

**CEPT UNIVERSITY
AHMEDABAD**

**INCOME & EXPENDITURE A/C
&
BALANCE SHEET**

2019-20



INDEPENDENT AUDITORS' REPORT

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **CEPT UNIVERSITY, AHMEDABAD ("the University")** which comprise the Balance Sheet as at March 31, 2020, and the Income and Expenditure Account for the year then ended and a summary of significant accounting policies and other explanatory information.

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 March 31, 2020 and its surplus for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing prescribed by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the University in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Responsibilities of Management and Those Charged with Governance 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 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.

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



CA. Chokshi Shreyas B.

Partner

Membership No. 100892

UDIN: 20100892AAA~~BA~~4737

Ahmedabad

October 24, 2020

CEPT UNIVERSITY, AHMEDABAD

STATEMENT OF INCOME AND EXPENDITURE

Amount ₹

Particulars	Sch. No	For the year ended on March 31,	
		2020	2019
INCOME			
Fees (Net of Fee Waiver)	10	61,41,70,937	51,84,94,618
Donations	11	12,71,214	40,000
Project/Program Fees & Contribution	12	19,02,92,266	13,48,22,500
Interest Income (Net)	13	2,01,44,097	1,41,46,865
Other Income	14	1,24,88,141	2,02,90,900
Transfer from Earmarked/Endowment Fund	15	2,35,77,878	2,69,34,690
Total A		86,19,44,533	71,47,29,573
EXPENDITURE			
Employee Emoluments	16	39,04,29,570	34,11,49,639
Educational Expenses	17	12,64,86,564	9,87,04,497
Administrative Expenses	18	8,47,41,334	11,70,44,910
Project Programme Expenses	19	17,75,67,224	11,71,93,413
Depreciation and Amortisation	3	3,52,92,896	3,64,12,506
Transfer to Earmarked/Endowment Fund	20	1,52,62,755	46,27,746
Total B		82,97,80,343	71,51,32,711
Surplus/(Deficit) for the year C = (A-B)		3,21,64,190	(4,03,138)
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

CA. Chokshi Shreyas B.

Partner

Membership No. 100892

Ahmedabad

October 24, 2020



Naishadh Parikh
Member
Governing Body

Bimal Patel
President

CEPT UNIVERSITY, AHMEDABAD

BALANCE SHEET AS AT MARCH 31, 2020

Particulars	Sch. No.	Amount ₹	
		As at March 31,	
		2020	2019
FUNDS AND LIABILITIES			
Corpus Fund	-	1,00,00,000	1,00,00,000
Earmarked / Endowment Funds	1	22,28,86,329	14,90,87,238
Reserves and Surplus	2	4,02,94,960	35,03,024
Total		27,31,81,289	16,25,90,262
ASSETS			
Property, Plant and Equipment	3		
Tangible Assets		8,16,65,893	7,78,18,116
Intangible Assets		43,20,773	50,76,395
Capital Work in Progress		13,46,586	-
Investments	4	60,00,000	75,00,000
Current Assets, Loans & Advances			
Stocks	5	9,22,408	23,11,368
Income Outstanding	6	6,16,38,387	5,72,14,730
Loans & Advances	7	6,15,41,761	8,80,89,681
Cash & Bank Balances	8		
Deposit With Banks (Project Balances)		32,17,35,215	40,01,91,565
Other Cash & Bank Balances		31,73,04,066	21,36,12,886
		76,31,41,837	76,14,20,230
Less : Current Liabilities & Provisions	9	58,32,93,800	68,92,24,479
Net Current Assets		17,98,48,037	7,21,95,751
Total		27,31,81,289	16,25,90,262
Significant Accounting Policies	21		
Notes forming part of Accounts	22		

ca/b

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

Ahmedabad
 October 24, 2020



Naishadh Parikh

Naishadh Parikh
 Member
 Governing Body

Bimal Patel

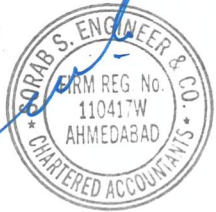
Bimal Patel
 President

CEPT UNIVERSITY, AHMEDABAD

Schedule 1. Earmarked / Endowment Funds

Amount ₹

Sr. No	Particulars	Credited During the Year						Debited During the Year						Balance as on 31.03.2020
		Balance as on 01.04.2019	Grant/ Donation	Interest	Transferred from Income & Expenditure Account	Fees & other income	Fund Created for Capital Expenditure	Revenue Expenditure	Capital Expenditure	Transferred to Income & Expenditure Account to the extent of Recurring Expenditure	Transferred to Income & Expenditure Account to the extent of Depreciation	Adjusted due to sale of Asset	Transfer to Income & Expenditure Account/Fund (Written Off)	
1	Grant Fund	6,95,35,136	5,00,000	48,48,701	-	-	-	-	-	42,32,374	25,237	-	46,27,746	6,59,98,480
2	Fund for Capital Expenditure	3,58,29,691	-	-	-	-	3,18,12,193	-	-	-	1,89,61,528	-	-	4,86,80,356
3	Fund for Earmarked Funds	3,73,66,234	6,50,44,000	14,46,988	1,52,62,755	4,31,939	-	19,70,367	1,53,66,146	3,58,739	-	5,348	-	10,18,51,316
4	Awards Fund	8,00,000	-	-	-	-	-	-	-	-	-	-	-	8,00,000
5	Students Activity Fund	55,56,177	-	-	-	-	-	-	-	-	-	-	-	55,56,177
	Total A	14,90,87,238	6,55,44,000	62,95,689	1,52,62,755	4,31,939	3,18,12,193	19,70,367	1,53,66,146	45,91,113	1,89,86,765	5,348	46,27,746	22,28,86,329
	Previous Year	14,10,94,954	50,88,719	74,77,603	46,27,746	1,22,801	1,87,48,713	17,12,979	-	1,02,78,491	1,66,56,199	9,947	(5,84,318)	14,90,87,238

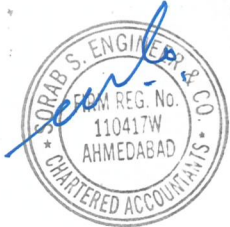


CEPT UNIVERSITY, AHMEDABAD

Schedule 2. Reserve and Surplus

Amount ₹

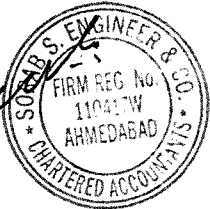
PARTICULARS	As at 31-03-2020	As at 31-03-2019
Income and Expenditure Account		
Balance as on 01-04-2019	35,03,024	39,06,162
Add: Transferred from Grant Fund	46,27,746	-
Add: Surplus/(Deficit) for the year	3,21,64,190	(4,03,138)
Balance as on 31-03-2020	4,02,94,960	35,03,024



CEPT UNIVERSITY, AHMEDABAD

Schedule 3. Property, Plant and Equipment

Particulars	Gross Block				Depreciation and Amortisation				Net Block		Amount ₹
	As at 01/04/2019	Addition	Sale/ Transfer	As at 31/03/2020	As at 01/04/2019	For the year	Deduction	As at 31/03/2020	As at 31/03/2020	As at 31/03/2019	
	Tangible Assets										
FP - IAPM Building	93,46,413	-	-	93,46,413	23,36,605	4,67,321	-	28,03,926	65,42,487	70,09,808	
Scientific Lab Equipment	9,51,93,963	55,42,233	-	10,07,36,196	7,42,67,457	1,05,57,132	-	8,48,24,589	1,59,11,607	2,09,26,506	
Furniture & Fixtures	6,39,81,574	1,64,35,609	-	8,04,17,183	4,59,11,496	86,71,026	-	5,45,82,522	2,58,34,661	1,80,70,078	
Office Equipment	3,81,74,724	68,02,429	-	4,49,77,153	2,59,43,170	38,21,750	-	2,97,64,920	1,52,12,233	1,22,31,554	
Audio- Visual Equipment	74,57,090	5,19,628	-	79,76,718	46,58,212	6,63,702	-	53,21,914	26,54,804	27,98,878	
Air Conditioners	1,34,71,086	2,72,202	-	1,37,43,288	90,06,879	9,47,281	-	99,54,160	37,89,128	44,64,207	
Computer	4,45,65,705	54,90,324	-	5,00,56,029	3,82,30,210	47,28,251	-	4,29,58,461	70,97,568	63,35,495	
Vehicle/Bicycle	50,540	-	-	50,540	50,540	-	-	50,540	-	-	
Library Books	1,50,59,422	11,12,635	-	1,61,72,057	1,33,83,012	13,94,525	-	1,47,77,537	13,94,520	16,76,410	
Assets with full Depreciation	63,72,139	9,60,195	-	73,32,334	63,72,139	9,60,195	-	73,32,334	-	-	
Electrical Furniture & Fixture	93,34,139	-	-	93,34,139	50,28,959	10,76,295	-	61,05,254	32,28,885	43,05,180	
TOTAL A	30,30,06,795	3,71,35,255	-	34,01,42,050	22,51,88,679	3,32,87,478	-	25,84,76,157	8,16,65,893	7,78,18,116	
Intangible Assets											
Software	2,23,07,788	12,49,797	-	2,35,57,585	1,89,81,585	18,30,399	-	2,08,11,984	27,45,601	33,26,203	
Trademark	19,44,657	-	-	19,44,657	1,94,466	1,75,019	-	3,69,485	15,75,172	17,50,191	
TOTAL B	2,42,52,445	12,49,797	-	2,55,02,242	1,91,76,051	20,05,418	-	2,11,81,469	43,20,773	50,76,394	
TOTAL (A+B)	32,72,59,240	3,83,85,052	-	36,56,44,292	24,43,64,730	3,52,92,896	-	27,96,57,626	8,59,86,666	8,28,94,510	
Previous Year	28,54,52,871	4,18,83,119	76,750	32,72,59,240	20,80,19,027	3,64,12,506	66,803	24,43,64,730	8,28,94,510	7,74,33,844	



CEPT UNIVERSITY, AHMEDABAD

Schedule 4. Investments

Particulars	Amount ₹	
	31-03-2020	31.03.2019
Long Term		
8% RBI Bonds	60,00,000	75,00,000
Total	60,00,000	75,00,000

Schedule 5. Stocks

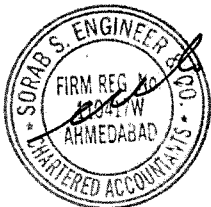
Particulars	Amount ₹	
	31-03-2020	31.03.2019
Stock of Publications	9,22,408	23,11,368
Total	9,22,408	23,11,368

Schedule 6. Income Outstanding

Particulars	Amount ₹	
	31-03-2020	31.03.2019
(Considered Good unless otherwise stated)		
DTE Grant Receivable		
Grant Receivable DTE (Considered Good)	1,99,96,931	2,65,51,447
Grant Receivable DTE (Considered Doubtful)	65,54,516	-
Less:-Provision for Doubtful Grant Receivable	(65,54,516)	-
Net Receivable	1,99,96,931	2,65,51,447
Other Grant Receivable	1,42,214	26,984
Advisory Fees Income and Project Contribution Receivable	1,75,84,186	48,74,278
Interest Accrued on Fixed Deposits	1,71,64,577	2,13,94,726
Fees Receivable	67,50,479	43,67,295
Total	6,16,38,387	5,72,14,730

Schedule 7. Loans & Advances

Particulars	Amount ₹	
	31-03-2020	31.03.2019
(Unsecured, considered Good, unless otherwise stated)		
Advances/Loans to Staff	14,84,827	18,29,258
Advances to Others	60,64,228	32,81,964
Prepaid Expenses	52,76,261	54,35,313
Projects Debit Balances	45,58,862	1,54,84,426
Projects Debit Balances (Considered Doubtful)	41,71,831	41,80,451
Less:-Provision for Doubtful Project Debit Balances	(41,71,831)	(41,80,451)
Net Project Debit Balances	45,58,862	1,54,84,426
Projects Debtors	60,64,334	2,48,62,861
Projects Debtors (Considered Doubtful)	17,66,307	17,66,307
Less:-Provision for Doubtful Project Debtor Balances	(17,66,307)	(17,66,307)
Net Projects Debtors	60,64,334	2,48,62,861
GST Input Credit	26,57,517	-
GST Refund Receivable	12,58,224	-
CRDF /CEPT Trust	1,04,99,081	63,50,178
Security Deposits	3,15,000	6,36,000
Tax Deducted at Source	2,33,63,427	3,02,09,681
Total	6,15,41,761	8,80,89,681



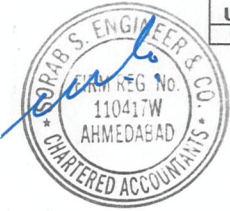
CEPT UNIVERSITY, AHMEDABAD

Schedule 8. Cash & Bank Balances

Particulars	Amount ₹	
	31-03-2020	31-03-2019
Deposit with Banks (Project Balances)	32,17,35,215	40,01,91,565
A	32,17,35,215	40,01,91,565
Other Cash & Bank Balances		
Cash on Hand	500	500
Balances with Banks		
In Savings Account	3,82,48,423	2,75,36,199
In Term Deposit	27,55,72,380	17,17,49,131
In Current Account	34,82,763	1,43,27,056
B	31,73,04,066	21,36,12,886
Total A+B	63,90,39,281	61,38,04,451

Schedule 9. Current Liabilities & Provisions

	Amount ₹	
	31-03-2020	31-03-2019
Deposits:		
Student Deposits	6,12,14,265	5,64,21,265
Library Deposits	11,83,185	9,11,185
Statutory Liabilities:		
Tax Deducted at Source	67,44,668	65,62,754
Provident Fund	19,55,209	23,65,249
GST Payable	-	59,04,670
Professional Tax	40,510	40,810
Amount received in Advance		
Fees Received in Advance	1,88,76,301	2,09,97,636
Provisions		
Gratuity	6,97,90,000	6,50,18,000
Leave Encashment	4,48,48,000	4,15,93,000
Other Payables		
Other Liabilities	2,62,36,780	95,00,178
Fees Refundable	1,90,26,756	-
Unutilised Grants	-	6,320
Creditors for Goods and Services	2,15,64,775	4,85,44,532
Unutilised Project Funds	31,18,13,351	43,13,58,880
Total	58,32,93,800	68,92,24,479



Schedule 10. Fees Income (Net of Waiver)

Particulars	Amount ₹	
	2019-20	2018-19
Programme Fees	61,87,73,197	52,41,53,618
Tuition Fees Waiver	(47,10,000)	(58,60,650)
	61,40,63,197	51,82,92,968
Other Fees	1,07,740	2,01,650
Total	61,41,70,937	51,84,94,618

Schedule 11. Donation

Particulars	Amount ₹	
	2019-20	2018-19
Donation	12,71,214	40,000
Total	12,71,214	40,000

Schedule 12. Project/ Program Contribution

Particulars	Amount ₹	
	2019-20	2018-19
Contribution from Projects/Programmes	3,68,19,158	2,79,27,358
Advisory Fees Income	15,34,73,108	10,68,95,142
Total	19,02,92,266	13,48,22,500

Schedule 13. Interest

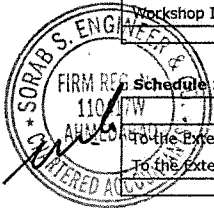
Particulars	Amount ₹	
	2019-20	2018-19
Interest on Fixed Deposits	3,60,98,156	4,09,21,588
Interest on Savings Bank Account	23,90,220	24,76,056
Interest on Bond	5,72,000	7,43,333
Interest on TDS Refund	8,23,599	-
Interest on Torrent Power Deposit	3,200	3,699
Gross Interest	3,98,87,175	4,41,44,676
Less:- Interest allocated to Projects	1,34,47,389	2,25,20,208
Less:- Interest allocated Earmarked Fund	62,95,689	74,77,603
NET INTEREST	2,01,44,097	1,41,46,865

Schedule 14. Other Income

Particulars	Amount ₹	
	2019-20	2018-19
Credit Balances Appropriated	4,86,524	35,43,155
Film Club-Diff event	560	-
Fine/Library Fine	4,64,681	3,35,792
Forfeited Fees	17,01,505	12,51,108
Library Service Charges	2,82,805	2,06,573
Miscellaneous Income	77,626	8,69,881
Reprographic Income	23,169	43,978
RTI Fees	120	280
Sale of Admission Forms	93,41,750	1,38,46,000
Sale of Publication Book (Net)	-	16,380
Sale of Scrap	1,02,621	27,500
Tender Fees	6,780	66,420
Workshop Income	-	83,833
Total	1,24,88,141	2,02,90,900

Schedule 15. Transferred from Earmarked/Endowment Fund

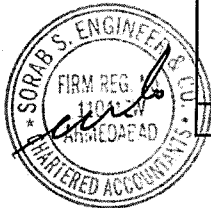
Particulars	Amount ₹	
	2019-20	2018-19
To the extent of Depreciation	1,89,86,765	1,66,56,199
To the extent of Recurring Expenditure	45,91,113	1,02,78,491
Total	2,35,77,878	2,69,34,690



CEPT UNIVERSITY, AHMEDABAD**Schedule 16. Employee Emoluments**

Amount ₹

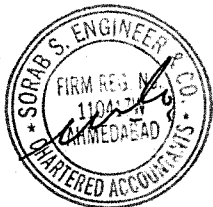
Particulars	2019-20	2018-19
Basic Salary	8,09,02,781	8,63,51,909
Compensatory Allowance	14,481	25,765
Dearness Allowances	4,35,58,137	4,95,52,815
Fees to Visiting Faculty	6,93,73,660	6,92,17,138
Grade Pay	45,99,604	51,53,270
Gratuity	1,24,12,676	1,05,64,310
House Rent Allowance	1,78,95,429	1,61,20,075
Leave Encashment	98,30,545	9,60,760
Medical Allowance	15,65,476	13,83,764
PF Contribution	1,29,10,381	1,25,71,690
Remuneration to Academic Associate	2,79,50,476	96,46,991
Remuneration to Teaching Assistants	2,26,23,116	1,36,58,207
Salary to Research Assistants	13,22,259	24,43,813
Special Allow to Admn. Staff	3,85,84,717	3,41,38,193
Transport Allowance	35,00,677	33,62,159
Fees to Administrative Staff	2,90,37,270	2,02,93,034
Remuneration to President	44,04,000	44,04,000
Adhoc Payment	3,73,680	11,83,160
Washing Allowance	1,07,153	1,18,586
VRS Plan Expenses	94,63,052	-
Total	39,04,29,570	34,11,49,639



CEPT UNIVERSITY, AHMEDABAD

Schedule 17. Educational Expenditure

Particulars	Amount ₹	
	2019-20	2018-19
Advertisement Expenses(Admission)	93,71,263	1,02,19,423
Affiliation Expenses	2,51,000	11,87,589
Board of Studies Expenses	62,68,834	38,96,811
Catalogue Expenses	10,58,227	6,33,093
Contribution to Projects	3,58,739	-
Documentation Expenses	31,600	43,836
Education Fair	27,96,330	23,15,825
Examination Expenses	94,01,987	1,01,71,238
Excellent Award Expenses	11,70,000	-
Faculty Development Expenses	52,34,920	11,92,349
Library Expenses	27,52,636	25,74,269
Membership/Accreditation Expenses	85,950	4,51,270
Photographic Expenses	3,01,231	4,58,800
Program Development Expenses	16,487	-
Registration Expenses	75,000	50,000
Related Study/Site Expenses	75,08,784	21,50,016
Scholarship to Students	3,41,44,974	2,29,69,510
Seminar & Conference	99,87,249	53,29,514
Software Expenses	93,37,973	74,30,102
SSIP STARTUP Expenses	6,19,590	-
Stipend to Students	36,57,580	91,05,489
Student Activity Expenses	49,46,002	73,46,845
Student Assistantship	27,12,817	1,07,725
Teaching Material	30,71,093	18,41,519
Travelling to FTAS	29,82,847	-
Travelling to PTAS	25,08,872	19,32,782
Valedictory Function Expense	16,74,588	44,98,578
Website Expenses	14,01,936	17,31,647
Workshop/Lab Expense	27,58,055	10,66,267
Total	12,64,86,564	9,87,04,497



Schedule 18. Administrative Expenses

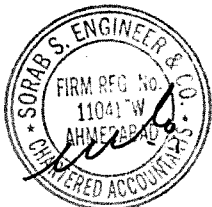
Particulars	Amount ₹	
	2019-20	2018-19
Audit Fees	9,45,168	10,33,087
Campus Maintenance	56,25,177	49,72,750
Debit Balances Written off	2,45,954	-
Electricity Charges	1,45,24,915	1,11,76,629
Expense in Respect of Properties	1,44,93,574	3,52,91,968
Insurance Expense	13,99,585	8,56,232
Interest Expenses	8,30,594	21,22,075
Internal Audit Fees	6,25,833	5,64,167
Miscellaneous Expenses	64,77,344	63,45,970
PF Admin Charges	6,47,678	7,24,812
Postage & Telephone Expense	5,82,031	6,38,627
Professional Fees	24,45,404	72,51,963
Provision for Doubtful DTE Grant Receivable	65,54,516	-
RCM GST Borne by the University	3,66,286	42,57,046
Recruitment Expense	3,53,886	38,108
Repairs & Maintenance	76,76,629	76,30,527
Security Charge	60,70,632	43,06,166
Stationery & Printing	69,96,800	47,28,641
Student Insurance	12,00,632	9,06,492
Travelling & Conveyance	32,13,330	64,57,913
Total (a)	8,12,75,968	9,93,03,173
Provision for Doubtful Projects/ Project Debtors	34,65,366	-
Project Balances Written Off	-	1,77,41,737
Total (b)	34,65,366	1,77,41,737
Total Administrative Expenses (a+b)	8,47,41,334	11,70,44,910

Schedule 19. Project/Program Expenses

Particulars	Amount ₹	
	2019-20	2018-19
Advisor Expenses	17,75,67,224	11,71,93,413
Total	17,75,67,224	11,71,93,413

Schedule 20. Transferred to Earmarked/Endowment Fund

Particulars	Amount ₹	
	2019-20	2018-19
Centre Fund	23,79,306	-
Research Fund	1,24,01,874	-
SID Research Fund	4,81,575	-
Grant Fund	-	46,27,746
Total	1,52,62,755	46,27,746



CEPT UNIVERSITY, AHMEDABAD

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. PROPERTY, PLANT & EQUIPMENT

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.

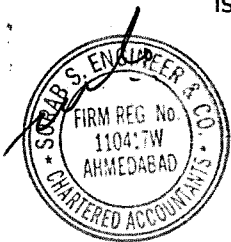
Fixed Assets received by way of Donation are capitalized at token value, by corresponding credit to Capital Fund.

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.



CEPT UNIVERSITY, AHMEDABAD

SCHEDULE 21: 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 and Trademark is amortized over a period of 10 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.

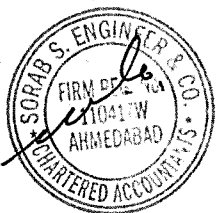
Interest on Investments out of Earmarked, Endowment and other Funds has been recognized on accrual basis and allocated to respective Fund Account.

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.



CEPT UNIVERSITY, AHMEDABAD

SCHEDULE 21: SIGNIFICANT ACCOUNTING POLICIES

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.



CEPT UNIVERSITY, AHMEDABAD

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. Nil)

2. UNEXECUTED CAPITAL CONTRACT

Unexecuted Capital Contract (Net of Advances) Rs. 1,49,624/- (Previous year Rs. NIL).

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.

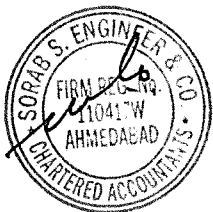
4. TAXATION

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	2019-20	2018-19
Honorarium to Faculty	3,821,556	45,61,466
Purchase of Material	23,007	-
Registration Fees	2,396,299	18,21,909
Reimbursement of Travel Expenses	213,849	8,76,292
Stipend Expenses	80,000	-
Subscription Charges	573,799	9,55,497
Software License	34,215	4,00,251
Fee Refund	-	44,250
Professional Fees	1,712,960	4,89,378
	8,855,685	91,49,043



CEPT UNIVERSITY, AHMEDABAD

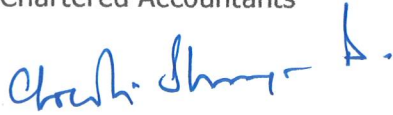
SCHEDULE 22: NOTES FORMING PART OF ACCOUNTS

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



Naishadh Parikh
Member
Governing Body



Bimal Patel
President

October 24, 2020
Ahmedabad

