

Name of Company	INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS
Current year Ending	As at March 31, 2015
Previous Year Ending	As at March 31, 2014
Current Period	2014-15
Previous Period	2013-14
Status	Company
Date of Incorporation	04.10.2005
PAN	AABC15700M
Address	3 RD FLOOR PARISHRAM BHAVAN BASHEERBAGH, HYDERABAD-500029

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

Balance Sheet as at March 31, 2015

Particulars	Note No.	As at March 31, 2015	As at March 31, 2014
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital		-	-
(b) Reserves and surplus	4	12,39,99,985	10,94,08,986
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
4 Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	5	21,19,197	9,75,164
(d) Short-term provisions	6	1,01,36,614	46,94,750
TOTAL		13,62,55,797	11,50,78,899
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
Tangible Assets	7	4,62,994	6,00,749
Intangible Assets		2,62,657	1,34,096
Capital Work - in - Progress		-	-
Intangible Assets under development		-	1,92,841
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets	8	1,65,000	1,65,000
2 Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	9	11,42,68,204	9,88,37,490
(e) Short-term loans and advances	10	10,46,049	12,12,972
(f) Other current assets	11	2,00,50,893	1,39,35,751
TOTAL		13,62,55,797	11,50,78,899

Notes forming Integral part of accounts

1-21

As per our report of even date attached

For SHARAD & ASSOCIATES

Chartered Accountants

Firm Reg.No.006377S

Sd. /-

SHARAD SINHA

Partner

M. No 202692

Hyderabad, dated this 20th day of July 2015

For and on behalf of the Board

Sd. /-
President

Sd. /-
Vice President

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

Statement of Income & Expenditure For The Year Ended March 31, 2015

Particulars	Note No	2014-15	2013-14
I. Revenue from operations	12	1,80,51,211	2,50,49,868
II. Other income	13	86,79,640	55,01,323
III. Total Revenue		2,67,30,851	3,05,51,191
IV. Expenses:			
Employee benefits expense	14	21,08,620	8,06,423
Operation and Other Expenses	15	50,72,479	77,91,730
Finance Costs	16	20,263	3,562
Depreciation and amortization expense	7	2,60,810	93,133
V. Total expenses		74,62,172	86,94,848
VI. Surplus before exceptional and extraordinary items and tax (III-IV)		1,92,68,678	2,18,56,343
VII. Exceptional items	20	67,34,335	12,11,810
VIII. Surplus before extraordinary items and tax (V - VI)		1,25,34,343	2,06,44,533
IX. Extraordinary Items		-	-
X Surplus before tax (VII- VIII)		1,25,34,343	2,06,44,533
XI Tax expense:			
(1) Current tax		29,90,853	27,80,124
(2) Deferred tax		-	-
XII Surplus (Defecit) for the period from continuing operations (VII-VIII)		95,43,490	1,78,64,409
XIII Surplus/(Defecit) from discontinuing operations		-	-
XIV Tax expense of discontinuing operations		-	-
XV Surplus/(Defecit) from Discontinuing operations (after tax) (XII-XIII)		-	-
XVI Surplus (Defecit) for the period (XI + XIV)		95,43,490	1,78,64,409
Notes forming Integral part of accounts	1-21		

As per our report of even date attached to the Balance Sheet

For SHARAD & ASSOCIATES
Chartered Accountants
Firm reg.No. 006377S

Sd. /-
SHARAD SINHA
Partner
M. No 202692

Hyderabad, dated this 20th day of July 2015

For and on Behalf of Board of Directors

Sd. /-

President

Sd. /-

Vice President

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

NOTES FORMING PART OF FINANCIAL STATEMENTS

1. Company Overview

The Indian Institute of Insurance Surveyors and Loss Assessors (Institute) was incorporated on 01.10.2005 under section 25 of Companies Act, 1956 and was promoted by Insurance Regulatory and Development Authority (IRDA). The first elected council (Board of directors) consisting of President, Vice-President, Secretary and Treasurer was formed on 15.12.2007. The Institute has been incorporated to regulate the profession of the surveyors and Loss Assessors through education and training and to promote the profession amongst its members by upgrading their skills and knowledge as also to impart education and training to the aspirant Insurance Surveyors. The Institute presently caters to 8285 members across India through four zones and various chapters and 310 Student Members.

2. Basis of preparation

The financial statements are prepared under the historical cost convention on accrual basis, in accordance with Indian Generally Accepted Accounting Principles ("GAAP") and mandatory accounting standards as prescribed in the Companies (Accounting Standard) Rules, 2006 the provision of the Companies Act, 1956. Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto is use. Management evaluates all recently issued or revised accounting standards on an ongoing basis.

3. Significant Accounting Policies

i) Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent asset and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during reporting period. Examples of such estimates include estimates of expected contract costs to be incurred to complete contracts, provision for doubtful debts, further obligations under employee retirement benefit plans and estimated useful life of fixed assets actual results could differ from these estimates. Any changes in estimates are adjusted prospectively.

ii) Revenue Recognition

The Institute follows the Accrual system of accounting for recognizing expenditure and recognizing Subscription Fee and Interest Income on Fixed Deposits with Banks.

The amounts collected from the members on application towards Admission fees forms part of corpus Fund and Annual Membership subscription have been accounted as subscription. Amount collected from members towards seminar fees and the related expenses are reported as respective income and expense. Interest earned on earmarked investments (Bank Deposits) are credited directly to the Earmarked Funds.

iii) Fixed Assets

Fixed Assets of the Company are stated in the books of account and disclosed in annual accounts at Historical Cost, which includes incidental cost related to acquisition and installation.

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NOTES FORMING PART OF FINANCIAL STATEMENTS

iv) Depreciation

Depreciation on Fixed Assets is provided under the 'Straight Line Method' on 95% original cost of assets at the rates as derived under Schedule II of the Companies Act, 2013.

v) Impairment of Assets

In managements' opinion there had been no impairment in the value of the assets in terms of Accounting Standard-28 and that assets have the value equal to the amount at which they are stated.

vi) Recognition of Annual Membership fees Receivables

The Institute recognises annual membership fees receivables from the member till the time the License issued by IRDAI for carrying out the profession of surveyor and loss assessors is valid and inforce i.e at the present the license is valid for a period of 5 years from the date of issuance and thereafter the surveyor and loss assessor is expected to renew the license to continue in the profession. Further it is to be noted such a policy did not exist till the previous year and such a policy were brought into force from the current reporting period in line with the articles of associations

vii) Provisions

The company recognizes a provision when there is a present obligation as a result of a past event and it is probable that it would involve an outflow of resources and a reliable estimate can be made of the amount of such obligation. Such provisions are not discounted to their present value and are determined based on the management's estimation of the obligation required to settle the obligation at the balance sheet date and adjusted to reflect management's current estimates.

viii) Taxation

The Institute is not liable to pay income tax on surplus earned out of the main objectives since the institute is being termed as mutual benefit concern. The Institute is liable to pay income tax on the interest income earned during the period out of the deposits made with financial institutions, thus tax is accounted at the rates prevailing for the relevant period

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

NOTES FORMING PART OF FINANCIAL STATEMENTS

4 - RESERVES & SURPLUS

Particulars	As at March 31, 2015	As at March 31, 2014
a. Corpus Fund		

Opening balance	1,23,17,210	38,39,710
(+) Unappropriated Admission & Membership Fee	-	-
(+) Admission Fee Collection in current year	37,45,000	2,84,77,500
(-) Allocation to Building Fund	0	(8000000)
(-) Allocation to Training & Education Fund	0	(8000000)
(-) Allocation to Research Fund	0	(4000000)
(+) Others	433569	0
Sub Total	1,64,95,779	1,23,17,210
b. Building Fund		
Opening balance	2,65,72,531	1,72,19,584
(+) Funds allocated during the year	1,98,00,000	80,00,000
(+) Interest on the above Funds	29,71,778	13,52,947
(-) Adjustments	16,29,115	-
Sub total	4,77,15,194	2,65,72,531
c. Training & Education Fund		
Opening balance	2,58,46,767	1,72,19,584
(+) Funds allocated during the year	75,00,000	80,00,000
(+) Interest on the above Funds	24,07,236	6,27,183
(-) Adjustments	30,05,251	-
Sub total	3,27,48,752	2,58,46,767
d. Research Fund		
Opening balance	1,61,85,185	1,14,79,723
(+) Funds allocated during the year	-	40,00,000
(+) Interest on the above Funds	13,57,325	7,05,462
(-) Adjustments	15,00,075	-
Sub total	1,60,42,435	1,61,85,185
e. Surplus		
Opening balance	2,84,87,293	1,06,72,700
(-) Funds Transferred to Specific Fund	2,73,00,000	0
(+) Excess of income over expenses for the current year	95,43,490	1,78,14,593
(+) Others	2,67,042	0
Sub Total	1,09,97,825	2,84,87,293
Closing Balance	12,39,99,985	10,94,08,986
f. Corpus funds represents admission collected and as decreased by funds allocated to earmarked funds		
g. Adjustments in Training and Education fund, Research fund and Building fund pertains to excess credit of interest to the fund account in the previous years which is now brought in at par with the fixed deposits earmarked to the funds		

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

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NOTES FORMING PART OF FINANCIAL STATEMENTS

h. Other in Corpus funds relates to include made to South Zone in the fiscal 2010-11 and 2011-12 of Rs 200000 in each year which is accounted in the reporting period based on the audited financial statements received and Rs 33569 held by Goa Chapter in bank account maintained with Karur Vysya bank

i. Others in Surplus pertains TDS receivable of 2008-09, 2009-10 and 2010-11 not accounted in the relevant years

5 - OTHER CURRENT LIABILITIES

Particulars	As at March 31, 2015	As at March 31, 2014
Advance Members Subscription Fees	11,19,197	9,25,348
Insurance Liability to Members	10,00,000	-
Past and Present Directors		
Ashok Kumar	-	49,816
Total	21,19,197	9,75,164

a. The directors and council members are reimbursed for travel expenses incurred with respect to travel undertaken for the administrative purposes of the Institute. A sum of Rs: 49816 which was accounted as payable during the year 2013-14 was reversed in the books of accounts based on the resolution passed in Annual General Meeting by the members on 30.12.2014 (Previous year Rs. 49816).

b. Insurance Liability to Members pertains to death benefit received from the insurance companies against the claim settlement. Insurance liability to one member has been settled in the month of April 2015 by the institute and for another insurance claim pertaining to late Lakhan Singh M. No A/N/04520 could not be settled since the matter of legal heir and nominee is in the court and the judgement has not been pronounced till the signing date.

6 - SHORT TERM PROVISIONS

Particulars	As at March 31, 2015	As at March 31, 2014
(a) Audit fee Payable	1,02,764	91,112
(b) Liability for Expenses	6,33,926	15,96,169
(c) TDS Payable	11,236	10,012
(d) Other Statutory Liability Payable	1,17,608	44,958
(e) Provision for Income Tax	92,71,080	29,52,499
Total	1,01,36,614	46,94,750

f. The Institute has decided that only Reimbursements towards expenses on Speakers at Seminars and Printing related expenses will be reimbursed thus provision created in the previous years has been written back to seminar

g. Liability for expenses include expenses related to Ahmedabad Office when the Institute was centrally located. Rent of Rs 408000 and Salary of Rs 129700.

h. Other Statutory Liability includes gratuity payable of Rs 72000 towards employees who worked in Ahmedabad Office during 2010-11.

i. Provision for Income tax includes Rs 5490567 (includes interest of Rs 2239805) related to financial year 2008-09, 2009-10, 2010-11 where the income is to be assessed under section 148 of the Income Tax Act, 1961

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

NOTES FORMING PART OF FINANCIAL STATEMENTS

7 - FIXED ASSETS

Fixed Assets	Gross Block						Accumulated Depreciation				Net Block		
	As at April 1, 2014	Additions	Deletions/ Adjustments	Acquired through business combinations	Translation exchange difference	As at March 31st, 2015	As at April 1, 2014	Depreciation charge for the year	Translation exchange difference	Deletions/ Adjustments	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
a													
Tangible Assets													
Furniture and Fixtures	1,83,062	-	-	-	-	1,83,062	5,909	19,323	-	-	25,232	1,57,830	1,77,153
Computers	2,96,630	53,900	-	-	-	3,50,530	1,06,421	1,31,309	-	-	2,37,730	1,12,800	1,90,209
Office Equipment	1,07,933	-	-	-	-	1,07,933	7,698	25,634	-	-	33,332	74,601	1,00,235
Electrical Installation	1,45,790	-	-	-	-	1,45,790	12,638	15,389	-	-	28,027	1,17,763	1,33,152
Other Assets	-	4,875	-	-	-	4,875	-	4,875	-	-	4,875	-	1,33,152
Total	7,33,415	58,775	-	-	-	7,92,190	1,32,666	1,96,530	-	-	3,29,196	4,62,994	6,00,749
Intangible Assets													
Software	1,38,270	1,92,841	-	-	-	3,31,111	4,174	64,280	-	-	68,454	2,62,657	1,34,096
Total	1,38,270	1,92,841	-	-	-	3,31,111	4,174	64,280	-	-	68,454	2,62,657	1,34,096
Intangible Assets under Development	1,92,841	-	1,92,841	-	-	-	-	-	-	-	-	-	1,92,841
Total	1,92,841	-	1,92,841	-	-	-	-	-	-	-	-	-	1,92,841
Grand Total	10,64,526	2,51,616	1,92,841	-	-	11,23,301	1,36,840	2,60,810	-	-	3,97,650	7,25,651	9,27,686

Grand Total previous year 1,26,100 10,64,526 1,26,100 - - 10,64,526 39,775 97,065 79,550 1,36,840 9,27,686 86,325

d. Other Assets pertains to Assets which are not material and individually valued at Less than Rs 5000, thus they have been depreciated at 100% based on the guidance note issued by the Institute of Chartered Accountants of India

e. Intangible Asset under development as at March 31, 2014 was put into use on Apr 1, 2014 thus capitalised on the same date

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

(A Company Incorporated under Section 25 of Companies Act, 1956)

NOTES FORMING PART OF FINANCIAL STATEMENTS

8 - OTHER NON CURRENT ASSETS

Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured, considered good		
Rent Deposit	1,65,000	1,65,000
Total	1,65,000	1,65,000

9 - CASH & CASH EQUIVALENTS

Particulars	As at March 31, 2015	As at March 31, 2014
(i) Balances with banks		
In Savings Accounts	4289779	6437243
In Fixed deposits	22571294	32400000
In Earmarked Fixed deposits	87300000	60000000
(ii) Cash on hand	34193	247
(iii) Cheques in Hand	72938	0
Total	114268204	98837490

iv) Saving account includes balance of Rs 33569 held with Karur Vysya bank which is operated by Goa Chapter

v) Cheques in hand pertains to demand draft of Rs 72938 dt 08/12/2014 received by South Zone chairman from Punjab National Bank on account of closure of bank account maintained with them and operated by South Zone. The instrument could not be presented by the head office since the drawee name mentioned is not a valid name for honoring the instrument. The instrument is now stale and the follow up to get the new instrument is in process

iv) Earmarked Deposits include the below mentioned

Particulars	As at March 31, 2015	As at March 31, 2014
a. Towards Building Fund held with		
State Bank of Hyderabad FD No - 62283347437	7500000	7500000
State Bank of Hyderabad FD No - 62283347878	7500000	7500000
Canara Bank FD No.3327401001279/2	9900000	0
Vijaya Bank FD No.404603311002257	9900000	0
Central Bank of India FD No - 3330396721	8000000	8000000
Sub Total	42800000	23000000
b. Towards Training and Education Fund held with		
State Bank of Hyderabad FD No - 62314716620	5000000	5000000
State Bank of Hyderabad FD No - 62314717341	10000000	10000000
Vijaya Bank FD No.404603311002311	7500000	0
Central Bank of India FD No - 3330396426	8000000	8000000
Sub Total	30500000	23000000
c. Towards Research Fund held with		
State bank of Hyderabad FD No - 62290036033	2500000	2500000
Axis Bank FD No - 913040030694722	5000000	5000000
Axis Bank FD No - 913040030693855*	2500000	2500000
Central Bank of India FD No - 3330396426	4000000	4000000
Sub Total	14000000	14000000
Total (A+B+C)	87300000	60000000

d. *FD held with Axis Bank vide no 913040030693855 was reported as held with SBH vide no 62314717341 in the previous year erroneously

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

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NOTES FORMING PART OF FINANCIAL STATEMENTS

10 - SHORT TERM LOANS & ADVANCES

Particulars	As at March 31, 2015	As at March 31, 2014
a. Unsecured, Considered good		
Loans & Advances to related parties	272237	598822
Loans & Advances to Zones/Chapters	773812	486627
Other Loans & Advances	0	127523
Total	1046049	1212972

b. Loans & advances to related parties pertains to past directors(Including Re-elected Director) of the Institute of Rs 272237 (Previous year Rs 598822). Refer Note 20 (b) explaining reasons for reduction in such advances.

c. Funds paid to or vested with the past directors in the previous accounting periods or in the current accounting periods with respect to which details have not yet been furnished or received or where details have not been made available in spite of requests by the administration, have been recorded as receivables. The Board has taken fresh initiatives to obtain the details with respect to the application of these funds or to recover these funds back.

d. Advance shown (reimbursement) against Mr.Arun V A , expenses incurred by him in connection with the AGM of Feb'13 has been tallied with the expenses statement.

e. In the absence of details and expense vouchers, advances to chapters/zones has not been charged to income and expenditure statement and carried as advances

11 - OTHER CURRENT ASSETS

Particulars	As at March 31, 2015	As at March 31, 2014
Interest Accrued on fixed deposits	79,70,908	74,20,375
TDS Receivable	12,85,240	8,64,755
Receivable from members towards Subscription and Readmission	1,02,85,245	51,17,152
Prepaid Expenses	5,09,500	5,33,469
Total	2,00,50,893	1,39,35,751

a. Previous year TDS receivable was reported in interest accrued on fixed deposits of Rs 691637 which now stands rectified and disclosed as TDS Receivable

12 - REVENUE FROM OPERATIONS

Particulars	2014-15	2013-14
Subscription Fee	1,53,28,817	21121458
Seminar fee	14,61,394	3442910
Students Members Enrolment fee	3,36,000	205500
Re-admission fees	9,25,000	280000
Total	1,80,51,211	2,50,49,868

a. The Subscription fee includes Rs 3620317 (Previous year Rs 8299458) pertaining to prior periods and not recognised in books since Member's Register/Record were not in updated status prior to the reporting period.

b. Re-admission fees is in the nature of penalty, hence they have been treated as revenue receipt.

INDIAN INSTITUTE OF INSURANCE SURVEYORS AND LOSS ASSESSORS

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NOTES FORMING PART OF FINANCIAL STATEMENTS

13 - OTHER INCOME

Particulars	2014-15	2013-14
Interest Income		
Interest from bank deposits	91,61,774	8012676

Other income from Members	1,19,764	174238
Sub total	92,81,538	8186915
Less: Interest on Earmarked investment transferred to corpus fund	67,36,339	2685592
Add: Adjustments (Refer Note 4 (g))	61,34,441	0
Total	86,79,640	5501323

Details of Interest Income

Particulars	As at March 31, 2015	As at March 31, 2014
Union Bank Of India	18,565	1356077
Central Bank of India	34,13,311	1991108
Canara Bank	4,50,222	0
Vijaya Bank	5,50,753	0
Axis Bank	7,26,130	503033
Syndicate Bank	2,12,566	1169450
Bank of India	1,03,209	0
State Bank of Hyderabad	31,86,308	1896629
Interest on savings bank account	5,00,710	1096379
Total	91,61,774	80,12,676

14 - EMPLOYEE BENEFIT EXPENSE

Particulars	2014-15	2013-14
Salaries and incentives	20,81,639	760342
Staff Welfare	26,981	46081
Total	21,08,620	806423

15 - OPERATION & OTHER EXPENSES

Particulars	2014-15	2013-14
Administrative Office Rent	4,75,632	311112
Ahmedabad Office Rent	-	144000
Repairs & Maintenance - Office Equipments	40,777	60141
Repairs & Maintenance - Office	1,12,742	55488
Rates & Taxes	70	99540
Advertisement	-	21903
News Papers & Periodics	1,800	370
Workshops, Seminars & Training Expenses	7,58,805	4104101
Consumer Awareness Expenses	-	15000
Insurance Premium for members PA Group Insurance	10,55,969	520000
Telephone & Communication Expenses	41,523	17249
Travelling Expenses	2,78,930	793623
Election Expenses(Zonal & Chapter Elections-2014)	7,90,033	184311

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NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	2014-15	2013-14
Electricity Expenses	86,848	78145
AGM Expenses	5,98,148	617956
Legal Exp	32,950	10500
General & Misc Expenses	-	161407
Postage & Courier	1,15,299	83072
Printing & Stationery	1,56,492	285378
Professional Charges	3,26,796	111968
Conveyance	29,860	0

Interest on Tds	791	9003
Payments to the auditor as		
auditor	94,014	71124
for tax matters	30,000	30000
for Certification fee,	45,000	11124
Reimbursement of Expenses	-	6339
Total	50,72,479	78,02,854

a. The above expenses include prior period expenses as mentioned below. These prior period expenses were incorporated from the chapters accounts received from them during the reporting period

Particulars	2014-15	2013-14
Seminar Expenses	384110	0
Election expenses of South Zone	17338	0
Travelling Expenses	13984	0
Printing & Stationery	8273	0
Salaries	15000	0
Professional fees	11273	0
Bank charges	10,394	0
Total	4,60,372	0

16 - FINANCE COSTS

Particulars	2014-15	2013-14
Bank Charges	20,263	3562
Total	20,263	3562

17. Previous Figures are regrouped & rearranged so as to make them comparable with that of the current year where ever considered necessary.

18. The Management has consulted experts and has been advised that as it has been registered as a Company for promotion of Education and Training (otherwise than conduct of business for profit) under Section 25 of the Companies Act, 1956, it would be treated as a Mutual Organisation and will not be liable to tax on annual subscriptions collected from members, so far as it pursues it's main objectives. It would however, need to tender tax on the earning of interest. Accordingly, a provision for tax has been made in the accounts only on interest earnings for the year.

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NOTES FORMING PART OF FINANCIAL STATEMENTS

19. The Zones, Chapters and Units were served with notices to submit accounts for the monies entrusted to them for the purposes of the activities of Institute or collected by them on behalf of the Institute. Unfortunately, except for a few of the Zones and Chapters, most have failed to submit any accounts. Consequently, the accounts of the Institute as presented, do not include transactions, receipts, payments and of Assets and Liabilities of the Zones/Chapters/Units under Audit. This was also true of the previous accounting years.

20. (a) Exceptional item in the current year pertains to the provision for income tax on interest income for year 2007-08, 2008-09, 2009-10 (Corresponding to Assessment Years 2008-09, 2009-10, 2010-11 and 2011-12). The tax liability provided include the interest for the Assessment Years 2008-09, 2009-10 and 2010-11 as the assessment orders has been received by the Institute. Similarly it is expected that the tax department authorities might re-open the return for the assessment year 2011-12 and thereby there will be interest on such income tax amounting to Rs 5,50,000 approximately. The Interest for the Assessment year 2011-12 may be a Contigent Liability in nature.

(b) Expenditure accounted related to years 2012 & 2013 on AGM/EGM has been accounted since these expenditures were on reimbursement basis, Board has approved and accounted.

21. The accounts for the period until 30.06.2012 were drawn up based on records and documents as had been recovered by the IRDA and possessed by the Institute from the IRDA basing on the directives of Hon. High Court,Ahmedabad on 24.07.2012. Many of the vouchers were found to be short of appropriate recording or supports. Many payments traced from bank statements retrieved by the administration from the Institutes bankers, had been effected by the then management without appropriate supporting bills, invoice and vouchers. These payments and expenses have been accounted on a presumptive basis, based on the identification and analysis of the nature of such payments or the entities to whom the payments had been effected. Accordingly, some errors and omissions may have crept into accounts of the previous years resulting in cummulative impact on financial figures as at the current year end as a consequence of absence of or on account of inadequacy of vouchers, bills, invoices or other supporting data for the years 10-11,11-12 and 12-13.

As per our report of even date attached to the Balance Sheet

for SHARAD & ASSOCIATES
Chartered Accountants
Firm reg.No. 006377S

For and on behalf of the Board

Sd. /-
SHARAD SINHA
Partner
M. No .202692

Sd. /-
President

Sd. /-
Vice President

Hyderabad, dated this 20th day of July, 2015