

Khandelwal & Khandelwal Associates
Chartered Accountants

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Scheme No.54, A.B. Road
Indore (M.P.), 452001
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C A. Durgesh Khandelwal. B.Com, F.C.A.

INDEPENDENT AUDITOR'S REPORT

Report on the Financial Statements

1. We have audited the Financial Statements of M/s. **Indore Institute of Science and Technology** ("the Institute"), which comprise the Balance Sheet as on 31st March, 2022, the Statement of Income and Expenditure for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

2. The Institute's Management is responsible with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position and financial performance in accordance with accounting principles generally accepted in India, including the Accounting Standards issued by the Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Institute 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on financial statements based on our audit. We have taken in to account the accounting and auditing standards and matters which are required to be included in the audit report under provisions of various Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified by The Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected



depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the Institute's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Institute has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the Explanation given to us, the aforesaid stand alone financial statements give the information 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 Institute as on 31st March, 2022, and its surplus/(deficit) for the year ended on that date.

7. We further report that:

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- (b) In our opinion proper books of account as required by law have been kept by the Institute so far as appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Income and Expenditure dealt with by this Report are in agreement with the books of account;

For Khandelwal & Khandelwal Associates
Chartered Accountants
FRN008389C


(CA. Durgesh Khandelwal)
Partner
M.No. 077390



Date 14-06-2022
Indore

UDIN: 22077390AKW@RE4039.

Balance Sheet as at 31st March 2022

Particulars	Sch	Amount (Rs.)
SOURCES OF FUND		
I Society Fund		
General Fund	A	(81,651,737)
II Current Liabilities		
Sundry Creditors	B	547,573
Provisions & Payables	C	15,647,634
Deposit from Students	D	4,301,500
Fee Received in Advance	E	1,849,946
III Branch Accounts	F	265,464,368
TOTAL RS.		206,159,285

APPLICATION OF FUND

I Fixed Assets	G	122,505,316
II Current Assets		
Fees receivables	H	67,428,499
Other receivables	I	931,506
Advance to Staff	J	288,706
Deposits with Bank	K	2,905,444
Deposits (Others)	L	28,805
Cash & Bank Balances	M	12,071,009

Notes to the Accounts

TOTAL RS.

206,159,285

As per our report of even date annexed

Khandelwal and Khandelwal Associates

Indore Institute of Science & Technology

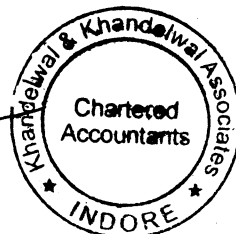
Chartered Accountants
FRN 008389C

Durgesh Khandelwal
(Partner)

M.No. 077390

Date: 14-06-2022

Place: INDORE



Survesh Agarwal
Chairman

Chand
Secretary

INCOME & EXPENDITURE ACCOUNT
FOR THE PERIOD FROM 1.4.2021 TO 31.03.2022

Particulars	Sch	Amount (Rs.)
INCOME		
Fees from Students	N	142,239,800
Less:- Concession in Fee	O	33,656,583
		<u>108,583,217</u>
Other Income	P	2,442,045
TOTAL RS.		<u>111,025,262</u>

EXPENDITURES

Administrative Expenses	Q	22,372,915
College Expenses	R	419,626
Salaries And Allied Expenses	S	70,006,211
Students Activities Expenses	T	454,720
Hostel Running & Maint Exps	U	522,231
Training & Placement Exps		147,513
Transport Expenses	V	6,144,837
Depreciation	G	4,401,049

Notes to the Accounts

TOTAL RS.	<u>104,469,102</u>
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Surplus / (Deficit) of Income over Expenditure for the year

6,556,160

As per our report of even date annexed

Khandelwal and Khandelwal Associates

Indore Institute of Science & Technology

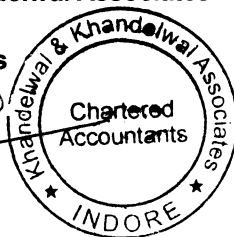
Chartered Accountants
FRN 008389C

Durgesh Khandelwal
(Partner)

M.No. 077390

Date: 14-06-2022

Place: INDORE



Sanvesh Agarwal
Chairman

Chauhan
Secretary

Schedule - A
General Fund

		<u>Amount</u>
A College Alumni Reserve	814,071	814,071
B General reserve		
Opening Balance	(89,021,969)	
Add: Surplus / (Deficit) of Income over Expenditure for the year	6,556,160	
Closing Balance		(82,465,808)
Total Rs.		(81,651,737)

Schedule- B
Sundry Creditors

		<u>Amount</u>
Consultancy		311,463
Provisional Admission		150,110
DTE Counselling		86,000
Total Rs.		547,573

Schedule- C
Provisions & Payables

		<u>Amount</u>
Salary Payable		4,017,299
Gratuity Payable		10,828,674
ESIC Payable		33,609
Exam Expenses Payable		80,759
PF Payable		296,895
Professional Tax Payable		13,205
Provision for Exps		30,680
TDS Payable		346,513
Total Rs.		15,647,634

Schedule- D
Deposit from Students

		<u>Amount</u>
College Caution Money		3,646,500
Hostel Caution Money		655,000
		4,301,500

Schedule- E
Fee Received in Advance

		<u>Amount</u>
B.Tech		1,144,784
M.Tech		39,000
Hostelers		395,525
Sundry Receipts (Unreconciled)		270,637
Total Rs.		1,849,946

Schedule-F
Branch Account (Liability)
 Shail Educational & Welfare Society

	<u>Amount</u>
	265,464,368
Total Rs.	265,464,368

Schedule-H
Fees Receivables from Students

		<u>Amount</u>
B.E.EX		1,120,740
B.E. Regular		62,600,199
M. Tech.		849,310
Hostelers		2,858,250
		67,428,499



Schedule- I**Other Receivables**

	Amount
Prepaid Expenses	442,500
MP Online Ltd.	128,642
Exam Centre Receivables	99,870
Advance to Consultant	193,767
Provisional Admission	2,560
Accrued Interest on FDR	64,167

Total Rs. **931,506**

Schedule- J**Advance to Staff**

	Amount
Staff Imprest	80,000
Staff Advance	208,706

Total Rs. **288,706**

Schedule- K**Deposits with Bank**

	Amount
Security Deposit (DAVV)	283,862
Fixed Deposit	1,901,582
Recurring Deposits	720,000

Total Rs. **2,905,444**

Schedule- L**Deposits (Others)**

	Amount
Deposits- LPG	2,800
Deposits- Telephone	18,505
RGPV - Security Deposits	7,500

Total Rs. **28,805**

Schedule-M**Cash & Bank Balances**

	Amount
Cash In Hand	2,572,197
HDFC Current a/c 50200032357825	8,631,081
Kotak Mahindra Bank Current a/c 9009502736	201,208
PNB Current a/c 0699002100003223	631,403
SBI Current a/c 30758420634	35,120

Total Rs. **12,071,009**

Schedule-N**Fees from Students**

	Amount
Tuition Fees	93,291,050
Additional Facility Charges	42,227,450
Bus Fees	2,661,300
Hostel Fee	4,060,000

Total Rs. **142,239,800**

Schedule-O**Concession in Fee**

	Amount
Concession in Fee PG Course	12,000
Concession in Fee UG Course	31,712,583
Merit Scholarship	1,733,000
Sports Scholarship	199,000

Total Rs. **33,656,583**

Indore Institute of Science & Technology



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Jaresh Agarwal
Chairman

Chank
Secretary

Schedule- P
Other Income

Misc. Income	
Interest on Deposit	
Caution Money no longer Payable Written off	

Total Rs.**Amount**

772,076
171,079
1,498,890
2,442,045

Schedule- Q**Administrative Expenses**

Advertisement & Marketing Expenses	
Electricity Expenses	
Gardening Expenses	
House Keeping Expenses	
Insurance Charges (Building & Other)	
Other Administrative Expenses	
Repairs & Maintenance Expenses	
Security Expenses	
Stationery And Printing Expenses	
Statutory Exp	
Internal Audit Fees & Exps	
Statutory Audit Fees & Exps	
Telephone , Internet & Postage Expenses	
Vehicle Running & Maint. Expenses	
Covid - 19 Exps	
Donation	
Recruitment Expenses	
Travelling Exp	
Legal & Professional Exp	
Unrecoverable Fee Written off	
Sundry Balances not recoverable Written off	

Total Rs.**Amount**

3,841,001
1,970,436
209,616
1,466,354
156,132
343,932
4,822,461
2,342,390
97,593
1,269,695
279,811
81,862
974,685
682,463
49,166
2,100
25,336
20,428
600
3,584,563
152,291
22,372,915

Schedule- R**College Expenses**

Examination Expenses	
Lab Consumables Exps	
Library Expenses	

Total Rs.**Amount**

176,641
3,574
239,411
419,626

Schedule- S**Salaries And Allied Expenses**

Salaries Teaching Staff	
Salaries Non-Teaching Staff	
PF Administrative Charges A/c	
PF Employers Contribution	
ESIC Employer Contribution	
Staff Welfare Exp.	

Total Rs.**Amount**

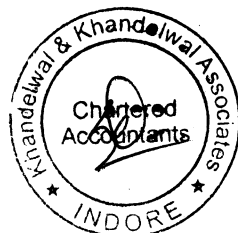
38,056,253
28,951,423
82,344
2,052,859
415,261
448,071
70,006,211

Schedule- T**Students Activities Expenses**

Student Activities Exp	
Cultural Activities Exps	
Seminar Expenses-BE	
Sports Exps.	
Student Welfare Expenses	
Medical Exps	
NSS Expenses	

Total Rs.**Amount**

149,842
91,366
104,728
72,121
28,000
5,696
2,967
454,720



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Indore Institute of Science & Technology

Janesh Agrawal
Chairman

Chand
Secretary

Schedule- U**Hostel Running & Maintenance Expenses**

Hostel Expenses

Hostel Mess Expenses

Total Rs.**Amount**

50,687

471,544

522,231**Schedule- V****Transport Expenses**

Bus Running & Maintenance Exps

Insurance Charges (Bus)

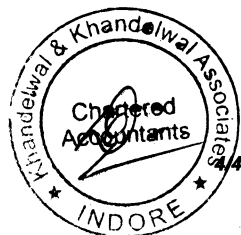
Salary Transport Staff

Total Rs.**Amount**

1,591,902

979,843

3,573,092

6,144,837

Indore Institute of Science & Technology

Chairman
Secretary

Indore Institute of Science & Technology
(Run By Shail Educational & Welfare Society)

Schedule-G (Fixed Assets)

S. No.	Particulars	Rate (In %)	Balance As on 01/04/2021	Addition during the year		Transfer From Other Institute	Deduction During The Year	Total	Depreciation during the year	Balance As on 31/03/2022
				Up to 30-Sep-21	From 01-Oct-21					
1	Computers		3,530,344	33,588	-	-	-	3,563,932	577,713	2,986,218
	(a) Chemcad Software	16.21	295,290		-		-	295,290	47,867	247,423
	(b) Computer & Printer	16.21	2,217,296	33,588			-	2,250,884	364,868	1,886,015
	(c) Computer & Software(CS Dept.	16.21	1,017,758	-			-	1,017,758	164,979	852,779
2	Equipment		15,030,095	-	-	2,674,237	-	17,604,332	1,244,626	16,359,706
	(a) Lab Equipment	7.07	13,346,582	-	-	2,263,421	-	15,610,003	1,103,627	14,506,376
	(b) Air Conditioners	7.07	683,193	-	-	-	-	683,193	48,302	634,891
	(c) Fire Extinguisher	7.07	19,356	-	-	-	-	19,356	1,368	17,988
	(d) Office Equipments	7.07	686,106		-	310,816	-	996,922	70,482	926,440
	(e) Sports Equipments	7.07	37,111	-	-	-	-	37,111	2,624	34,487
	(f) Workshop Equipments	7.07	7,584	-	-	-	-	7,584	536	7,048
	(g) CCTV	7.07	250,163	-	-	-	-	250,163	17,687	232,476
3	Furniture & Fixtures		3,961,779	-	-	-	-	3,961,779	376,369	3,585,410
	(a) Furniture & Fixture	9.50	3,945,154	-	-		-	3,945,154	374,790	3,570,364
	(b) Library Furniture & Fixture	9.50	16,625	-	-		-	16,625	1,579	15,046
4	Library Books and Journals	10.00	3,959,442	152,380	-	2,860,212	(7,566)	6,964,468	696,447	6,268,021
5	Vehicles	11.31	325,926	-	-	-	(173,677)	152,249	36,580	115,669
6	Building	1.63	77,378,430	-	-	-	-	77,378,430	1,261,268	76,117,162
7	Canteen	1.63	12,521,573		483,866	-	-	13,005,439	208,045	12,797,393
8	Land & Site Development	0.00	4,275,736	-	-	-	-	4,275,736	-	4,275,736
Grand Total			120,983,325	185,968	483,866	5,434,449	(181,243)	126,906,365	4,401,049	122,505,316

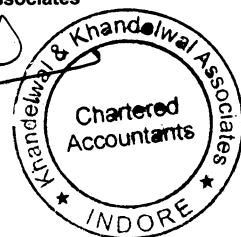
Khandelwal and Khandelwal Associates
Chartered Accountants
FRN-068389C

Durgesh Khandelwal
(Partner)

M.No. 077390

Date: 14-06-2022

Place: INDORE



Indore Institute of Science & Technology

Janvish Aggarwal
Chairman

Chand
Secretary

SIGNIFICANT ACCOUNTING POLICY AND NOTES TO THE ACCOUNTS

1. Accounting Assumptions

The Accounts of the institute are prepared under the historical cost convention with applicable accounting standards and relevant presentation requirements as per income tax act, 1961 using the mercantile method of accounting unless stated otherwise here in after.

2. Revenue Recognition

Fees from students are accounted on accrual basis after taking into consideration of all scholarships given in accordance with AS-9. Revenue is recognised only when it is reliably measurable and reasonably certain that the ultimate collection will be made.

Tuition Fees

Tuition fees are recognized over period of time towards the academic session of a particular semester. Any fees received in advance for next accounting year is not recognized as income for the year in which it is received, but shown as a liability in the balance sheet of the college. Such fees are recognized as income in the income and expenditure account of the next accounting year to which it relates. Similarly, fees relating to the current year, if any, due from the students at the end of the accounting year is income of that year.

One time charges

Colleges normally receive one time charge, i.e., the charges which are paid only once during the tenure of the studentship in the college. These charges are usually in the form of fees for admission to college, registration fees, etc. and are generally non refundable. Such charges are recognised as income when received.

Periodic charges

In addition to tuition fees and fees for pursuit of other curriculum activities and one-time charges, colleges also receive some other non-refundable charges from the students on periodic basis, for example, magazine/newspaper charges and other annual charges received from the students at the beginning of each academic year. Such charges are recognized as income on a time proportion basis over the relevant period.

Caution Money

At the time of admission of a student to a college, caution money is also received which is refundable to the student at the time the student leaves the college. Caution money is of the nature of deposit and, therefore is not considered as income. It is shown as a liability in the balance sheet of the college. The caution money is recognized as income only when a student waives his right to receive the caution money or it is forfeited by the college as per the rules or a



Sanvesh Agarwal

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Indore Institute of Science and Technology

student does not claim the caution money after becoming entitled to receive the same within the period during which refund can be claimed as per the policy of the college.

Hostel fees

Hostel fees is the fees charged for boarding and lodging from the student who avail the hostel facility. Revenue from such fees is recognized on time proportion basis over the period for which the fee is received. Revenue from mess charges received from the student living in the hostel is recognized on a time proportion basis over the period for which charges have been received.

Amount received from Board for payment to Exam Invigilators

College receives amounts from the Education boards for payment to the invigilators for conducting board examinations. The amount received from the board is recognized as income and the amount paid/payable to the invigilators is shown as an expense in the income and expenditure account.

3. Donations

Donation received towards Corpus fund of the institute is directly taken to balance Sheet under the head Corpus fund and general donations are credited to Income and Expenditure Account.

4. Fixed assets

Fixed assets are stated as per written down value method including attributable interest and financial cost till such assets are ready for its intended use, less specific grants received.

5. Capital work in progress

Capital expenditure for building & site developments has been accounted under the head "building under construction" and transfer to respective assets on completion. The interest on the term loan has capitalized till the construction has been completed and put to use.

6. Depreciation

Depreciation on fixed assets is provided on written down value (WDV) method at the rates provided in Annexure I of Fixed Assets Schedule issued by Admission and Fee Regulatory Committee framed under Madhya Pradesh Niji Vyavasayik Shikshan Sansthan Adhiniyam 2007.

7. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of assets are capitalized as a part of the cost of assets. Other borrowing costs are recognized as an expense in the period in which they are incurred.

8. Apportionment of common expenses

Common expenses incurred by the society for the various educational institutions are distributed the institution on basis of gross fee income of the respective institutions.



Janvish Agarwal

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Indore Institute of Science and Technology

9. Provision and contingences

Provisions are determined based on best estimates of the amount required to settle the obligation at the balance sheet date. Contingent assets are neither recognized nor disclosed in the financial statements. The institute does not recognize a contingent liability but disclose its existence in the financial statement.

10. Employee Benefits

The Institute has not provided for the gratuity liability in accordance with AS 15- Employee Benefits as issued by the Institute of Chartered Accountants of India. However, a provision @4.81% of Basic salary plus Dearness Allowance and Grade pay is provided towards gratuity in the books of accounts. No actuarial valuation is obtained to ascertain provision for gratuity for the year.

11. Certain Fixed Assets which are transferred from IICA and IIST-2 to this institute have been shown in Fixed Assets Schedule separately.

12. There is no contingent liability as on balance sheet date.

Indore Institute of Science and Technology

Khandelwal & Khandelwal Associates

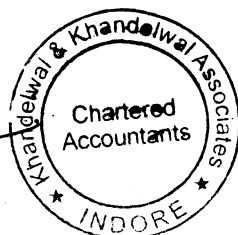
Chartered Accountants

(FRN008389C)



Durgesh Khandelwal
(Partner)

M.No.077390



Chairman



Secretary

Place: Indore

Date: 14-06-2022