



INDEPENDENT AUDITOR'S REPORT

To
The Board of Trustees
M/s.CMR JNANADHARA TRUST,
Bangalore

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of C M R University (the "University") a unit of M/s.CMR JNANADHARA TRUST ("the Trust"), which comprise the Consolidated Balance Sheet as at 31st March 2023, and the Consolidated Income and Expenditure account of the University, for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as financial statements).

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Consolidated Balance Sheet, of the state of affairs of the University as at March 31, 2023; and
- (b) in the case of the Consolidated Income & Expenditure Account, of the excess of income over expenditure of the University for the year ended on that date;

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (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 ethical requirements that are relevant to our audit of the financial statements, Code of Ethics issued by ICAI and we have fulfilled our other 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.

Emphasis of Matter

As referred to in Note No.1 of Notes to Accounts 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 modified in respect of this matter.





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Responsibilities of Management and Board of Trustees for the Financial Statements

Management is responsible for the preparation and presentation of these financial statements that give a true and fair view of the state of affairs, surplus or deficit of the University in accordance with accounting principles generally accepted in India for Not-for-Profit Organizations. 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 misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the unit'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 cease operations or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the Trust's financial reporting process

Auditor's Responsibilities for the Audit of the Financial Statements

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 judgment 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 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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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- 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 Unit'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 the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with Board of Trustees 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.

Place: Bangalore

Date: 26.10.2023

For SUNDARESH & CO
Chartered Accountants
Firm Registration No. 004223S

(K. Balakrishna Shabaraya)
Membership No. 025944
Partner

UDIN: 23025944BGXXUX6302




CMR UNIVERSITY


CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH 2023

Previous Year	Liabilities	Sch No.	Amount Rs.	Previous Year	Assets	Sch No.	Amount Rs.
71,73,31,868	<u>CMR JNANADHARA TRUST</u>	1	88,18,41,886	64,66,94,782	<u>FIXED ASSETS</u>	3	84,17,07,750
51,60,187	<u>CURRENT LIABILITIES & PROVISIONS</u>	2	1,19,30,695		<u>CURRENT ASSETS</u>		
					<u>Cash & Bank Balances</u>		
				503	Cash In Hand		80,244
				6,25,44,060	Cash at Bank		3,17,58,614
				5,00,000	Fixed Deposit with Bank		5,00,000
				-	Sundry Debtors		1,05,000
				1,27,52,710	<u>LOANS & ADVANCES & DEPOSITS</u>	4	1,96,20,973
72,24,92,055	Total		89,37,72,581	72,24,92,055	Total		89,37,72,581

For CMR UNIVERSITY

As per our report of even date attached


(Dr. Sabitha Ramamurthy)
Chancellor


(K.R. LAKSHMISH)
Chief Finance Officer

Place: Bangalore

Date : 26.10.2023

For SUNDARESH & CO.,
Chartered Accountants
(Firm Registration No. 004223S)


(K. BALAKRISHNA SHABARAYA)
Membership No. 025944
Partner

CMR UNIVERSITY

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2023

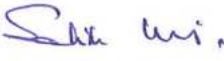
Previous Year	Expenditure	Sch No.	Amount Rs.	Previous Year	Income	Sch No.	Amount Rs.
21,07,47,585	Employee Cost	5	22,58,73,368	72,97,44,622	Fee Income		99,97,20,711
49,95,419	Board & University Expenses	6	64,62,884	92,18,938	Other Income		32,77,441
67,98,270	Students Welfare Expenses	7	2,80,46,219	8,709	Bank Interest		-
14,05,25,757	Adminstration Expenses	8	29,11,70,759				
1,59,30,524	Repairs & Maintainance	9	4,25,85,773				
1,02,61,469	Other Expenses	10	1,65,61,247				
7,46,53,804	Depreciation	3	7,67,84,406				
27,50,59,441	Excess of Income over Expenditure for the year		31,55,13,495				
46,39,12,828	Total		68,74,84,656	73,89,72,269	Total		1,00,29,98,151

As per our report of even date attached

For CMR UNIVERSITY

For SUNDARESH & CO.,
Chartered Accountants

(Firm Registration No.004223S)


(Dr. Sabitha Ramamurthy)
Chancellor


(K.R. LAKSHMISH)
Chief Finance Officer


(K. BALAKRISHNA SHABARAYA)
Membership No.025944
Partner

Place: Bangalore

Date : 26.10.2023

CMR UNIVERSITY

SCHEDULES ANNEXED TO AND FORMING PART OF CONSOLIDATED BALANCE SHEET AS AT 31.03.2023

AND CONSOLIDATED INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON THAT DATE

Sch No.	Particulars	Amount Rs.	Previous Year
1	<u>CMR JNANADHARA TRUST ACCOUNT</u>		
	Opening Balance as on 01.04.2022	71,73,31,868	69,86,56,192
	Add: Receipt during the year from trust	45,25,75,339	22,30,65,696
	Excess of income over expenditure	31,55,13,495	27,50,59,441
		1,48,54,20,702	1,19,67,81,329
	Less: Payment during the year to trust	60,35,78,816	47,94,49,461
	Closing balance as on 31.03.2023	88,18,41,886	71,73,31,868
2	<u>CURRENT LIABILITIES & PROVISIONS</u>		
	Scholarship Payable	2,56,872	2,58,383
	Grant Received	3,94,147	1,54,768
	Canteen Advance	1,50,000	1,00,000
	CSR Lake Development Project	16,34,241	6,08,623
	Statutory Liabilities	1,60,020	1,65,148
	GTR Minerals -Deposit	3,00,000	-
	Admission Advance	42,50,311	4,31,129
	Refund Fee Payable	47,85,104	31,94,176
	Not Reported ComedK Student Payable		2,47,960
		1,19,30,695	51,60,187
4	<u>LOANS & ADVANCES</u>		
	Advance Payment	1,11,02,095	43,07,520
	Staff Advances	2,21,618	1,27,930
	Rental Advance	84,000	1,04,000
	AICTE Security Deposit	80,00,000	80,00,000
	Gas Deposit	17,000	17,000
	Electricity Deposit	1,95,260	1,95,260
	TDS Receivable	1,000	1,000
		1,96,20,973	1,27,52,710

Sd/- Mr. S.



CMR UNIVERSITY

SCHEDULE-3

SCHEDULE TO FIXED ASSETS AS AT 31ST MARCH 2023

Particulars	W.D.V. as on 01.04.2022	Additions		Deletions during the year	Total	Rate of Deprn	Deprn for the year	W.D.V as on 31.03.2023
		Before 30.09.2022	After 01.10.2022					
University Building	54,81,57,609	1,67,17,284	-	-	56,48,74,893	10%	5,64,87,489	50,83,87,404
Computers	91,06,213	6,35,999	1,64,71,689	-	2,62,13,901	40%	71,91,223	1,90,22,678
Furniture	2,93,55,229	1,15,26,751	2,31,28,907	-	6,40,10,887	10%	52,44,643	5,87,66,244
Furnishing & Carpets	50,950	-	-	-	50,950	10%	5,095	45,855
Books	62,63,033	9,44,742	41,12,976	-	1,13,20,751	15%	13,89,639	99,31,112
Equipments	32,453	1,01,750	-	-	1,34,203	15%	20,130	1,14,073
Plant and Machinery	2,56,41,109	49,64,965	66,49,916	-	3,72,55,990	15%	50,89,655	3,21,66,335
Board	18,50,513	-	-	-	18,50,513	10%	1,85,051	16,65,462
Vehicle	16,64,786	-	-	-	16,64,786	15%	2,49,718	14,15,068
Intangible Asset	28,18,867	-	17,36,370	-	45,55,237	25%	9,21,763	36,33,474
<u>Work In Progress</u>								
<u>University Building</u> <u>-Chagalatti</u>	2,17,54,020	8,12,22,565	10,35,83,460	-	20,65,60,045	-	-	20,65,60,045
Total	64,66,94,782	11,61,14,056	15,56,83,318	-	91,84,92,156	-	7,67,84,406	84,17,07,750

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CMR UNIVERSITY

Sch No.	Particulars	Amount Rs.	Previous Year
5	<u>EMPLOYEE COST</u>		
	Salary	21,86,26,612	20,46,67,641
	Providend Fund Employer contribution	14,01,607	11,68,209
	Employee State Insurance Employer Contribution	3,73,153	3,54,885
	Visiting faculty Payment	44,37,557	45,56,850
	Gratuity	10,34,439	-
		<u>22,58,73,368</u>	<u>21,07,47,585</u>
6	<u>BOARD & UNIVERSITY EXPENSES</u>		
	Bar Council Of India	13,66,200	21,08,320
	Membership & Subscription	47,79,584	20,37,099
	Affiliation Fees	3,17,100	-
	Board and University Affiliation fee	-	8,50,000
		<u>64,62,884</u>	<u>49,95,419</u>
7	<u>STUDENTS WELFARE EXPENSES</u>		
	Prize&Scholarship	9,36,000	-
	Function and Other Activities	99,58,933	2,69,747
	Value Added/Professional course Payment	1,67,99,365	62,84,100
	ID Card Expenses		1,43,377
	Sports Activities	78,166	53,532
	Comed K	45,000	47,514
	Research Fellowship	1,20,000	-
	Student related association Affairs Expenses	1,08,755	-
		<u>2,80,46,219</u>	<u>67,98,270</u>
8	<u>ADMINISTRATION EXPENSES</u>		
	Communication Charges	32,01,701	9,28,555
	Travelling & Conveyance	11,83,547	6,12,799
	Printing & Stationery	53,58,850	8,72,325
	Advertisement	7,83,940	1,45,43,021
	Postage, Telegram & Courier	2,21,628	36,930
	Professional Charges Paid	27,14,69,727	10,06,08,251
	News Papers and Periodicals	42,683	9,803
	Promotional Expenses	20,89,210	1,89,15,643
	Staff Welfare Expenses		92,505
	Electricity Charges & Water Charges	68,19,473	39,05,925
		<u>29,11,70,759</u>	<u>14,05,25,757</u>

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CMR UNIVERSITY

Sch No.	Particulars	Amount Rs.	Previous Year
9	<u>REPAIRS & MAINTENANCE</u>		
	Computer Maintenance & Stationery	11,03,200	1,52,646
	Computer Software -ERP-Expenses	-	9,51,270
	Electrical Repair & Maintenance	15,85,869	5,51,906
	Generator Expenses	11,00,440	1,36,200
	Housing Keeping Expenses	9,12,482	5,54,993
	Lab Maintenance Expenses	2,24,917	9,925
	Repairs and Maintenance Expenses	1,49,54,933	78,27,565
	Institute Maintenance charges	26,70,535	24,18,229
	Annual Maintenance Charges	11,90,880	2,43,981
	Vehicle Insurance & Repair Expenses	99,610	1,17,573
	Garden Maintenance	8,72,996	4,54,480
	Monthly Maintenance Fee	-	49,787
	Building & General Insurance	-	16,491
	Building Repair & Maintenance	1,78,69,911	-
		<u>4,25,85,773</u>	<u>1,59,30,524</u>
10	<u>OTHER EXPENSES</u>		
	Honorarium paid	20,73,997	12,98,180
	Consultation Charges Paid	1,19,31,240	63,86,340
	Bank Charges	1,95,033	97,590
	Software application subscription	1,42,780	9,23,359
	Miscellaneous Exps	47,029	-
	Rent	4,26,000	4,56,000
	Patent filing Exps	6,81,668	-
	Interest on TDS	57,500	-
	Examination - Question Paper Setting Expenses	6,000	-
	Donation	10,00,000	11,00,000
		<u>1,65,61,247</u>	<u>1,02,61,469</u>

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CMR UNIVERSITY

A UNIT OF CMR JNANADHARA TRUST

NOTES TO ACCOUNTS FORMING PART OF THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDING 31st MARCH 2023

BACKGROUND:

CMR University, a unit of M/s. CMR JNANADHARA TRUST, Bangalore, was set up with the objects of running educational institutions. The various colleges and departments within these colleges have maintained separate books of accounts. Further, CMR Jnanadhara Trust, the parent entity of CMR University, along with its various colleges/accounting entities were considered as exempt from income tax under section 11 of the Income Tax Act, 1961.

During March 2013, the Trust has established, through an act of Karnataka state legislation, this private University, by name CMR University.

The list of colleges and accounting entities which forms part of CMR University as certified by the management and have been consolidated is enclosed as Annexure - A.

ACCOUNTING POLICIES:

1. The financial statements have been prepared on the historical cost concept.
2. The University follows the Cash System of Accounting.
3. Fixed Assets are stated at Cost of acquisition inclusive of freight, duties, tax and incidental expenses
4. Income from fees for the year is recognized on receipt basis. Provisional admission fee received for next academic year is shown as Advance fee received and considered as liability at the time of receipt and amortized over the period of term of the applicable course offered. Interest income on fixed deposits are recognized on receipt/ report / certificate from bank.
5. Depreciation is charged on written down value method at the rates specified in the Fixed Assets Schedules
6. Government grants

a) Capital Grants

Government grants related to specific fixed assets is reduced from the gross value of related fixed assets and depreciation claimed on the net book value. In situations where the grant related to a specific fixed asset equals the whole, or virtually the whole, of the cost of the asset, the asset is reflected in the financials at nominal value and no depreciation is claimed on the same.

b) Revenue Grants

Government grant related to revenue is recognized on a systematic basis in the Income and Expenditure Account over the period necessary to match them with the related costs which they are intended to compensate and the same is shown under other income.

- c) Interest on utilized Grant amount held in bank accounts is included in Grant Account in accordance with Grant Terms & Conditions and the same is not considered as income.



7. Investments are stated at cost.
8. A disclosure for a contingent liability shall be made when there is a possible obligation or present obligation, towards which the outflow of resources is not probable, or the amount of obligation cannot be measured with sufficient reliability. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no disclosure is made.

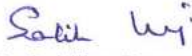
NOTES TO ACCOUNTS

1. As stated by the management, CMR University and various colleges and accounting entities there under exist solely for the purpose of education and no part of these activities are commercial/ industrial/ business in nature. Consequently, the Accounting Standards issued by the Institute of Chartered Accountants of India are not mandatory and hence not applicable.
2. Though the confirmation of balances was called for in all the cases, the same were not received in some cases. As such, reliance is placed on the balances appearing in the book of accounts.
3. Revenue expenses evidenced with the bills, self-vouchers as per prevailing commercial practices and information and explanations furnished by the management and other relevant supporting documents.
4. Physical Verification of fixed Assets and corresponding reconciliation with individual department records at certain Institutions is being carried out on an on-going basis. Adjustments in the books of account will be carried out on completion of such verification including documenting comprehensively location wise asset registers. No material differences are expected other than obsolete and discarded assets.
5. Scholarship received from various authorities not distributed in full because of non availability of students current address, has been reflected as liability in the books of accounts and the same been intimated to concerned authorities.
6. The University management is of the view, since it is not carrying on any commercial activity but only charitable activity carried on, that goods and Service Tax provisions are not applicable to the trust. The existence of any Goods and service Tax Liability will be considered in the year of occurrence of such event. Hence contingent liability are not recognized or disclosed in the financial statements on the account.
7. Review/ reconciliation of other liabilities is under progress. Further adjustments if required will be carried out in ensuing year on completion of review/ reconciliation.



8. The University is yet to formulate policy in respect of retirement benefits. Provision for gratuity is made in the financial year in which the liability crystallizes.
 9. Previous year figures' have been regrouped and reclassified wherever considered necessary.
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For CMR University
(A Unit of CMR Jnanadhara Trust)


Dr. Sabitha Ramamurthy)
Chancellor


(K.R. Lakshminish)
Chief Finance Officer

For SUNDARESH & CO
Chartered Accountants
Firm Registration No. 004223S


(K. Balakrishna Shabaraya)
Membership No. 025944
Partner



Place: Bangalore

Date : 26 Oct 2023