

MADAN LAL & ASSOCIATES
Chartered Accountants
CA P .K Agarwal
B.Com (Hons.), LL.B., FCA, KOVID

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INDEPENDENT AUDITOR'S REPORT

To the Members of **BHARAT AROGYA & GYAN MANDIR**

Report on the Audit of the Financial Statements

We have audited the financial statements of **SARALA BIRLA UNIVERSITY ("the University")**, an Educational Unit of **BHARAT AROGYA & GYAN MANDIR ("the Society")** of 9/1, R .N. Mukherjee Road, Kolkata 700 001, a society registered under the West Bengal Societies Registration Act, 1961 which comprise the Balance Sheet as at **31st March 2019**, the Income & Expenditure Account for year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements, subject to and read with notes appearing thereon, give the information required by the Regulation in the manner so required and subject to notes appearing in schedule "B" thereon give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the University as at 31st March 2019;
- (b) in the case of the Income & Expenditure Account, of the Deficit for the year ended on that date.

Basis of 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 Society 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

The Society's Management is responsible for preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Society in accordance with its Regulations and the accounting principles generally accepted in India. This responsibility design, implementation and maintenance of adequate internal controls relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the 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 unless the management either intends to liquidate 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 Society'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 Society'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 Society 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

MADANLAL & ASSOCIATES

Chartered Accountants

Independent Auditors' Report (cont'd....)

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.

Report under Other Legal and Regulatory

With respect to other matters to be included in the Auditor's Report, in our opinion and to the best of our information and according to the explanations given to us, we also report that:

- a. We have sought and obtained all the information and explanation, which to the best of our knowledge and belief were necessary or the purpose of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the University, so far as it appears from our examination of those books.
- c. The Balance Sheet, and the Income and Expenditure account dealt with by this report are in agreement with the books of account.
- d. In our opinion, the Balance sheet and the Income & Expenditure account, dealt with by this report have been prepared in compliance with the Accounting Standards to the extent applicable to the University.

For MADANLAL & ASSOCIATES

Chartered Accountants

Firm Regn. No 322158E

Place : Kolkata

Dated, the 6th day of September 2019

UDIN - 19055900 AAAAB42876



(P.K. Agarwal)

Proprietor

MN- 055900


Registrar
SARALA BIRLA UNIVERSITY

SARALA BIRLA UNIVERSITY

P.O. MAHILONG, RANCHI-835103

(A UNIT OF BHARAT AROGYA AND GYAN MANDIR, KOLKATA)

BALANCE SHEET AS AT 31st MARCH 2019

LIABILITIES	AMOUNT (Rs)	AMOUNT (Rs)	ASSETS	AMOUNT (Rs)	AMOUNT (Rs)
HEAD OFFICE ACCOUNT			PROPERTY, PLANT & EQUIPMENT		
As per Accounts		14,14,31,291.64	As per Schedule 'A' attached		16,45,93,736.00
ENDOWMENT FUND			CURRENT ASSETS		
			Cash and Bank Balances	1,785.00	
			Cash in Hand	10,074.00	
			HDFC Bank	1,00,042.07	
			Indian Overseas Bank	5,34,553.00	
			Kotak Mahindra Bank		6,46,454.07
SECURED LOAN			Fixed Deposit - against Endowment Fund (Including Accrued Interest)		4,54,02,680.00
Vehicle Loan from Banks					
CURRENT LIABILITIES & PROVISIONS			LOANS & ADVANCES		
Liability for Expenses and Other Payables	3,84,00,938.00		(Unsecured, considered good by the Management)		
Liability for Other Finance	2,62,215.00		Advances for Capital Goods	43,23,092.00	
Advances & Deposits From Students	18,23,860.10		Advance to Staff	1,44,888.00	
			Other Advances	15,000.00	
			Other Receivable	1,00,000.00	
			Security Deposits	76,005.00	
					46,58,985.00
			INCOME & EXPENDITURE A/c		
			Opening Balance	-20,94,613.66	
			Add: Expenditure over income for the year as per I & E A/c	1,00,22,603.33	
					79,27,989.67
					22,32,29,844.74

Significant Accounting Polices and Notes on Accounts - Schedule 'B'
In terms of our report of even date.

For MADAN LAL & ASSOCIATES

Chartered Accountants

Firm Regn No 322158E


(P.K. Agarwal)

Proprietor

Mem. No- 055900

Place: Kolkata

Dated: 6th Sept, 2019





Registrar

SARALA BIRLA UNIVERSITY

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INCOME & EXPENDITURE ACCOUNT FOR THE PERIOD ENDED ON 31st MARCH 2019

EXPENDITURE		AMOUNT (Rs)	INCOME		AMOUNT (Rs)
To	Salary, P.F, HRA & Other Benefits		72,56,699.00	By	<u>Academic Receipts</u>
"	Advertiesment & Promotion Expenses		48,44,768.00		Admission Fees
"	Bank Charges		3,118.74		Tuition Fees
"	Books & Periodical		18,417.00		Hostel Fees
"	Computer Repairs and Maintaineance		1,73,152.00		Development Fees
"	Conveyance & Travelling Expense		2,03,546.00		Examination Fees
"	Educational Project Expenses		2,19,500.00		Bus/Transportation Fees
"	Events, Functions & Programme- Others		3,13,397.00		Forms and Prospectus Fees
"	Examination Expenses		13,940.00		Late Fines and other fines
"	General & Misc Expenses		1,30,098.00	"	Interest on Fixed Deposit
"	Hostel Expenses		6,99,439.00	"	Interest on Savings Bank
"	Interest on Vehicle Loan		51,428.00	"	Other Misc Receipts
"	Practical Goods & Teaching Materials		65,740.00		
"	Repairs & Maintenance		20,000.00	"	Balance being excess of Expenditure over
"	Recruitment Expenses		3,34,649.00		Incomee trfd. To Head Office
"	Rent		2,33,900.00		
"	Sanitation & Water Supply Expense		89,718.00		
"	Stationery & Printing		4,11,919.00		
"	Telephone Expense		1,60,604.56		
"	<u>National Seminar</u>				
	Expenditure attributable to said event	2,74,763.00			
	Less: Gross Receipts	2,33,655.00	41,108.00		
"	<u>Transportation Expenses</u>				
	Insurance Transportation	6,878.00			
	Transportation Expenses	3,93,554.00			
	Repairs & Maintenance Transportation	47,723.00	4,48,155.00		
"	Website Expense		37,738.03		
"	Internal Audit Fees		11,800.00		
"	Statutory Audit Fees		10,000.00		
"	Depreciation		13,18,020.00		
			1,71,10,854.33		1,71,10,854.33

Significant Accounting Polices and Notes on Accounts - Schedule 'A'

In terms of our report of even date.

For **MADAN LAL & ASSOCIATES**

Chartered Accountants

Firm Regn No 322158E



(P.K. Agarwal)
Proprietor

Mem. No- 055900

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[Handwritten signature]

Place: Kolkata

Dated: 6th Sept' 2019

[Handwritten signature]
Registrar
SARALA BIRLA UNIVERSITY

SCHEDULE 'A' :- PROPERTY, PLANT & EQUIPMENT AS ON 31.03.2019
Annexed to Balance Sheet as at 31st March 2019

SL NO	DESCRIPTION OF ASSETS	RATE OF DEP.	op W.D.V. AS ON 01.04.2018	ADDITION		DEDUCTION DURING YEAR	TOTAL (Rs.)	DEPRECIATION FOR THE YEAR	C.I.W.D.V. AS ON 31.03.2019
				More than 180 days	Less than 180 days				
1	COMPUTER & ACCESSORIES	40%	-	18,62,792.00	87,500.00	-	19,50,292.00	7,62,617.00	11,87,675.00
2	FURNITURE	10%	-	3,42,200.00	44,06,116.00	-	47,48,316.00	2,54,526.00	44,93,790.00
3	LABORATORY CHEMICAL & EQUIPMENT	15%	-	-	6,56,531.00	-	6,56,531.00	49,240.00	6,07,291.00
4	UTENSILS	15%	-	-	24,224.00	-	24,224.00	1,817.00	22,407.00
5	ELECTRIC INSTALLATION	15%	-	1,75,622.00	14,254.00	-	1,89,876.00	27,412.00	1,62,464.00
6	LIBRARY BOOKS	40%	-	-	4,05,061.00	-	4,05,061.00	81,012.00	3,24,049.00
7	MOTOR VEHICLE	15%	-	-	16,80,409.00	-	16,80,409.00	1,26,031.00	15,54,378.00
8	TUBE WELL SANITATION & WATER SUPPLY	15%	-	-	2,04,873.00	-	2,04,873.00	15,365.00	1,89,508.00
	WORK IN PROGRESS BUILDING WIP	0%	-	92,65,996.00	14,53,64,977.00	-	15,46,30,973.00	-	15,46,30,973.00
	ELECTRIC INSTALLATION WIP	0%	-	-	13,34,828.00	-	13,34,828.00	-	13,34,828.00
	FURNITURE WIP	0%	-	14,30,473.00	21,85,823.00	35,29,923.00	86,373.00	-	86,373.00
			-	1,30,77,083.00	15,63,64,596.00	35,29,923.00	16,59,11,756.00	13,18,020.00	16,45,93,736.00




Registrar
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Schedule 'B'

Significant Accounting Policies and Notes on Accounts for the year ended 31st March, 2019

A. SIGNIFICANT ACCOUNTING POLICIES

1 **Accounting Concepts**

- i The accounts are prepared on the historical cost basis and on the accounting principles of a going concern.
- ii Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles.

2 **Recognition of Income & Expenditure**

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis. Subsidy from government, if any, are accounted for on receipt basis.

3 **Inventories**

Inventories , being consumable in nature are valued at cost on FIFO Basis.

4 **Property, Plant & Equipment**

Property, Plant and Equipment consisting of Tangible Assets are stated at cost less accumulated depreciation. Cost includes all expenses attributable to bringing the assets to its intended use. Projects under Commissioning and other Capital Works-in-Progress are carried at cost, comprising direct cost and related incidental expenses including attributable borrowing costs.

5 **Depreciation**

Depreciation is provided on Written Down Value method at rates prescribed in the Income Tax Rules.

6 **Retirement Benefits**

Gratuity, leave encashment and other retirement benefits, if any, is accounted for as and when paid.

7 **Contingent Liabilities**

Contingent Liabilities are not provided for and are disclosed by way of Notes on Account.

B. NOTES ON ACCOUNTS

- 1 Gratuity, if payable, will be charged in the accounts as and when paid.
- 2 Contingent Liabilities : NIL
- 3 Balances of Advances Given are subject to Confirmation.

In terms of our report of even date.
FOR MADAN LAL & ASSOCIATES
Chartered Accountants
Firm Regn No 322158E



(P.K. Agarwal)

Proprietor

Mem. No- 055900

Place: Kolkata

Dated: 6th Sept '2019

Bansal
Adarsh

Registrar

SARALA BIRLA UNIVERSITY