

SORAB S. ENGINEER & CO. (Regd.)
CHARTERED ACCOUNTANTS

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OPP. OLD RESERVE BANK OF INDIA,
ASHRAM ROAD,
AHMEDABAD-380 009

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of **CEPT UNIVERSITY ("the University")** which comprise the Balance Sheet as at March 31, 2018, and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the University in accordance with the accounting principles generally accepted in India, including the applicable Accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the University and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the University's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether The University has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence 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 a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the University as at 31st March, 2018 and its surplus for the year ended on that date.

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants

CA. Chokshi Shreyas B.
Partner
Membership No. 100892

Ahmedabad
August 16, 2018

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CEPT UNIVERSITY, AHMEDABAD
BALANCE SHEET

Amount ₹

Particulars	Sch. No.	As at March 31,	
		2018	2017
FUNDS AND LIABILITIES			
Corpus Fund			
Balance as per last financial statements		10,000,000	10,000,000
Earmarked / Endowment Funds	1	142,938,363	141,911,632
Reserves and Surplus	2	3,906,162	3,526,705
Depreciation Fund	3	208,019,027	174,348,562
Total		364,863,552	329,786,899
ASSETS			
Fixed Assets (Gross)	3		
Property, Plant and Equipment			
Tangible Assets		273,585,364	230,702,267
Intangible Assets		11,867,507	10,308,494
Intangible Asset under Development		1,944,657	1,923,657
Investments	4	10,000,000	10,000,000
Current Assets, Loans & Advances			
Stock	5	2,320,417	2,952,750
Income Outstanding	6	111,845,008	113,569,469
Loans & Advances	7	139,565,179	138,062,274
Cash & Bank Balances	8		
Deposit With Bank (Project Balances)		388,006,554	365,543,467
Other Cash & Bank Balances		166,229,731	109,576,616
		807,966,889	729,704,576
Less : Current Liabilities & Provisions	9	740,500,865	652,852,095
Net Current Assets		67,466,024	76,852,481
Total		364,863,552	329,786,899
Significant accounting Policies	21		
Notes forming part of Accounts	22		

As per our report of even date
For Sorab S. Engineer & Co.
Firm Registration No. 11G417W
Chartered Accountants

Chokshi Shreyas B.
CA. Chokshi Shreyas B.
Partner
Membership No. 100892
August 16, 2018
Ahmedabad

Ashok Gandhi
Ashok Gandhi
Member
Governing Body

Bimal Patel
Bimal Patel
President

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Schedule 1. Earmarked / Endowment Funds

Sr. No	Particulars	Balance as at 01/04/17		Credited During the Year					Debited During the Year				Balance as at 31/3/18	
		Debit	Credit	Grant/Donation	Interest	Transferred from Income & Expenditure A/c	Fees & other income	Fund Created for Capital Expenditure	Revenue Expenditure	Capital Expenditure	Trans.to I&E A/c to the extent of Recurring Expenditure	Trans.to I&E A/c to the extent of Depreciation	Debit	Credit
1	Chair Fund	-	70,739,064	-	7,045,409	-	-	-	-	-	8,263,484	-	-	69,520,989
2	Grant Fund	6,151,379	252,910	4,320,659	4,028	-	-	-	-	-	10,000	-	1,843,409	259,627
3	Fund for Capital Expenditure	-	36,813,869	-	-	-	-	11,021,776	-	-	-	14,118,677	-	33,716,968
4	Fund for Earmarked Donations	-	26,932,944	3,365,000	965,055	445,068	414,867	-	55,000	-	-	-	-	32,067,934
5	Awards Fund	-	744,104	200,000	-	-	-	-	-	-	-	-	-	944,104
6	Students Activity Fund	-	6,428,741	-	-	-	-	-	-	-	-	-	-	6,428,741
	Total	6,151,379	141,911,632	7,885,659	8,014,492	445,068	414,867	11,021,776	55,000	-	8,273,484	14,118,677	1,843,409	142,938,363
	Previous Year	1,729,080	138,227,390	13,985,340	8,091,872	1,425,425	4,496	17,374,585	17,387,894	-	9,206,145	15,025,736	6,151,379	141,911,632

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CEPT UNIVERSITY, AHMEDABAD

Schedule 2. Reserve and Surplus

Amount ₹

PARTICULARS	As at 31-03-2018	As at 31-03-2017
Income and Expenditure Account		
Balance as at 01-04-2017	3,526,705	(8,748,748)
Add: Surplus/(Deficit) for the year	379,457	12,275,453
Balance as at 31-03-2018	3,906,162	3,526,705

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CEPT UNIVERSITY, AHMEDABAD

Schedule 3. Property, Plant and Equipment & Depreciation Fund

Particulars	Gross Block				Depreciation Fund				Amount ₹	
	As at 01/04/2017	Addition	Sale/Transfer	As at 31/03/2018	As at 01/04/2017	For the year	Deduction	As at 31/03/2018	As at 31/03/2018	As at 31/03/2017
Purchased out of Own Funds										
Tangible Assets										
Scientific Lab Equipments	66,153,156	10,709,143	367,500	76,494,799	49,715,386	10,811,323	147,000	60,379,709	16,115,090	16,437,770
Furniture & Fixtures	42,098,410	12,571,836	-	54,670,246	32,081,281	5,647,246	-	37,728,527	16,941,719	10,017,129
Office Equipments	25,619,641	7,776,771	-	33,396,412	16,740,628	3,372,134	-	20,112,762	13,283,650	8,879,013
Audio- Visual Equipments	5,702,733	1,127,041	-	6,829,774	3,240,674	717,820	-	3,958,494	2,871,280	2,462,059
Air Conditioners	12,608,097	533,434	-	13,141,531	6,578,153	1,312,675	-	7,890,828	5,250,703	6,029,944
Computer	32,492,948	4,322,834	-	36,815,782	26,396,424	4,167,742	-	30,564,166	6,251,616	6,096,524
Vehical/Bycycle	50,540	-	-	50,540	50,540	-	-	50,540	-	-
Library Books	6,910,041	1,439,267	-	8,349,308	5,817,245	1,266,033	-	7,083,278	1,266,030	1,092,796
Assets with full Depreciation	2,268,355	2,723,802	-	4,992,157	2,268,355	2,723,802	-	4,992,157	-	-
Electrical Furniture & Fixture	7,019,900	2,046,469	-	9,066,369	1,769,741	1,824,158	-	3,593,899	5,472,470	5,250,159
TOTAL 1	200,923,821	43,250,597	367,500	243,806,918	144,658,427	31,842,933	147,000	176,354,360	67,452,558	56,265,394
Intangible Assets										
Softwares	8,375,327	1,559,013	-	9,934,340	6,801,338	1,253,200	-	8,054,538	1,879,802	1,573,989
TOTAL 2	8,375,327	1,559,013	-	9,934,340	6,801,338	1,253,200	-	8,054,538	1,879,802	1,573,989
TOTAL A (1+2)	209,299,148	44,809,610	367,500	253,741,258	151,459,765	33,096,133	147,000	184,408,898	69,332,360	57,839,383
Purchased out of Government Grants										
Tangible Assets										
Furniture and Fixtures	2,347,104	-	-	2,347,104	2,097,105	62,500	-	2,159,605	187,499	249,999
Library Books	4,623,321	-	-	4,623,321	4,623,321	-	-	4,623,321	-	-
Office Equipments	2,968,864	-	-	2,968,864	2,684,148	57,301	-	2,741,449	227,415	284,716
FP - IAPM Building	9,346,413	-	-	9,346,413	1,401,963	467,321	-	1,869,284	7,477,129	7,944,450
Computer/Softwares	10,492,744	-	-	10,492,744	10,228,826	102,318	-	10,331,144	161,600	263,918
TOTAL 3	29,778,446	-	-	29,778,446	21,035,363	689,440	-	21,724,803	8,053,643	8,743,083
Intangible Assets										
Softwares	1,933,167	-	-	1,933,167	1,853,434	31,892	-	1,885,326	47,841	79,733
TOTAL 4	1,933,167	-	-	1,933,167	1,853,434	31,892	-	1,885,326	47,841	79,733
Total B (3+4)	31,711,613	-	-	31,711,613	22,888,797	721,332	-	23,610,129	8,101,484	8,822,816
GROSS TANGIBLE ASSETS (1+3)	230,702,267	43,250,597	367,500	273,585,364	165,693,790	32,532,373	147,000	198,079,163	75,506,201	65,008,477
GROSS INTANGIBLE ASSETS (2+4)	10,308,494	1,559,013	-	11,867,507	8,654,772	1,285,092	-	9,939,864	1,927,643	1,653,722
GROSS TOTAL (A+B)	241,010,761	44,809,610	367,500	285,452,871	174,348,562	33,817,465	147,000	208,019,027	77,433,844	66,662,199
Previous Year	210,496,706	30,554,055	40,000	241,010,761	145,866,433	28,516,945	34,816	174,348,562	66,662,199	64,630,273

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CEPT UNIVERSITY, AHMEDABAD

Schedule 4. Investments

	Amount ₹	
	31-03-2018	31-03-2017
Long Term		
8% RBI Bonds	10,000,000	10,000,000
Total	10,000,000	10,000,000

Schedule 5. Stock

	Amount Rs.	
	31-03-2018	31-03-2017
Stock of Publications		
	2,320,417	2,952,750
Total	2,320,417	2,952,750

Schedule 6. Income Outstanding

	31-03-2018	31-03-2017
(Considered Good unless otherwise stated)		
DTE Grant Receivable	58,320,341	58,320,341
AICTE Grant Receivable (Considered Doubtful)	86,716,924	87,022,276
Less:- Provision for Doubtful Grant Receivable	(86,716,924)	(87,022,276)
Net Receivable	58,320,341	58,320,341
Other Grant Receivable	1,843,409	14,574,704
Interest Accrued on Fixed Deposits	45,695,049	30,006,908
Fees Receivable	5,986,209	10,667,516
Total	111,845,008	113,569,469

Schedule 7. Loans & Advances

	31-03-2018	31-03-2017
Advances/Loans to Staff	1,665,140	1,347,233
Advances to Others	9,123,952	4,360,177
Prepaid Expenses	3,805,098	7,196,828
Projects Debit Balances (Considered Good)	35,837,525	40,721,094
Projects Debit Balances (Considered Doubtful)	23,636,552	20,218,658
Less:-Provision for Doubtful Project Debit Balances	(23,636,552)	(20,218,658)
Net Project Debit Balances	35,837,525	40,721,094
Projects Debtors (Considered Good)	52,706,017	51,754,239
Projects Debtors (Considered Doubtful)	35,841,447	35,484,846
Less:-Provision for Doubtful Project Debtor Balances	(35,841,447)	(35,484,846)
Net Projects Debtors	52,706,017	51,754,239
Service Tax/GST Receivable	1,901,781	18,059
CRDF	7,352,692	9,154,981
Security Deposits	509,400	509,400
Tax Deducted at Source	26,663,574	23,000,263
Total	139,565,179	138,062,274

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CEPT UNIVERSITY, AHMEDABAD

Schedule 8. Cash & Bank Balances

	Amount ₹	
	31-03-2018	31/03/2017
FD with Banks (Project Balances)	388,006,554	365,543,467
Other Cash & Bank Balances		
Cash on Hand	4,000	4,400
Balances with Banks		
In Savings Account	37,920,882	66,014,828
In Term Deposit	126,685,238	38,838,033
In Current Account	1,619,611	4,719,355
Total	554,236,285	475,120,083

Schedule 9. Current Liabilities & Provisions

	31-03-2018	31/03/2017
Deposits:		
Student Deposit	51,385,265	49,286,515
Library Deposit	806,950	853,950
Other Deposit	2,332,750	832,750
Statutory Liabilities:		
Tax Deducted at Source	6,628,271	1,021,901
Provident Fund	2,146,241	2,673,957
Professional Tax	37,830	36,520
Amount received in Advance		
Fees Received in Advance	6,967,055	11,592,093
Provisions		
Gratuity Payable	57,648,000	42,471,000
Leave Encashment Payable	39,824,000	44,105,000
Secured Loans		
Bank Overdraft [Secured against Bank Fixed Deposits]		20,644,728
Other Payables		
Other Liabilities	22,674,442	11,051,483
Unutilised Grants	6,320	6,320
CEPT Trust	13,673,898	2,438,664
Creditors for Goods and Services	40,407,117	26,111,773
Unutilised Project Funds	495,962,726	439,725,441
Total	740,500,865	652,852,095

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CEPT UNIVERSITY, AHMEDABAD
INCOME AND EXPENDITURE ACCOUNT

Amount ₹

Particulars	Sch. No	For the year ended on March 31,	
		2018	2017
INCOME			
Fees (Net of Fee Waiver)	10	413,697,955	343,617,955
Grants	11	-	35,072,231
Donations	12	1,546,000	2,413,700
Project/Program Contribution	13	26,401,741	29,994,757
Interest Income (Net)	14	11,315,864	13,202,325
Other Income	15	8,392,712	8,414,702
Transfer from Earmarked/Endowment Fund	16	22,392,161	24,231,881
Total A		483,746,433	456,947,551
EXPENDITURE			
Employee Emoluments	17	306,289,630	267,986,313
Educational Expenses	18	72,365,121	68,456,228
Administrative Expenses	19	70,449,692	79,121,606
Depreciation	3	33,817,465	28,516,945
Transfer to Earmarked/Endowment Fund	20	445,068	1,425,425
Total B		483,366,976	445,506,517
Surplus for the year (A-B)		379,457	11,441,034
Significant Accounting Policies	21		
Notes forming part of Accounts	22		

As per our report of even date
For Sorab S. Engineer & Co.
Firm Registration No. 110417W
Chartered Accountants

Chokshi Shreyas B.
CA. Chokshi Shreyas B.
Partner
Membership No. 100892
August 16, 2018
Ahmedabad

Ashok Gandhi
Ashok Gandhi
Member
Governing Body

Bimal Patel
Bimal Patel
President

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CEPT UNIVERSITY, AHMEDABAD

Schedule 10

Amount ₹

FEES INCOME (NET OF WAIVER)

Particulars	2018	2017
Programme Fees [Net of waiver of Rs. 52,01,570/-, Previous year Rs. 47,69,300/-]	412,945,449	342,732,945
Other Fees	752,506	885,010
Total	413,697,955	343,617,955

Schedule 11

GRANTS

Particulars	2018	2017
From Govt. of Gujarat	-	35,072,231
Total	-	35,072,231

Schedule 12

DONATION

Particulars	2018	2017
Donation	1,546,000	2,413,700
Total	1,546,000	2,413,700

Schedule 13

PROJECT/PROGRAM CONTRIBUTION

Particulars	2018	2017
Contribution from Projects/Programmes	26,401,741	29,994,757
Total	26,401,741	29,994,757

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Schedule 14

INTEREST

Particulars	2018	2017
Interest on Fixed Deposits	30,772,402	39,606,229
Interest on Savings Bank Account	6,604,810	3,178,892
Interest on Bond	800,000	800,000
Interest on TDS Refund	-	1,783,149
Interest on Torrent Power Deposit	4,000	4,999
Gross Interest	38,181,212	45,373,269
Less:- Interest allocated to Projects	18,850,856	24,079,072
Less:- Interest allocated Earmarked Fund	8,014,492	8,091,872
NET INTEREST	11,315,864	13,202,325

Schedule 15

OTHER INCOME

Particulars	2018	2017
Sale of Admission Forms	4,041,777	4,365,612
Workshop Income	-	276,273
Fine/Library Fine	363,696	344,470
Credit Balances Appropriated	153,526	297,882
Library Service Charges	70,653	174,920
Sale of Publication Book (Net)	650	47,315
Reprographic Income	40,744	37,540
RTI Fees	212	18
Forfeited Fees	3,200,160	2,827,358
Miscellaneous Income	365,949	43,314
Sale of Scrap	155,345	-
Total	8,392,712	8,414,702

Schedule 16

TRANSFERRED FROM EARMARKED/ENDOWMENT FUND

Particulars	2018	2017
To the Extent of Depreciation	14,118,677	15,025,736
To the Extent of Recurring Expenditure	8,273,484	9,206,145
Total	22,392,161	24,231,881

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CEPT UNIVERSITY, AHMEDABAD
Schedule 17
EMPLOYEES EMOLUMENTS

Particulars	Amount ₹	
	2018	2017
Teaching Staff		
Basic Salary	58,900,857	76,606,789
Compensatory Allowance	20,160	23,040
Dearness Allowances	46,044,588	43,507,664
Fees to Visiting Faculty	47,011,709	37,926,199
Grade Pay	5,411,316	5,729,010
Gratuity	13,838,073	2,104,237
House Rent Allowance	6,582,131	8,806,512
Leave Encashment	1,843,687	(1,224,014)
Medical Allowance	49,650	463,224
PF Contribution	8,683,035	9,241,584
Remuneration to Academic Associate	6,770,028	6,572,954
Remuneration Coordinator	187,500	772,500
Remuneration to Teaching Assistants	1,819,254	4,408,706
Special Allow to Admn. Staff	1,526,076	5,235,642
Salary to Research Assistants	174,943	1,071,893
Transport Allowance	1,800,358	2,409,487
6th Pay Commission Arrears	3,419,653	2,164,183
Total (A)	204,083,018	205,819,610
Non Teaching Staff		
Basic Salary	56,360,605	27,245,238
Compensatory Allowance	10,080	16,065
Dearness Allowances	2,855,368	3,009,647
Grade Pay	281,571	347,220
Gratuity	8,127,123	5,390,099
House Rent Allowance	7,119,198	4,223,905
Leave Encashment	1,082,800	4,932,706
Adhoc Payment	502,263	554,871
Medical Allowance	1,245,745	775,477
PF Contribution	2,930,973	2,305,589
Remuneration to President	4,326,500	3,980,000
Special Allow to Admn. Staff	15,527,356	8,031,158
Transport Allowance	1,606,637	1,004,491
Washing Allowance	118,351	101,567
6th Pay Commission Arrears	112,042	248,670
Total (B)	102,206,612	62,166,703
Total Employees Emoluments	306,289,630	267,986,313

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CEPT UNIVERSITY, AHMEDABAD
Schedule 18
EDUCATIONAL EXPENDITURE

Particulars	Amount ₹	
	2018	2017
Advertisement Expenses(Admission)	6,459,011	6,356,925
Scholarship to Students	11,672,138	6,834,671
Student Activity Expenses	7,644,789	8,706,108
Software Expenses	6,726,074	7,161,194
Seminar & Conference	2,723,532	3,566,328
Stipend to Students	10,639,483	4,943,127
Travelling Expense to Visiting Faculty	2,632,689	3,846,800
Examination Expense	7,938,532	6,797,616
Valedictory Function Expense	3,840,660	1,951,202
Workshop/Lab Expense	1,740,268	4,754,624
Website Expenses	2,268,849	3,160,837
Affiliation Expenses	-	1,366,180
Catalogue Expenses	508,411	1,148,781
Board of Studies Expenses	2,139,308	942,535
Documentation Expenses	112,235	83,200
Elective Course Expenses	-	110,000
Faculty Development Expenses	484,964	339,563
International Outreach Mission Expenses	-	2,309,677
Library Expenses	3,131,442	2,959,110
Membership/Accreditation Expenses	313,052	10,317
Photographic Expenses	153,500	160,000
Publication Expenses	-	4,050
Registration Expenses	-	10,000
Related Study/Site Expenses	-	419,399
Student Assistantship	5,100	-
Teaching Material	1,231,084	513,984
Total Education Expenses	72,365,121	68,456,228

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CEPT UNIVERSITY, AHMEDABAD

Schedule 19

Amount ₹

ADMINISTRATIVE EXPENSES

Particulars	2018	2017
Expense in Respect of Properties	12,871,835	11,213,648
Electricity Charges	9,569,338	7,527,042
Repairs & Maintenance	12,367,345	5,983,262
Campus Maintenance	4,988,103	2,524,529
Professional Fees	2,389,182	3,987,630
Stationery & Printing	2,628,332	2,529,105
Travelling & Conveyance	5,362,004	4,886,448
Security Charge	5,011,861	3,290,659
Interest Expenses	2,934,792	2,731,353
Audit Fees	1,001,372	719,818
Insurance Expense	769,985	924,798
Internal Audit Fees	488,175	413,434
PF Admin Charges	779,822	971,164
Postage & Telephone Expense	747,247	710,773
Recruitment Expense	223,000	787,566
Student Insurance	845,171	655,497
Debit Balance Written off	8,731	379,978
Miscellaneous Expenses	3,688,902	4,191,428
Total (a)	66,675,197	54,428,132
Provision for Doubtful Projects/ Project Debtors	3,774,495	24,693,474
Total (b)	3,774,495	24,693,474
Total Administrative Expenses (a+b)	70,449,692	79,121,606

Schedule 20

TRANSFERRED TO EARMARKED/ENDOWMENT FUND

Earmarked Fund		425,425
Endowment Fund	445,068	1,000,000
Total (c)	445,068	1,425,425

msb

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SCHEDULE 21: SIGNIFICANT ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION

The financial statements are prepared in accordance with the Indian Generally Accepted Accounting Principles (IGAAP) under the historical cost convention, and on the accrual method of accounting.

2. USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known or materialize.

3. FIXED ASSETS

Tangible Assets

Tangible Fixed Assets are stated at cost less accumulated depreciation. Cost of acquisition is inclusive of freight, duties and taxes and incidental and direct expenses related to acquisition, installation and commissioning.

Fixed Assets received by way of Donation are capitalized at token value, by corresponding credit to Capital Fund.

Capital Work in Progress includes cost of fixed assets that are not ready for intended use as at Balance Sheet date and is disclosed under Fixed Assets.

Intangible Assets

Intangible assets are stated at their cost of acquisition, less accumulated amortization and impairment losses. An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its value/cost can be reliably measured.

The University capitalizes software and related implementation costs where it is reasonably estimated that the software has an enduring useful life.

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CEPT UNIVERSITY

SCHEDULE 20: SIGNIFICANT ACCOUNTING POLICIES

4. DEPRECIATION / AMORTISATION

Depreciation on Tangible Assets has been provided on Written Down Value Method at the rates specified in Guidance Note on Accounting by School issued by the Institute of Chartered Accountants of India.

Depreciation is provided for the whole year on additions during the year.

Assets, the individual value of each of which is Rs. 5,000/- or less (except Library Books) are treated as Small Value Assets, 100% depreciation is provided in respect of such assets at the time of their acquisition.

Software is amortized over a period of 2.5 years

5. INVESTMENTS

Investments classified as "Long term investments" are carried at cost. Cost includes acquisition expense like brokerage, transfer stamps. Provision for decline, other than temporary, is made in carrying cost of such investments.

6. REVENUE RECOGNITION

Fees from Students are recognized on accrual basis.

Interest on Fixed Deposit is recognized on accrual basis.

Interest on Investment out of Corpus Fund has been recognized on accrual basis and credited to Income and Expenditure Account.

Interest on Investments out of Earmarked, Endowment and other Funds has been recognized on accrual basis and allocated to respective Fund Account.

7. GOVERNMENT GRANTS

Government grants are accounted on realization basis. However, where a sanction for release of grant pertaining to the financial year is received before 31st March and the grant is actually received in the next financial year, the grant is accounted on accrual basis and an equal amount is shown as recoverable from the Grantor.

Grant/Donation for Non-recurring Capital Expenditure are treated as Capital Grant and shown under the head Earmarked Fund.

Capital Grants / Funds related to Fixed Assets are treated as Deferred Income and recognized in the Income and Expenditure Account on a systematic and rational basis over the useful life of the assets, i.e. Capital grants / Funds are allocated to Income over the periods and in the proportion in which depreciation is charged.

8. RETIREMENT BENEFITS

Accumulated Leave encashment benefit and Gratuity payable on death/retirement are accounted on accrual basis as per the Actuarial Valuation report.

9. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving a 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. Contingent liabilities are not recognized but are disclosed in the accounts by way of a note. Contingent assets are neither recognized nor disclosed in the financial statements.

SCHEDULE 22: NOTES FORMING PART OF ACCOUNTS

1. CONTINGENT LIABILITIES

- (a) Disputed Demands - Rs. Nil (Previous year Rs. Nil)
- (b) Claims against the University not acknowledged as debts Rs. Nil (Previous year Rs. 1,00,000/-)

2. UNEXECUTED CAPITAL CONTRACT

Gross Capital Contract Rs. 28,500/- (Previous year Rs. 1,19,15,155/-) of which Unexecuted Capital Contract (Net of Advances of Rs. Nil, previous year Rs. 53,59,061/-) is Rs. 28,500/- (Previous year Rs. 65,56,094/-).

3. CURRENT ASSETS, LOANS AND ADVANCES

In the opinion of the Management, the current assets, loans, advances and deposits have a value on realization in the ordinary course, equal at least to the aggregate amount shown in the Balance Sheet.

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4. TAXATION

The University is exemption from Income Tax u/s. 10 (23C) (vi) of the Income Tax Act, 1961. In view of this, no provision for Income tax has been considered necessary.

5. EXPENDITURE IN FOREIGN CURRENCY

(Amount in ₹)

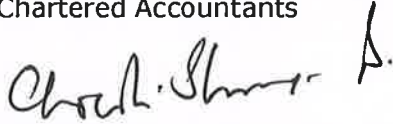
Particulars	2017-18	2016-17
Honorarium to Faculty	73,72,094	3,56,450
Import of Equipment	-	12,68,526
Purchase of Material	1,70,984	-
Registration Fees	37,15,777	24,47,269
Reimbursement of Travel Expenses	3,84,809	8,46,241
Scholarship	1,20,000	91,331
Subscription Charges	25,87,634	23,51,891
Software License	4,31,496	1,94,055
Fee Refund	2,12,890	-
Advance for Machinery	-	53,18,603
Fees for Technical Services	53,988	11,91,050
Professional Fees	17,468	15,08,137
	1,50,67,140	1,55,73,553

6. Corresponding figures for the previous year have been regrouped/ rearranged, wherever necessary to make them comparable with those of current year.

Signature to Schedules 1 to 22

As per our Report of even date

For **Sorab S. Engineer & Co.**
Firm Registration No. 110417W
Chartered Accountants



CA. Chokshi Shreyas B.
Partner
Membership No. 100892



Ashok Gandhi
Member Governing Body



Bimal Patel
President

August 16, 2018
Ahmedabad