



P.R. SHETTY ASSOCIATES

CHARTERED ACCOUNTANTS

CA. P. Raghuchandra Shetty, B.Com., F.C.A.
Chartered Accountant

421, Second Floor, Kunil Complex, Bendoorwell, Mangalore 575 002
Ph: +91 824 2436522, 4268880 (O) 2438394 (Telefax)
+ 91 824 2275394 (R), 98451 12382 (M) Email: prshetty15@hotmail.com

AUDITOR'S REPORT

Reports on the Financial Statements

We have audited the accompanying financial statements of **A. J. INSTITUTE OF ENGINEERING AND TECHNOLOGY, KOTTARA CHOWKI, MANGALURU**, which comprise the Balance Sheet as at 31st March 2020, the Income and Expenditure account for the year ended 31st March 2020, and summary of significant accounting policies and other explanatory information.

Management's Responsibility for Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial positions and financial position of the College in accordance with the Accounting Standards issued by the ICAI. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Independent Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued 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 misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in financial statements. The procedures selected depend on the auditor's judgment, including the assessments of risks of material misstatements of financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to College preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by managements, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In case of Balance Sheet, of the State of Affairs of the College as at 31st March 2020.
- b) In case of Income and Expenditure account, of the Excess of Expenditure over Income for the year ended on that date.

Reports on other general requirements

We 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 accounts as required by law have been kept by the College so far as appears from the 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 and Expenditure Account comply with the Accounting Standards generally accepted in India.

For P.R.SHETTY ASSOCIATES




Place: Mangaluru

Date: 16-12-2020

CA. P. RAGHUCHANDRA SHETTY B.COM, F.C.A

Membership No: 200314

A. J. INSTITUTE OF ENGINEERING AND TECHNOLOGY

Kottara Chowki, Mangaluru-575006

BALANCE SHEET AS AT 31ST MARCH 2020

(Amount in Rs.)

SL. NO.	PARTICULARS	SCH. NO.	AS ON 31.03.2020	AS ON 31.03.2019
<u>SOURCE OF FUNDS:</u>				
1	<u>Loans & Advances:</u>			
	Secured Loans	1	180946086	234115933
2	<u>Current Liabilities & Provisions:</u>			
	i Sundry Creditors	2	2874362	5469843
	ii Accounts Payable	3	579090397	492689810
	iii Other Current Liabilities	4	256500	-
	iv Short Term Provisions	5	8005988	3505994
	TOTAL		771173333	735781579
<u>APPLICATION OF FUNDS:</u>				
1	<u>Fixed Assets:</u>			
	Tangible Asset	6	695358146	672864816
2	Investment and Deposits	7	5139286	4404900
3	<u>Current Assets , Loans and Advances:</u>			
	i Cash and Bank Balances	8	17621334	5932671
	ii Loans and Advances	9	134460	270000
4	Deficit	10	52920107	52309191
	TOTAL		771173333	735781579
	Significant Accounting Policies & Notes on Accounts	19		

AS PER OUR REPORT OF EVEN DATE

For P. R. SHETTY ASSOCIATES

Chartered Accountants

Firm Reg No. 005198S



CA. P. Raghuchandra Shetty B.Com., F.C.A.

Membership No. 200314

For A. J. Institute of Engineering & Technology

President

Place : Mangaluru

Date : 16.12.2020

A. J. INSTITUTE OF ENGINEERING AND TECHNOLOGY

Kottara Chowki, Mangaluru-575006

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

(Amount in Rs.)

SL. NO.	PARTICULARS	SCH. NO.	Year ended 31.03.2020	Year ended 31.03.2019
INCOME:				
1	Fees Collected	11	88920186	63414666
2	Interest Income	12	475520	347054
3	Other Income	13	1130235	829103
TOTAL (A)			90525941	64590823
EXPENDITURE:				
1	Employees Salaries and Other Benefits	14	48526092	38662990
2	Administrative and General Expenses	15	13731165	13477735
3	Rent, Rates and Taxes	16	1371745	2500
4	Other Expenses	17	12591757	7330132
5	Depreciation	18	15902217	15157037
TOTAL (B)			92122977	74630394
BALANCE:				
	Excess of Expenditure Over Income	(B-A)	1597036	10039571
	Significant Accounting Policies & Notes on Accounts	19		

AS PER OUR REPORT OF EVEN DATE**For P. R. SHETTY ASSOCIATES**

Chartered Accountants

Firm Reg No. 005198S



CA. P. Raghuchandra Shetty B.Com., F.C.A.

Membership No. 200314

Place : Mangaluru

Date : 16.12.2020

For A. J. Institute of Engineering & Technology
President

A. J. INSTITUTE OF ENGINEERING AND TECHNOLOGY

Kottara Chowki, Mangaluru-575006

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31.03.2020

(Amount in Rs.)

SCH. NO.	PARTICULARS	Year ended 31.03.2020	Year ended 31.03.2019
	<u>LOANS & ADVANCES</u>		
1	<u>Secured Loans:</u>		
	Syndicate Bank Term Loan A/c No. 143440005	180946086	234115933
		180946086	234115933
	<u>CURRENT LIABILITIES AND PROVISIONS:</u>		
2	<u>Sundry Creditors:</u>		
	A. J. Restaurant	-	692333
	Alakananda Printers	-	625
	Albrtsonint Pvt Ltd.	71680	-
	Brass Selection Center	-	7290
	Center Vision Technology	-	100000
	Chettinad Cement	-	51450
	Emdees Computers	290868	419630
	Hotel Motimahahal	-	513567
	Lawrence & Mayo India	575150	575150
	M S Pai & Co	-	88725
	Madhuvan Veg Restaurant	-	892283
	Mahalaxmi Enterprises	-	78123
	People Link	-	53622
	Pinto Cushion Works	-	15480
	Shreyank Sales Inc	-	387
	Simpolo Inc	374009	374009
	Souzas	-	10000
	Sridhar Kamath & Co	-	177014
	Steel House	1420155	1420155
	Win Sports	142500	-
		2874362	5469843
3	<u>Accounts Payable:</u>		
	A. J. Institute of Dental Sciences	143932120	121423120
	A. J. Institute of Paramedical Sciences	27000000	27000000
	A. J. Institute of Medical Sciences	408158277	343280570
	A. J. Hospital & Research Centre	-	986120
		579090397	492689810
4	<u>Other Current Liabilities:</u>		
	VTU Project Fund Received	200000	-
	AAKAR-2020	56500	-
		256500	-

(Amount in Rs.)

SCH. NO.	PARTICULARS	Year ended 31.03.2020	Year ended 31.03.2019
5	<u>Short Term Provisions:</u>		
	ESI Payable	37558	38729
	GST Payable	9000	9000
	Professional Charges	177000	153400
	Professional Tax Payable	18200	13600
	Provident Fund Payable	436499	311566
	Salary Payable	3945741	2917349
	Scholarship Refundable	3266240	-
	TDS Payable	115750	62350
		8005988	3505994
7	<u>INVESTMENT AND DEPOSITS:</u>		
	BSNL Deposit	325609	325609
	Tax Collected at Source	-	19300
	Tax Deducted at Source	201448	93959
	Security Deposit- AICTE	2800000	2800000
	Mescom Deposit	332000	332000
	Gratuity Fund	1480229	834032
		5139286	4404900
	<u>CURRENT ASSETS, LOANS AND ADVANCES</u>		
8	<u>Cash and Bank Balance:</u>		
	Cash In Hand	313165	5776
	Corporation Bank A/C 510101000458693	34604	34604
	Syndicate Bank SB A/C 02962010000010	4734783	666918
	Syndicate Bank SB A/C 02962010000018	12270989	5225373
	Syndicate Bank SB A/C 02962010000524	267793	-
		17621334	5932671
9	<u>Loans & Advances:</u>		
	Rent Receivable	54000	270000
	Ashiba Enterprises	76680	-
	ATM Rent Receivable	3780	-
		134460	270000
10	<u>DEFICIT:</u>		
	Opening Balance	52309191	42269620
	Add: Excess of Expenditure over Income	1597036	10039571
		53906227	52309191
	Less: Transfer - A. J. Hospital & Research Centre	986120	-
		52920107	52309191

A. J. INSTITUTE OF ENGINEERING & TECHNOLOGY
Kottara Chowki, Mangaluru-575006

SCHEDULE 6: FIXED ASSETS - TANGIBLE ASSETS

SL. No.	PARTICULARS	RATE	WRITTEN DOWN VALUE AS ON 01.04.2019	ADDITIONS		DISPOSAL	GROSS BLOCK	DEPRECIATION	WRITTEN DOWN VALUE AS ON 31.03.2020
				More Than 180 Days	Less than 180 Days				
FIRST BLOCK OF ASSETS:									
		0%							
1	Building		599578093	1272558	21505481	-	622356132	-	622356132
			599578093	1272558	21505481		622356132		622356132
SECOND BLOCK OF ASSETS:									
		10%							
1	Air Conditioner		4947390	-	-	-	4947390	494739	4452651
			4947390	-	-	-	4947390	494739	4452651
THIRD BLOCK OF ASSETS:									
		15%							
1	Bus		1189622	-	-	-	1189622	178443	1011178
2	Camera		944499	-	655182	-	1599681	190813	1408867
3	Elevator		4975146	-	-	-	4975146	746272	4228874
4	EPBX Systems		167966	-	-	-	167966	25195	142771
5	Equipments		2719019	-	-	-	2719019	407853	2311166
6	Electrical Fitting		5208875	-	-	-	5208875	781331	4427544
7	Fire Fighting system		2353442	-	-	-	2353442	353016	2000426
8	Furniture & Fixtures		18772649	3072437	2100163	-	23945249	3434275	20510974
9	Generator		921188	-	-	-	921188	138178	783009
10	Lab Equipments		16818465	-	643620	-	17462085	2571041	14891044
11	Library Books		3174747	-	950508	-	4125255	547500	3577755
12	Photocopier Machine		226289	-	-	-	226289	33943	192345
13	Sports Materials		188948	36697	286978	-	512623	55370	457253
14	Telephone		34366	-	7500	-	41866	5717	36148
15	Water Cooler		56426	-	-	-	56426	8464	47962
16	Waste Water Treatment Plant		448311	-	-	-	448311	67247	381065

17

A. J. INSTITUTE OF ENGINEERING AND TECHNOLOGY

Kottara Chowki, Mangaluru-575006

SCHEDULES FORMING PART OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31.03.2020

(Amount in Rs.)

SCH. NO.	PARTICULARS	Year ended 31.03.2020	Year ended 31.03.2019
11	<u>FEES COLLECTED:</u>		
	Examination Fee Collected	1988850	842067
	Hostel Fee Received	12158474	11048000
	Transportation Fee Collected	1011437	2073407
	Tuition Fees Received	73761426	49451193
		88920186	63414666
12	<u>INTEREST INCOME</u>		
	Interest Received	474073	347054
	Interest on Income Tax Refund	1447	-
		475520	347054
13	<u>OTHER INCOME</u>		
	Gym Fees Collected	32000	-
	CME Fund Collected	-	40527
	Exam Remuneration Received	447835	109376
	Rent Received	650400	679200
		1130235	829103
14	<u>EMPLOYEES SALARIES AND BENEFITS:</u>		
	ESI Paid	312051	319217
	Provident Fund	2349347	1801933
	Salary Paid	45864694	36541840
		48526092	38662990

(Amount in Rs.)

SCH. NO.	PARTICULARS	Year ended 31.03.2020	Year ended 31.03.2019
15	<u>ADMINISTRATIVE AND GENERAL EXPENSES:</u>		
	Advertisement Charges ✓	123026	548146
	Affiliation Fees	175720	2503165
	AICTE Approval Fee Paid	50000	75000
	Architect Fees Paid	472000	236000
	Bank Charges	18535	18611
	Electricity Charges ✓	4511887	3961345
	Exam Remuneration Paid	1286251	81298
	Examination Fees ✓	1190180	2293753
	House Keeping Expenses ✓	86784	468156
	Insurance Charges ✓	530933	9710
	Membership Fees ✓	372870	353140
	Postage & Telephone Charges	735049	1040730
	Printing & Stationary ✓	7112	1256185
	Professional Charges ✓	177000	153400
	Programme Expenses ✓	670753	374031
	Staff Welfare Expenses ✓	111986	80565
	University Fees Paid ✓	3104925	-
	Water Charges ✓	63980	24500
	Workshop Expenses ✓	42174	-
		13731165	13477735
16	<u>RENT, RATES & TAXES:</u>		
	Professional Tax Renewal Charges	2500	2500
	Property Tax Paid	1369245	-
		1371745	2500
17	<u>OTHER EXPENSES:</u>		
	Laboratory Consumables ✓	3156831	401587
	Mess Bill Paid	7124923	6355568
	Miscellaneous Expenses ✓	310983	144506
	Repairs & Maintenance ✓	1999020	428471
		12591757	7330132
18	<u>DEPRECIATION:</u>		
	Depreciation during the year	15902217	15157037

SCHEDULE 19 : SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS FOR THE YEAR
- ENDED 31.03.2020

1 BASIS FOR PREPARATION OF ACCOUNTS:

The accounts are prepared under Accrual System of Accounting.

The accounts have been prepared to comply in all material aspects with applicable accounting principles in India and the Accounting Standards issued by the accounting Standard Board of ICAI.

2 REVENUE RECOGNITION:

Revenues are recognised on accrual basis except fees collected from student.

3 FIXED ASSETS:

Fixed Assets are stated at cost of acquisition including inward freight, duties and taxes and incidental and direct expenses related to acquisition, installation and commissioning.

4 DEPRECIATION:

Depreciation has been provided at written down value at the rate specified as per section 32 of the Income Tax Act, 1961.

5 NOTE ON AUDIT REPORT

These financial statements are the responsibility of the Assessee. Our responsibility is to express an opinion on these financial statements based on our audit.

The presentation of the Statements of Accounts have been modified/ altered by regrouping/ recasting under various heads of accounts.

Place : Mangaluru

Date : 16.12.2020

For P. R. SHETTY ASSOCIATES

Chartered Accountants

Firm Reg No. 005198S


CA. P. Raghuchandra Shetty B.Com., F.C.A.

Membership No. 200314

