT (RS.)
Picnic & Gathering Expenses	2,38,529.00
Cultural Activities Expenses	32,845.00
Sports Expenses	1,03,571.00
Student Welfare Expenses	59,111.00
	4,34,056.00



RMD Sinhgad Spring Dale School, Warje, Pune
SCHEDULE NO. 11:- NOTES FORMING PART OF THE ACCOUNTS

1. 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. 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 before the Fees Regulating Authority.
- b) Accordingly the various courses run by **RMD Sinhgad Spring Dale School, Warje, 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 Warje 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 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/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 Assets 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.



iv. Revenue Recognition:-

a) Income from Fees:-

The revenue from 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/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 Assets 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. Investments:-

- a) Long Term Fixed Deposits with Banks are shown under Investments, while Short Term Deposits are shown under Cash & Bank Balances.
- b) Investments are stated at Cost.

ix. Softwares:-

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

x. 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.

xi. Retirement Benefits:-

a) Provident Fund:-

The Employer'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.

xii. Affiliation & Recognition Fees :-

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

- i) Fees for academic year 2016-17 have been charged out during the year.
- ii) Fees for next academic year are treated as Prepaid Expense.
- iii) The refund received, if any, is treated as income in the year of receipt.

2. Specific Funds :-

The following funds have been created in accordance with CBSE Rules

a) Reserve Funds

3. Balance Confirmations:

All balances in the personal accounts are subject to their confirmations.



4. 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.

5. Contingent Liability:-

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Management or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. Management does not recognize a contingent liability but discloses its existence in the consolidated financial statements. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

6. Advances paid to staff against salaries:-

In view of the severe cash crunch faced by the Society during the year, employees have been paid advances against salary from time to time amounting to Rs 1,08,59,825/- to be adjusted against the final payment of salaries. The same are included in the Balance Sheet under the head Advances to Employees.

As per our report of even date

For M/s K. S. Mali & Co.
Chartered Accountants
F.R.No : 105909W



For Sinhgad Technical
Education Society


M. N. Navale
President

Place : Pune
Date : 14.09.2017

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

