

Ghanshyamdas Jalan College of Science, Commerce and Arts
Unit of : ABVM Agarwal Jatiya Kosh

ANNEXURE - "I"

I STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:

1 REVENUE RECOGNITION :

Income is recognised on accrual basis whereas expenses are recognised on cash basis

2 PROPERTY, PLANT & EQUIPMENTS:

All Property, Plant & Equipment are stated at cost of acquisition inclusive of incidental expenses related there to.

3 DEPRECIATION :

Depreciation on all the fixed assets have been provided for the year on WDV method, as per the rates given in the 'Guidance Note on Accounting by Schools', published in July, 2005 by the Institute Of Chartered Accountants Of India.

4 RETIREMENT BENEFITS

- i. The College makes regular contribution to the Employees Provident Fund and the contributions are charged to the Statement of Income & Expenditure Account.
- ii. Year end liabilities on account of Gratuity payable to the employees are provided and funded to Gratuity Fund with LIC of India and are accounted for on a payment basis as computed by the LIC of India.
- iii. The Gratuity Liability is determined by actuarial valuation as computed by the LIC of India.

5 CONTINGENT LIABILITY

Contingent Liability are not provided for in the accounts. These are disclosed by way of Notes to accounts if Any.

II NOTES TO ACCOUNTS

- 1 The College has taken Group Gratuity Policy with the Life Insurance Corporation of India and Liabilities on account of Gratuity payable to the employees are provided and funded to Such Gratuity Fund with Life Insurance Corporation of India.
- 2 Amount of Rs. 20,63,159/- receivable from students in respect of fees is subject to confirmation & reconciliation.
- 3 Electricity Deposit of Rs. 17,164/- With Adani Electricity is subject to confirmation & reconciliation.
- 4 During the Financial Year 2022-23, as per Information's and documents made available for our verifications, a sum of Rs. 3,26,325/- had been identified as embezzlement of cash in respect of the fees collected from students in the College Division by the staff. During the Financial year 2023-24 the Trust Management has further identified Rs. 2,10,074/- as embezzlement of cash in respect of the fees collected from students in the College Division and also embezzlement of Rs. 1,09,802/- out of Petty Cash. The Trust Management has recovered Rs. 3,00,000/- from the concerned staff. During the current Financial year 2024-25 the Trust Management has further identified 13,000/- as embezzlement of cash in respect of the fees collected from students in the college Division. However, we are given to understand that certain amounts are still unidentified & remains unascertained. The Trust is initiating suitable action to be taken against such embezzlement and till then the identified amount has been shown under "Staff Advance A/c" (Net off of amount recovered) and therefore the Loss on such account remains to be identified, if any, shall be accounted only upon the finality of the outcome of the action that will be taken. The Fees receivable from the students of the college Division are also subject to confirmation and reconciliations and the loss on such account shall be accounted upon the final amount of embezzlement of cash and till than such amount are shown in the Balance sheet under "Staff Advance A/c" at Rs. 3,59,201/- (Net off of amount recovered).



For Ghanshyamdas Jalan College of Science, Commerce and arts

**For A.B.V.M. Agrawal Jatiya Kosh's
Ghanshyamdas Jalan College of Science,
Commerce and Arst**

President

Secretary

TRUSTEES