

2014-2015

Annual Statement of Accounts

भारतीय लेखा तथा लेखा परीक्षा विभाग

कार्यालय प्रधान निदेशक लेखापरीक्षा (केंद्रीय) लखनऊ



सत्यमेव जयते

INDIAN AUDIT & ACCOUNTS DEPARTMENT

Office of the Principal Director of Audit (Central) Lucknow

No OAD-C/ SAR-IIMR / 2014-15/ 335

Date: February 29, 2016 / 03.03.2016

To

The Director,
 Indian Institute of Management,
 Suchana Bhawan, Audrey House Campus,
 Meur's Road,
 Ranchi- 834008.

Sub: Separate Audit Report and Audit Certificate on the accounts of Indian Institute of Management, Ranchi for the year 2014-15.

Sir,

I enclose a copy of the Audit Report and Audit Certificate along with audited Annual Accounts of Indian Institute of Management (IIM), Ranchi for the year 2014-15 for information and necessary action.

2. A copy of each of the documents has been sent to the Secretary to the Government of India, Ministry of Human Resource Development, New Delhi for information and necessary action.

3. The audited Annual Accounts, Audit Report should be duly considered and adopted by the Governing Body (BOG) of the IIM, Ranchi in the Annual General meeting before these are laid in the House of parliament.

4. A copy of (i) Resolution of Governing Body adopting the Audit Report and Audit Certificate with audited Annual Accounts, (ii) Date of its presentation before the House of Parliament and (iii) Annual Report of the Institute may be furnished to this office in due course for our records and onward transmission to office of the Comptroller and Auditor General of India, New Delhi.

5. The Hindi version of this SAR may kindly be furnished to this office within one week.

6. The receipt of this letter with enclosures may please be acknowledged.

Yours faithfully,

Encl: - As above.


 Principal Director of Audit (Central)

Separate Audit Report of the Comptroller & Auditor General of India on the accounts of Indian Institute of Management, Ranchi for the year ended 31 March 2015

We have audited the Balance Sheet of Indian Institute of Management, Ranchi as at 31 March 2015, the Income and Expenditure Account and the Receipts and Payments Account under Section 20 (1) of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971. The audit has been entrusted for the period up to 2014-15. These financial statements are the responsibility of the management of the Institute. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (C&AG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Laws, Rules and Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any, are reported through Inspection Reports/ C&AG's Audit Reports separately.
3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. Our audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. Our audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
 - (i) 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.
 - (ii) The Balance Sheet, Income and Expenditure Account and Receipts and Payments Account dealt with by this report have been drawn up in the format approved by the Government of India, Ministry of Finance.

(iii) In our opinion, proper books of accounts and other relevant records have been maintained by the Indian Institute of Management, Ranchi as required under section 3 of the Memorandum of Association under Societies Registration Act, 1860 and Rule 18 of the Institute, in so far as it appears from our examination of such books.

(iv) We further report that:

A. Balance Sheet

A.1 Liabilities

A.1.1 Corpus Fund (Schedule-2) ₹ 6363.32 lakh

The institute created Corpus fund of ₹ 6363.32 lakh for which the approval of Central Government is pending. Although this irregularity was pointed out in the previous Separate Audit Report, no corrective action has been taken by the Institute.

A.1.2 Current liabilities & provision (Schedule- 3) ₹ 382.88 lakh

The Institute had unspent balance of Non-recurring grant of ₹ 1470.24 lakh as on 1.4.14 and the non-recurring grant received during the year 2014-15 was ₹ 527.10 lakh. Out of this, the Institute could spend only Rs 18.43 lakh during the year leaving the unspent balance of ₹ 508.67 lakh along with the opening balance of ₹ 1470.24 lakh resulting in creation of total liability of ₹ 1978.91 lakh. As the Institute did not exhibit this liability under the head "Grant Refundable to Ministry", this resulted in understatement of liability and overstatement of Non- recurring grant by ₹ 1978.91 lakh

A.1.2.1 The Institute had incorrectly booked ₹ 30.57 lakh in respect of liabilities for the financial year 2015-16 under the head "Prepaid Expenses" in annual accounts of the year 2014-15, whereas the actual payments were made in the next financial year i.e. 2015-16. This resulted in overstatement of current liabilities and current assets by ₹ 30.57 lakh.

A.2 Assets

A.2.1 Fixed Assets (Schedule-4) ₹1124.24 lakh

A.2.1.1 The Institute did not include the value of 90.14 acres of land allotted for construction of new campus in the balance sheet as well as fixed assets under the head 'Land'. Further, an amount of ₹ 23.19 lakh spent on laying foundation was also not included in the Schedule 4 of the balance sheet.

Although this was pointed out in previous Separate Audit Report, no corrective action has been taken by the Institute.

A.2.1.2 The Institute had shown accumulated depreciation on fixed assets (Schedule-4) as ₹ 341.68 lakh instead of ₹ 343.60 lakh resulting in difference of ₹ 1.92 lakh, which needs to be reconciled.

A.2.2 Current Assets, Loans & Advances (Schedule-6) ₹ 3269.93 lakh

A.2.2.1 The Institute had shown ₹ 1361.80 lakh (Schedule-6B) as receivable from the Ministry of Human Resource Development (Ministry) (Capital ₹ 636.98 lakh and Revenue ₹ 724.82 lakh). However, as per the Grants letter, an amount of ₹ 160.00 lakh only was receivable from the Ministry which has already been received from on 4.4.2015 and no further grant was to be received from the Ministry. Thus, the Institute had shown ₹ 1201.80 lakh in excess as grants receivable from the Ministry. This resulted in overstatement of fund receivable from the Ministry as well as overstatement of current assets by ₹ 1201.80 lakh.

A.2.2.2 The excess of income over expenditure during the year 2014-15 was ₹ 1530.78 lakh and transfer from the Capital Fund was ₹ 89.52 lakh, constituting the total surplus fund of ₹ 1620.30 lakh under Capital Fund. The Institute, however, exhibited ₹ 1650.53 lakh in annual accounts. Thus, the surplus was inflated by ₹ 30.23 lakh (₹ 1650.53 lakh - 1620.30 lakh) and there were mismatch between assets and liabilities by ₹ 30.23 lakh.

Consequently, the deficit was also overstated by ₹ 30.23 lakh under the head 'Receivable from MHRD-Revenue' (Schedule -6(B), 5(a)).

A.2.3. Investment of Fund (schedule 5) -₹ 5465.16 lakh

As per Format of Accounts introduced by MHRD for Higher Educational Institute, investment of Fixed Deposits/ Term Deposits in Bank should be shown under the head Current Assets except the Investment of Endowment fund/ Earmark Fund.

The Institute made investment of surplus funds of ₹ 54.65 crore in Fixed Deposits in various banks. Instead of showing this amount under the head Current Assets, the Institute exhibited it under the Investment. This resulted in overstatement of 'Investment' and understatement of 'Current Assets by ₹ 54.65 crore.

B. Receipt and Payment Accounts

Although the institute had prepared the Receipts and Payments Accounts, schedules and ledgers pertaining to the Receipts and Payments Account for the year 2014-15 had not been maintained.

C. General

C.1 Discrepancy of ₹ 46.77 lakh

The closing balance of Gross assets was ₹ 1108.10 lakh as on 31 March 2014, whereas the Balance sheet for the year 2014-15 disclosed the opening balance of fixed assets as ₹ 1061.33 lakh. Consequently, the opening balance of fixed assets (Gross block) was understated and addition during the year was overstated by ₹ 46.77 lakh in accounting of fixed assets.

C.2 The Institute was charging depreciation as per Written down Value (WDV) method till 31.03.2014 and Institute changed its depreciation policy from WDV method to Straight Line Method (SLM) during 2014-15. The rates of depreciation were also changed from IT Rules to rates prescribed by MHRD.

As per Balance Sheet as on 31.3.2014(Schedule-4), the accumulated depreciation as per WDV was ₹ 377.11 lakh. During the year, the Institute re-calculated the depreciation at the rate prescribed by MHRD, which worked out to ₹ 252.16 lakh as on 1.4.15. As the Institute did not credit the differential amount of ₹ 124.95 lakh in Income and Expenditure Accounts as per Accounting Standard-6, this resulted in understatement of excess of income over expenditure by ₹ 124.95 lakh.

D. Grants- in- aid

The Institute received grant of ₹ 1410.00 lakh from MHRD under the head Plan (Recurring ₹ 882.90 & Non- recurring ₹ 527.10 lakh) and the internal income generated by the institute was ₹ 2717.50 lakh. The previous year's unutilized grant was ₹ 3607.14 lakh (Recurring ₹ 2136.90 lakh and Non- recurring ₹ 1470.24). Thus, the institute had total grant of ₹ 7734.64 lakh.

Out of ₹ 7734.64 lakh, the institute utilized ₹ 1998.52 lakh (Recurring ₹ 1980.09 lakh and Non- recurring ₹ 18.43 lakh), leaving a balance of ₹ 5736.12 lakh (Recurring grant ₹ 3757.21 lakh and Non-recurring ₹ 1978.91 lakh) as unutilized amount as on 31st March 2015.

E. Impact of Revision of accounts: The annual accounts were revised on 24.11.2015 by the Management at the instance of audit and the Capital fund was decreased by ₹ 254.05 lakh.

F. Management letter

Deficiencies which have not been included in the Audit Report have been brought to the notice of the Institute through a management letter issued separately for remedial/corrective action.

v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Income & Expenditure Account dealt with by this report are in agreement with the books of accounts.

vi. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in the annexure to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India.

(a) In so far as it relates to the Balance sheet of the state of affairs of the Indian Institute of Management, Ranchi as at 31 March 2015, and

(b) In so far as it relates to Income and Expenditure Account of the surplus for the year ended on that date.

For and on behalf of the
Comptroller and Auditor General of India

Place: Lucknow

Date: 29.2.16

Principal Director of Audit (Central), Lucknow

Annexure

1. Adequacy of Internal Audit System

The Institute does not have its own internal audit wing, and the Internal Audit of the Institute was carried out by a Chartered Accountant firm. The Institute is yet to prepare its Internal Audit Manual.

2. Adequacy of Internal control system

The Internal Control system in the Institute reflected the following deficiencies:

- The institute does not have accounting manual and office procedure manual.
- Non-formulation of Investment policy and parking of surplus funds in saving bank accounts.
- Cash Book is not closed on daily basis as per the prescribed rules.
- No certificate regarding physical verification of Cash Balance was recorded at the end of each month.
- 'No transaction certificate' was not recorded in the cash book for the days when no transaction took place.
- Non-authentication of cash books, bank books and ledgers by the concerned officials.
- Non-maintenance of Liabilities register
- Non-formulation of clear definition and allocation of duties and responsibility of officers and officials of the Institute.
- Non-maintenance of centralised Fixed Assets Register.

In view of the above, the internal control system needs to be strengthened.

3. System of Physical verification of fixed assets and inventory:

The Institute had carried out physical verification of fixed assets and inventory during the year

4. Regularity in payment of statutory dues:

The Institute is regular in payment of statutory dues.

Balance Sheet

as on 31st March, 2015

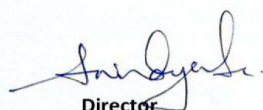
INDIAN INSTITUTE OF MANAGEMENT RANCHI
Balance Sheet as at 31st March 2015

(Amount in Rs.)

Particulars	Schedule	As on 31.03.2015	As on 31.03.2014
CORPUS/CAPITAL FUND & LIABILITIES			
Capital Fund	1	2932,27,022.47	2371,66,010.69
Corpus Fund	2	6363,32,142.96	3987,97,449.75
Current Liabilities & Provisions	3	382,87,648.00	424,98,992.00
Total		9678,46,813.43	6784,62,452.44
ASSETS			
Fixed Assets			
Gross Block	4	1124,24,286.31	1108,09,686.31
Less: Accumulated Depreciation		341,68,308.53	377,11,489.31
Net Block		782,55,977.78	730,98,197.00
Capital Work In Progress	4	160,82,150.00	160,82,150.00
Total		943,38,127.78	891,80,347.00
Investments of Fund	5	5465,15,826.00	5000,00,000.00
Current Assets, Loans & Advances	6	3269,92,859.65	892,82,105.44
Total		9678,46,813.43	6784,62,452.44

Significant Accounting Policies - Schedule-15
Notes Forming Part of Accounts- schedule-16
Receipts & Payment Account- Schedule-17

AS PER OUR ATTACHED AUDIT REPORT OF EVEN DATE ANNEXED



Director
IIM Ranchi

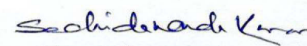


PLACE : RANCHI
DATE : 06.11.2015



Sr. Administrative Officer
IIM Ranchi





Finance & Accounts
IIM Ranchi



INDIAN INSTITUTE OF MANAGEMENT RANCHI
Income & Expenditure Account for the year ended 31st March 2015

(Amount in Rs.)

Particulars	Schedule	As on 31.03.2015	As on 31.03.2014
INCOME			
Fees and Other Income from long duration Programme	7	1904,22,547.00	1693,30,028.86
Government Grant	8	882,90,000.00	1079,99,694.03
Interest Income	9	516,03,636.79	311,23,680.00
Non-Grant & Other Receipts	10	297,24,158.42	609,25,842.22
Total (A)		3600,40,342.21	3693,79,245.11
EXPENSES			
Establishment Expenses	11	325,74,328.00	286,37,437.00
Academic Expenditure	12	713,27,385.00	621,07,588.00
Other Administrative Expenses	13	598,92,289.00	649,52,205.59
Depreciation	4	89,52,341.82	136,13,261.00
Non- Grant Expenditure	14	342,15,649.00	521,16,747.94
Total (B)		2069,61,992.82	2214,27,239.53
Excess of Income over Expenditure(A-B)		1530,78,349.39	1479,52,005.58
Transfer from Capital Fund		89,52,341.82	136,13,261.00
Balance		1650,52,572.21	1615,65,266.58
Transfer to Corpus Fund (Sch 7+9+10-14)		2375,34,693.21	2092,62,803.14
Net Surplus refundable to MHRD		-	-
Deficit claimed from MHRD		724,82,121.00	476,97,536.56

Significant Accounting Policies - Schedule-15

Notes Forming Part of Accounts- schedule-16

Receipts & Payment Account- Schedule-17

AS PER OUR ATTACHED AUDIT REPORT OF EVEN DATE ANNEXED

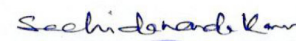

Director In-Charge
IIM Ranchi



PLACE : RANCHI
DATE : 06.11.2015


Sr. Administrative Officer
IIM Ranchi




Finance & Accounts
IIM Ranchi



INDIAN INSTITUTE OF MANAGEMENT RANCHI
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2015

Schedule-1 Capital Grant

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Opening Capital Fund		2318,77,500.00	1718,77,500.00
Add: Received during the year		527,10,000.00	600,00,000.00
Total		2845,87,500.00	2318,77,500.00
Less : Accumulated Depreciation as per Schedule 4		343,60,477.53	377,11,489.31
Balance at the year end		2502,27,022.47	1941,66,010.69
Fund for Permanent Campus		430,00,000.00	430,00,000.00
Total		2932,27,022.47	2371,66,010.69

Schedule-2 Corpus Fund

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Opening Corpus Fund		3987,97,449.75	1907,71,149.61
Less:Amount Booked as Income last year		-	12,36,503.00
		3987,97,449.75	1895,34,646.61
Add: Transfer from Income & Expenditure Account		2375,34,693.21	2092,62,803.14
Total		6363,32,142.96	3987,97,449.75

Schedule-3 Current Liabilities & Provisions

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Current Liabilities			
1. Statutory Dues			
(a) TDS	2,49,057.00		37,87,070.00
(b)Service Tax	2,88,312.00	5,37,369.00	2,664.00
2. Other Current Liabilities			
(a) Bills Payable for Expenses & Others	183,05,571.00		89,65,753.00
(b) Deposits, EMD etc.	2,90,000.00		2,65,000.00
(c) Allumani Fund	10,35,000.00		10,35,000.00
(d) Caution Money Deposit	33,20,000.00		48,00,000.00
(e) Mess Deposit	1,80,000.00	231,30,571.00	16,60,000.00
(f) MDP/Consultancy Projects:			
Adivasi Kalyan Mukti	-		66,74,973.00
Assessing Rural Drinking Water Supply-World Bank	22,26,266.00		22,29,186.00
Assessment of the Tribal Sub Plan	76,44,738.00		77,20,050.00
Developing Business Orientation Programme	4,000.00		4,000.00
MDP Income:Project Management for Professional	1,54,396.00		1,54,396.00
Project Finance & Loan Syndication	8,427.00		8,427.00
Readership Survey in Jharkhand	1,08,100.00		1,08,100.00
Recruitment of JE & AE	2,76,089.00		2,76,089.00
Smile Arractiveness	11,36,695.00		5,66,734.00
Strategic Management Programme	2,250.00		2,250.00
Survey Plying of Auto Reckshaw in Ranchi	11,46,815.00		11,49,675.00
SWSM - Impact Studies of Rural Water & Sanitation	4,10,873.00		4,10,873.00
Project Affected Persons of CCL	1,10,057.00		-
Saranda Project Expenses	-22,193.00		-
10 Days BABI	3,60,000.00		
SWSM - Training & Motivational Policy	10,52,895.00	146,19,408.00	10,54,069.00
(g) Fee Received in Advance			
Student Activities	-		62,711.00
Fee Received in Advance-PGEMP	-		15,61,000.00
Fee Received in Advance-PGEXP	300.00	300.00	972.00
3. Revenue Grant refundable to MHRD transferred from I/E A/c		-	-
Total		382,87,648.00	424,98,992.00

Schedule-4 Fixed Assets

INDIAN INSTITUTE OF MANAGEMENT RANCHI
INDIAN INSTITUTE OF MANAGEMENT RANCHI
SCHEDULE 4 FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2015

Particulars	Rate	Cost at the beginning of year	Additions during the year		Sold / Adjustment during the Year	Total Cost at the year end	As at the beginning of the year	Depreciation during the year	Adjustment during the Year	Total for the Year	Net Block		
			Less than Rs.2000	More than Rs.2000							Total at the year end	As at the current year end	As at the previous year end
1. Land	0.00%	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2. BUILDING	2.00%	235,82,167.00	0.00	0.00	0.00	235,82,167.00	9,56,993.00	4,71,643.00	0.00	4,71,643.00	221,53,531.00	226,25,174.00	
3. COMPUTER & PERIPHERALS	20.00%	142,20,300.82	0.00	0.00	2,17,395.00	140,02,905.82	78,38,681.00	29,87,420.82	-1,89,802.00	27,97,618.82	33,66,606.00	63,81,619.82	
4. LIBRARY BOOKS	10.00%	18,88,019.00	0.00	99,439.00	0.00	19,87,458.00	4,55,772.00	1,98,748.00	0.00	1,98,748.00	13,32,938.00	14,32,247.00	
6. FURNITURE & FITTINGS	7.50%	432,52,931.00	0.00	55,42,150.00	0.00	487,95,091.00	53,07,781.00	36,59,631.00	0.00	36,59,631.00	398,27,679.00	379,45,150.00	
8. VEHICLE	10.00%	675,287.78	0.00	0.00	0.00	675,287.78	2,02,771.00	67,529.00	0.00	67,529.00	4,04,987.78	4,72,516.78	
10. Audio Visual Equipment	7.50%	5,65,281.00	0.00	39,655.00	0.00	6,04,936.00	1,02,647.00	45,371.00	0.00	45,371.00	4,56,918.00	4,62,634.00	
11. Office Equipment	7.50%	24,35,158.71	0.00	19,149.00	11,352.00	24,42,955.71	4,56,073.71	1,85,591.00	-2,367.00	1,83,224.00	6,39,297.71	19,79,085.00	
12. Electrical Installation & Equipment	5.00%	97,99,907.00	0.00	8,16,188.00	0.00	1,06,16,095.00	12,78,573.00	5,30,804.00	0.00	5,30,804.00	88,06,718.00	85,21,334.00	
13. Intangible Asset	40.00%	95,68,454.00	0.00	0.00	0.00	95,68,454.00	85,82,601.00	9,85,858.00	0.00	9,85,858.00	5.00	9,85,863.00	
14. Scientific & Laboratory Equipment	8.00%	1,45,650.00	0.00	3,276.00	0.00	1,48,926.00	34,074.00	11,915.00	0.00	11,915.00	1,02,937.00	1,11,576.00	
Total		1061,33,166.31	0.00	65,19,867.00	2,28,747.00	1124,24,286.31	252,15,966.71	91,44,510.82	-1,92,169.00	89,52,341.82	782,55,977.78	809,17,199.60	
9. CAPITAL WORK IN PROGRESS													
Campus Boundary Wall		160,82,150.00	0.00	0.00	0.00	160,82,150.00	0.00	0.00	0.00	0.00	160,82,150.00	160,82,150.00	
Total		1222,15,316.31	0.00	65,19,867.00	2,28,747.00	1285,06,436.31	252,15,966.71	91,44,510.82	-1,92,169.00	89,52,341.82	943,36,127.78	969,99,349.60	



INDIAN INSTITUTE OF MANAGEMENT RANCHI
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2015
Schedule-5 Investment of Fund

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Fixed Deposit with Schedule Bank:			
With Axis Bank	-		600,00,000.00
With ICICI Bank	700,00,000.00		3100,00,000.00
With Yes Bank	1000,00,000.00		600,00,000.00
With HDFC Bank	3265,15,826.00		700,00,000.00
Central Bank of India	-		-
IndusInd Bank	500,00,000.00		-
State Bank of India	-	5465,15,826.00	-
Total		5465,15,826.00	5000,00,000.00

Schedule-6 Current Assets Loans & Advances

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
A. Current Assets			
1. Cash in Hand		6,474.00	29,183.00
2. Bank Balances			
State Bank of India-Current A/c	39,20,207.00		29,40,797.00
ICICI Bank-Saving A/c	1259,20,351.19		8,91,546.08
ICICI Bank-Admission A/c	8,56,808.80		8,37,277.80
HDFC Saving A/C	186,00,000.00		
State Bank of India-NPS A/c	56,682.00	1493,54,048.99	37,005.00
3. Sundry Debtors		101,45,986.00	145,55,223.00
4. Inventories		2,96,238.50	1,61,272.00
5. Postage Stamps in Hand		72.00	220.00
Total (A)		1598,02,819.49	194,52,523.88
B. Loans, Advances & Other Assets			
1. Loans & Advances			
(a) Staff	11,546.00		2,49,106.00
(b) Others	5,61,795.00		
(c) Provident Fund Recoverable	2,19,691.00	7,93,032.00	19,65,632.00
2. Prepaid Expenses			
(a) Insurance	2,01,876.00		43,602.00
(b) Other Expenses Including AMC	112,46,471.50		61,62,422.00
(c) Other (PGEMP)	-	114,48,347.50	-
3. Security Deposits			
(a) Security Deposit		5,21,635.00	5,15,539.00
4. Income Accrued			
Accrued Interest on Investment		123,28,666.05	110,03,982.00
5. Other Current Assets			
(a) Receivable form MHRD-Capital		636,97,536.56	-
(b) Receivable from MHRD- Revenue		724,82,121.00	476,97,536.56
6. TDS Receivable		59,18,702.05	21,91,762.00
Total (B)		1671,90,040.16	698,29,581.56
Total (A+B)		3269,92,859.65	892,82,105.44

Schedule-7 Fee & Other Income from Long Duration Programme

Particulars		As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt In Rs.)
Fee / Subscription			
1. Tution & Other Fee		1738,90,000.00	1557,00,000.00
2. Acceptance Fee Forfeited		78,147.00	9,21,931.02
3. Other Receipts		14,19,400.00	20,86,977.84
4. Mess Fee		150,35,000.00	106,21,120.00
Total		1904,22,547.00	1693,30,028.86



INDIAN INSTITUTE OF MANAGEMENT RANCHI
SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH 2015

Schedule-8 Grant-in-Aid/ Subsidies

Particulars	As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
1. Government Grant-MHRD c/f from last year	-	231,77,694.03
Add: Revenue Grant- received during the year	882,90,000.00	848,22,000.00
Less : Deficit Adjusted	-	-
Balance	882,90,000.00	1079,99,694.03
Add: Income adjusted as per the CAG Report for F Y 2011-12	-	-
Transferred to Income & Expenditure Account	882,90,000.00	1079,99,694.03

Schedule-9- Interest Income

Particulars	As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
1. On Saving Account		
-With Schedule Bank	25,50,921.00	39,59,024.00
2. Interest on Fixed Deposit	490,52,715.79	271,64,656.00
Total	516,03,636.79	311,23,680.00

Schedule-10 Non-Grant Income

Particulars	As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
1. Fee & Other Income		
(a) PGEXP Fee	240,18,926.33	268,94,667.52
(b) Consultancy & MDP Income	3,16,609.00	43,88,205.00
(c) Misc. Receipts	3,42,540.09	4,10,851.70
(d) PGEMP Fee	50,46,083.00	74,67,065.00
(e) EPBABI Programme Receipts	-	125,73,941.00
(f) CSR Receipts	-	7,83,136.00
(g) TEDx Receipts	-	9,50,899.00
(h) Service Tax	-	74,57,077.00
Total	297,24,158.42	609,25,842.22

Schedule-11 Establishment Expenses

Particulars	As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Establishment Expenses		
1. Salary & Allowances	313,38,328.00	279,67,937.00
2. Remuneration to Director In-charge	12,36,000.00	6,69,500.00
Total	325,74,328.00	286,37,437.00

Schedule-12 Academic Expenses

Particulars	As on 31.03.2015 (Amt in Rs.)	As on 31.03.2014 (Amt in Rs.)
Academic Expenses		
1. Visiting Faculty-Honorarium	255,63,897.00	209,48,856.00
2. Visiting Faculty-Boarding & Travel Expenses	46,73,853.00	40,10,177.00
3. Course Material Expenses	63,46,987.50	54,95,075.00
4. Journals & Database Expenses	140,27,409.00	88,97,767.00
5. Software Renewal Expenses	15,86,726.00	23,25,953.00
6. Student Activities	4,72,639.00	3,61,005.00
7. Out-Bound Programme Expenses	2,32,000.00	47,31,336.00
8. FPM Expenses	57,71,271.00	43,64,492.00
9. Convocation Expenses	12,44,412.00	4,67,074.00
10. Student Welfare Expenses	3,36,518.00	1,69,871.00
11. Faculty Recruitment & Development Expenses	26,92,029.00	20,61,429.00
12. Admission Expenses	41,69,561.00	43,31,162.00
13. Placement Expenses	30,28,594.50	34,45,621.00
14. National & International Conference	9,00,588.00	3,83,119.00
15. Business Analytics/ HR Conclave/NHRDN/AIMA	2,80,900.00	1,14,651.00
Total	713,27,385.00	621,07,588.00



INDIAN INSTITUTE OF MANAGEMENT, RANCHI

SCHEDULE – 15: SIGNIFICANT ACCOUNTING POLICIES ANNEXED TO AND FORMING A PART OF THE BALANCE SHEET AS AT 31ST MARCH 2015:

1. Basis of preparation of financial statements :

The financial statements are prepared under the historical cost concept on accrual basis of accounting in accordance with generally accepted accounting principles in India.

2. Revenue Recognition:

2.1 Fees from Students (except Tuition fees) and Interest on Savings Bank account are accounted for on cash basis.

2.2 Interest on Investments are accounted on accrual basis.

3. Fixed Assets:

3.1 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.

3.1 The civil work done by CPWD which are in the nature of capital expenditure for partition of hostel Rooms and offices at Suchna Bhawan are written off as per the normal course of business as per the rate charged on Building.

4 Depreciation and Amortization

A. Depreciation

4.1 Depreciation on tangible fixed assets is provided on Straight line method, as per rates prescribed by the MHRD for Central Higher Educational Institutions as per Letter No. 29-4/2012/IFD dated 17.04.2015.

4.2 Depreciation charged on tangible fixed assets is transferred from respective fund to Income & Expenditure Account (below the line) to match book value of tangible fixed assets with the respective funds.

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

4.4 Where the tangible fixed assets are fully depreciated, it is carried at a residual value of Re.1 in the Balance Sheet and is not depreciated further.

4.5 Tangible fixed assets, the individual value of each of which is Rs. 2000 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.

4.6 The cost of any software purchased along with the computer hardware, being an integral part of the hardware, is capitalized along with the cost of the hardware. However, expenditure incurred on acquisition of software (including ERP), which is not an integral part of related hardware, is treated as intangible assets.

B. Amortization

4.7 Patents and copy rights, E Journals and Computer Software are grouped under Intangible Assets and are amortised at the rates specified by MHRD. Renewal charges of software for period less than 2years are charged to revenue.

5. Investments:

5.1 Investments are broadly made as per the GOI Guidelines in the scheduled commercial Banks only.

5.2 Long term investments are carried at their cost or face value whichever is lower. However any permanent diminution in their value as on the date of the Balance Sheet is provided for.

6. Inventories:

Inventories includes stores and stationeries, are valued at cost. Cost comprises expenditure incurred in the normal course of business in bringing such inventories to its location and includes where applicable, appropriate over heads.

7. Government Grant:

Capital and Revenue Grants have been bifurcated in their respective heads as per instruction from M.H.R.D.

8. Employees Retirement Benefits:

8.1 Employee benefits under defined contribution plans comprising New Pension Scheme and Provident Fund are recognized and charged to revenue on the basis of actual liability

a. Gratuity is applicable only after an employee has completed 5 years of regular service. Since no employees have completed 5 years regular service, no provision has been made.

9. Foreign Currency Transaction:

Income received and expenses incurred in foreign currency are recorded at the exchange rates as on the date of transactions and variation (if any) booked in Income & Expenditure Account.

10. Capital Fund and Corpus Fund

Capital Fund is earmarked for creation of Fixed Assets. The Fund is created mainly out of Grant received from Government of India.

The Corpus Fund is created as per the instruction of the BOG out of surplus generated by the Institute over the year (only out of internal resources Income)



INDIAN INSTITUTE OF MANAGEMENT, RANCHI

SCHEDULE – 16: NOTES ON ACCOUNTS ANNEXED TO AND FORMING A PART OF THE BALANCE SHEET AS AT 31ST MARCH 2015:-

1. Contingent Liabilities:

- i) The space in the Suchna Bhawan Building has been provided initially by the Govt. of Jharkhand in the meeting held at Raj Bhawan without stating the rent and other terms & condition. In absence of such information the financial implication of such case could not be determined.
- ii) Claim from Ranchi Municipal Corporation received for the last three years is under dispute.

2. Capital Expenditure & Depreciation:

- i) Accounting Standard – 12 issued by the Institute of Chartered Accountants of India proposes not to charge any Depreciation on fully subsidized Assets. But to keep proper records, Depreciation have been charged on the Fixed Assets and deducted from Capital Fund.

From the Financial year 2012-13 the depreciation charged to Income & Expenditure Account and correspondingly transferred from Respective Fund to arrive the correct figures of the revenue.

- ii) Tangible fixed assets, the individual value of each of which is Rs. 2000 or less (except Library Books) are treated as Small Value Assets (as per accounting policy no 4.5). 100% depreciation is provided in respect of such assets at the time of their acquisition. This policy is followed in all cases except in case of steel trunk where it is capitalised under the head Furniture and Fixture.

3. Deficit / Surplus from operation:

The claim from M.H.R.D. has been arrived at after deducting the revenue expenditure from revenue grant received from MHRD .

4. Corpus Fund

The creation of Corpus Fund has been approved by the Board of Governors. The amount of Rs.23,75,32,893.21 has been transferred to Corpus fund. The bifurcation of Capital and revenue is for internal records. However, both Corpus and Capital fund are part of consolidated fund of India.

5. Capital Grant for Campus:

The Grant of Rs. 4,30,00,000/- has been allotted for the permanent campus in the FY 2011-12, out of which an amount of Rs.1,60,82,150.00 has been incurred for construction of boundary wall at Nagri Village. The construction was interrupted and the amount to be written off against the expenditure will be taken up to the BOG for further action.

6. Booking of Assets against Work In Progress:

The amount kept in work in progress till the end of FY 2012-13 booked in the fixed assets in the different heads i.e. Building and furniture & Fixtures.

7. Disclosure of New land allotted for IIM Ranchi Campus:

The Govt. of Jharkhand allotted land for construction of IIM Ranchi Campus at Cheri Village. Some portion of land is yet to be handed over to IIM Ranchi so the land has not been taken in to Account so far.

8. Building Not belonging to IIM Ranchi:

The Institute is presently running in the building at Suchna Bhawan provided by the State Govt. which is not belonging to IIM Ranchi. So only the addition for infrastructure is being capitalized.

9. Current Assets, Loans and Advances:

In the opinion of the Management, the Current Assets, Loans and Advances have a value on realization in the ordinary course of business equal to at least the aggregate amount shown in the Balance Sheet.

10. Investment:

The Investment is being made proportionately out of Corpus Fund, deposits from the students, advance money received for the Consultancy Projects and balance of capital Grant received from MHRD.

11. Taxation:

The Institute, being exempt from Income Tax under Section 10(23C)(iiiab) of the income Tax Act 1961, hence no provision for income tax has been made. Also the Institute is registered u/s 12A of Income Tax Act 1961.

12. Employees Retirement Benefit:

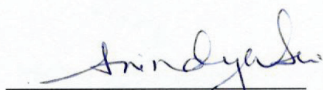
- i) The Institute is covered under New Pension Scheme for retirement benefit of the employees which is maintained by the NSDL.
- ii) Gratuity is applicable only after an employee has completed 5 years of regular service. Since no employees have completed 5 years regular service, no provision has been made.
- iii) Provident Fund is maintained with Provident Fund Regulatory Development Authority (PFRDA) retrospectively w.e.f. July, 2012 for all contracts employees. The actual amount paid to PFRDA is charged to revenue on the basis of actual liability.

13. The Consultancy Projects which are continued at the end of financial year, expenditure incurred during the year thereon is booked as expenditure and the same amount of the expenditure is booked as Income from consultancy Projects to arrive the correct figure of Income & Expenditure Account.

14. The Institute has not followed the codification guidelines as per MHRD letter No 29-4/2012/IFD dated 17.04.2015 for the financial year 2014-15. However, the ledgers have been prepared as per the above mentioned guidelines. Further, there is no financial impact for the above.

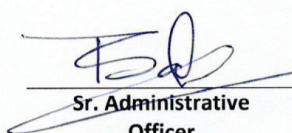
15. Due to changes in depreciation policy during the financial year 2014-15, the income for 2014-15 has been increased by Rs. 8,86,570.18

16. The figures of the previous year have been regrouped and re-casted wherever necessary.



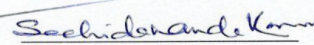
Director In-Charge

IIM Ranchi



**Sr. Administrative
Officer**

IIM Ranchi



Finance & Accounts

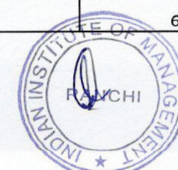
IIM Ranchi

PLACE : RANCHI
DATE : 06.11.2015



INDIAN INSTITUTE OF MANAGEMENT RANCHI
Schedule 17- Receipts & Payment Account as on 31st March 2015

Particulars	For the Year 2014-15 (Amt in Rs.)	Particulars	For the Year 2014-15 (Amt in Rs.)
<u>Opening Balances:</u>		<u>Establishment Expenses Payment:</u>	
Cash in Hand	29,183.00	Salary & Allowance	336,69,704.00
<u>Bank Balances:</u>		Remuneration to Director In-Charge	12,36,000.00
State Bank of India Current A/c	29,40,797.00	<u>Academic Expenses Payment</u>	
State Bank of India NPS A/c	37,005.00	Visiting Faculty-Honorarium	255,63,897.00
ICICI Bank Saving A/c	8,91,546.08	Visiting Faculty-Boarding & Travel Expenses	46,73,853.00
ICICI Admission A/c	8,37,277.80	Course Material Expenses	63,46,987.50
<u>Fixed Deposit:</u>		Journals & Database Expenses	140,27,409.00
Term Deposits with Bank	4300,00,000.00	Software Renewal Expenses	15,86,726.00
<u>Fee Receipts from Long Duration Programme</u>		Student Activities	4,83,614.00
PGDHRM	368,61,150.00	Out-Bound Programme Expenses	2,32,000.00
PGDM	1238,70,000.00	FPM Expenses	57,71,271.00
late Fine	40,000.00	Convocation Expenses	12,44,412.00
Deposits from Students	1,61,688.00	Student Welfare Expenses	3,25,543.00
FPM Application Fee	68,000.00	Audit Course Fee	10,000.00
Mess Receipt	150,96,250.00	Faculty Recruitment & Development Expenses	32,90,526.00
Audit Course Fee	10,000.00	Admission Expenses	41,69,561.00
<u>Grant-In-Aids Received:</u>		Placement Expenses	30,28,594.50
Govt of India (MHRD)	1250,00,000.00	National & International Conference	3,02,091.00
<u>Interest received on:</u>		<u>Other Administrative Expenses:</u>	
Investments	407,86,221.32	Accreditations	4,84,758.50
Saving Bank Account	25,50,921.00	Advertisement	18,48,908.00
<u>Non-Grant Receipts:</u>		Inauguration Expenses	1,16,503.00
PGEXP Tution Fee	260,31,342.33	Rent for Equipments	21,98,166.00
PGEMP	77,74,018.00	Telephone & Mobile Charges	1,58,020.00
Fees & Others -Receipts	217,27,115.00	Postage & Telegram	97,195.00
Hostel Charges Receipts	1,000.00	Internet Charges	29,01,047.00
From CCL	11,25,903.00	IT Support	43,10,412.00
TDS & Service Tax	44,64,336.00	House Keeping Expenses	33,39,984.00
Mahindara Financial	4,49,440.00	Newspapers & Periodicals	23,714.00
10 days Business Analytics & Business Intelligence	3,60,126.00	Manpower Deployment	56,91,112.00
Misc. Receipt	33,502.46	Board Meeting Expenses	6,18,555.00
Job Application Fee	2,26,200.00	Consultancy & Meeting Exp	2,03,214.00
Saranda Project	2,99,211.00	Auditors & Consultants	1,63,942.00
Jharcraft (MDP)	3,00,000.00	Electricity and Power	30,55,250.00
Hindustan Lever Limited	6,40,452.00	Rent - Directors House	3,60,000.00
<u>Other Receipts:</u>		Rent - Residential Flat	2,77,200.00
Scholarship for Students	67,89,570.00	Rent -Hostel-Khelgaon	123,90,378.00
Travelling Receipt	17,100.00	Hiring Charges - Generator	76,90,164.00
		Repair & Maintenance	19,64,818.50
		Travelling & Conveyance Expenses	4,47,896.00
		Hiring Charges-Bus/Car	73,24,802.00
		Seminar & Conference	30,741.00
		Insurance	3,13,339.00
		Printing and Stationary	7,36,307.00
		Boarding & Lodging Expenses	8,08,406.00
		Guest House Expenses	13,85,227.00
		Staff Welfare Expenses	2,44,414.00
		Office Expenses	1,92,656.00
		Important Day Celebration	9,810.00
		Foundation Stone laying Stone Expenses	720.00
		Miscellaneous Expenses	90,257.00
		Prior Period Expenses	6,95,273.00



INDIAN INSTITUTE OF MANAGEMENT RANCHI
Receipts & Payment Account as on 31st March 2015

Particulars	For the Year 2013-14 (Amt in Rs.)	Particulars	For the Year 2013-14 (Amt in Rs.)
		<u>Non-Grant expenses Payment:</u>	
		Mess Charges	121,18,525.00
		Board Meeting Siting Fee	1,10,000.00
		PGEXP Expenses	127,66,622.00
		Adivasi Kalyan Mukti	91,74,973.00
		PGEMP Expenses	35,47,521.00
		Saranda Project Expenses	6,493.00
		MDP Expense	2,64,336.00
		Fixed Deposit	4700,00,000.00
		<u>Other Payments:</u>	
		Musical Instrument	13,555.00
		Drill Machine	3,360.00
		Scholarship to Students	71,87,570.00
		Air Conditioner	94,320.00
		washing Machine	90,600.00
		Water Cooler/Purifier	6,31,268.00
		Service Tax Payment	35,84,622.00
		TDS Payment	82,40,655.00
		Sports Equipments	3,276.00
		Advance for Refreashment exp (Office & G.H)	3,46,048.00
		Security Deposit (Ram Dayal munda Kala Bhawan)	10,000.00
		Purva Industries	63,545.00
		Arcenciel	3,26,842.00
		Withdrawal from Admission	43,55,400.00
		Zoom Enterprises	1,64,090.00
		Furniture & Fixtures	6,62,194.00
		Library Books	99,439.00
		Purchase of Mementoes	60,000.00
		<u>Closing Balances:</u>	
		Cash in Hand	6,474.00
		<u>Bank Balances:</u>	
		State Bank of India Current A/c	39,20,207.00
		State Bank of India NPS A/c	56,682.00
		ICICI Bank Saving A/c	1259,20,351.19
		ICICI Admission A/c	8,55,008.80
		HDFC Bank A/c	186,00,000.00
Total	8494,19,354.99	Total	8494,19,354.99



Indian Institute of management Ranchi
Grant Status for the Financial Year 2014-15

Particulars		Revenue Grant	Capital Grant	Total
As on 01.04.2014	# A	-476.90	1,470.24	993.34
Grant Received during the Year				-
Date: 17.06.2014		222.22	277.78	500.00
Date: 19.09.2014		400.00	-	400.00
Date: 30.12.2014		154.43	195.57	350.00
Date: 31.03.2015		106.25	53.75	160.00
Total Grant Received during FY2014-15	B	882.90	527.10	1,410.00
Grand Total	# A+B	406.00	1,997.34	2,403.34



INDIAN INSTITUTE OF MANAGEMENT RANCHI

Details of Fixed Deposit in hand as on Date and Interest accrued thereon as on 31.03.2015

Sl No.	Date	Bank	FDR NO.	Rate of Int in %	Period of Investment	Maturity Date	Amount
1	01-12-2014	HDFC Bank	50300070152038	9.04%	1 Year	03-12-2015	2000,00,000.00
2	16-01-2015	HDFC Bank	50300076635198	9.04%	1 Year	16-01-2016	300,00,000.00
3	17-01-2015	HDFC Bank	50300076635070	9.04%	1 Year	17-01-2016	200,00,000.00
4	11-01-2015	HDFC Bank	50300027908582	8.50%	1 Year	11-01-2016	765,15,826.00
5	01-12-2014	ICICI Bank	115013000073	8.80%	1 Year	01-12-2015	500,00,000.00
6	16-01-2015	ICICI Bank	1150130000109	8.75%	1 Year	16-01-2016	200,00,000.00
7	01-12-2014	Indusind Bank	300712552966	9.00%	1 Year	01-12-2015	500,00,000.00
8	16-01-2015	YES Bank	008040400015911	8.91%	1 Year	16-01-2016	500,00,000.00
9	01-12-2014	YES Bank	008040400015512	9.02%	1 Year	01-12-2015	500,00,000.00
						Total	5465,15,826.00

