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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF LAJPAT RAI EDUCATIONAL SOCIETY**

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of Institute of Management Technology, Ghaziabad (a unit of Lajpat Rai Educational Society, Ghaziabad,) which comprise the Balance sheet as at 31st March 2023, the Statement of Income & Expenditure Account and the Statement of cash flows for the year then ended and notes to financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the financial position of the Institute as at 31st March 2023, its surplus and its cash flows for the year ended on that date.

Basis of opinion

We conducted our audit in accordance with the standards on auditing (SAs) issued by the Institute of Chartered accountants of India ("the ICAI"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the audit of financial statements* section of our report. We are independent of the Institute in accordance with the ethical requirements that are relevant to our audit of the financial statements & we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Responsibility of the management for financial statements

The Institute's 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 Institute in accordance with the accounting principles generally accepted in India, including Accounting Standards, to the extent applicable, issued by the Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Institute and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal 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 are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the Institute's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Institute or to cease operations or has no realistic alternative but to do so.

The management is also responsible for overseeing the Institute's financial reporting process.

Auditor's Responsibilities for the audit of financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.



Misstatements can arise from fraud or error and are considered material if, individually or in aggregate they could reasonably be expected to influence the economic decisions of the users taken on the basis of these financial statements

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Institute's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of the accounting estimates and related disclosures in the financial statements made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Institute's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Institute to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters the planned scope & timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

Further we report that:

- a) 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
- b) In our opinion, proper books of accounts have been kept by the Institute so far as appears from our examination of those books
- c) The balance sheet, Statement of Income expenditure and cash flow statement dealt with by the report are in agreement with the books of accounts.

For RAVINDRA NITIN KAPOOR & CO
Chartered Accountants
FRN No. 013844N
UDIN: 23009525BGXYWP2578



Place : GHAZIABAD
Dated : 12 July 2023

INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY
BALANCE SHEET AS AT 31.03.2023

(Amount in Rupees)

PARTICULARS	SCHEDULE	As at 31.03.2023		As at 31.03.2022	
<u>SOURCE OF FUNDS</u>					
CORPUS FUND	'A'		1,70,11,86,831		1,66,34,26,618
ALUMNI FUND	'B'		1,67,65,770		1,25,75,170
TOTAL			1,71,79,52,601		1,67,60,01,788
<u>APPLICATION OF FUNDS</u>					
<u>FIXED ASSETS</u>	'C'				
Gross Block		1,40,31,15,465		1,23,54,33,471	
Less Depreciation		<u>87,06,08,942</u>		<u>79,83,32,510</u>	
Net Block			53,25,06,523		43,71,00,961
Capital work in progress					15,24,82,069
<u>INVESTMENTS</u>	'D'				
Alumni Fund Investments		1,67,65,770		1,25,75,170	
Other Investments		<u>15,31,34,678</u>	16,99,00,448	<u>28,54,25,278</u>	29,80,00,448
<u>CURRENT ASSETS, LOANS AND ADVANCES</u>	'E'				
A. Current Assets		65,62,67,587		13,66,57,570	
B. Loans and Advances		<u>1,35,76,82,516</u>		<u>1,07,62,03,887</u>	
		2,01,39,50,103		1,21,28,61,457	
LESS: CURRENT LIABILITIES & PROVISIONS	'F'	99,84,04,473		42,44,43,148	
NET CURRENT ASSETS		<u>99,84,04,473</u>	1,01,55,45,630	<u>42,44,43,148</u>	78,84,18,310
TOTAL			1,71,79,52,601		1,67,60,01,788

Statement of significant Accounting Policies &
Notes forming part of Accounts.
Schedules referred to above form an integral
Part of the Balance Sheet

"M"

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR RAVINDRA NITIN KAPOOR & CO.

Chartered Accountants

FRN 013844N

UDIN: 23009525BGXYWP2578

Ravindra Kapoor
(RAVINDRA KAPOOR)
PROPRIETOR

M.No. 009525

Place : Ghaziabad
Dated : 12 July 2023

Narayan Chandra Nath
(Narayan Chandra Nath)
Asstt. General Manager (F&A)

Kalyan Das Gupta
(Kalyan Das Gupta)
Group CFO

Dr. Vishal Talwar
(Dr. Vishal Talwar)
Director



INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2023

(Amount in Rupees)

PARTICULARS	SCHEDULE		THIS YEAR		PREVIOUS YEAR
<u>INCOME</u>					
ACADEMIC FEES	'G'		1,06,10,96,150		94,46,81,236
NON-ACADEMIC FEES	'H'		11,15,79,662		8,10,69,697
OTHER INCOME	'I'		8,62,95,599		6,68,87,113
TOTAL			1,25,89,71,411		1,09,26,38,046
<u>EXPENDITURE</u>					
PERSONNEL EXPENSES	'J'		42,08,01,253		38,80,56,895
INSTITUTIONAL EXPENSES	'K'		31,57,33,211		29,21,45,358
ADMINISTRATIVE EXPENSES	'L'		40,32,62,870		27,58,61,364
DEPRECIATION			8,14,13,864		6,67,52,532
TOTAL			1,22,12,11,198		1,02,28,16,149
SURPLUS TRANSFERRED TO CORPUS			3,77,60,213		6,98,21,897

Statement of significant Accounting Policies &

Notes forming part of Accounts.

"M"

Schedules referred to above form an integral Part of the
Income & Expenditure A/C

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR RAVINDRA NITIN KAPOOR & CO.

Chartered Accountants

FRN 013844N

UDIN: 23009525BGXYWP2578

(Narayan Chandra Nath)
Asstt. General Manager (F&A)

(Kalyan Das Gupta)
Group CFO

(Dr. Vishal Talwar)
Director

Place : Ghaziabad
Dated : 12 July 2023



Institute of Management Technology, Ghaziabad
Cash Flow Statement for year ended 31st March'23

PARTICULARS	(Amount in Rupees)	
	2022-23	2021-22
A. Cash flows from operating activities		
Net Surplus	3,77,60,213	6,98,21,897
Adjustments for:		
Depreciation and Amortisation	8,14,13,864	6,67,52,532
Interest on Investments	(2,73,83,896)	(2,63,02,064)
(Gains)/Loss on fixed asset	(1,77,306)	3,10,995
Operating surplus before working capital changes	9,16,12,875	4,07,61,463
(Increase) / Decrease in Inventories	(6,71,770)	11,05,83,360
(Increase) / Decrease in Interest accrued on Investments	56,42,660	
(Increase) / Decrease in Loan & Advance	(32,24,73,604)	4,26,428
(Increase) / Decrease in Current Liabilities	56,11,57,346	(88,65,043)
(Increase) / Decrease in Provision of Employee Benefit	1,28,03,979	1,00,45,278
Net cash from Operating activities	25,64,58,611	11,66,80,557
	34,80,71,486	13,09,77,098
B. Cash flows from Investing activities		
Acquisition of fixed Asset including Capital Work in Progress (Net)	(2,54,72,288)	(5,58,76,081)
Acquisition of Investments	12,81,00,000	(19,83,00,448)
Interest on Investments	2,73,83,896	2,63,02,064
Proceeds from sale of assets	13,12,237	13,95,878
Earmarked funds Investments (Net of payments)	41,90,600	35,04,000
Net Cash from Investing Activities	13,55,14,445	(22,29,74,587)
Net Increase / (Decrease) in cash and cash equivalents	48,35,85,931	1,85,85,871
Cash and Cash equivalents at the beginning of Year	11,57,37,633	9,71,51,762
Cash and Cash equivalents at the end of year	59,93,23,564	11,57,37,633

Note:

The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard-3 on "Cash Flow Statement" prescribed by the Institute of Chartered Accountants of India.

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR RAVINDRA NITIN KAPOOR & CO.

Chartered Accountants

Firm Registration No: 013844N

UDIN: 23009525BGXYWP2578

FRN NO. 013844N
(RAVINDRA KAPOOR)
PROPRIETOR
M.No. 009525

(Narayan Chandra Nath)
Asstt. General Manager (F&A)

(Kalyan Das Gupta) (Dr. Vishal Talwar)
Group CFO Director

Place : Ghaziabad
Dated : 12 July 2023

**INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY**

(Amount in Rupees)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
SCHEDULE 'A' CORPUS FUND		
Opening Balance	1,66,34,26,618	1,59,36,04,721
Add :		
Surplus Transferred from Income and Expenditure A/c	3,77,60,213	6,98,21,897
TOTAL	1,70,11,86,831	1,66,34,26,618
SCHEDULE 'B' ALUMNI FUND		
Opening Balance	1,25,75,170	90,71,171
Add :		
Additions during the year	60,96,000	70,04,000
Less:		
Utilised during the year	19,05,400	35,00,000
TOTAL	1,67,65,770	1,25,75,170



INSTITUTE OF MANAGEMENT TECHNOLOGY, GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY
SCHEDULE 'C' FIXED ASSETS

PARTICULARS	GROSS BLOCK				DEPRECIATION				(Amount in Rupees)	
	As At 1.04.2022	Addition during the year	Sale/adjustment during the year	As At 31.03.2023	Up to 31.03.2022	For the Year	Sale/adjustment during the year	Up to 31.03.2023	As At 31.03.2023	As At 31.03.2022
A. Tangible Assets:										
1. Lease Hold Land	1,43,824	-	-	1,43,824	81,500	1,598	-	83,098	60,726	62,324
2. Building	80,16,84,208	14,25,74,976	-	94,42,59,184	43,37,28,622	5,10,53,056	-	48,47,81,678	45,94,77,506	36,79,55,586
3. Computer	5,92,74,384	7,41,308	54,80,050	5,45,35,642	5,63,41,716	16,97,981	46,36,043	5,34,03,654	11,31,988	29,32,668
4. Networking	4,70,58,962	45,12,209	-	5,15,71,171	4,69,51,741	27,71,658	-	4,97,23,399	18,47,772	1,07,221
5. Library Books	4,86,21,919	19,21,286	-	5,05,43,205	4,86,21,919	19,21,286	-	5,05,43,205	-	-
6. Vehicles	1,43,89,074	-	20,74,353	1,23,14,721	1,03,57,636	7,88,041	19,83,122	91,62,555	31,52,166	40,31,438
7. Furniture & Fixtures	4,28,35,286	2,47,009	10,56,503	4,20,25,792	3,18,19,980	16,68,420	9,16,992	3,25,71,408	94,54,384	1,10,15,306
8. Office Equipment	1,39,39,751	4,89,576	3,87,746	1,40,41,581	1,14,84,625	7,31,813	3,70,288	1,18,46,150	21,95,431	24,55,126
9. Teaching Aid Equipment	1,25,42,482	-	2,05,750	1,23,36,732	1,09,10,065	4,05,250	1,94,329	1,11,20,986	12,15,746	16,32,417
10. Electrical Equipment	15,80,62,214	2,67,21,604	8,78,460	18,39,05,358	11,96,61,067	1,86,05,538	8,50,030	13,74,16,575	4,64,88,783	3,84,01,146
11. Tube Well	10,68,626	-	-	10,68,626	9,52,565	17,409	-	9,69,974	98,652	1,16,061
12. Tools	1,85,895	-	-	1,85,895	1,81,856	1,010	-	1,82,866	3,029	4,039
13. Mess Equipment	55,76,386	41,400	1,89,501	54,28,285	46,56,190	2,39,681	1,86,628	47,09,243	7,19,042	9,20,196
14. Musical Instrument	2,18,265	-	-	2,18,265	2,14,661	901	-	2,15,562	2,703	3,604
15. Lease Hold Improvement	1,59,07,230	-	-	1,59,07,230	87,68,140	8,92,386	-	96,60,526	62,46,704	71,39,090
B. Intangible Assets:										
1. Software	1,39,24,965	7,04,989	-	1,46,29,954	1,36,00,227	6,17,836	-	1,42,18,063	4,11,891	3,24,738
TOTAL CURRENT YEAR	1,23,54,33,471	17,79,54,357	1,02,72,363	1,40,31,15,465	79,83,32,510	8,14,13,864	91,37,432	87,06,08,942	53,25,06,523	43,71,00,961
TOTAL PREVIOUS YEAR	1,22,88,51,891	1,16,27,934	50,46,354	1,23,54,33,471	73,49,19,459	6,67,52,532	33,91,481	79,83,32,510	43,71,00,961	
C. Capital Work in Progress										
1. Building	15,24,82,069	2,04,45,946	17,29,28,015	-	-	-	-	-	-	15,24,82,069
TOTAL CURRENT YEAR	15,24,82,069	2,04,45,946	17,29,28,015	-	-	-	-	-	-	15,24,82,069
TOTAL PREVIOUS YEAR	10,82,33,922	4,42,48,147	-	15,24,82,069	-	-	-	-	15,24,82,069	



INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY

(Amount in Rupees)		
PARTICULARS	As at 31.03.2023	As at 31.03.2022
SCHEDULE 'D' INVESTMENTS		
SHORT TERM INVESTMENT		
Fixed deposits with scheduled banks	16,99,00,448	29,80,00,448
TOTAL	16,99,00,448	29,80,00,448
ALLOCATED TO :		
Alumni Fund	1,67,65,770	1,25,75,170
Other Investments	15,31,34,678	28,54,25,278
TOTAL	16,99,00,448	29,80,00,448
SCHEDULE 'E' CURRENT ASSETS LOANS AND ADVANCES		
(A) CURRENT ASSETS		
I. Interest Accrued on Deposits	69,98,170	1,26,40,830
II. Inventories		
- Stock of diesel	12,06,770	5,35,000
III. Accounts Receivable		
(a) unsecured considered good		
(i) Receivables over 6 months	14,72,676	42,19,792
(ii) Other Receivables	4,72,66,407	9,90,215
	4,87,39,083	52,10,007
(b) Considered Doubtful	25,34,100	25,34,100
Less: Provision for Doubtful	25,34,100	-
	-	25,34,100
IV. Cash & bank balances		
(i) Cash in hand including Cheques in hand	22,401	1,02,699
(ii) Balances with scheduled banks		
- In saving Bank Accounts	59,92,98,161	11,51,75,089
- In Current Bank Accounts	3,003	4,59,845
TOTAL	65,62,67,587	13,66,57,570
(B) LOANS AND ADVANCES		
Advances recoverable in cash or in kind or for value to be received- unsecured considered good		
Advances to LES	1,16,79,21,256	90,00,90,556
Advances to Suppliers	94,87,937	1,28,77,861
Advances to Staff and students	48,52,540	31,91,682
Others-advances and prepayments	10,77,75,866	9,13,41,307
Security Deposit	3,19,97,283	3,50,81,239
Tax Deducted at Source	3,56,47,634	3,36,21,242
TOTAL	1,35,76,82,516	1,07,62,03,887



INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY

(Amount in Rupees)

PARTICULARS	As at 31.03.2023	As at 31.03.2022
SCHEDULE 'F' CURRENT LIABILITES & PROVISIONS		
(a) CURRENT LIABILITIES		
Sundry Creditors	6,78,97,724	16,23,62,691
Security Deposits	2,97,63,492	2,82,47,249
Fees received in advance	77,14,83,657	11,74,19,111
Other Liabilities	1,85,89,754	1,85,48,230
(b) Provisions		
For Earned / Medical Leave encashment	11,06,69,846	9,78,65,867
TOTAL	99,84,04,473	42,44,43,148



**INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY**

(Amount in Rupees)

PARTICULARS	THIS YEAR	PREVIOUS YEAR
SCHEDULE 'G' ACADEMIC FEE		
Course Fees	1,06,10,96,150	94,46,81,236
TOTAL	1,06,10,96,150	94,46,81,236
SCHEDULE 'H' NON ACADEMIC FEE		
MDP & Consultancy Fees	11,15,79,662	8,10,69,697
TOTAL	11,15,79,662	8,10,69,697
SCHEDULE 'I' OTHER INCOME		
Prospectious Sale	4,99,19,000	3,14,98,000
Interest Received	2,73,83,896	2,63,02,064
Profit on sale of fixed assets	1,83,537	1,80,863
Miscellaneous Income	84,03,268	89,06,186
Prior Period Income	4,05,898	-
TOTAL	8,62,95,599	6,68,87,113



INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY

(Amount in Rupees)

PARTICULARS	THIS YEAR	PREVIOUS YEAR
SCHEDULE 'J' PERSONNEL EXPENSES		
Salary & Wages	33,20,31,015	29,65,66,829
Honorarium	3,09,62,200	3,36,34,791
Gratuity, leave encashment, LTC	2,21,22,305	2,79,43,740
Other Allowances	24,62,014	21,09,693
Staff Welfare Expenses	67,17,129	40,82,748
Employer's Contribution to PF & ESI	2,65,06,590	2,37,19,094
TOTAL	42,08,01,253	38,80,56,895
SCHEDULE 'K' ACADEMIC EXPENSES		
Faculty recruitment Expenses	44,44,427	20,23,030
Research & Development Expenses	2,72,09,573	9,20,147
Admission Expenses * (Refer Note 1)	3,90,34,892	3,21,34,382
Consultancy & MDP. Expenses	1,43,52,941	65,97,981
Placement Expenses	64,81,791	38,80,641
Course Expenses	9,66,92,987	8,65,61,287
Student Activity and scholarship Expenses	8,69,42,880	3,98,48,802
Library Expenses	3,20,28,490	3,85,79,235
Student Relief	-	4,15,99,853
Convocation Exp.	85,45,230	-
Donations	-	4,00,00,000
TOTAL	31,57,33,211	29,21,45,358
* Note -1		
Admission Expenses include		
Interview/ GD Expenses	6,19,631	5,77,994
Advertisement & Publicity Expenses	2,82,96,129	2,52,20,223
Postage & Courier Expenses	10,97,950	3,98,486
Guest Expenses	3,35,444	-
Printing & Stationery (Brochure Printing)	24,62,244	8,05,463
Staff Welfare Expenses	10,000	-
Traveling Expenses	4,61,708	2,54,702
Bank Charges	2,093	9,569
Processing Fee	45,71,320	37,08,722
Honorarium	15,000	-
Legal & Professional Expenses	6,04,761	8,36,408
Office & General Expenses	5,58,612	3,22,815
TOTAL	3,90,34,892	3,21,34,382



INSTITUTE OF MANAGEMENT TECHNOLOGY-GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY

(Amount in Rupees)

PARTICULARS	THIS YEAR	PREVIOUS YEAR
SCHEDULE 'L' ADMINISTRATIVE EXPENSES		
Legal & Professional Expenses	7,02,84,942	3,78,75,929
Office and General Expenses	40,08,869	18,38,861
Security & Housekeeping Expenses	4,46,57,877	3,43,98,998
Rent	10,82,14,884	10,57,81,164
Travelling & Conveyance	2,28,90,547	69,06,119
Bank Charges	2,06,565	1,32,786
Rate & Taxes	71,22,426	46,41,665
Advertising & Publicity Expenses	41,30,992	32,93,581
Payment to Auditors* (Refer Note 2)	9,91,200	8,26,000
Insurance	1,53,52,407	1,03,12,808
Printing & Stationary Expenses	28,80,948	22,61,679
Postage & Telephone Expenses	48,90,233	49,65,670
Electricity & Generator Fuel	3,41,97,663	2,38,45,499
Guest / Mess expenses	3,11,45,805	1,35,61,912
Provision for doubtful receivables	25,34,100	-
Loss on Sale of Fixed Assets	6,231	4,91,858
Repair & Maintenance Expenses	3,16,22,507	2,25,39,522
Prior period Expenses	1,81,24,674	21,87,313
TOTAL	40,32,62,870	27,58,61,364
* Note 2		
Payments to Auditors		
Audit Fee	7,70,000	7,00,000
Add: Reimbursement of GST	1,38,600	1,26,000
Previous year's arrear with GST	82,600	-
TOTAL	9,91,200	8,26,000



**INSTITUTE OF MANAGEMENT TECHNOLOGY, GHAZIABAD
UNIT OF LAJPAT RAI EDUCATIONAL SOCIETY**

SCHEDULE 'M'

**STATEMENT ON SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF
ACCOUNTS**

A. A. SIGNIFICANT ACCOUNTING POLICES

1 Basis of Accounting and Preparation of Financial Statements :

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India to comply with the applicable accounting standards issued by the Institute of Chartered Accountants of India. The financial statements are prepared under the historical cost convention on going concern and on accrual basis unless otherwise stated. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2 Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income & expenditure during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the period in which the results are known/materialized.

3 Cash flow Statement

Cash flows are reported using indirect method, whereby net surplus is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipt or payment. The cash flows from operating, investing and financing activities are segregated on the basis of their nature.



4 Revenue Recognition

a) Fee:

- i) Fee from regular courses is recognized on the basis of fee structure approved by the management and on a time proportion basis with reference to the duration of each course.
- ii) Whenever there is uncertainty about the collection of fees, revenue recognition is postponed till such time when no uncertainty about its collection exists.
- iii) Prospectus sale and related admission expenses are recognized in the year when these are incurred.

b) Income from Investments:

Income on interest bearing securities and fixed deposits is recognized on a time proportion basis taking into the account the amount outstanding and the applicable rate.

5 Fixed Assets

a) Fixed Assets are stated at cost less accumulated depreciation and impairment losses (if any).

The cost of fixed assets includes the purchase cost of assets and any directly attributable costs for making the asset ready for its intended use. Subsequent expenditure relating to tangible fixed assets are capitalized only if such expenditure results in an increase in the future benefits from such assets beyond its previously assessed standard of performance.

b) Cost of Leasehold land includes the amount paid for acquiring leasehold rights. Leasehold land is amortized over the primary lease period. Leasehold improvements are amortized over the remaining period of the lease agreement.

c) Licensed Software are amortized over the period of license.

d) Depreciation on fixed assets is provided on written down value method based on estimated useful life at the following rates as approved by the management.

Class of Assets	Rate of Depreciation
Buildings	10%
Furniture & Fixture	15%
Computers & Software	60%
Vehicles	20%
Electrical Equipment, Mess Equipment, Teaching Aids, & Office Equipment	25%
Tube well	15%



d) Depreciation on additions is provided for full year irrespective of the date of acquisition/put to use.

e) Library books are depreciated at the rate of 100% in the year of purchase.

f) Capital Work in Progress

Expenditure incurred on construction of assets which are not ready for their intended use are carried at cost less impairment (if any), under capital work in progress. The cost includes purchase cost including any directly attributable cost.

6 Investments

a) Long term investments are carried at cost and diminution in value, other than temporary, is provided for.

b) Current investments are carried at lower of cost or fair value.

7 Inventories

Stock of Diesel is valued at cost.

8 Foreign Currency Transactions

a) Foreign currency transactions are recorded on initial recognition in the reporting currency by applying to the foreign currency amount, the exchange rate prevailing on the date of transaction.

b) Any Gain or Loss on account of exchange difference is recognized in the Income and expenditure account.

9 Employee Benefits

The Institute makes regular contributions to the state administered provident fund which is charged against revenue. Provision for Long Term defined benefit schemes of gratuity and compensated absences is made on the basis of actuarial valuation on the Balance Sheet date based on projected unit credit method.

In respect of Gratuity, the Institute funds the benefit through annual contribution to life Insurance Corporation of India (LIC) under its Group Gratuity Scheme. The actuarial valuation of the liability towards the defined benefits of the employees is made on the basis of assumptions with respect to the variable elements affecting the computation including estimation of interest rate of



earnings on contribution to LIC. The actuarial gains and losses are recognized in the income and expenditure account in the period in which they occur.

10 Impairment of Assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognized, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognized for an asset in an earlier accounting period no longer exists or may have decreased, such reversal of impairment loss is recognized in the income and expenditure account.

11 Provisions and Contingent Liabilities

A provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. A disclosure of a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

12 Provision for Advances

Provision for Advances to various parties is made on the management's analysis of the recoverability of such advances outstanding as at each Balance sheet date.

B. NOTES FORMING PART OF THE ACCOUNTS:

1.1 OUTSTANDING CAPITAL COMMITMENTS:

Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. NIL (Previous Year Rs. 491.88 Lakhs).

1.2 The Lajpat Rai Educational Society is registered under section 12A of the Income Tax Act 1961 as a charitable society and therefore its income is not subject to Tax.



1.3 Income Tax Department had assessed Hostel Income of IMT, Ghaziabad as business income in the assessment Years 2010-11 & 2011-12 and raised a total demand of Rs. 242.95 Lakhs. Against the said demand, Rs. 133.54 Lakhs in respect of refund of TDS and interest accrued thereon for assessment years 2010-11, 2011-12 was adjusted by the income tax department. The Society's appeal with ITAT relating to both Assessment Years 2010-2011 & 2011-12 has been settled in favour of the Society but the refund is still to be recovered.

1.4 The details of liabilities recognized by the Institute in respect of long term defined benefits and contribution schemes in accordance with Accounting Standard 15 for its employees are as under:

a) Defined Benefits Schemes

i) Gratuity

The employees are entitled to gratuity that is computed at half-month's salary, for every completed year of service and is payable on retirement/termination after completion of 5 (five) years of service. The Institute makes provision of such gratuity liability in the books of account on the basis of actuarial valuation. The Institute contributes to life Insurance Corporation of India to fund its plan.

ii) Leave Encashment/ Compensatory absences

The employees are entitled for leave for each year of service and part thereof subject to the limits specified, the un-availed portion of such leaves can be accumulated or encashed during/at the end of the service period. The plan is not funded.

iii) Medical Leave

Employees are also entitled to medical leave of 10 days each year and the unavailed portion of such leave can be accumulated and can be encashed only on separation from the Institute. The plan is not funded. The accumulated provision for medical leave as per actuarial valuation as at 31/03/2023 stands at Rs. 314.56 Lakhs (previous year Rs. 275.67 Lakhs).

The reconciliation of opening and closing balances of the present value of the defined benefit obligations are as below:



(Figure in Rs.)

Particulars	For the Year ended March 31, 2023			For the Year ended March 31, 2022		
	Gratuity	Leave encashment / compensated Absences	Medical Leave encashment/ compensated Absences	Gratuity	Leave encashment/ compensated Absences	Medical Leave encashment/ compensated Absences
Obligations at year beginning	7989213	70299231	27566636	79476343	62807998	22367991
Service Cost – Current	6129855	7045352	2961459	5933469	6460092	2785692
Interest Cost	5736261	5047485	1979284	5404391	4270944	1521023
Actuarial (gain) / Loss	(1327850)	(293046)	490002	(156216)	5314646	2015669
Benefit Paid	(3499898)	(2886076)	(1540481)	(10765774)	(8554449)	(1123739)
Obligations at year end	86930581	79212946	31456900	79892213	70299231	27566636
Change in Plan assets						
Plan assets at year beginning, at fair value	85423027			90379922		
Expected return on plan assets	5996696			5843204		
Actuarial gain / (loss)	(350199)			(237234)		
Contributions	195830			202909		
Benefits paid	(3499898)			(10765774)		
Plan assets at year end, at fair value	87765456			85423027		
Reconciliation of present value of the obligation and the fair value of plan assets:						
Present value of the defined benefit obligations at the end of the year	86930581			79892213		
Fair value of the plan assets at the end of the year	87765456			85423027		
Liability recognized in the balance sheet	(834875)			(5530814)		
Defined benefit obligations cost for the year						
Service Cost – Current	6129855	7045352	2961459	5933469	6460092	2785692
Interest Cost	5736261	5047485	1979284	5404391	4270944	1521023
Expected Return on Plan Assets	(5996696)			(5843204)		
Actuarial (gain) / loss	(977651)	(293046)	490002	81018	5314646	2015669
Net defined benefit obligations cost	4891769	11799791	5430745	5575674	16045682	6322384

Investment details of plan assets

100% of the plan assets are lying in the Gratuity fund administered through life Insurance Corporation of India (LIC) under its Group Gratuity Scheme.



The principal assumptions used in determining post employment benefit obligations are shown below:

	This Year	Previous Year
Discounting Rate	7.36%	7.18%
Future salary increases	6.00%	6.00%

The estimates of future salary increases, considered in actuarial valuation, taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

(b) Defined Contribution Schemes

The Institute deposits an amount determined at a fixed percentage of basic pay and dearness allowance (wherever applicable) every month to the state administered Provident Fund and Employees state Insurance (ESI), as applicable, for the benefit of the employees. During the year IMT, Ghaziabad has contributed an amount of Rs. 265.06 Lakhs (Previous Year Rs. 237.19 Lakhs) which has been charged to Revenue Account.

1.5 Details of prior period Income/Expenditure included in Other Income/Administrative Expenses are given below:

Prior Period Income

Particulars	This Year	Previous Year
Royalty	1,88,171.70	-
Interest	2,17,726.00	-
Total Amount	4,05,897.70	-

Prior Period Expenditure

Particulars	This Year	Previous Year
Advertisement & Publicity Exp.	-	4,53,981
Brochure Printing	-	2,04,910
Accreditation Exp.	1,65,22,773	1,47,434
Housekeeping Exp.	-	72,288
Honorarium Exp.	-	1,10,000
AMC of Generator	1,18,685	-
Legal/Professional Exp.	29,500	29,500
Membership Fee Exp.	-	31,938
Exp. of Lift	14,36,256	-
Online Data Exp.	-	7,91,784
Student Misc. Exp.	17,460	3,45,478
Total Amount	1,81,24,674	21,87,313



1.6 The Institute operates in India and in one operating segment i.e. Education in Management Programme.

1.7 Previous year's figures have been regrouped and/or rearranged in order to make them comparable with the current year's figure.

As per our report of even date attached

For RAVINDRA NITIN KAPOOR & CO.
Chartered Accountants
FRN No.013844N


UDIN: 23009525BGXYWP2578



(RAVINDRA KAPOOR)
PROPRIETOR
Membership No.009525

FOR AND BEHALF OF INSTITUTE
OF MANAGEMENT TECHNOLOGY


(Kalyan Das Gupta)
Group CFO


(Dr. Vishal Talwar)
(Director)


(Narayan Chandra Nath)
Asstt. General Manager (F&A)

Place: Ghaziabad

Date: 12 July 2023