

Audited Financial Statements

2017-2018

INDEPENDENT AUDITORS' REPORT

To,
The members of,
XAVIER INSTITUTE OF MANAGEMENT & ENTERPRENEURSHIP
Bangalore

Report on the Financial Statements

We have audited the accompanying financial statements of **XAVIER INSTITUTE OF MANAGEMENT & ENTERPRENEURSHIP** ("the Society") which comprises the Balance Sheet as at 31st March, 2018, the Income & Expenditure account and the Receipts and Payments account for the year ended on that date.

Management's Responsibility for the Financial Statements

The Management of the Society is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Society in accordance with the accounting principles referred to in the Note No.20(I). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Society's preparation of the financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements read with the notes thereon, give the information in the manner so required and give a true and fair view in conformity with the accounting principles referred to in the Note No.20(I) of the financial statements,

- a) in the case of Balance Sheet, of the state of affairs of the Society as at 31.03.2018, and
- b) the case of the Income and Expenditure account, of the excess of income over expenditure for the year ended on that date.
- c) In the case of the Receipts and Payments account, of the cash flows, for the year ended on that date

Place : Bangalore
Date : 31 AUG 2018



For VARMA & VARMA
Chartered Accountants
FRN 004532S

GEORGY MATHEW
Partner
M No.209645

XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP
BALANCE SHEET AS AT MARCH 31, 2018

(Amounts in Indian Rupees)

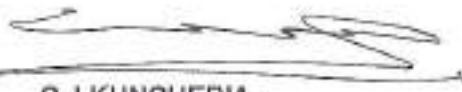
Particulars	Note No.	As at March 31, 2018	As at March 31, 2017
SOURCE OF FUNDS:			
Capital Fund	1	22,99,73,592	22,61,16,675
Building Fund	2	63,11,76,456	55,51,29,016
Scholarship Fund	3	2,95,00,000	2,80,00,000
Alumni and Students Welfare Fund	4	1,50,25,994	1,35,25,994
Sujith Valsalan Memorial Scholarship	5	6,57,880	6,13,561
Gratuity Fund	6	1,78,18,269	2,00,00,000
Total		92,41,52,191	84,33,85,246
APPLICATION OF FUNDS:			
Fixed Assets			
a) Tangible assets	7	67,42,94,877	65,85,28,068
b) Capital work-in-progress	7	1,85,76,970	10,00,160
Current Assets, Advances & Deposits			
Cash & Bank Balances	8	19,98,69,949	20,92,24,974
Loans, Advances & Deposits	9	8,32,62,320	2,21,94,536
Less: Current Liabilities & Provisions	10	5,18,51,925	4,75,62,491
Net Current Assets		23,12,80,344	18,38,57,018
Total		92,41,52,191	84,33,85,246
Significant accounting policies and notes to accounts	20		

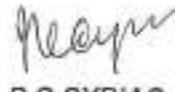
As per our separate report of even date attached
For VARMA & VARMA

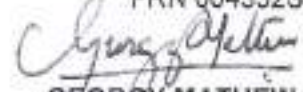
For and on behalf of the Board of Directors

Chartered Accountants

FRN 004532S


C J KUNCHERIA
Secretary


P C CYRIAC
President


GEORGY MATHEW
Partner
M. No. 209845

Place : Bangalore
Date : 31 AUG 2018

Place : Bangalore
Date : 31 AUG 2018



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2018

(Amounts in Indian Rupees)

Particulars	Note No.	For the year ended March 31, 2018	For the year ended March 31, 2017
A) INCOME			
Academic Receipts	11	26,33,62,793	20,51,72,123
Other Income	12	23,41,388	37,90,000
Total (A)		26,57,04,181	20,89,62,123
B) EXPENDITURE			
Faculty & Staff Expenses	13	8,00,95,212	5,76,70,098
Students Expenses	14	88,52,500	68,24,761
Administrative Expenses	15	7,52,72,942	4,56,61,192
Faculty Development Expenses	16	35,47,626	35,03,609
Awards, scholarship & donations	17	1,30,46,542	39,14,741
Finance Costs	18	3,38,825	-
Depreciation	7	4,23,54,293	3,38,16,737
Prior Period Expenses	19	6,05,250	18,199
Total (B)		22,41,13,190	15,14,09,337
Excess of income over expenditure (A-B)		4,15,90,991	5,75,52,786
C) APPROPRIATIONS:			
i) Building Fund		3,00,00,000	4,00,00,000
ii) Scholarship Fund		15,00,000	15,00,000
iii) Alumni & Students Welfare Fund		15,00,000	15,00,000
iv) Gratuity Fund		25,00,000	25,00,000
v) Capital Fund		60,90,991	1,20,52,786
Total		4,15,90,991	5,75,52,786
Significant accounting policies and notes to accounts	20		

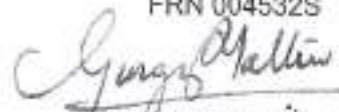
For and on behalf of the Board of Directors



C J KUNCHERIA
Secretary

As per our separate report of even date attached

For VARMA & VARMA
Chartered Accountants
FRN 004532S



GEORJY MATHEW

Partner

M. No. 209645

P C CYRIAC
President



Place : Bangalore

Date : 31 AUG 2018

Place : Bangalore

Date : 31 AUG 2018

XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2018

(Amounts in Indian Rupees)

	For the year ended		For the year ended		For the year ended	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Opening balances						
Cash on hand		20,474	98,041		8,00,96,312	5,75,70,088
Bank balances in					88,52,500	68,24,761
Savings bank accounts	1,62,95,448	1,76,61,794	Student Expenses		7,52,72,942	4,95,61,192
Current accounts	28,92,631	15,19,423	Administrative Expenses		35,47,626	35,03,699
Fixed deposit accounts	19,00,16,423	18,77,22,428	Faculty Development Expenses		1,30,46,542	39,14,741
Sub total	A 20,92,24,974	20,69,03,647	Research, scholarship & seminars		3,38,825	-
Income			Finance Costs		8,05,250	18,139
Income from investments	1,64,76,284	1,62,35,041	Prior Period Expenses			
Income from programmes	12,77,920	17,08,642	Sub total	G	88,17,98,997	11,75,92,600
Hotel fee collections	2,71,59,426	1,99,22,329		H	46,81,731	-
Happy hour contribution	11,34,000	-	Payment of gratuity deducted from gratuity fund	I	7,56,97,913	15,58,49,954
Academic receipts	26,33,02,793	20,51,72,323	Purchase of assets (net of written-progress)	J	6,10,67,785	-
Other income	23,41,380	37,90,000	Increase in loans, advances & deposits	K	12,85,639	-
Sub total	B 31,17,07,671	24,06,28,076	Increase in current liabilities & provisions	L	83,30,000	63,56,516
Additional fund in Sughn Vaidyan Scholarship fund		1,20,302	Scholarship paid from Sughn Vaidyan Scholarship fund	M	-	30,000
Interest received on Sughn Vaidyan Scholarship fund		44,519	Caution Deposits	N	-	-
Sub total	C 44,519	1,53,919				
Increase in current liabilities & provisions	D	-	Closing balances			
Cash on hand		74,56,620	Cash on hand		16,473	20,474
Bank balances in			Savings bank accounts		1,47,00,000	1,62,95,448
Savings bank accounts	E	1,16,71,600	Current accounts		18,97,203	28,92,631
Current accounts		1,08,74,784	Fixed deposit accounts		18,21,90,242	19,00,16,423
Fixed deposit accounts	F	-	Sub total		19,98,09,949	20,92,24,974
Decrease in loans, advances & deposits		1,65,98,061				
Sub total		N				
TOTAL (A+B+C+D+E+F)	53,26,92,514	48,88,54,043	TOTAL (G+H+I+J+K+L+M+N)	81,26,92,514	48,88,54,043	

For and on behalf of the Board of Directors

C. JAYACHANDRAN
Secretary

P. C. CYRILAC
President

Neelgagan

As per our separate report of even date attached For VARMA & VARMA Chartered Accountants FRN 0045328

George Mathew
GEORGE MATHEW
Partner
M. No. 205945



Place : Bangalore
Date : 31 AUG 2018

Place : Bangalore
Date : 31 AUG 2018

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amounts in Indian Rupees)

Particulars	As at March 31, 2018	As at March 31, 2017
1 Capital Fund		
Opening Balance	22,61,16,675	21,40,63,889
Less:- Foreign tour collection of previous year wrongly credited to income & expenditure account, now transferred to current liabilities	(22,34,074)	-
Add:- Transfer from Income & Expenditure account	60,90,991	1,20,52,786
Closing balance	22,99,73,592	22,61,16,675
2 Building Fund		
Opening Balance	55,51,29,016	47,72,63,104
Additions/ (deletions) during the year		
1. Interest on Investments	1,64,76,094	1,62,35,041
2. Programmes	12,77,920	17,08,542
3. Hostel	2,71,59,426	1,99,22,329
4. Happy Hour Contribution	11,34,000	-
5. Transfer from Income & Expenditure account	3,00,00,000	4,00,00,000
Closing balance	63,11,76,456	55,51,29,016
3 Scholarship Fund		
Opening Balance	2,80,00,000	2,65,00,000
Add:- Transfer from Income & Expenditure account	15,00,000	15,00,000
Closing balance	2,95,00,000	2,80,00,000
4 Alumni and Students Welfare Fund		
Opening Balance	1,35,25,994	1,20,25,994
Add:- Transfer from Income & Expenditure account	15,00,000	15,00,000
Closing balance	1,50,25,994	1,35,25,994
5 Sujith Valsalan Memorial Scholarship		
Opening Balance	6,13,561	4,89,642
Add:- Additional fund introduced	-	1,20,302
Add:- Interest Received	44,319	33,617
Less:- Scholarship Paid	-	(30,000)
Closing balance	6,57,880	6,13,561
6 Gratuity Fund		
Opening Balance	2,00,00,000	1,75,00,000
Less: Payment against fund	(46,81,731)	-
Add: Transfer from Income & Expenditure account	25,00,000	25,00,000
Closing balance	1,78,18,269	2,00,00,000



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP
 NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 7
 FIXED ASSETS

(Amounts in Indian Rupees)

Description of assets	Rate %	W.D.V.		Additions		Deletions	Total	Depreciation		W.D.V.
		01.04.2017	Not less than 180 days	Less than 180 days	Not less than 180 days			Less than 180 days	Total	
Leasehold Land		8,76,89,029	-	-	-	-	8,76,89,029	-	-	8,76,89,029
Freehold Land		1,52,33,946	-	-	-	-	1,52,33,946	-	-	1,52,33,946
Buildings	5%	47,58,71,457	2,40,73,724	71,23,129	-	-	50,70,68,310	1,78,078	2,51,75,337	48,18,92,973
Furniture & Fixtures	10%	4,05,40,674	62,89,989	9,86,678	8,430	-	4,78,08,899	48,334	47,31,555	4,30,77,334
Office Equipments	15%	2,52,70,907	23,64,984	31,83,631	-	-	3,08,19,522	2,38,772	43,84,156	2,64,35,366
Vehicles	15%	38,56,810	48,42,011	-	-	-	64,98,821	-	12,74,823	72,23,998
Electrical Equipments	40%	3,22,887	3,50,413	2,31,899	-	-	9,04,899	46,340	3,15,660	5,89,339
Library Books	40%	77,62,477	12,31,738	21,84,301	2,943	-	1,11,75,573	4,36,860	40,33,369	71,42,204
Computers	40%	19,79,881	27,67,007	27,03,194	-	-	74,50,082	5,40,639	24,39,394	50,10,689
TOTAL		65,85,28,068	4,17,19,846	1,64,12,630	11,373	-	71,66,49,171	14,90,023	4,23,54,294	67,42,94,877

CAPITAL WORK-IN-PROGRESS

Buildings	As at March 31, 2018	As at March 31, 2017
	1,85,76,970	10,00,160

Note:
 Leasehold land includes:

1) Land acquired in Kochi, Kerala from Kerala Industrial Infrastructure Development Corporation (KINFRA) for Rs.4,90,80,514/- under 90 Years lease and land acquired in Oragadam, Chennai from State Industries Promotion Corporation of Tamil Nadu (SIPCO) for Rs.3,68,08,515/- under 99 Years lease.



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amounts in Indian Rupees)

Particulars	As at	
	March 31, 2018	March 31, 2017
8 Current Assets		
Cash & Bank Balances		
Cash on hand	16,473	20,474
Bank balances		
- In savings bank accounts	1,47,00,030	1,62,95,446
- In current accounts	19,57,203	28,92,631
- In fixed deposit accounts	18,31,96,243	19,00,16,423
Total	19,98,69,949	20,92,24,974
9 Loans, Advances & Deposits		
Capital Advances* [Refer Note No.20(II)(1)]	6,17,72,661	40,31,261
Advance to suppliers	23,80,997	16,38,931
Employee advances	6,14,676	3,95,077
Security Deposits	45,26,469	28,03,882
Tax Deducted at Source and Tax Collected at Source	84,88,615	84,29,989
Prepaid expenses	33,02,966	31,70,903
Fee receivables	21,24,705	8,95,316
Interest accrued on fixed deposits	51,030	8,29,175
Total	8,32,62,320	2,21,94,535

* Capital advances includes Rs.4,54,00,000/- (Previous year - Nil) paid to Karnataka Industrial Area Development Board (KIADB) towards allotment of property adjacent to the Bangalore campus. As on March 31, 2018, the balance amount to be paid towards the purchase of property is Rs.13,02,00,000/-.



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amounts in Indian Rupees)

Particulars	As at	As at
	March 31, 2018	March 31, 2017
10 Current Liabilities & Provisions		
10.1 Trade Payables		
Sundry Creditors for expenses	63,05,810	57,17,013
Total	63,05,810	57,17,013
10.2 Other Current Liabilities		
Statutory dues	36,11,956	9,60,690
Collection towards PGDM Foreign Tour	44,85,671	1,05,40,335
Fees received in advance	26,67,269	31,34,367
Expenses Payable	27,59,879	52,172
Total	1,35,24,776	1,46,87,564
10.3 Retention Money		
Opening Balance	96,96,938	50,54,570
Add:- Current Year Additions	19,60,474	55,13,150
Less:-Current Year Payments	4,38,048	8,70,782
Closing Balance	1,12,19,364	96,96,938
10.4 Caution Deposits		
Opening Balance	1,74,60,976	1,29,42,730
Add:- Current Year Additions	1,16,71,600	1,08,74,761
Less:-Current Year Payments	83,30,600	63,56,515
Closing Balance	2,08,01,976	1,74,60,976
Grand Total	6,18,51,926	4,75,62,491



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amounts in Indian Rupees)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
11 Academic Receipts		
Fees From Students		
PGDM Program Fees	25,60,89,403	20,00,78,051
Application Fees	63,57,390	50,94,072
Placement Fees	9,16,000	-
Total	26,33,62,793	20,51,72,123
12 Other Income		
Interest on savings bank deposits	11,15,209	14,26,355
Interest on other deposits	3,04,174	3,82,644
Other Income	9,15,891	19,81,001
Total	23,35,274	37,90,000
13 Faculty & Staff Expenses		
Salaries, Honorarium and Charges	7,51,80,977	5,40,43,703
Contribution to provident fund and others	27,22,021	15,31,542
Staff welfare expenses	21,92,214	20,94,853
Total	8,00,95,212	5,76,70,098
14 Student Expenses		
Books & Uniform Fee	30,11,604	22,55,347
Admission Expenses	28,50,504	19,05,106
Students welfare expenses	29,90,392	26,64,308
Total	88,52,500	68,24,761
15 Administrative Expenses		
Power & Water Charges	86,89,264	51,93,368
Rates & Taxes	19,27,504	21,83,884
Internet Expenses	51,17,469	19,28,686
Communication Expenses	5,32,125	5,54,138
Printing & Stationery	23,02,422	21,50,700
Seminars & conference expenses	17,65,735	-
Membership, Newspaper & Periodicals	26,19,771	24,29,896
Travelling & Conveyance	19,14,818	23,42,402
Professional Charges [Refer Note No.20(II)(5)]	49,96,621	9,33,723
Contract manpower charges	60,83,946	63,12,262
Repairs & Maintenance	1,29,89,938	93,31,513
Insurance Expenses	3,58,956	6,65,492
Advertisement Expenses	2,38,17,497	1,07,58,033
Bank Charges	35,789	28,734
Other Administrative expenses	21,21,088	8,48,361
Total	7,52,72,942	4,56,61,192



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

(Amounts in Indian Rupees)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
16 Faculty Development Expenses		
Faculty Development expenses	7,12,772	11,89,373
Faculty Conveyance expenses	26,03,087	20,01,642
Teaching Software	2,31,767	3,12,594
Total	35,47,626	35,03,609
17 Awards, Scholarship & Donations		
Awards & scholarship	36,37,001	24,61,302
Donations	94,09,541	14,53,439
Total	1,30,46,542	39,14,741
18 Finance Charges		
Interest on overdraft with bank	3,38,825	-
Total	3,38,825	-
19 Prior Period Expenses	6,05,250	18,199
Total	6,05,250	18,199



NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE: 20

I. SIGNIFICANT ACCOUNTING POLICIES:

a) Basis of Accounting

Xavier Institute of Management & Entrepreneurship (XIME) is registered as a society under the Karnataka Societies Registration Act, 1960 devoted to education, training and research in the areas of management, entrepreneurship and development administration and is currently running business schools with campuses at Bangalore, Kochi and Chennai.

As XIME is a non-profit organisation (NPO), Accounting Standards formulated by the Institute of Chartered Accountants of India (ICAI) do not apply to it since its entire activities are not of commercial, industrial or business in nature. The Accounting Standards recommended by ICAI as generally applicable to NPOs have been followed by the society.

The financial statements are prepared under the historical cost convention, on the going concern concept and on accrual basis, except as otherwise stated.

b) Income/ Expenditure

Income and expenditure are generally accounted on accrual basis.

c) Fixed Assets

All fixed assets are valued at cost less accumulated depreciation. All expenses attributable in bringing the asset to their working condition are added to the cost of fixed assets.

d) Depreciation

Depreciation on the fixed assets installed and put to use has been provided on the written down value at the rates prescribed under the Income Tax Rules, 1962.

e) Investments

All investments made by the institution have been stated at cost.

f) Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date to ascertain impairment based on internal / external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. The management is of the opinion that there was no impairment in the value of the assets.

g) Treatment of Investments and Programme Income

As per policy decision, the interest earned from term deposits and net proceeds from programmes/ seminars/ workshops and hostel accounts are transferred to XIME Building Funds directly.

h) Employee Welfare Measures

The institute is regularly depositing the Provident Fund and ESI dues as applicable. The Gratuity policy is that the same will be paid as and when the liability arises.

i) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the assessee has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the correct management estimates.

Contingent Liabilities are disclosed when the assessee has a possible obligation or a present obligation and it is probable that a cash flow will not be required to settle the obligation.

Contingent assets are neither recognised nor disclosed in the accounts.



XAVIER INSTITUTE OF MANAGEMENT & ENTREPRENEURSHIP

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

II. NOTES FORMING PART OF ACCOUNTS

1 Capital advances includes Rs.4,54,00,000/- (Previous year - Nil) paid to Karnataka Industrial Area Development Board (KIADB) towards allotment of property adjacent to the Bangalore campus, possession of which has not been taken over by the society since vacant possession of the land was made available by KIADB.

2 Contingent liabilities not provided for :

(Amounts in Indian Rupees)

As at March 31, 2018 As at March 31, 2017

-Disputed TDS demands pending for rectification	5,23,565	-
---	----------	---

3 Professional charges includes payment to auditors

(Amounts in Indian Rupees)

	For the year ended March 31, 2018	For the year ended March 31, 2017
a. For audit	2,60,000	-
b. For audit to previous auditor	2,89,100	-
c. For taxation services to previous auditor	4,60,200	-
d. For other services to previous auditor	71,655	99,475
	10,80,955	99,475

4 Figures have been rounded off to the nearest rupees.

5 Previous year's figures have been regrouped and reclassified wherever necessary to suit the current year's presentation.

(Signatures to Notes 1 to 20)

For and on behalf of the Board of Directors

As per our separate report of even date attached

For VARMA & VARMA
Chartered Accountants
FRN 004532S

C J KUNCHERIA
Secretary

P C CYRIAC
President

GEORGY MATHEW
Partner
M. No. 209645

Place : Bangalore
Date : 31 AUG 2018

Place : Bangalore
Date : 31 AUG 2018

