

AUDITOR'S REPORT

**TO THE TRUSTEES OF
SHRI MATA VAISHNO DEVI UNIVERSITY, JAMMU**

We have audited the attached statements of account of Shri Mata Vaishno Devi University, Jammu as at and for the year ended 31st March, 2003 and certify that subject to the "Notes" appearing in Schedule of Notes "C", these have been drawn up to correspond with the entries in the books of accounts, as submitted to us and information and explanations given to us.

Place: New Delhi
Date: 27 October 2003



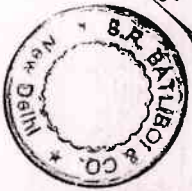
S.R. Batliboi

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**SHRI MATA VAISHNO DEVI UNIVERSITY, JAMMU
BALANCE SHEET AS AT 31ST MARCH, 2003**

As At 31/03/02 Amount (Rs.)	LIABILITIES	As At 31/03/03 Amount (Rs.)	As At 31/03/02 Amount (Rs.)	ASSETS	As At 31/03/03 Amount (Rs.)
200,000,000	Corpus Fund Capital Grant in Aid from Shri Mata Vaishno Devi Shrine Board - As per last Account	200,000,000	2,045,250	Net Block	1,994,201
40,564,219	Pre-operative Income Pending Allocation Balance as on 1-4-2002	86,780,861	67,776,538	Add: Capital Advances & Capital Work in Progress	139,232,064
46,216,642	Add: Excess of Preoperative Income over expenditure during the year (As per Annexed Statement of Pre-operative Income pending allocation)	41,618,692	69,821,788		141,226,265
86,780,861	(Schedule A)	128,399,553		Fixed Assets (As per Schedule 'B')	
284,570	Unsecured Loan Temporary Overdraft from a Bank	-	33,524,210	Current Assets Loans & Advances	
	Current Liabilities			A. Current Assets	
423,373	Sundry Creditors and Liabilities	885,038		1) Interest accrued but not received	10,238,891
	Towards Supply of Goods, Services and Expenses etc. (including book overdraft with a bank Rs. 27,106; Previous Year Rs. NIL)			ii) Balances with Scheduled Banks:	
			4,032	In Savings Bank Account	628,198
			184,051,756	In Fixed Deposits Accounts	176,394,299
			184,055,788		177,022,497
			7,841	iii) Cash in Hand	4,928
				B. Loans and Advances	
			31,152	Advances to Staff for Expenses	693,735
			48,025	Deposits & Advances to others	98,275
287,488,804		329,284,591	287,488,804		329,284,591

Place : New Delhi
Date : 27 OCTOBER 2003



Shri Mata Vaishno Devi University
Finance Officer
Registrar
Shri Mata Vaishno Devi University

Chartered Accountants

SR Rastogi

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Schedule A

SHRI MATA VAISHNO DEVI UNIVERSITY, JAMMU
STATEMENT OF PRE-OPERATIVE INCOME PENDING ALLOCATION
FOR THE YEAR ENDED 31ST MARCH, 2003

	For The Year ended 31st March, 2003	For The Year ended 31st March, 2002
Income	Amount (Rs.)	Amount (Rs.)
Grant in Aid from Shri Mata Vaishno Devi Shrine Board	30,087,414	30,583,884
Interest on Fixed Deposits	17,408,398	20,118,017
Interest on Saving Bank Account	163,193	49,047
Miscellaneous Receipt	20,000	-
Total	47,679,005	50,750,948
Less : Expenditure		
Salaries & Wages	2,611,019	1,990,489
Contribution to Pension Fund & Leave Encashment	279,095	-
Contribution to Provident Fund	5,973	7,044
Staff Welfare	49,345	49,588
Staff Training	-	30,841
Repairs and Maintenance of Buildings and others	59,873	15,966
University Association Membership fees	60,735	68,503
Electricity, Power, Fuel and Water Charges	54,140	86,271
Printing & Stationery	54,749	48,631
Architect's Fees	504,956	-
Interest on Overdraft	126,186	-
Seminars & Meetings	260,017	202,517
Legal and Professional	77,000	39,925
Travelling and Conveyance	279,910	240,265
Rent	328,000	393,000
Vehicle Running & Maintenance	137,962	196,377
Postage, Telegram and Telephones	167,735	190,637
Audit fee	88,051	75,000
Security Service Charges	90,000	87,733
Advertisement & Publcity	80,852	70,004
Logo Expenses	50,000	93,744
Insurance	32,978	-
Miscellaneous	108,660	39,833
Depreciation	553,077	607,938
Total	6,060,313	4,534,306
Pre-operative Income Pending Allocation	41,618,692	46,216,642



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SHRI MATA VAISHNO DEVI UNIVERSITY

Schedule B

SCHEDULE OF FIXED ASSETS AS ON 31ST MARCH, 2003

Amount (Rs.)

Particulars	Balance As on 01.04.2002	Additions Ist Half Year	Additions 2nd Half year	Total	Depreciation	W.D.V as at 31.03.2003	W.D.V as at 31.03.2002
Block A 15%							
Furniture & Fixture	515,578	2,380	24,156	542,114	79,505	462,609	515,578
Block B 20%							
Official Vehicles	1,048,299	-	-	1,048,299	209,660	838,639	1,048,299
Block C 25%							
Genset	86,644	-	-	86,644	21,661	64,983	86,644
Office Equipments	258,569	62,745	170,530	491,844	101,645	390,199	258,569
Site Equipments	7,653	-	77,549	85,202	11,607	73,595	7,653
Block D 60%							
Computer Equipments	126,612	-	160,788	287,400	124,204	163,196	126,612
Block E 100%							
Kitchen Equipments	1,195	-	660	1,855	1,525	330	1,195
Kitchen Utencils	175	-	-	175	175	-	175
Books	525	1,920	1,300	3,745	3,095	650	525
Total	2,045,250	67,045	434,983	2,547,278	553,077	1,994,201	2,045,250
Capital Advances & Capital Work in progress							
-for Land Aquisition							
-for Tube well						133,424,138	65,071,500
-for Electricity						675,000	675,000
-for Site Development						2,892,000	2,000,000
Construction Works						402,467	30,038
Total						1,838,459	-
Grand Total						139,232,064	67,776,538
						141,226,265	69,821,788



SCHEDULE C

SHRI MATA VAISHNO DEVI UNIVERSITY, JAMMU

I. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The accounts of the University are prepared under the historical cost convention and in accordance with applicable Accounting Standards. Mercantile system of accounting is followed.

b. Fixed Assets

Fixed assets are stated at cost less Depreciation. The cost of an asset comprises its purchase price/construction cost (including material and labour cost).

c. Depreciation

Depreciation on fixed assets is provided on written down value method as per rates prescribed in Income tax Act, 1961.

II. NOTES TO ACCOUNTS


1. Vide Jammu and Kashmir Shri Mata Vaishno Devi University Act, 1999, the University had started function on 1.9.99 (i.e. date of incorporation). The said Institution is setting up University at Panthal in the State of Jammu & Kashmir. Since the said Institution has not commenced any operations till 31 March, 2003, no Income and Expenditure Account has been prepared for the year ended on the aforesaid date. Pre-operative Income (net of expenses) upto the end of the aforesaid period are being carried forward in the Balance Sheet and shall be allocated appropriately upon the commencement of operation.
2. In terms of Section 20 of Shri Mata Vaishno Devi University Act, 1999, the said Institution has during the year received Rs.30,087,414 as recurring grant for meeting the expenditure of the University.
3. The University has applied to the Income- tax Department for the registration of the said Institution under Section 12A (a) of the Income Tax Act, 1961, hence no provision for Income Tax has been made. The University has also applied under Section 10(23C)(vi) to the Chief Commissioner of Income Tax for exemption from Income Tax which is pending before the Income Tax Authorities.
4. a) The University has, during the year, taken possession of 4631 Kanals and 09 Marlas of land. In the absence of relevant information, the value of land whose possession has already been taken, has not been capitalized in the books of account and the same continues to be shown under advance for Land Acquisition in Schedule 'B'.

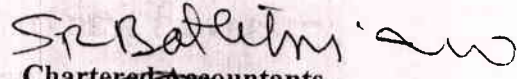


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- b) In the absence of proper supporting / details, expenses of Rs.2,374,172 spent by Power Development Department, J&K for the construction of electric sub station at the University Campus have been shown under Electricity Advance in Schedule 'B'.

The necessary entries for capitalization would be done as and when the relevant information are received from the concerned authorities.


Registrar
Shri Mata Vaishno Devi University
Finance Officer
Shri Mata Vaishno Devi University


Sr. Bateman
Chartered Accountants



Place: New Delhi

Date: 27 OCTOBER 2003

FORM No. 10B

[See Rule 17B]

Audit Report under Section 12A (b) of the Income Tax Act, 1961, in the case of Charitable or Religious Trusts or Institutions

We have examined the Balance Sheet of **SHRI MATA VAISHNO DEVI UNIVERSITY, JAMMU** as at 31st March 2003 and the Statement of pre-operative Income and Expenditure Account for the year ended on that date which are in agreement with the books of account maintained by the said institution.

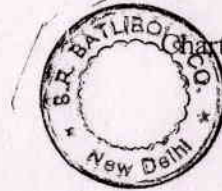
We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit. In our opinion, proper books of account have been kept by the above named Institution so far as appears from our examination of the books.

In our opinion and to the best of our information, and according to explanations given to us, the said accounts subject to Note nos. 4 a) and b) regarding pending adjustment of advances given to authorities and read with other notes thereon give a true and fair view:-

- (I) in the case of the Balance Sheet, of the state of affairs of the above named Institution as at 31st March 2003 and
- (ii) in the case of Pre-operative Income and Expenditure Account, of the excess of income over expenditure of its accounting year ending on 31st March 2003.

The prescribed particulars as certified by the Registrar of the Institution are annexed hereto.

Sr. Batliboi



Place New Delhi
Date: 27 October 2003

ANNEXURE
Statement of Particulars

I. APPLICATION OF INCOME FOR CHARITABLE OR RELIGIOUS PURPOSES

1. Amount of income of the previous year applied to charitable or religious purposes in India during that year. : Total application Rs.77,715,958 (including Rs.47,679,005 out of income for current yr.)
2. Whether the trust/institution has exercised the option under clause (2) of the explanation to section 11(1)? If so, the details of the amount of income deemed to have been applied to charitable or religious purposes in India during the previous year. :NO
3. Amount of income accumulated or set apart finally set apart for application to charitable or religious purposes, to the extent it does not exceed 25% of the income derived from property held under trust wholly for such purposes : NIL
4. Amount of income eligible for exemption under section 11(1)(c) (Give details). :NIL
5. Amount of income, in addition to the amount referred to in item 3 above accumulated or set apart for specified purposes under section 11(2). : NIL
6. Whether the amount of income mentioned in item 5 above has been invested or deposited in the manner laid down in section 11(2)(b)? If so, the details thereof. :NA
7. Whether any part of the income in respect of which an option was exercised under Clause (2) of the Explanation to section 11(1B)? If so, the details thereof. :NO
8. Whether, during the previous year, any part of income accumulated or set apart for specified purposes under section 11(2) in any earlier year- :NO
 - (a) has been applied for purposes other than charitable or religious purposes or has ceased to be accumulated or set apart for application thereto, or
 - (b) has ceased to remain invested in any security referred to in section 11(2)(b)(I) or deposited in any account referred to in section 11(2)(b)(ii) or section 11(2)(b)(iii) or



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(c) has not been utilised for purposes for which it was accumulated or set apart during the period for which it was to be accumulated or set apart, or in the year immediately following the expiry thereof? if so, the details thereof.



II. APPLICATION OF INCOME FOR CHARTITABLE OR RELIGIOUS PURPOSES

- 1. Whether any part of the income or property of the trust/institution was lent, or continues to be lent, in the previous year to any person referred to in section 13(3)(hereinafter referred to in this Annexure as such person)? If so, give details of the amount, rate of interest charged and the nature of security, if any NO
- 2. Whether any land, building or other property of the trust/institution was made, available for the use of any such person during the previous year? If so, give details of the property and the amount of rent or compensation charged, if any NO
- 3. Whether any payment was made to any such person during the previous year by way of salary, allowances or otherwise? If so, give details NO
- 4. Whether the services of the trust/ institution were made available to any such person during the previous year? If so, give details thereof together with remuneration or compensation received, if any NO
- 5. Whether any share, security or other property was purchased by or on behalf of the trust / institution during the previous year from any such person? If so, give details thereof together with the consideration paid NO
- 6. Whether any share, security or other property was sold by or on behalf of the trust / institution during the previous year to any such person? If so, give details thereof together with the consideration received. NO
- 7. Whether any income or property of the trust/ institution was diverted during the previous year in favour of any such person? If so, give details thereof together with the amount of income or value of property so diverted. NO
- 8. Whether the income or property of the trust/institution was used or applied during the previous year for the benefit of any such person in any other manner? If so, give details NO

