

INDEPENDENT AUDITORS'S REPORT
TO THE COUNCIL OF TRUSTEES
BMS Educational Trust

Qualified Opinion:

We have audited the accompanying financial statements of **BMS College of Engineering, Bangalore Department of Post Graduate Studies MTech ("College")**, which comprise the Balance Sheet as at March 31, 2023, the Income and Expenditure Account for the year then ended and a summary of the significant accounting policies and other explanatory information. (Collectively considered as "Financial statements")

In our opinion, and to the best of our information and according to the explanation given to us, the financial statements give a true and fair view of the financial position except for the effects of matter described in the Basis for Qualified Opinion Section of our report of the college as at March 31, 2023 and of its financial performance for the year then ended, in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs at March 31, 2023
- b) In the case of the Income & Expenditure Account, of the excess of expenditure over income for the period ended on that date.

Basis for Qualified Opinion.

1. As referred to in Note no. 3 of Schedule – Q share of expenditure in respect of use of infrastructure facility of BMS College of Engineering is not identifiable separately. Further, Tuition fee of management quota students being accounted for in BMSET and that of international students is accounted partly in International Co-operation Division as referred to in Note 2.6 of Schedule - Q. Consequential effect on the financial statements not ascertained at this stage.
2. As referred in Note 4 of Schedule – Q Physical verification of fixed asset was completed during the year. However, reconciliation of fixed asset to book records is pending any further impact on the financial statement are not ascertained at this stage.
3. As referred to Note 2.7(c) of Schedule – Q, no provision being made for employee retirement benefit at the unit since the same is dealt with at the consolidated entity level and amount not ascertained separately. Consequential effect on the financial statements not ascertained at this stage.

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



Emphasis of Matter:

As referred to in Note no. 5 of Schedule - Q and according to the management relevant Accounting Standards prescribed by the Institute of Chartered Accountants of India are not mandatory and hence not applicable for the reasons stated in the said note. The consequential impact thereof on these financial statements has not been identified. Our opinion is not qualified in this matter.

Other Matter:

This report is furnished solely for use in consolidation of the Financial Statements of BMS educational Trust for the year ended March 31, 2023 and is not to be used for any other purpose or referred to in any document or distributed to anyone without our prior consent.

Management Responsibility for the Financial Statements:

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditors' Responsibility:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, 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 the aggregate, they could reasonably be expected to influence the economic decisions of 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 scepticism through the audit. We also:

- Identify and assess the risks of material misstatement of the balance sheet and income and expenditure account, 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control 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 entity's internal control
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 ability of the Trust 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 the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.

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

For B.K.RAMADHYANI & CO LLP

Chartered Accountants

Firm Registration No: 0028785/S200021

Vasuki H S

Vasuki H S

Partner

Membership No:212013

Date: *October 13, 2023*

Place: Bangalore.

B K RAMADHYANI & CO. LLP
CHARTERED ACCOUNTANTS
No. 68, # 4-B, Chitrapur Bhavan,
8th Main, 15th Cross, Malleswaram,
BANGALORE - 560 055,

B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES
BALANCE SHEET AS AT MARCH 31, 2023


(Amount in Rs.)

LIABILITIES	SCH	As at March 31, 2023	As at March 31, 2022	ASSETS	SCH	As at March 31, 2023	As at March 31, 2022
Assets Grants		49,33,477	49,33,477	Fixed Assets			
Inter College Accounts	A	25,43,29,071	20,68,81,707	Plan	F	49,33,477	49,33,477
Sundry Creditors	B	10,23,146	43,14,246	Non Plan		1,14,93,819	1,06,53,000
Other Liabilities	C	32,77,883	40,09,890	Capital Work In Progress		1,21,599	-
Scholarship	D	10,47,610	12,50,970	Loans & Advances	G	64,85,851	72,32,349
VTU REG, MISC & OTHER	E	1,42,250	19,755	<u>Balance with Banks:</u>	H	30,94,589	9,28,072
				Indian Bank			
				Fees Arrears	I	77,82,638	76,35,363
				Income & Expenditure A/c		19,00,27,784	15,85,83,265
				Add: Excess of expenditure over		4,08,13,680	3,14,44,519
				Income for the year		23,08,41,464	19,00,27,784
TOTAL		26,47,53,437	22,14,10,045	TOTAL		26,47,53,437	22,14,10,045

Accounting Policies and Notes to Accounts - Schedule Q

Vide our report attached of even date
For B.K.Ramadhyan & Co. LLP
Chartered Accountants
Firm Registration No. 0028785/S200021

For BMS College of Engineering
Department of Post Graduation


Vasuki H.S.
Partner
Membership No. 212013


Asst. Administrative Officer
BMS College of Engineering
Bangalore - 560 019


Dr. Muralidhara S
Principal
PRINCIPAL
B.M.S. College of Engineering
BANGALORE - 560 019


Prakash D. Rao
Senior Manager (Finance - 1)

Senior Manager (Finance-1)
BMSET

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B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019

DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(Amount in Rs.)

EXPENDITURE	SCH	CURRENT YEAR	PREVIOUS YEAR	INCOME	SCH	CURRENT YEAR	PREVIOUS YEAR
Administration Expenses	J	4,39,255	32,344	Fee Income	O	1,80,41,655	1,90,75,415
Contingency and Others	K	17,23,552	6,15,677	Other Income	P	1,10,179	1,18,573
Department Recurring	L	11,28,270	3,54,958	Excess of Expenditure Over Income for the year		4,08,13,680	3,14,44,519
Establishment Charges	M	5,36,34,359	4,78,83,746				
Staff Development Expenditure	N	75,000	30,000				
Depreciation		19,25,478	17,21,782				
Prior Period Expenditure		39,600	-				
TOTAL		5,89,65,514	5,06,38,507	TOTAL		5,89,65,514	5,06,38,507

Notes to accounts forming part of the Balance Sheet refer Schedule - Q

Vide our report attached of even date

For B.K.Ramadhani & Co. LLP

Chartered Accountants

Firm Registration No. 0028785/S200021

For BMS College of Engineering

Department of Post Graduation

Vasuki H.S

Vasuki H.S
Partner

Membership No. 212013

Place: Bangalore
Date: October 13, 2023

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No. 68, # 4-B, Chitrapur Bhavan,
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Bangalore - 560 019

Dr Muralidhara S
Principal

PRINCIPAL
B.M.S. College of Engineering
BANGALORE - 560 019

Prakash D. Rao

Prakash D. Rao
Senior Manager (Finance - 1)

Senior Manager (Finance-1)
BMSET

B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE A - Inter College Accounts

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
B.M.S Educational Trust	(93,12,840)	(92,87,998)
MBA Account	(53,93,660)	(67,03,290)
MCA Account	(3,62,062)	(1,98,997)
BMSCE Training & Placement	23,91,000	22,42,000
B.M.S College of Engg.,	25,86,18,429	21,26,91,788
Ph. D (M.Sc)	83,88,204	81,38,204
TOTAL	25,43,29,071	20,68,81,707

SCHEDULE B - Sundry Creditors

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
M/S 360 Degree Global Equipments PVT LTD	1,21,599	-
M/S. Chira Information Technologies	-	1,98,240
M/s. CoreEL Technologies (I) Pvt Ltd	-	4,00,000
M/S. Entuple Technologies PVT LTD	4,75,000	-
M/S. Gentech Marketing And Distribution	3,36,300	-
M/S. Perkinelmer India PVT LTD	-	43,325
M/S. SS Instruments	52,988	4,14,000
M/S. Technilab Instrument	-	2,55,942
M/S. Venkateshwara Graphics	37,259	-
Salary Payable	-	29,30,889
SG Weightech Automation	-	71,850
TOTAL	10,23,146	43,14,246



B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE C -Other Liabilities

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
Flag Fees	95,140	71,065
Alumni Fee	29,49,500	29,49,500
Alumni education loan	-	6,500
Income Tax	-	6,69,900
LIC	-	55,839
Stamp Duty Recovery	-	26
Professional Tax	-	5,200
EPF	-	37,800
FBF	-	50
FWF	(10,500)	(1,350)
Vehicle Loan	6,454	1,911
Grants - QIP Plan	99,293	99,293
Security Deposit	17,956	17,956
Educational Loan	20,000	-
MGT EPF PAYABLE	37,050	40,950
MGT FWF PAYABLE	5,400	3,750
TDS PAYABLE	1,590	-
Suspense Tuition Fee	21,500	21,500
BMSET EMPLOYEES CREDIT CO- OPERATIVE SOCIETY	34,500	30,000
TOTAL	32,77,883	40,09,890



B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE D - Scholarship

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
DSW Scholarship	7,58,590	9,61,950
DBCM Scholarship	1,000	1,000
Miscellaneous Scholarship	4,000	4,000
Fees Concession	2,84,020	2,84,020
TOTAL	10,47,610	12,50,970

SCHEDULE E - VTU REG.MISC & OTHER

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
VTU Eligibility Fee	1,21,500	57,000
VTU Misc & Reg Fee	19,750	(37,245)
VTU Convocation	1,000	-
TOTAL	1,42,250	19,755

SCHEDULE G - Advances

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
Viva voce Bills	-	(792)
Festival Advance	1,47,500	2,03,000
Prepaid Expense	63,31,414	70,00,000
Vehicle Loan to Employees	(1,063)	22,141
Cylinder Deposit - Civil	8,000	8,000
TOTAL	64,85,851	72,32,349



B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE H - BANK ACCOUNTS

(Amount in Rs.)

PARTICULARS	As at March 31, 2023	As at March 31, 2022
Saving Account No: 20274189812	1,65,248	1,63,060
Saving Account No.:20274183934	29,29,341	7,65,012
TOTAL	30,94,589	9,28,072

SCHEDULE I- FEES ARREARS

Particulars	As at March 31, 2023	As at March 31, 2022
Arrears of Tuition fees	36,75,850	28,40,970
Fees Receivable	4,29,783	2,54,393
KEA PGCET Receivable	36,77,005	45,40,000
Total	77,82,638	76,35,363



B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE J - Administration Expenses

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Bank Charges	118	2,644
Hospitality Expenses	72,319	26,160
Maintenance Expenses	1,49,218	3,540
Visiting faculty Remuneration	2,17,600	-
Total	4,39,255	32,344

SCHEDULE K - Contingency and Others

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Affiliation/Accreditation	9,36,000	4,75,000
Stationery & Consumables	4,40,515	1,40,677
Contingency Expenses	29,672	-
Professional Charges	2,360	-
Printing & Stationery	3,15,005	-
TOTAL	17,23,552	6,15,677

SCHEDULE L - DEPARTMENT RECURRING

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Autonomous Exam Expenses	9,61,130	2,78,440
Recurring Civil Engg.,	14,000	33,000
Recurring Electronics	34,082	27,400
Recurring- Environmental Engg.,	94,243	-
Seminar & Workshop	4,000	-
Guest Lecture	12,000	8,000
Students Awards & Prizes	-	7,500
National Board of accreditation	-	618
Industrial Visits	8,815	-
TOTAL	11,28,270	3,54,958



B.M.S.COLLEGE OF ENGINEERING, BANGALORE - 560 019
DEPARTMENT OF POST-GRADUATE STUDIES - M.TECH COURSES

SCHEDULE M - ESTABLISHMENT CHARGES

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Salaries Teaching Staff	4,80,22,309	4,06,24,462
Salaries Non Teaching Staff	47,65,690	44,72,352
Encashment of EL	2,99,460	3,78,548
Management Contribution EPF	5,04,450	4,95,450
Management Contribution FWF	42,450	41,550
Conveyance charges	-	1,000
Gratuity	-	9,14,830
Terminal Encashment	-	9,47,554
HOD Allowance	-	8,000
TOTAL	5,36,34,359	4,78,83,746

SCHEDULE N -Staff Development Expenditure

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
To Educational Aid	75,000	30,000
TOTAL	75,000	30,000

SCHEDULE O- FEE INCOME

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Tuition Fee & Miscellaneous Fees	1,65,70,555	1,73,15,915
Autonomous Exam fee	14,71,100	17,59,500
TOTAL	1,80,41,655	1,90,75,415

SCHEDULE P - OTHER INCOME

Particulars	Amount (Rs)	
	CURRENT YEAR	PREVIOUS YEAR
Miscellaneous Income	42,750	1,617
Int on Vehicle Loan	1,639	3,260
Bank Interest	65,790	1,13,696
TOTAL	1,10,179	1,18,573



B.M.S. COLLEGE OF ENGINEERING, BANGALORE - 560 019
POST GRADUATE COURSE – M. TECH

SCHEDULE – Q

ACCOUNTING POLICIES AND NOTES TO ACCOUNTS
FOR THE YEAR ENDING MARCH 31,2023

1. Background:

BMS College of Engineering Department of Post Graduate Studies M Tech is a division of B.M.S Educational Trust (BMSET). These financial statements are prepared for the purpose of consolidation with BMSET which is subject to audit under section 12A of the Income Tax Act, 1961.

2. Accounting Policies:

- 2.1** Financial Statements are prepared under accrual system of accounting.
- 2.2** Income from fees for the year is recognized on an accrual basis. Interest income is recognized on time proportionate basis.
- 2.3** Grants are accounted on accrual basis after obtaining reasonable assurance of subsequent receipt as a matter of prudence.
- 2.4** Depreciation on fixed assets has been computed under written down value method. Depreciation on additions is provided from the month of addition.
- 2.5** Depreciation on grant assets are not provided due to certain grants conditions. The cost of fixed assets acquired out of grants is disclosed separately in Schedule F of these financials.
- 2.6** Tuition fee of management quota students is accounted for in BMSET. Portion of Fees stipulated by the management in respect of international students is accounted for and transferred by International Co-operation Division, another division of BMSET.
- 2.7** (a) Short term employee benefits:
- Employee benefits payable wholly within twelve months of rendering the service are classified as short term. Benefits such as salaries and other similar allowances are recognized in the period in which an employee renders the related service.

-employment benefits: Defined contribution plan:

The Trust has contributed to provident fund to eligible management employees, which is defined contribution plan. The contribution paid/ payable to the Central Government under the scheme is recognized during the year in which an employee renders the related service.



- (c) Gratuity and Leave encashment to certain eligible employees a defined benefit scheme is accounted using projected unit credit method and as assessed by an independent actuary. Gratuity and Leave encashment liability is not funded.
3. The share of expenditure in respect of infrastructure facility of B.M.S College of Engineering used by the Division is not separately identifiable.
 4. Physical verification of fixed assets was completed during the year. However, corresponding reconciliation with book records is under progress. Adjustment required if any, will be carried out on completion of reconciliation and updation of book records.
 5. According to the management, BMSET and the division thereof exists solely for the purpose of education and no part of these activities are Commercial / Industrial / Business in nature and consequently relevant Accounting Standards issued by the Institute of Chartered Accountants of India are not mandatory and hence not applicable.
 6. Previous year's figures have been regrouped / reclassified wherever necessary to make them comparable.
 7. Provisions are recognized when the college has a present obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed regularly and are adjusted where necessary to reflect the current best estimates of the obligation.
 8. The various colleges and departments which are to be consolidated under BMSET have maintained separate books of account following different practices. This was due to gradual expansion of the activities of BMSET, different educational courses and administrative setup and such other factors.

For BMS College Of Engineering- M. Tech


Dr. Muralidhar S

Principal

Principal
B.M.S. College of Engineering

Bangalore-560 019

Place: Bangalore

Date: October 13, 2023.



Prakash D. Rao

Senior Manager Finance 1

