

# BRANCH AUDIT REPORT 2010-2011

## BRANCH AUDIT REPORT

To  
The President,  
Sinhgad Technical Education Society,  
Vadgaon BK., Pune.

We have audited the attached Balance Sheet of Sinhgad Spring Dale High School, Narhe Branch of Sinhgad Technical Education Society, Pune as on 31<sup>st</sup> March 2011 and Income & Expenditure Account of the Branch for the year ended on that date annexed thereto.

It is the responsibility of the management to prepare and present true financial statements in accordance with accounting standards generally accepted in India. 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

Sinhgad Technical Education Society, Pune's

## SINHGAD SPRING DALE HIGH SCHOOL, Narhe, Pune.

We report that:-

1. 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.
2. The Balance Sheet and the Income and Expenditure Account dealt with by the report are in agreement with the books of account.
3. In our opinion, the branch has kept proper books of account as required by law so far as it appears from our examination of these books.
4. In our opinion, the Balance Sheet and Income & Expenditure Account comply with relevant Accounting Standards except in respect of provision of liability which has been valued considering past experience and being valued on an Annual Valuation basis.
5. 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:-  
a. In the case of Balance Sheet, of the state of affairs of the Branch as at 31.03.2011 &  
b. In the case of Income & Expenditure A/c, the Deficit for the year ended on that date.
6. In the case of Income & Expenditure A/c, the Deficit for the year ended on that date.

For M/s Nitin G. Kudale & Co.  
Chartered Accountants



**M/S NITIN G. KUDALE & CO.**

**CHARTERED ACCOUNTANTS**

NEAR SHREE AUTOMOBILES, MAHAVEER PATH,  
A/P AKLUJ, TAL MALASHIRAS, DIST SOLAPUR.

TEL.NO.02185-225799/ 223311 CELL- 98221 19299.

e-mail:- nitingkudaleandco@gmail.com



## BRANCH AUDIT REPORT

To  
The President,  
Sinhgad Technical Education Society,  
Vadgaon Bk., Pune.

We have audited the attached Balance Sheet of **Sinhgad Spring Dale High School, Narhe** Branch of 'Sinhgad Technical Education Society, Pune' as on **31<sup>st</sup> March 2011** and Income & Expenditure Account of this Branch for the year ended on that date annexed thereto.

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.

These Financial Statement of **Sinhgad Spring Dale High School, Narhe** for the year ended **31<sup>st</sup> March 2011** incorporates apportionable and/or identifiable assets, liabilities and expenditure of 'Sinhgad Technical Education Society' relating to this Branch.


### **We report that:-**

1. 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.
2. The Balance Sheet and the Income and Expenditure Account dealt with by this report are in agreement with the books of account.
3. In our opinion, the branch has kept proper books of account as required by law so far as it appears from our examination of these books.
4. In our opinion, the Balance Sheet and Income & Expenditure Account comply with relevant Accounting Standards except AS-15 in respect of provision of Gratuity, which has been made considering past experience and trend instead of on 'Actuarial Valuation basis'.
5. 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 :-
  - a. In the case of Balance Sheet, of the state of affairs of the Branch as at 31.03.2011 &
  - b. In the case of Income & Expenditure A/c, the Deficit for the year ended on that date.
6. Report of Auditors under Section 33 & 34 read with Rule 19 and Statement in Schedule IX-C Bombay Public Trust Act have not been annexed to branch's Statements of Accounts since the same are required to be submitted by the Statutory Auditor along with Consolidated Statements of Accounts of Sinhgad Technical Education Society, Pune.

Place: Pune  
Date: 19.05.2011



For M/s Nitin G. Kudale & Co.  
Chartered Accountants

  
CA. Nitin Kudale  
Proprietor [M.No.121624]

**SINHGAD SPRING DALE HIGH SCHOOL, NARHE.**

The Bombay Public Trust Act, 1950

Schedule VIII [Vide Rule 17(1)]

**Name Of The Trust: SINHGAD TECHNICAL EDUCATION SOCIETY, PUNE.**

Registration No. F-8282/PUNE Dated: 12.08.1993

**BALANCE SHEET AS AT 31ST MARCH 2011**

Funds & Liabilities	Sch	Amount (Rs.)	Property & Assets	Sch	Amount (Rs.)
<b>Trust Funds or Corpus</b> Balance as per last Balance Sheet			<b>Immovable Properties (at cost)</b>	<b>1</b>	26,190,745
Adjustments during the year			<b>Investments and Deposits</b>	<b>5</b>	500
Memberships Fees			<b>Movable Properties (at cost)</b>	<b>1</b>	12,657,494
Donations			Balance as per last Balance Sheet		1,063,956
			Additions during the year		(1,20,000)
<b>Branch / divisions</b>		-81,650,735	Disposals during the year		
<b>Other Earmarked Funds</b> (created under the provisions of the trust deed or scheme or out of the income)			<b>Intangible Properties (at cost)</b>	<b>1</b>	
Depreciation & Amortization Fund			<b>Loans (Secured or Unsecured)</b>		
Reserve Fund			Good/Doubtful		
Any Other Fund	<b>1</b>	1,53,32,951	Loan Scholarships		
			Other Loans		
<b>Loans (Secured or Unsecured)</b>			<b>Advances</b>		
From Trustees			Advances To Trustees		
From Others	<b>2</b>	5,44,21,949	Advances To Employees		
			Advances To Others		
<b>Liabilities</b>			Prepaid Expenses		
For Expenses		45,42,414	Pre-Operative Expenses		
For Advances			Tax Deducted at Source		
For Rent & Other Deposits	<b>3</b>	4,52,40,349	<b>Income Outstanding</b>		
For Sundry Credit Balances	<b>4</b>	21,97,682	Fees Receivable		
			Interest Receivable		
			Other Receivables		
			Rent		
			<b>Stocks</b>		
			<b>Cash &amp; Bank Balances</b>	<b>6</b>	1,65,912
			In Current A/C		
			In Fixed Deposit A/C		
			With the Trustee		
			With the Manager		
<b>TOTAL</b>		<b>4,00,84,610</b>	<b>TOTAL</b>		<b>4,00,84,610</b>

**Notes forming part of the Accounts : Schedule No. 10**

As per our report of even date

For M/s. Nitin G. Kudale & Co.

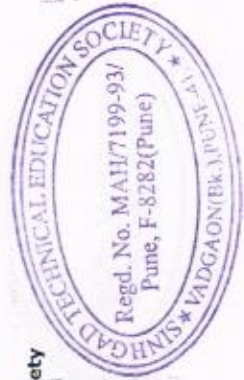
Chartered Accountants

*(Signature)*  
CA. Nitin Kudale

Proprietor (M.No.121624 )

Date : 19/05/2011

Place : Pune



For Sinhgad Technical Education Society

*(Signature)*

M. N. Navale  
President

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.

**SINHGAD SPRING DALE HIGH SCHOOL, NARHE.**

The Bombay Public Trust Act, 1950

Schedule IX [Vide Rule 17(1)]

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

Registration No. F-8282/PUNE Dated: 12.08.1993

**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011**

Expenditure	Sch.	Amount (Rs.)	Income	Sch.	Amount (Rs.)
To Expenditure in respect of Properties Rates, Taxes, Insurance & Cesses			By Rent (accrued) / (realised)		
Repairs & Maintenance			By Interest (accrued)		
Salaries			On Securities		
Depreciation (by way of provision or adjustments)			On Loans		
			On Bank A/c		
<b>To Establishment Expenses</b>	<b>7</b>	<b>2,80,70,936</b>	By Dividend		
To Remuneration to Trustees			By Donations in cash or kind		
To Remuneration (in the case of a math) to the head of the math including his household expenditure, if any			By Grants		
To Legal Expenses			<b>By Income from other sources</b>	<b>9</b>	<b>7,97,27,368</b>
<b>To Audit Fees</b>		<b>23,732</b>	By Transfer from Reserve		
To Contribution & Fees			<b>By Deficit transferred to Head Office</b>		<b>1,23,67,695</b>
To Amount written off					
Bad Debts					
Loan Scholarships					
Irrecoverable Rents					
Other Items					
To Miscellaneous Expenses					
<b>To Depreciation &amp; Amortization</b>	<b>1</b>	<b>37,900</b>			
To Amounts transferred to Reserve or Specific Funds					
<b>To Expenditure on Objects of the Trust</b>					
Religious					
<b>Educational</b>	<b>8</b>	<b>15,93,015</b>			
Medical Relief					
Relief of poverty					
Other Charitable objects					
<b>TOTAL</b>		<b>9,20,95,063</b>	<b>TOTAL</b>		<b>9,20,95,063</b>

**Notes forming part of the Accounts : Schedule No. 10**

As per our report of even date

For M/s. Nitin G. Kudale & Co.

Chartered Accountants

*(Signature)*  
CA. Nitin Kudale

Proprietor (M.No.121624)

Date : 19/05/2011

Place : Pune



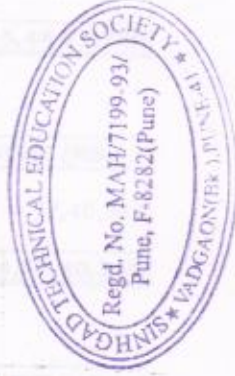
The above Income & Expenditure to the best of our belief contains a true account of the Expenditure and Income of the Trust.

For Sinhgad Technical Education Society

*(Signature)*

M. N. Navale

President



**SCHEDULE NO.- 2 : LOANS FROM OTHERS**

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>A] WORKING CAPITAL LOAN :</b>		3,53,59,160
<b>B] TERM LOAN :</b>		
State Bank of India		1,90,62,789
<b>GRAND TOTAL</b>		<b>5,44,21,949</b>

**SCHEDULE NO.- 3 : LIABILITIES FOR RENT & OTHER DEPOSITS**

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
Deposits from Students		4,52,40,349
<b>TOTAL</b>		<b>4,52,40,349</b>

**SCHEDULE NO.- 4 : LIABILITIES FOR SUNDRY CREDIT BALANCES**

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>SUNDRY CREDITORS</b>		9,40,364
<b>TAX DEDUCTED AT SOURCE (TDS) :</b>		
TDS on Salary		1,00,911
<b>OTHER LIABILITIES :</b>		
Fee Refundable	1,34,035	
Provident Fund (Employees' Contribution)	1,65,433	
Profession Tax	43,475	
Group LIC Scheme	80,575	
Employees' Mutual Benevolent Fund	10,740	
Fees Received in Advance	5,77,500	10,11,758
<b>LIABILITIES FOR CHEQUES ISSUED BUT NOT REALISED</b>		1,44,649
<b>TOTAL</b>		<b>21,97,682</b>

**SCHEDULE NO.- 5 : INVESTMENTS & DEPOSITS**

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>DEPOSITS</b>		
Telephone Deposits	500	500
<b>TOTAL</b>		<b>500</b>

**SCHEDULE NO. 6 : CASH & BANK BALANCES**

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>CASH IN HAND</b>		1,875
<b>CHEQUES / DD's IN HAND</b>		1,28,300
<b>BANK BALANCES :</b>		
<b>In Current Accounts</b>		
The Thane Janata Sahakari Bank Ltd.	35,737	35,737
<b>TOTAL</b>		<b>1,65,912</b>



## SCHEDULE NO.- 7 : ESTABLISHMENT EXPENSES

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>Advertisement and Publicity</b>		2,07,951
<b>Interest on Term Loans</b>		24,01,640
<b>Interest on Working Capital Loans</b>		21,31,843
<b>Financial Expenses</b>		4,93,730
<b>Bank Charges &amp; Commissions</b>		29,336
<b>Legal and Consultation Charges</b>		1,44,766
<b>Property Taxes</b>		62,030
<b>Insurance Charges (Other than on Vehicle)</b>		18,935
<b>Repairs &amp; Maintenance</b>		
Repairs & Maintenance to Building	47,86,010	
Repairs & Maintenance to Furniture & Fixtures	7,667	
Repairs & Maintenance to Other Assets	3,83,552	
Garden Maintenance	80,618	52,57,847
<b>Electricity Expenses</b>		
Electricity Charges	14,95,803	
Diesel for Generator	25,071	15,20,874
<b>Vehicle Expenses</b>		
Petrol & Diesel Expenses	44,25,459	
Repairs & Maintenance to Vehicles	16,21,692	
Vehicle Usage Charges	46,96,643	
Vehicle Insurance	5,60,513	
RTO Tax	8,49,520	1,21,53,827
<b>Administrative &amp; General Expenses</b>		
Office Expenses	65,174	
Postage & Telephone Expenses	79,448	
Printing & Stationary	1,79,821	
Water Supply & Testing Charges	1,20,880	
Branch Audit Fees	67,562	
Donation Paid	18,353	
Supervision Charges	29,80,000	
Other Expenses	1,36,920	36,48,158
<b>TOTAL</b>		<b>2,80,70,936</b>



## SCHEDULE NO.- 8 : EDUCATIONAL EXPENSES

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>Employee Costs</b>		
Salaries & Wages	5,73,59,488	
Contribution to P.F. & Pension Fund	12,25,934	
Administrative Expenses for P.F.	1,27,877	
Gratuity	9,98,367	
Staff Welfare	2,11,217	5,99,22,883
<b>Internet Charges</b>		10,424
<b>Consumables</b>		28,868
<b>Picnic, Gathering and Cultural Events</b>		11,29,534
<b>Newspapers, Periodicals &amp; Journals</b>		6,046
<b>Student Welfare Expenses</b>		10,91,507
<b>Travelling &amp; Conveyance</b>		46,277
<b>Remuneration to Visiting Faculty</b>		69,542
<b>Software Expenses</b>		49,102
<b>Miscellaneous Expenses</b>		
Prior Period Expenses	3,690	
Other Miscellaneous Expenses	11,607	15,297
<b>TOTAL</b>		<b>6,23,69,480</b>



## SCHEDULE NO.- 9 : INCOME FROM OTHER SOURCES

PARTICULARS	AMOUNT (RS.)	AMOUNT (RS.)
<b>FEES INCOME</b>		
Admission Fees	3,24,000	
Tution Fees	2,54,04,000	
Term Fees	1,05,85,000	
Other Fees	2,32,87,000	5,96,00,000
<b>INCOME FROM SALE</b>		
Sale of Prospectus	1,40,500	
Sale of Other Items	42,351	1,82,851
<b>OTHER INCOME</b>		
Bus Fees	1,88,87,652	
Licence Fees & Maintenance Charges	36,770	
Amounts Written Back	23,374	
Admission Cancellation Charges	61,920	
Miscellaneous Receipts	9,34,801	1,99,44,517
<b>TOTAL</b>		<b>7,97,27,368</b>





**LIST OF SUNDRY CREDITORS :**  
(ATTACHED TO SCHEDULE NO.4)

SR. NO.	PARTICULARS	AMOUNT (RS.)
1.	CENTRE FOR STUDENTS CAREER DEVELOPMENT	2,57,250
2.	CHAMPION SPORTSWEAR	52,523
3.	FRIENDS ELECTRONICS	18,962
4.	NEHA CREATIONS	4,80,614
5.	NILANJAN ARTS	34,489
6.	RAHUL.M JORI	500
7.	SEEMA SCINTIFIC	28,368
8.	SINHGAD GENERAL & PRVISION STORES	43,490
9.	STES CANTEEN	7,508
10.	TANGENT SERVICES	16,660
	<b>TOTAL</b>	<b>9,40,364</b>



**Retirement Benefits**

The Institute's contribution to Provident Fund is charged to Income & Expenditure Account. The provision for gratuity for the year has been made considering the past trend, increase in number of employees etc.

**Software**

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

## **SINHGAD SPRINGDALE HIGH SCHOOL, NARHE**

### **SCHEDULE NO.10- NOTES FORMING PART OF THE ACCOUNTS**

#### **1. SIGNIFICANT ACCOUNTING POLICIES:**

##### **i) Method of Accounting:**

The accounts are prepared with the historical cost convention 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.

##### **ii) Fixed Assets:**

a) All direct expenses attributable to Fixed Assets acquired are capitalized. Initial accessories purchased along with the new asset are capitalized. Replacement accessories and other spares are charged out as expense.

b) Fixed Assets are shown at historical cost.

c) 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. Depreciation is provided on the assets by creating depreciation fund at the rates decided by the Management as mentioned in **Schedule 1: Fixed Assets.**

d) Depreciation is charged on Written Down Value [WDV] Method.

##### **iii) Retirement Benefits:**

The institute's contribution to Provident Fund is charged to Income & Expenditure Account. The provision for gratuity for the year has been made considering the past trend, increase in number of employees etc.

##### **iv) Softwares:**

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



v) **Secured Loans:**

- i) The term loan availed By the Society has been equitably apportioned on the basis of Gross Block of Fixed Assets of the respective units.
- ii) The working capital limits availed by the Society from various Banks have also been apportioned on the basis of Operating Expenses of the respective units.

vi) **General:**

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

2. **BALANCE CONFIRMATIONS:**

All balances in personal accounts are subject to their confirmations.

3. **EXPENDITURE ON THE OBJECTS OF THE TRUST:**

The expenses pertaining to salaries and allowances of the 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.

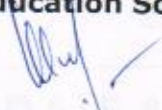
4. **VEHICLE USAGE CHARGES:**

School Buses and loans thereon appear in the books of Corporate Office of the Society. The Corporate Office has debited charges towards depreciation and interest on loans availed for school buses. These expenses have been shown under Vehicle Expenses as 'Vehicle Usage Charges'.

As per our report of even date

**For M/s Nitin G. Kudale & Co.  
Chartered Accountants**

**For Sinhgad Technical  
Education Society**



Place : Pune  
Date : 19.05.2011

**CA. Nitin Kudale  
Proprietor (M. No.121624)**

**Prof. M. N. Navale  
(President)**

