

GHOUSIA COLLEGE OF ENGINEERING
(a unit of Ghousia Industrial and Engineering Trust)

FINANCIAL YEAR
2021-22

Vijayanagar
Ramanagaram - 562 159



RANGARAJU AND ASSOCIATES

CHARTERED ACCOUNTANTS
AUDIT & TAXATION DIVISION

No. 503 & 504, 5th Floor,
Brigade Towers, No. 135/37,
Brigade Road, Bengaluru - 560 025

Ph : 91 80 2224 9077 / 79
Fax : 91 80 2224 9078
e-mail : rangaraju.associates@gmail.com

AUDIT REPORT

We have audited the attached Balance Sheet of "GHOUSIA COLLEGE OF ENGINEERING, a unit of GHOUSIA INDUSTRIAL AND ENGINEERING TRUST ("The Trust") as at 31st March, 2022 and also the Income and Expenditure Account for the year ended on that date annexed thereto. These Financial Statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on these Financial Statements based on audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in Financial Statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Financial Statement presentation. We believe that our audit provides a reasonable basis for our opinion. Further, we report that:

- i. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii. In our opinion, proper books of accounts as required by law have been kept by the Trust, so far as, appears from our examination of those books.
- iii. The Balance Sheet and the Income and Expenditure account dealt with by this report are in agreement with the books of account of the Trust.
- iv. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the significant accounting policies and notes forming part of accounts 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 Trust as at 31.03.2022.
- b. In the case of Income and Expenditure account, of the excess of Expenditure over Income of the College for the year ended on that date.

for RANGARAJU AND ASSOCIATES
CHARTERED ACCOUNTANTS


(KRISHNAN RANGARAJU)

PARTNER

Membership No. 018457

Firm Regn. No. 069125

UDIN: 22018457BCINRT2461.

Place : Bengaluru

Date : 20.09.2022.

GHOUSIA COLLEGE OF ENGINEERING
(A Unit of Ghousia Industrial and Engineering Trust)
VIJAYA NAGAR
RAMNAGARA - 562 159

BALANCE SHEET AS AT 31.03.2022

PARTICULARS	SCH NO	AMOUNT AS AT 31.03.2022 (RS.)
<u>SOURCES OF FUNDS</u>		
General Fund	1	8,47,41,817
Current Liabilities and Provisions	2	1,30,18,870
Total		9,77,60,687
<u>APPLICATION OF FUNDS</u>		
Property, Plant and Equipment (Net Block)	3	6,26,60,779
Capital Work in Progress	4	30,80,815
Investments		42,00,000
Current Assets, Loans and Advances	5	23,16,669
Cash and Bank Balances	6	1,90,27,995
Branch/Divisions		64,74,429
Total		9,77,60,687

Significant Accounting Policies

13

Schedule Nos 1 to 13 forming part of the accounts

for GHOUSIA COLLEGE OF ENGINEERING

As per our report of even date
for RANGARAJU AND ASSOCIATES

CHARTERED ACCOUNTANTS

(KRISHNAN RANGARAJU)

PARTNER

Membership No. 018457

Firm No.006912S

UDIN: 22018457BCINRT2461

(UMAR ISMAIL KHAN)

HON.SECRETARY

(DR.MOHAMMED ZAHED ANSARI)

PRINCIPAL

Place : Bengaluru

Date : 20.09.2022

GHOUSIA COLLEGE OF ENGINEERING
(A Unit of Ghousia Industrial and Engineering Trust)
VIJAYA NAGAR
RAMNAGARA - 562 159

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

PARTICULARS	SCH NO	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
INCOME		
Income from activities of the Trust in pursuance of its objectives	7	8,14,36,352
Other Income incidental to the main objectives	8	21,32,567
Total - A		8,35,68,919
EXPENDITURE		
Establishment Expenditure	9	6,47,02,926
Finance Charges	10	76,736
General and Administrative Expenditure	11	1,56,16,933
Repairs and Maintenance	12	26,79,642
Depreciation	3	81,17,456
Total - B		9,11,93,693
Excess of Expenditure over Income	(A-B)	(76,24,774)
Prior Period Adjustment		31,26,300
Balance Carried To Balance Sheet		(44,98,474)

Significant Accounting Policies

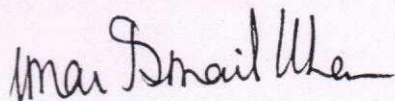
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Schedule Nos 1 to 13 forming part of the accounts

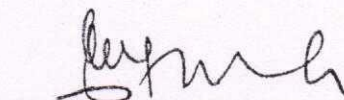
for GHOUSIA COLLEGE OF ENGINEERING

As per our report of even date
for RANGARAJU AND ASSOCIATES

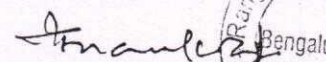
CHARTERED ACCOUNTANTS



(UMAR ISMAIL KHAN)
HON. SECRETARY



(DR. MOHAMMED ZAHED ANSARI)
PRINCIPAL



(KRISHNAN RANGARAJU)
PARTNER

Membership No. 018457

Firm No. 0069125

Place : Bengaluru

Date : 26.09.2022.

UDIN : 22018457 BCIN RT2461

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
RAMNAGARA - 562 159

SCHEDULES TO BALANCE SHEET AS AT 31.03.2022

GENERAL FUND

SCH NO 1

PARTICULARS	AMOUNT AS AT 31.03.2022 (RS.)
Balance as per Last Year Balance Sheet	8,92,40,291
Add: Excess of Expenditure over Income	(44,98,474)
TOTAL	8,47,41,817

CURRENT LIABILITIES AND PROVISIONS

SCH NO 2

PARTICULARS	AMOUNT AS AT 31.03.2022 (RS.)
Duties and Taxes Payable	3,59,033
Employee related Statutory Obligations Payable	9,33,019
Employees' Salaries Payable	41,65,848
Scholarship Amounts Disbursable	71,83,445
Security Maintanance Payble	3,77,525
TOTAL	1,30,18,870

CAPITAL WORK IN PROGRESS

SCH NO 4

PARTICULARS	AMOUNT AS AT 31.03.2022 (RS.)
Balance As Per Last Year Balance Sheet	30,80,815
Add: Additions During the Year	-
Less: Capitalization During the Year	-
TOTAL	30,80,815

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
RAMNAGARA - 562 159

SCHEDULES TO BALANCE SHEET AS AT 31.03.2022

CURRENT ASSETS, LOANS AND ADVANCES

SCH NO 5

PARTICULARS	AMOUNT AS AT 31.03.2022 (RS.)
Interest Receivable	20,245
Balance with Revenue Authorities	6,95,824
Deposits	11,07,370
Other Advances	4,85,280
Staff Advance	7,950
TOTAL	23,16,669

CASH AND BANK BALANCES

SCH NO 6

PARTICULARS	AMOUNT AS AT 31.03.2022 (RS.)
Balances with Banks	1,90,27,836
Cash in Hand	159
TOTAL	1,90,27,995

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
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PROPERTY, PLANT AND EQUIPMENT

SCHEDULES TO BALANCE SHEET AS AT 31.03.2022

SCH NO 3

Particulars	Rate	WDV As On 01.04.2021 (Rs.)	Additions During The Year		Total Additions	Value For Depreciation	Total Depreciation	Net Block As On 31.03.2022 (Rs.)
			>180 DAYS	<180 Days				
Buildings	10%	4,37,75,299	-	-	-	4,37,75,299	43,77,530	3,93,97,769
Furniture and Fixtures	10%	71,42,316	-	-	-	71,42,316	7,14,232	64,28,085
Equipment and Apparatus	15%	1,38,38,635	15,10,612	9,89,459	25,00,071	1,63,38,706	23,76,596	1,39,62,110
Computers and Softwares	40%	4,47,532	15,999	72,901	88,900	5,36,432	1,99,992	3,36,440
Motor Vehicles	15%	29,59,807	-	-	-	29,59,807	4,43,971	25,15,836
Library Books	40%	-	-	22,113	22,113	22,113	4,423	17,690
Copyrights	20%	3,562	-	-	-	3,562	712	2,849
Total		6,81,67,151	15,26,611	10,84,473	26,11,084	7,07,78,235	81,17,456	6,26,60,779

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
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SCHEDULE TO INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

INCOME FROM ACTIVITIES OF THE TRUST IN PURSUANCE OF ITS OBJECTIVES

SCH NO 7

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Admission Fee	2,72,850
Alumini Association Fees	1,48,000
Application Fee	2,19,700
Bridge Course Fee	94,500
College Bus Fee and Bridge Course Fee	1,26,900
College Day Fee	4,92,400
College Sports Fee	4,23,800
Computer Fee	8,26,000
Course Completion Fee	1,45,000
Department Association Fee	4,10,000
Graduation Day	1,47,000
Hand Book Fee	1,23,300
Identity Cards	1,64,300
Internal Exam Fee	4,07,700
Internet Fee	6,57,600
ISTE FEE	28,200
Laboratory Equipment Fee	8,22,000
Library Fee	8,25,500
Library and Reading Room Fee	4,02,100
Magazine Fee	4,10,500
Maintenance Fee	7,88,380
Medical Exam Fee	1,73,200
Others Fee	11,43,364
Placement Training*	24,93,000
Student Group Insurance	2,46,900
Syllabus Books	82,000
Tuition Fees	6,93,62,158
TOTAL	8,14,36,352

GHOUSIA COLLEGE OF ENGINEERING
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SCHEDULE TO INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

OTHER INCOME INCIDENTAL TO THE MAIN OBJECTIVES

SCH NO 8

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Government Grants	16,02,398
Interest on Electricity Deposit	31,313
Interest on Fixed Deposit	20,245
Interest on Savings Accounts	26,161
Other Income	3,23,850
Sale of old materials	63,820
Rent	27,840
Theory and Pratical contengency	36,940
TOTAL	21,32,567

ESTABLISHMENT EXPENDITURE

SCH NO 9

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Employer Share to ESIC	1,47,546
Employer Share to PF	27,66,595
Membership and Subscription	1,00,059
Gratuity	20,09,567
PF Administration charges	2,30,538
Salaries	5,94,48,621
TOTAL	6,47,02,926

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
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SCHEDULE TO INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

FINANCE CHARGES

SCH NO 10

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Bank Charges	76,736
TOTAL	76,736

GENERAL AND ADMINISTRATIVE EXPENDITURE

SCH NO 11

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Advertisement	10,88,048
Affiliation Fee	6,71,618
College Activities	4,01,984
College Maintenance Expenses	4,35,075
Consultancy Charges	25,61,000
Electricity Charges	14,89,491
Event Expenses	3,55,326
House keeping and Security Charges	41,99,290
Inspection Expenses	4,60,824
Internet Charges	99,563
Meeting and Seminar	7,500
Miscellaneous Expenses	46,354
News Paper and Magazine	3,085
Project Expenses	13,92,716
Postage and Courier	19,328
Printing and Stationery	3,79,401
Property Tax	6,15,857
TA and D A Expenses	5,81,079
Registration Fee	4,26,000
Carried Forward	1,52,33,539

GHOUSIA COLLEGE OF ENGINEERING
VIJAYA NAGAR
RAMNAGARA - 562 159

SCHEDULE TO INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31.03.2022

GENERAL AND ADMINISTRATIVE EXPENDITURE

SCH NO 11

Cont..

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Brought Forward	1,52,33,539
Sewage Chemicals	17,000
Sports Expenses	55,756
Telephone charges	501
Theory and Pratical contingency Expenses	79,764
Travelling Expenses	29,937
Vehicle Insurance and Taxes	1,64,774
Xerox Charges	8,976
Water Charges	2,966
Transportation Charges	23,720
TOTAL	1,56,16,933

REPAIRS AND MAINTENANCE

SCH NO 12

PARTICULARS	AMOUNT FOR THE YEAR ENDED 31.03.2022 (RS.)
Repairs and Maintenance Buildings	3,77,073
Repairs and Maintenance Computers	51,350
Repairs and Maintenance Electrical	1,33,334
Repairs and Maintenance General	6,12,247
Repairs and Maintenance Generator	25,876
Repairs and Maintenance Vehicles	14,79,762
TOTAL	26,79,642

GHOUSIA COLLEGE OF ENGINEERING
(A Unit of Ghousia Industrial and Engineering Trust)
VIJAYA NAGARA,
RAMNAGARA-562 159.

SCHEDULE NO. 13

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE
FINANCIAL YEAR 2021-22

PART I - SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Preparation of Financial Statements and Accounting Policies:

The College maintains its accounts on accrual basis following the historical cost convention in accordance with the Generally Accepted Accounting Principles and in compliance with the Accounting Standards issued by The Institute of Chartered Accountants of India. The significant Accounting Policies adopted in the preparation of Financial Statements are as under as per Accounting Standard-1 (Disclosure of Accounting Policies): -

- i) Accounting Standard-9 : Revenue Recognition.
- ii) Accounting Standard-10 : Property, Plant and Equipment.
- iii) Accounting Standard-13 : Accounting for Investments.
- iv) Accounting Standard-29 : Provisions, Contingent Liabilities and Contingent Assets.

2. Revenue Recognition

- 2.01 The College recognizes income from its activities as per the Accounting Standard-9 (Revenue Recognition). However, the fees received from students by the Educational Institutions, established by the College are accounted on the basis of actual receipts during the year, in view of this fact that the academic Term of the courses run by the institutions do not coincide with the financial year.
- 2.02 All other Income, including Donations, Interest Earned on Investments and Other Income are accounted on accrual basis.
- 2.03 All Expenditure of the College is accounted on accrual basis during the year except for payments made for gratuity that are made as and when the employee retires.(Refer to Note-9).

3. Property, Plant and Equipment

Fixed Assets are carried at the cost of acquisition or construction, net of depreciation, at Written-Down Value. The cost of Fixed Assets includes non-refundable taxes, duties, freight and other incidental expenses related to the acquisition, construction and installation of the respective assets as per Accounting Standard-10 (Property, Plant and Equipment). None of the Fixed Assets were revalued during the year.

4. Depreciation

Depreciation on the Fixed Assets is provided on Written down Value Method at the rates, and the manner prescribed in the Income Tax Act, 1961 as per Accounting Standard-10 (Property, Plant and Equipment).

5. Provisions, Contingent Liability and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. The College does not have any Contingent Liability during the current financial year. Contingent Assets are neither recognized nor disclosed in the Financial Statements as per Accounting Standard-29 (Provisions, Contingent Liabilities and Contingent Assets).

PART II - NOTES ON ACCOUNTS:

6. General Fund

General Fund represents the accumulated Excess of Income over Expenditure over a period of years. The General Fund balance at the end of the year is Rs. 8,47,41,817/- after adjusting the excess of Expenditure over Income incurred during the year.

7. Scholarship Amounts Disbursable

The College received Scholarship amount during the year from various schemes applicable to specified students and the same were disbursed to the students by The College. The said Scholarship amounts are disbursed to students as per approved policies/ schemes of the Department of Backward Classes Welfare, and the Department of Social Welfare, Government of Karnataka. As of 31st March, 2022, an amount of Rs. 71,83,445/- represents monies disbursable to the students of various institutions run and managed by the College as per the approved policies/ schemes.

8. Capital Work-In-Progress

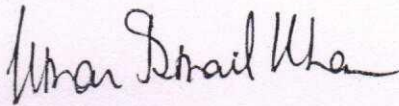
Capital Work-In-Progress represents Civil Works at various stages of Completion. Due to paucity of funds, the College has not been able to complete the balance Civil Works and the same is continued to be shown under Capital Work-In-Progress with addition during the year.

9. Gratuity

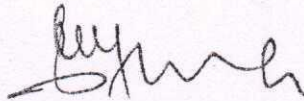
No provision is made for gratuity for the employees of the College. Payment of gratuity is being made in respect of employees who have retired during the year and accounted upon the basis of payments actually made.

10. Ghousia College of Engineering is a unit owned and managed by Ghousia Industrial and Engineering Trust. Accordingly, the Balance Sheet and Income and Expenditure Account are merged with the accounts of the Trust, and presented to statutory and other authorities including Department of Income Tax.

for GHOUSIA COLLEGE OF ENGINEERING



(UMAR ISMAIL KHAN)
HON. SECRETARY



(DR. MOHAMMED ZAHED ANSARI)
PRINCIPAL

Place : Bengaluru

Date : 26.09.2022.

As per our report of even date
for RANGARAJU AND ASSOCIATES

CHARTERED ACCOUNTANTS



(KRISHNAN RANGARAJU)

PARTNER

Membership No. 018457

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