

GUJARAT MARITIME UNIVERSITY

GANDHINAGAR

AUDIT REPORT

FOR THE YEAR ENDED 31-03-2021

**PARIN P. SHAH & CO.
CHARTERED ACCOUNTANTS
G - 47, VIJAY PLAZA,
OPP. ABAD DAIRY, KANKARIA,
AHMEDABAD-380022**

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of GUJARAT MARITIME UNIVERSITY ("The University"), which comprise the balance sheet as at 31st March 2021, and the statement of Income and Expenditure for the year ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of Balance Sheet of the university as at March 31,2021, and Income and Expenditure Statement ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) and Guidance note issued by the Institute of Chartered Accountant 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



Responsibilities of Management for the Financial Statements

The University's Management is responsible for financial statements that give a true and fair view of the financial position, financial performance of the University in accordance with the accounting principles generally accepted in India, including the accounting Standards. This responsibility also includes maintenance of adequate accounting records in accordance for safeguarding of the assets of the university and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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, the Management is responsible for assessing the University'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 the management either intends to liquidate the university or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

conducted our audit in accordance with the standrad on Auditing issued by the Institute of Chartered Accountant of India. Those Standard require that we comply with ethical requirment and plan and perform the audit to obtain reasonable assurance about whether the financial statments are free from material misstatement.

financial statements. The procedure selected depend on the auditor's jugement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the risk assessments, the auditor considers internal control relevent to the University's prepapration and fair presentation of the financial statement in order to design audit apporpriateness of the accounting policies used and reasonableness of the accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

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

(a) 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.



(b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. We are also responsible for expressing our opinion on whether the University has adequate internal financial controls system in place and the operating effectiveness of such controls.

(c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

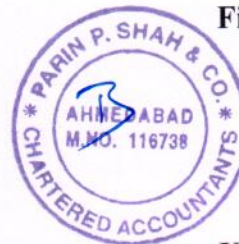
(d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the University's ability to continue as a going concern. 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 university to cease to continue as a going concern.

(e) 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.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

For, **PARIN P. SHAH & CO.**
CHARTERED ACCOUNTANTS
Firm Registration No. 125057W




(**PARIN P. SHAH**)

Proprietor

M.No: 116738

UDIN : 21116738AAAAGT7040

Place : Gandhinagar

Date : 30.10.2021

GUJARAT MARITIME UNIVERSITY
BALANCE SHEET AS AT 31ST MARCH, 2021

Particulars	Notes No.	As On 31st March,2021 Amount (Rs)	As On 31st March,2020 Amount (Rs)
I. FUND AND LIABILITIES			
<u>(1) Corpus Funds</u>			
(a) Endowment Fund	1	1,550,000,000	550,000,000
(b) Reserves and Surplus	2	(13,826,678)	(18,642,889)
<u>(2) Current Liabilities</u>			
(a) Expenses Payables	3	2,190,224	5,204,096
(b) Other Current Liabilities	4	1,184,887	1,984,976
Total Liabilities		1,539,548,433	538,546,183
II. ASSETS			
<u>(1) Non-Current Assets</u>			
<u>(a) Fixed Assets</u>			
(i) Gross Block	5	12,568,266	11,599,437
(ii) Depreciation		5,045,748	2,444,387
(iii) Net Block		7,522,518	9,155,050
(b) Other Investments		509,067,853	510,969,718
<u>(2) Current Assets</u>			
(a) Fees Receivable	6	581,500	-
(b) Cash and Cash Equivalents	7	1,012,823,286	9,474,680
(c) Short-term Loans and Advances	8	9,553,276	8,946,735
Total Assets		1,539,548,433	538,546,183

NOTES TO ACCOUNTS

1 to 13

The notes forms an integral part of these financial statement

FOR, PARIN P. SHAH & CO.

Chartered Accountants

Firm Registration No. 125057W


Parin P. Shah

Proprietor

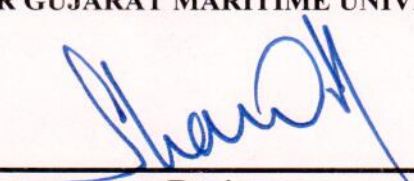
Membership No. : 116738

Place : Gandhinagar

Date : 30-10-2021



FOR GUJARAT MARITIME UNIVERSITY


Registrar


CFO

GUJARAT MARITIME UNIVERSITY
INCOME & EXPENDITURE ACCOUNT FOR THE PERIOD ENDED ON 31ST MARCH, 2021

Sr. No	Particulars	Notes No.	For the year Ended 31st March, 2021 Amount (Rs.)	For the year Ended 31st March, 2020 Amount (Rs.)
I	Revenue from operations	9	12,467,323	7,046,938
II	Other Income	10	33,557,438	16,391,738
III	Total Revenue (I +II)		46,024,761	23,438,676
IV	Expenses:			
	Academic and Student Activity Exp.	11	28,873,248	31,377,697
	Administrative Expenses	12	9,724,738	8,074,330
	Depreciation Expense		2,610,564	2,232,880
IV	Total Expenses		41,208,550	41,684,907
V	Excess of Income over Expenditure	(III - IV)	4,816,211	- 18,246,231

The Notes Forms an Integral part of these financial statement

1 to 13

FOR, PARIN P. SHAH & CO.

Chartered Accountants

Firm Registration No. 125057W

FOR GUJARAT MARITIME UNIVERSITY



Parin P. Shah

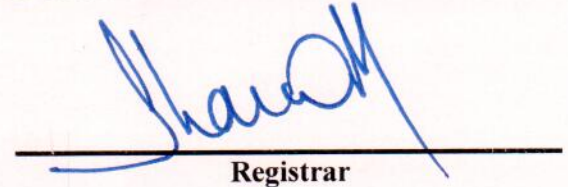
Proprietor

Membership No. : 116738

Place : Gandhinagar

Date : 30-10-2021




 Registrar


 CFO

GUJARAT MARITIME UNIVERSITY
NOTES TO ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2021

Notes Forming Integral Part of Balance Sheet

Note : 1 Endowment Fund

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Endowment Fund	1,550,000,000	550,000,000
	Total Amount (Rs.)	1,550,000,000	550,000,000

Note : 2 Reserve & Surplus

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Balance brought forward from previous year	- 18,642,889	- 396,658
	Add: Excess of Income over Expenditure	4,816,211	- 18,246,231
	Total Amount (Rs.)	(13,826,678)	-18,642,889



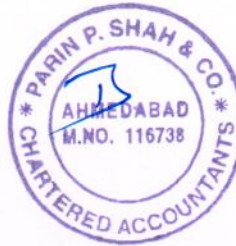
GUJARAT MARITIME UNIVERSITY
NOTES TO ACCOUNTS FOR THE YEAR ENDED ON 31ST MARCH, 2021

Note : 3 Expenses Payable

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Sundry Creditors	2,190,224	5,204,096
Total Amount (Rs.)		2,190,224	5,204,096

Note : 4 Other Current Liabilities

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	<u>Provision</u> Provision for Exp.	-	710,200
2	<u>Duties and Taxes</u> National Pension Scheme Professional Tax TDS GST TDS	81,012 15,000 393,797 65,578	261,308 4,400 559,068 -
3	<u>Other Current Liability</u> Student Deposit	629,500	450,000
Total Amount (Rs.)		1,184,887	1,984,976



GUJARAT MARITIME UNIVERSITY
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2021

Sr. No	Particulars	Gross Block				Depreciation			Net Block		
		Balance as at 1st April, 2020	Addition during the year	Deduction during the year	Balance as at 31st March, 2021	Balance as at 1st April, 2020	Depreciation during the year	Deduction during the year	Balance as at 31st March, 2021	WDV as on 31.03.2021	WDV as on 31.03.2020
I	Tangible Assets										
1	Vehicles	3,053,824	-	-	3,053,824	637,855	362,395	-	1,000,250	2,053,574	2,415,969
2	Fixture	2,450,329	421,400	2,620	2,869,109	144,357	255,235	262	399,330	2,469,779	2,305,972
3	Computers	2,045,677	-	12,986	2,032,691	670,172	546,382	3,437	1,213,117	819,574	1,375,505
4	Books	3,132,621	565,556	-	3,698,177	749,657	1,179,408	-	1,929,065	1,769,112	2,382,964
5	Office Equipments	676,148	16,500	19,021	673,627	158,755	205,445	5,504	358,696	314,931	517,393
6	Software	240,838	-	-	240,838	83,591	61,699	-	145,290	95,548	157,247
	Total Current Year	11,599,437	1,003,456	34,627	12,568,266	2,444,387	2,610,564	9,203	5,045,748	7,522,518	9,155,050
	Total Previous Year	2,820,103	8,779,334	-	11,599,437	211,508	2,232,880	-	2,444,387	9,155,050	2,608,595



GUJARAT MARITIME UNIVERSITY
Notes Forming Integral Part of Balance Sheet

Note : 6 Fees Receivable

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Fees Receivable	581,500	-
Total Amount (Rs.)		581,500	-

Note : 7 Cash & Cash Equivalent

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Cash-on-Hand Cash Balance	-	-
Sub Total (A)		-	-
2	Bank Balance Axis Bank (Current) Axis Bank (Saving) HDFC (Saving)	1,717,434 1,002,501,311 8,604,541	12,990 1,768,305 7,693,385
Sub Total (B)		1,012,823,286	9,474,680
Total [A + B]		1,012,823,286	9,474,680

Note :8 Short Term Loans and Advances

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	TDS Receivable	2,484,605	1,610,471
2	GST Receivable	921,541	-
3	Prepaid Exp.	64,245	78,617
4	Security Deposit	5,000	-
5	Other Loans and Advances	-	1,000
6	Gujarat State Financial Service Limited	6,077,885	7,256,647
Total Amount (Rs.)		9,553,276	8,946,735



GUJARAT MARITIME UNIVERSITY
Notes Forming Part of the Income and Expenditure Statement

Note : 9 Academic Income

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Tuition Fees	10,161,000	3,150,000
2	Admission Fees	316,100	297,938
3	Hostel and Mess Fees	311,723	-
4	Other Fees	1,678,500	3,599,000
Total Amount (Rs.)		12,467,323	7,046,938

Note : 10 Other Income

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	GIMAC Income	39,000	-
2	Interest Income (GSFS)	33,421,789	16,391,738
3	Other Interest Income	96,649	-
Total Amount (Rs.)		33,557,438	16,391,738

Note : 11 Academic and Student Activity Exp.

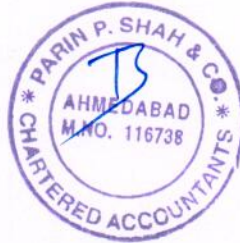
Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Admission Exp. (Advertisement Expenses)	14,684,317	15,420,806
2	Brochure Design & Printing Exp.	183,500	330,400
3	E Book Subscription Exp.	1,338,616	-
4	Education Course Fees Exp.	2,345,633	-
5	Food and Accomodation Exp.	40,866	1,699,260
6	GIMAC Event Exp.	519,681	1,741,221
7	International Exposure Exp.	-	555,938
8	Motivational Seminar Exp.	70,000	-
9	Online Exam Exp.	29,500	-
10	Promotional Activities Exp.	1,032,500	639,914
11	Recrutiment Exp.	944,631	-
12	Registration Exp.	168,630	-
13	Salary and Wages Exp.	7,305,539	10,960,390
14	Student Photoshoot Exp.	45,000	-
15	Student Welfare Exp.	77,205	29,768
16	Visiting Faculty Exp.	87,630	-
Total Amount (Rs.)		28,873,248	31,377,697



GUJARAT MARITIME UNIVERSITY
Notes Forming Part of the Income and Expenditure Statement

Note : 12 Administrative Expenses

Sr. No	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	Bank Charges	13,381	-
2	Campus Repair and Maintenance Exp.	32,358	99,575
3	Cartridge Exp.	138,456	-
4	Computer Exp.	11,750	18,113
5	Courier Exp.	82,688	-
6	Donation Exp.	-	5,000
7	Electrical Exp.	65,674	156,050
8	Electricity Exp.	171,248	373,791
9	GST Late Fees	208	-
10	Car Insurance Exp.	79,329	3,358
11	Interest and Penalty on Statutory Dues	-	15,606
12	Misc Exp.	46,233	10,820
13	Newspaper and Periodicals	2,161	-
14	Office Exp.	105,788	534,018
15	Printing and Stationery Exp.	111,288	1,518,777
16	Professional Fees	1,079,260	1,050,200
17	Rate, Rate and Taxes	-	968,864
18	Manpower Exp.	4,499,957	-
19	Remuneration Exp.	1,936,142	-
20	Security Service Exp.	80,405	178,569
21	Software & IT Exp.	508,993	119,060
22	Staff Tea Exp.	3,098	54,358
23	TDS Late Payment Interest	125	-
24	Telephone Exp.	171,707	97,603
25	Travelling Exp.	57,722	2,511
26	Vehicle Exp.	474,107	515,727
27	Website Exp.	52,660	2,352,330
Total Amount (Rs.)		9,724,738	8,074,330



GUJARAT MARITIME UNIVERSITY

NOTES FORMING PARTS OF ACCOUNTS & SIGNIFICANT ACCOUNTING POLICIES

A. Notes forming Part of Accounts

1. Gujarat Maritime University has been established under Gujarat Legislature and Ordinance promulgated and Regulation made by the Governor under the Gujarat Act No. 21 of 2017 and has been published under the government of Gujarat Gazette dated 12.04.2017.
2. During the year Gujarat Maritime University has received Rs.100 Crore as an Endowment Fund from Gujarat Maritime Board as per Section 10 of the Gujarat Private University Act, 2009 and at the end of the year Gujarat Maritime University has total Endowment Fund of Rs.155 Crore.
3. As Stated in the Notes to accounts, Management is Responsible for assessing the University's ability to continue as a Going Concern, disclosing, as applicable, matters related to going concern basis of accounting. Gujarat Maritime University have Maintained Books of Accounts as per Mercantile System of Accounting.
4. During the year, University get registration under section 12AA and Section 80G(5) of the Income Tax Act, 1961.

Sr. No.	Registration Under	Register Under Section	Registration Date	Registration Number
1	Income Tax Act, 1961	12AA	24.06.2020	ITBA/EXM/S/12AA/2020-21/1029403116(1)
2	income Tax Act, 1961	80G(5)	25.01.2021	ITBA/EXM/S/80G/2020-2021/1030401347(1)

5. University has deducted total professional tax of Rs. 15,000/- from employee every month but not paid to respective authority till today. This delay in payment of professional tax increasing interest for delay payment of tax. Hence, it is advisable to take professional Tax Registration Number as soon as possible and pay professional tax of deducted amount till date.
6. In Income and Expenditure account, University had book;
 - Education exp. on TDS paid of Rs.1,02,381/-on behalf of CBS Executive Foundation which is not collected from the party but not collected as per the management concern and



- Also booked education exp. for IGST paid for Rs.3,22,278/- as import of service of preparation of syllabus for the university carried during the year and IGST is required to be paid by the university as per IGST Act,2017 under reverse charge mechanism (RCM) but ITC was not taken on this transaction as per the management concern.
7. We have verified Fees receipt and expenses vouchers on test check basis.
 8. We have verified on test basis that all the expenses and payment were pre audited by the chartered Accountant.
 9. We have verified that The University had complied all the TDS and GST rules as per their respective act.

B. SIGNIFICANT ACCOUNTING POLICY:-

10. Revenue Recognition :

- The books of accounts are maintained as per historical cost and on the basis of going concern with revenue considered and expenses accounted on accrual basis and it is consistently followed during the year.

11. Physical Cash Verification :

- University is not maintaining physical cash at the office to operate contingency expenses or routine expenses for the administrative expense. Hence, Verification of Physical cash is not possible for us.

12. Property, Plant and Equipment :

- Property, Plant and Equipment is recognized when it is probable that future economic benefits associated with the item will flow to the University and the cost of the item can be measured reliably. Property, Plant and Equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. The cost of Property, Plant and Equipment comprises its purchase price net of any trade discounts and rebates, import duties and other taxes (other than those subsequently recoverable from the tax authorities), directly attributable expenditure on making the asset ready for its intended use. Other incidental expenses and interest on borrowings attributable to acquisition of qualifying Property, Plant and Equipment up to the date the asset is ready for its intended use are also capitalized.

13. Capital Work in Progress :

- Expenditure incurred on construction of assets which is not ready for their intended use is carried at costless impairment, if any, under Capital Work-in-



Progress. The cost includes the purchase cost including import duties and non-refundable taxes, if any, directly attributable costs.

14. Depreciation :

- Depreciation has been provided as per WDV method at the rates specified in the Income Tax Act, 1961.

15. Investments :

- Fixed Deposits with The Banks have been recorded as Investment. Investment are valued at Cost.

16. Foreign Currency Transaction :

- Transactions in foreign currencies are accounted at the exchange rates prevailing on the date of the transaction.
- Foreign currency monetary items outstanding at the balance sheet date are restated at the year- end rates. Nonmonetary items are carried at historical cost.
- Exchange differences arising on settlement / restatement of foreign currency monetary assets and liabilities are recognized as income or expense in the Statement of Income and Expenditure.

17. Employee benefits :

- Employee benefits include provident fund, gratuity fund, compensated absence, long service awards, pension scheme and post-employment medical benefits.

18. Taxes on income :

- The University has been granted exemption from Income Tax Section 11 of the Income Tax Act, 1961 from this financial year onwards. As such no provision for income tax is made and no provision for deferred tax asset and liability is considered necessary.

19. Assets held for Earmarked and Other Funds :

- Earmarked fund and others funds in the form of deposits with banks maturing after a period of twelve months from the date of balance sheet are classified as non-current and others are classified as current. These are available for use freely at the discretion of the management except to the extent of total of the earmarked, employee benefit funds.

20. Provisions and Contingencies :



- A provision is recognized when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.
- Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Institute, or is a present obligation that arises from past event but is not recognized because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made. Contingent liabilities are disclosed and not recognized.
- Contingent assets are neither recognized nor disclosed.

21. Grants :

- Grants are accounted when there is reasonable assurance that university will comply with the conditions attached to them and it is reasonably certain that the ultimate collection will be made.
- Grants are in the respect of specific fixed assets are treated as capital grant and shown under the head Earmarked Fund as per Accounting Standard – 12. i. e. Grant.
- Unutilized Grants (Including advance paid out of such Grants) are carried forward and exhibited as an Earmarked in the Balance Sheet.

22. Borrowing Cost:

- In respect to the borrowing cost, University has not received any secured or unsecured loan during the year moreover does not have any from earlier year. Hence, treatment in respect of borrowing cost dose not attract to the university during the year.

FOR, PARIN P. SHAH & CO.

Chartered Accountant

FRN. : 125057W



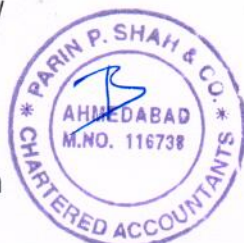
CA Parin P. Shah

(Proprietor)

Mem. No. 116738

Place : Gandhinagar

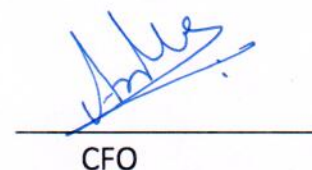
Date : 30.10.2021



For, GUJARAT MARITIME UNIVERSITY



Registrar



CFO