

# AUDIT REPORT 2016-2017

The Board of Trustees,  
Sinhgad Technical Education Society,  
Pune,  
Maharashtra.

We have audited the financial statements of Sinhgad Spring Dale School, Ambegaon, Pune for the year ended 31st March 2017 and Income & Expenditure account of the said school for the year ended on that date as stated above.

The financial statements are the responsibility of the Management. Our responsibility is to express an opinion on these financial statements based on the audit conducted by us.

Sinhgad Technical Education Society, Pune's  
**SINHGAD SPRING DALE SCHOOL**  
**AMBEGAON**



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

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

1. We have audited the attached Balance Sheet of **Sinhgad Spring Dale School , Ambegaon, Pune** (the segment of Sinhgad Technical Education Society, Pune hereinafter referred as 'the institution') as on **31<sup>st</sup> 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 **Sinhgad Spring Dale School , Ambegaon, 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, **Sinhgad Spring Dale School , Ambegaon, 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.







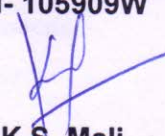
**M/S K.S.MALI & CO.**  
**Chartered Accountants**

- 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) The Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of account.
- f) In our opinion the Balance Sheet and Income & Expenditure Account comply with relevant Accounting Standards.
- g) 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)



**SINHGAD SPRING DALE SCHOOL**  
**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.)
<b>Trust Funds or Corpus</b>			<b>Immovable Properties (at cost)</b>	<b>1</b>	12,57,93,454
Balance as per last Balance Sheet			<b>Investments and Deposits</b>	<b>6</b>	6,00,500
Adjustments during the year			<b>Movable Properties (at cost)</b>	<b>1</b>	
Membership Fees			Balance as per last Balance Sheet		3,33,13,256
Donations			Additions during the year		15,330
			Disposals during the year		
<b>Branch / divisions</b>		-19,92,72,190	<b>Intangible Properties (at cost)</b>	<b>1</b>	
			<b>Capital Work - In - Progress</b>	<b>1</b>	
<b>Other Earmarked Funds</b>			<b>Advances</b>		
(created under the provisions of			Advances To Trustees		
the trust deed or scheme or out of			Advances To Employees		1,72,30,427
the income)			Advances To Others		
Depreciation & Amortization Fund	<b>1</b>	6,58,26,828	Prepaid Expenses		6,26,099
Reserve Fund		5,00,000	Pre-Operative Expenses		
Any Other Fund			Tax Deducted at Source		
<b>Loans (Secured or Unsecured)</b>			<b>Income Outstanding</b>		
From Trustees			Fees Receivable		25,24,960
From Others	<b>2</b>	12,27,24,868	Interest Receivable		1,21,259
			Other Receivables		
<b>Liabilities</b>			Rent		
For Expenses & Provisions	<b>3</b>	8,85,51,384	<b>Stocks</b>		
For Advances			<b>Cash &amp; Bank Balances</b>	<b>7</b>	44,44,281
For Rent & Other Deposits	<b>4</b>	8,35,54,100	In Current A/C		
For Sundry Credit Balances	<b>5</b>	2,27,84,576	In Fixed Deposit A/C		
			With the Trustee		
			With the Manager		
<b>TOTAL</b>		<b>18,46,69,566</b>	<b>TOTAL</b>		<b>18,46,69,566</b>

**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



**SINHGAD SPRING DALE SCHOOL**  
**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.)	
<b>To Expenditure in respect of Properties</b> Rates, Taxes, Insurance & Cesses Repairs & Maintenance Salaries Depreciation (by way of provision or adjustments)	<b>8</b>	7,61,72,026	By Rent (accrued) / (realised)			
<b>To Establishment Expenses</b> 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			<b>By Interest (accrued)</b> On Securities On Loans <b>On Bank A/c</b>			33,105
<b>To Audit Fees</b> To Contribution & Fees			88,593			
<b>To Amount written off</b> Bad Debts Loan Scholarships Irrecoverable Rents <b>Other Items</b>			39,200			
To Miscellaneous Expenses	<b>1</b>	50,89,481	<b>By Dividend</b> By Donations in cash or kind By Grants <b>By Income from other sources</b> By Transfer from Reserve	<b>10</b>	18,84,31,417	
<b>To Depreciation &amp; Amortization</b> <b>To Amounts transferred to Reserve or Specific Funds</b> <b>To Expenditure on Objects of the Trust</b> Religious <b>Educational</b> <b>Medical Relief</b> Relief of poverty Other Charitable objects			13,62,39,970			
<b>To Surplus/(Deficit) trf.to H.O.</b>		-2,91,64,748				
<b>TOTAL</b>		<b>18,84,64,522</b>	<b>TOTAL</b>		<b>18,84,64,522</b>	

**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





PARTICULARS	DEPR. RATE	COST	ADDITIONS	COST	DEPRECIATION FUND			WDV	
					01.04.2016	Apr 16 - Mar 17	31.03.2017		WDV
<b>A) IMMOVABLE ASSETS</b>									
LAND		97,25,006		97,25,006			97,25,006	97,25,006	
PLAY GROUND									
BUILDING & CIVIL WORKS	5%	11,37,39,436		11,37,39,436	3,00,56,263	41,84,159	3,42,40,422	7,94,99,014	
COMPOUND WALL	5%								
WATER SUPPLY SCHEME	5%								
ROAD	5%								
ELECTRICAL FITTINGS	25%	23,29,012		23,29,012	17,59,795	1,42,304	19,02,099	4,26,913	
<b>SUB-TOTAL (A)</b>		<b>12,57,93,454</b>	<b>0</b>	<b>12,57,93,454</b>	<b>3,18,16,058</b>	<b>43,25,463</b>	<b>3,61,42,521</b>	<b>8,96,50,933</b>	
<b>B) MOVABLE ASSETS</b>									
FURNITURE & FIXTURES	15%	2,18,33,686		2,18,33,686	1,80,38,406	5,69,292	1,86,07,698	32,25,988	
LIBRARY BOOKS	50%	26,01,173	5,330	26,06,503	24,78,755	63,874	25,42,629	63,874	
VEHICLES	25%								
COMPUTERS & COMPUTER EQUIPMENTS	50%	38,88,116	10,000	38,98,116	38,62,979	17,569	38,80,548	17,568	
MACHINERY & EQUIPMENTS	50%	49,90,281		49,90,281	45,41,151	1,12,283	46,53,434	3,36,847	
(AS PER DETAILS BELOW)									
<b>SUB-TOTAL (B)</b>		<b>3,33,13,256</b>	<b>15,330</b>	<b>3,33,28,586</b>	<b>2,89,21,291</b>	<b>7,63,018</b>	<b>2,96,84,309</b>	<b>43,91,965</b>	
<b>GRAND-TOTAL (A+B)</b>		<b>15,91,06,710</b>	<b>15,330</b>	<b>15,91,22,040</b>	<b>6,07,37,349</b>	<b>50,89,481</b>	<b>6,58,26,828</b>	<b>9,83,69,361</b>	

PARTICULARS	DEPR. RATE	COST	ADDITIONS	COST	DEPRECIATION FUND			WDV	
					01.04.2016	Apr 16 - Mar 17	31.03.2017		WDV
<b>MACHINERY &amp; EQUIPMENTS</b>									
MUSICAL INSTRUMENTS / MUSIC SYSTEM	25%	2,10,230		2,10,230	2,01,832	2,100	2,03,932	6,298	
OFFICE EQUIPMENTS	25%	8,36,259		8,36,259	7,74,467	15,448	7,89,915	46,344	
SPORTS EQUIPMENTS	25%	1,97,172		1,97,172	1,81,011	4,040	1,85,051	12,121	
WATER COOLER	25%	48,950		48,950	12,238	9,178	21,416	27,534	
WATER PURIFIER	25%	2,71,512		2,71,512	2,09,750	15,441	2,25,191	46,321	
OTHER MACHINERY & EQUIPMENTS	25%	34,26,158		34,26,158	31,61,853	66,076	32,27,929	1,98,229	
<b>TOTAL</b>		<b>49,90,281</b>	<b>0</b>	<b>49,90,281</b>	<b>45,41,151</b>	<b>1,12,283</b>	<b>46,53,434</b>	<b>3,36,847</b>	



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

PARTICULARS	LISTIN G REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>A] WORKING CAPITAL LOANS :</b>			6,77,89,384
<b>B] TERM LOANS :</b>			
Bank of India		5,49,35,484	5,49,35,484
<b>GRAND TOTAL</b>			<b>12,27,24,868</b>

**SCHEDULE NO.- 3 : LIABILITIES FOR EXPENSES & PROVISIONS**

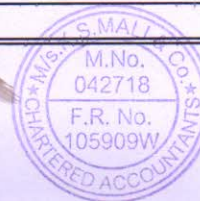
PARTICULARS	LISTIN G REF	AMOUNT (RS.)	AMOUNT (RS.)
Salary & Wages Payable			7,66,12,948
Provident Fund (Institute's Cont.) Payable			1,12,11,273
Admin. Charges to P.F. Payable			7,23,473
Other Expenses Payable			3,690
<b>TOTAL</b>			<b>8,85,51,384</b>

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

PARTICULARS	LISTIN G REF	AMOUNT (RS.)	AMOUNT (RS.)
Deposits from Students			8,35,54,100
<b>TOTAL</b>			<b>8,35,54,100</b>

**SCHEDULE NO.- 5 : LIABILITIES FOR SUNDRY CREDIT BALANCES**

PARTICULARS	LISTIN G REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>SUNDRY CREDITORS</b>			11,90,903
<b>TAX DEDUCTED AT SOURCE (TDS) :</b>			
TDS on Salary		11,75,118	11,75,118
<b>OTHER LIABILITIES :</b>			
Fees Refundable		82,982	
Provident Fund (Employees' Contribution)		31,59,418	
Profession Tax		1,72,875	
Group LIC Scheme		4,70,275	
Bank Loan (Staff)		74,953	
Fees Received in Advance		1,63,22,000	
Other Liabilities		1,36,052	2,04,18,555
<b>TOTAL</b>			<b>2,27,84,576</b>



## SCHEDULE NO.- 6 : INVESTMENTS &amp; DEPOSITS

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>INVESTMENTS</b>			
<b>Fixed Deposits with Banks</b>	<b>1</b>		
Bank of India		6,00,000	6,00,000
<b>Total Investments</b>			<b>6,00,000</b>
<b>DEPOSITS</b>			
Telephone Deposits		500	500
<b>TOTAL</b>			<b>6,00,500</b>

## SCHEDULE NO. 7 : CASH &amp; BANK BALANCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>CASH IN HAND</b>			13,089
<b>BANK BALANCES :</b>			
<b>In Current Accounts</b>			
TJSB Sahakari Bank Ltd.		59,045	
Bank of Maharashtra		5,127	
Shri Anand Co-Op. Bank Ltd.		43,54,151	
Bank of India		12,869	44,31,192
<b>TOTAL</b>			<b>44,44,281</b>





## SCHEDULE NO.- 8 : ESTABLISHMENT EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>Advertisement and Publicity</b>	<b>2</b>		2,12,426
<b>Interest on:</b>			
Working Capital Loans		93,77,573	
Term Loans		82,78,907	
			1,76,56,480
<b>Bank Charges</b>			7,903
<b>Property Taxes</b>			3,11,881
<b>Repairs &amp; Maintenance</b>			
Repairs & Maintenance to Building		1,44,701	
Repairs & Maintenance to Computers		11,100	
Repairs & Maintenance to Other Assets		2,34,836	
			3,90,637
<b>Electricity Expenses</b>			
Electricity Charges		40,80,147	
			40,80,147
<b>Vehicle Expenses</b>			
Petrol & Diesel Expenses		80,50,175	
Repairs & Maintenance to Vehicles		35,06,759	
Vehicle Usage Charges		35,29,968	
Vehicle Insurance		26,78,589	
RTO Tax		2,89,614	
			1,80,55,105
<b>Administrative &amp; General Expenses</b>			
Rent		2,02,47,246	
Office Expenses		67,971	
Postage & Telephone Expenses		38,930	
Printing & Stationary		8,25,844	
Supervision Charges		1,42,77,456	
			3,54,57,447
<b>TOTAL</b>			<b>7,61,72,026</b>





## SCHEDULE NO.- 9 : EDUCATIONAL EXPENSES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
Employee Costs	3		13,56,26,343
Internet Charges			1,11,233
Consumables			505
Newspapers, Periodicals & Journals			11,613
Travelling & Conveyance			10,611
Remuneration to Visiting Faculty			1,000
Software Expenses			345
Student Related Expenses	4		3,83,114
Miscellaneous Expenses			
Prior Period Expenses		700	
Other Miscellaneous Expenses		94,506	95,206
<b>TOTAL</b>			<b>13,62,39,970</b>





## SCHEDULE NO.- 10 : INCOME FROM OTHER SOURCES

PARTICULARS	LISTING REF	AMOUNT (RS.)	AMOUNT (RS.)
<b>FEES INCOME</b>			
Admission Fees		15,60,000	
Tuition Fees		8,01,16,060	
Term Fees		2,34,00,000	
Other Fees		3,76,98,500	14,27,74,560
<b>INCOME FROM SALE</b>			
Sale of Prospectus		5,66,500	5,66,500
<b>OTHER INCOME</b>			
Bus Fees		4,40,46,949	
Student Insurance Income		54,929	
Admission Cancellation Charges		9,83,284	
Miscellaneous Receipts		5,195	4,50,90,357
<b>TOTAL</b>			<b>18,84,31,417</b>





**LIST OF SUNDRY CREDITORS :**  
**(ATTACHED TO SCHEDULE NO.6)**

SR. NO.	PARTICULARS	AMOUNT (RS.)
1.	3 S SERVICE STATION	7,57,798
2.	AAKANKSHA CREATIONS	7,200
3.	CHAITANYA ENTERPRISES	2,120
4.	CHAMPION SPORTS	63,173
5.	FRIENDS ELECTRONICS	20,900
6.	G.K.NETWORK & TECHNOLOGY PVT.LTD.	5,750
7.	H.V. MEHENDELE & SONS	17,500
8.	NAPSTER ENTERPRISES	59,400
9.	NEEMCO TRADERS LIMITED	50,763
10.	NEHA CREATIONS	33,942
11.	NILANJAN ARTS	24,790
12.	RADIANT PEST CONTROL SERVICES	40,480
13.	R.C. ENTERPRISES	12,850
14.	SHREE SADGURU HARDWARE	10,800
15.	SINHGAD GEN & PROVISION STORES	56,700
16.	VISHWAKARMA GLASS DESIGN	26,737
	<b>Total</b>	<b>11,90,903</b>





**LISTS****1] Fixed Deposits with Banks**

PARTICULARS	AMOUNT (RS.)
Other Fixed Deposits	6,00,000
<b>TOTAL</b>	<b>6,00,000</b>

**2] Advertisement and Publicity**

PARTICULARS	AMOUNT (RS.)
Advertisement for Staff Recruitment	2,12,426
	<b>2,12,426</b>

**3] Employee Costs**

PARTICULARS	TOTAL AMOUNT (RS.)
Salaries & Wages	12,15,67,985
Contribution to P.F. & Pension Fund	47,47,239
Administrative Expenses for P.F.	3,28,469
Gratuity Expenses	89,82,650
	<b>13,56,26,343</b>

**4] Student Related Expenses**

PARTICULARS	AMOUNT (RS.)
Art & Craft Material Exps	36,749
Picnic & Gathering Expenses	1,63,454
Sports Expenses	1,12,221
Student Welfare Expenses	58,733
Medical Exps	11,957
	<b>3,83,114</b>





**4] Student Related Expenses**

PARTICULARS	AMOUNT (RS.)
Art & Craft Material Exps	36,749
Picnic & Gathering Expenses	1,63,454
Sports Expenses	1,12,221
Student Welfare Expenses	58,733
Medical Exps	11,957
	<b>3,83,114</b>





# Sinhgad Spring Dale School, Ambegaon, 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 1<sup>st</sup> 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 Sinhgad Spring Dale School , Ambegaon (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 Ambegaon 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.





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 CBSC Rules:-

a. Reserve Fund

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:-

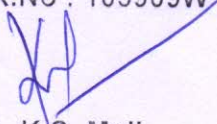
A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non- occurrence of one or more uncertain future events beyond the control of the Management or a present obligation that is not recognized because it is not probable that 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. 1,72,00,427/-, to be adjusted against payment of salaries. The same are included in the Balance Sheet under the head Advances to Employees

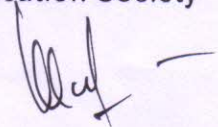
As per our report of even date

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



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

For Sinhgad Technical  
Education Society



M. N. Navale  
President

Place : Pune  
Date : 14.09.2017

