MUNICIPAL CORPORATION, INDORE (M.P.)

Office : 0731-2431610, 2541771 • Fax : 0731-2434489
E-mail : commindore@mpurban.gov.in • Website : www.imcindore.org

Despatch No. :

Date :

To,
The Deputy General Manager,
Department of Debt & hybrid securities
Secutities and Exchange Board of India,
Plot No.C4-A, 'G' Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai - 400051, Maharashtra

Subject: Covering letter for submiision of quaterly complaince report for Indore Municipal Corporation for the quarter ended as on 30th June, 2019.

With reference to above subject, Please find the enclosed compliance report of Indore Municipal corporation for the quarter ended as on 30th June 2019.

Thanking you

Yours Faithfully

Veerbhadra Sharma
Municipal Corporation, INDORE

Indore Municipal Corporation

Compliance Officer

Compliance Report for the quarter ended as on 30th June , 2019

Name of Issuer Company : **Indore Municipal Corporation**

Information submitted at the times of issuance/allotment:

1	Description of the Debenture Series /Issue (Secured / Unsecured PCD/FCD/NCD)	Secured, Taxable, Non convertible, Redeemable bonds in the nature of Debenture
2	Type of Issue (Private / Public / Rights)	Private
3	Issue Amount and Amounts Raised	**Rs. 139.90 crores**
4	Listed/Unlisted (If Listed, the Exchange where listed)	**Listed on National Stock Exchange**
5	ISIN (Listed and Unlisted)	**INE00QS07014**
6	Date of Listing of NCDs (please provide confirmation and supporting from BSE/NSE)	05th July, 2018
7	Original & Revised (If any) Coupon Rate	9.25%, not revised
8	Tenor of Issue	10 Years
9	Date of Allotment of Debentures	29/06/2018
10	PAS-3, PAS-4, PAS-5 filed with ROC within specified time limit (please provide confirmation and supporting)	As issuer is not a company therefore Not Applicable.
11	Date of Issue of Debenture Certificate (Physical) or Credit to Demat A/c	29/06/2018
12	Credit Rating at the time of issue / last credit rating prior to change	ACUITE **AA(SO)/Stable** by ACUITE vide its letter dated April 17, 2018 and revalidated vide its letter dated June 15, 2018
13	No. of debenture holders on the date of Allotment	5
14	Name of the Debenture holder representative/facility agent along with its contact details	VISTRA ITCL(India) Ltd.
15	Details of Debenture holders holding more than 10% of debentures in value for the time being outstanding	Annexure-1
16	Whether the company has issued debentures to Foreign debenture holders	No
17	Certificate of inspection of trust property (security provided – immovable) is confirmed annually by the Auditors of the Company.	Not applicable
18	Valuation Report (if applicable) has been obtained from Government approved valuer	Not applicable
19	ROC Search Report has been obtained	As it is not a company hence Not applicable
20	Details Regarding Registration of charges and reasons for delay (if any)	As it is not a company hence registration of charge with ROC Not applicable

Information submitted on quarterly basis:

1	Confirmation of having complied with Foreign Account Tax Compliance Act (FATCA) as regards the investors, borrowers and other intermediaries (If Applicable - along with supporting documents, registration number etc)	Not applicable
2	Outstanding amount as on June 30, 2019	Rs. 139.90 crore
3	Previous Interest Payment Date and Amount paid	29/06/2019 – Rs.6,48,81,020/-
4	Next Interest Payment Date and Amount	29/12/2019 – Rs. 6,48,81,021/-
5	Previous Repayment Date and Amount paid	No repayment
6	Next Repayment Date and Amount	27/06/2025 – Rs. 34,97,50,000/-
7	Whether there has been any delay / default in payment of interest and/or principal amount? If yes the due dates thereof & date of payment	No delay/ default
8	Present Credit Rating and date of change of credit rating. In case of revision, please attach letter from Credit Rating Agency indicating revision in rating.	ACUITE AA(SO) Stable by ACUITE vide its letter dated April 17, 2018 and revalidated vide its letter dated June 15, 2018, post that there has been no revision in credit ratings.
9	No. of debenture holders as on last day of this quarter, *(please provide details of NCD Holder viz. Names, Holding, Mailing Address, Email id, Contact Nos. (Benpos))*	List Attached
10	Brief details of the security created till date for the Debentures including third party securities	First floating charge, present & future, on receivables of the Municipal Corporation.
11	Whether any security is pending to be created for the Debentures, if yes provide details of the same along with the date by which such security is to be / was to be created	No
12	Whether the Secured Assets are insured? If yes, attach the latest renewed copies thereof	No
13	Confirmation with respect to submission of Half yearly communication (HYC) to BSE / NSE for the last applicable half year and reasons for non submission/ delay if any (Only for Listed) unaudited/audited financial results on half yearly basis should be submitted to exchanges within 45 days from the end of half year	Not applicable, as Corporation is not require prepare its half yearly financial statement.
14	Half yearly results statement should indicate material deviation, if any. This should cover deviation in use of proceeds of issue other than the object stated in offer document	No Deviation
15	Publication of financial results and statements within 2 calendar days of the conclusion of the Board Meeting. (atleast in one English national daily newspaper)	Not applicable.
16	HYC submitted to stock exchange contains	No

	certificate signed by Debenture Trustee	
17	Whether unaudited financial results are accompanied by Limited Review Report (LRR)* *LRR is not required if the company has intimated exchanges in advance that it shall submit annual audited results within 60 days from the end of Financial Year	Not applicable
18	Whether all taxes, cesses, insurance premia, any other government charges with respect to Secured Assets for the issue have been paid. If No, please give details and reasons for the same	Not applicable
19	Whether Debenture Redemption Reserve (DRR) as per SEBI Guidelines and Companies Act has been maintained. If No, please give reasons for the same. Please provide details / issue wise of DRR amount and date of transfer till date.	To ensure strong debt servicing mechanism IMC has created a Sinking Fund account, in which proportionate amount to be repaid is transferred monthly
20	Confirmation & Supporting of creation / maintaining DRR before April 30th by way of deposit / invest not less than 15% of the amount of debentures maturing during the year ending March 31, 2019 as detailed in the clarification circular provided by MCA, including mode of creation of DRR.	Not applicable
21	Whether any material change has taken place in the nature and the conduct of the business of the Issuer since the date of Issue which is detrimental to the interest of debenture holders. If yes, please give details	No
22	Whether any orders, directions, notice of court/ tribunal / authority affecting or likely to affect the Secured Assets has been passed. If yes, please give details	No
23	Whether any major change in the composition of the Board of directors or shareholders as defined in SEBI (Substantial Acquisition and Take Over) Regulations, 2011 which amounts to change in control of Issuer Company has occurred. If yes, please give details	Not applicable
24	Whether any Post dated Cheques (PDCs) are issued, if yes then provide the favoring name of PDC	No
25	Whether any change in Authorized Signatory to bank accounts and Escrow Account who had signed Post dated Cheques (PDCs) as security as per transaction documents.	Not applicable
26	Security Cover as on June 30, 2019 (Please attach CA Certificate in the format as stated in Annexure)	Not Applicable
27	Whether Register of Debenture Holders has been maintained with their addresses and whether the transfers and changes in ownership	Yes

	have been recorded. If no, please give reasons.	
28	In case of Partially / Fully Convertible Debentures, whether the debentures have been converted into equity in accordance with the terms of issue? If no, please give reasons.	Not applicable
29	Whether all the terms & conditions of the transaction documents are complied with? If no, please give reasons.	Yes all the terms & conditions of the transaction document are complied with.
30	Whether the provisions of the following laws applicable to debentures have been complied with : a) Companies Act, 2013 and Rules made thereunder (For all Issuers) b) SEBI Model Listing Agreement (For Listed Issues) c) SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 (For Listed Issues) d) SEBI (Issue of Capital and Disclosure Requirements), 2009 (For all issuers) e) SEBI (Issue and Listing of Debt Securities), 2008	Not applicable
31	Whether any dividend has been declared during this quarter.	Not Applicable
32	Nature of investor grievances received for quarter ended June 2019 its status as on date of the submission of QCR and reason for the non resolution/ delay if any (Details to be separately provided in annexure as enclosed)	No Investor grievances received during June quarter.
33	Any Buy Back of NCDs during the quarter and details of the same	No buy back during June quarter.
34	Whether the company has given prior intimation to exchanges of at least 11 working days before the date on and from which the interest on Debenture and redemption amount of Debentures is payable	Not applicable
35	Whether the company has maintained functional website containing requisite information (Reg 62)	Not Applicable
36	Whether the company has intimated exchange(s) about its intention to raise funds through issue of new NCD and such intimation was given prior to holding Board meeting	Not Applicable
37	Compliance with Accounting Standard and Financial disclosures	Yes complied with accounting standard & financial disclosures as applicable.
38	Compliance with Corporate Governance provisions as specified in Chapter IV viz Related Party framework, Independent Directors, submission of quarterly compliance report on corporate governance to Exchange(s), prior intimation to exchanges, disclosure of material information/event, shareholding pattern	Not applicable
39	Whether Directors and KMPs have disclosed	Not applicable

	to Board of Directors whether they are directly or indirectly have material interest in any transaction	
40	Whether the company has appointed qualified Company Secretary as the Compliance Officer	Not Applicable
41	Whether the Company has appointed Share transfer agent or manage the same in house	Yes Corporation has appointed share transfer agent
42	Whether the Company has preserved the transactions records at least for 8 years	Not Applicable
43	Whether the Company is registered on the SEBI SCORES	Not applicable
44	Whether statement of investor grievances has been filed to Exchanges within 21 days from the end of quarter	No grievances has been received.
45	Whether the Company has constituted following committees and held meetings in compliance with the provisions • Audit Committee • Nomination and Remuneration Committee • Stakeholders Relationship Committee • Risk Management Committee	Not applicable
46	Whether the Company has made disclosure of material events/information to Exchanges and Debenture Trustee, if any	Not applicable
47	Whether the company has submitted Annual Report within 21 working days to stock exchange(s)	Not applicable
48	In case the Company has provided Post Dated Cheques (PDCs) in favour of Trustee towards security, whether the same are reissued in the new name of Trustee ie Vistra ITCL (India) Limited	Not applicable
49	Whether the Company has submitted a compliance certificate to the Exchange(s), duly singed by both Compliance Officer of the listed entity and the authorised representative of the transfer agent (RTA)	Not applicable
50	Whether the Company and its directors are / were involved in any civil or criminal proceedings, litigation connected with the securities market or any order has / had been passed against them for violation of any laws	Not Applicable
51	Whether any NCLT proceedings has been initiated against the company, if yes, provide details.	Not Applicable
52	In case of default in payment of Interest/principal. Whether the company has made disclosures to the Credit Rating Agencies in timely manner	No default in payment of interest / principal.

ANNEXURES

1	Updated list of names and addresses of debenture holders. **(Annexure-1)**
2	Number and nature of grievances received from debenture holders and time frame within which the same were resolved by the Issuer Company. NIL statement to be submitted in case of no grievances.**(Annexure-2)**
3	Companies Auditors Certificate certifying the following (If already provided, please ignore): **(Annexure-3)** a. End utilization certificate of the Debenture Subscription receipts from Issuer's statutory auditor (Refer Regulation 15 (1A) of SEBI (Debenture Trustees) Regulations, 1993. b. Security Cover ** c. Amount transferred to DRR as on December 31, 2018 d. Debt Equity Ratio e. Asset cover Ratio (100%) f. Debt Service coverage Ratio g. Interest Service Coverage Ratio h. Half yearly certificate from Practicing CS/CA regarding maintenance of 100% asset cover ratio i. ** i. Total assets charged — Rs. A ii. Total debts secured by way of charges created over the assets with details thereof — Rs. B iii. Security Cover = A/B Note: 1. If third party security is created; please include the same and give supporting. 2.Requirement of disclosures of Debt Service Coverage Ratio, asset cover and interest service coverage ratio shall not be applicable for Banks or NBFC registered with RBI and unsecured debt issued by regulated financial sector entities
4	Duly audited annual accounts of the issuer company for the year ended 31st March 2019
5	Quarterly audited / unaudited financials of the Issuer – **Not Available**
6	Insurance Policy of the security charged in our favour. In case Insurance Policy has expired, please provide Renewed Insurance Policies– **Not Applicable**
7	CA Certificate giving value of book debts / receivables (Applicable for Listed NCDs) as on December 31, 2018 **(Annexure-4)**
8	Certificate from Director / Managing Director of the issuer company, certifying the value of book debts / receivables (Applicable for Listed NCDs) as on December 31, 2018 along with details of the said book debts and/or receivable **(Annexure-5)**
9	Report of the Lead Bank regarding a. progress of the Project b. report on monitoring of utilization of funds raised for the issue
10	Paper cutting of publication of financial results (at least in one English national daily newspaper) – Not Applicable
11	Copy of all notices, resolutions and circulars relating to new issue of non convertible debt securities, proceedings of meetings of debenture holders, advertisement issued in the media
12	Letter issued by Credit Rating agency for revised credit rating - NA

	Contact Details : a) Name of Authorised Signatory : Veerbhadra Sharma(Compliance officer) b) Email Address : veerbhadra.sharma@gmail.com c) Contact Numbers :9826149526 d) Name ,Address and Email id of R&T Agent: Vistra ITCL(India) Ltd The IL&FS Financial Centre, Plot C- 22, G Block, 7th Floor Bandra Kurla Complex, Bandra (East), Mumbai 400051 e) Name , Address and Email id of the Credit Rating Agency: ACUITE **AA(SO)**

For Indore Municipal Corporation

Veerbhadra Sharma
Compliance officer

Date:30/12/2019

ई-मेल : nagarnigam...

इन्दौर नगर पालिक निगम, इन्दौर

Annexure-I

Updated List of Debenture Holders

S.No.	Name of the Debenture Holders	Address
1	FOOD CORPORATION OF INDIA CPF TRUST	KHADYA SADAN 13TH FLOOR 16 20 BARAKHAMBA LANE NEW DELHI, 110001
2	CONTROLLER OF PENSION FOR LOCAL BODIES MADHYA PRADESH	PALIKA BHAWAN SHIVAJI NAGAR NEAR 6 NO. BUS STOP BHOPAL Madhya Pradesh, 462016
3	SECRETARY BOARD OF TRUSTEES MPEB EMPLOYEES PROVIDENT FUND	BLOCK NO 9 1ST FLOOR SHAKTI BHAWAN JABALPUR 482008

इन्दौर नगर पालिक निगम, इन्दौर

<u>Details of Debenture holders holding more than 10% of debentures in value for the time being outstanding</u>

S.No.	Name of the Debenture Holders	Holding amount	Percentage Holding
1	FOOD CORPORATION OF INDIA CPF TRUST	399,000,000.00	28.52
2	CONTROLLER OF PENSION FOR LOCAL BODIES MADHYA PRADESH	600,000,000.00	42.89
3	SECRETARY BOARD OF TRUSTEES MPEB EMPLOYEES PROVIDENT FUND	400,000,000.00	28.59
	Total	1,399,000,000.00	100.00

इन्दौर नगर पालिक निगम, इन्दौर

पत्र क्रमांक 315

दिनांक

Date: 05/11/2019

To,
National Stock Exchnage of India Limited
Exchange plaza, Bandra Kurla Complex,
Bandra(E), Mumbai 400051 , India

Dear Sir/Madam,

Pursuant to regulation 13(3) of SEBI(Listing obligiation and disclosure requirements) Regulation, 2015, Please find the below statement of investor complaints for the period 29-06-2018 to 30th September, 2019.

SR. No	Details of Investor Complaints	No. of Complaints
1.	No. of Investor's complaint pending at the beginning of the above mentioned period	NIL
2.	No. of investor complaints received during the above mentioned period	NIL
3.	No. of Investor complaints disposed off during the above mentioned period	NIL
4.	No. of Investor complaints remaining unsolved as on 31st march 2019	NIL

This is for information and record.

Thanking you

Yours Faithfully

Veerbhadra Sharma
Indore Municipal Corporation
Compliance Officer

RAMA K GUPTA & CO.
Chartered Accountants
(Formally known as Lalit Gupta & Co.)

Office : 215, Diamond Trade Centre Diamond Colony, New Palasia Indore – (M.P.) 452001
Phone :0731-4033751
Mobile: 09977350199,
e-mail : ankurgca.2008@gmail.com

03.12.2019

TO WHOMSOEVER IT MAY CONCERN

This is to certify that the Rs. 139.90 Cr. received through issuance of Bond as on 29/06/2018 and received in Escrow Account Number 918010039688300 with Axis Bank Which has been utilized under Amrut project to the extent Rs. 40,00,00,000/- till 30th September,2019 and remaining amount has been kept under Escrow Account with Axis Bank, Indore.

Thanking You,

Place :INDORE

For: Rama K Gupta & Co.
Chartered Accountants

CA. Ankur Gupta
Partner
M. No. 429684
FRN – 005005C
UDIN : 19429684AAAADY8714

RAMA K GUPTA & CO
Chartered Accountants
[illegible]

Office: 215, Diamond Trade Centre
Indore – (M.P.) 452001
Phone: [illegible]
Mobile: [illegible]
e-mail: [illegible]

<u>TO WHOMSOEVER IT MAY CONCERN</u>

We hereby certify that **Indore Municipal Corporation has the following ratio as per the** audited financial statement as on 31st March, 2019.

S.No	Particulars	Remarks
1	Security Cover	As there is no specific fixed asset charged for repayment of Bond, security coverage ratio is not applicable
2.	Amount Transferred to DRR as on 28th Nov 19	Corporation has a specific sinking fund escrow account maintained with Kotak Bank in which amount has been transferred from which FDR has been created on timely basis Closing balance of FDR as on date is Rs. 58,00,25,273/-
3	Debt Equity	As Corporation does not have any equity, therefore not applicable
4	Interest Coverage Ratio	Interest Coverage Ratio as per the audited balance sheet is 18.30 times
5	Debt Service Coverage Ratio	Debt Service Coverage ratio as per the audited balance sheet is 9.17 times
6	Asset Cover Ratio	As there is no specific fixed asset charged for repayment of Bond, security coverage ratio is not applicable

Thanking You

Date: 02-12-2019
Place: Indore

For Rama K Gupta & Co.
Chartered Accountants

CA Ankur Gupta
(Partner)

UDIN: 19479084AAAADX6981

Note – The above certificate is prepared on basis of information and documents produce before me.

RAMA K GUPTA & CO.
Chartered Accountants
(Formerly known as Lalit Gupta & Co.)

Office :215, Diamond Trade Centre
Indore – (M.P.) 452001
Phone :0751-4033751
Mobile: 09977850199,
e-mail : ankuraca2008@gmail.com

TO WHOMSOEVER IT MAY CONCERN

We, hereby certify that the Value of receivables of **Indore Municipal Corporation, Indore** as per the audited financial statement as on 31st March, 2019 is as follows :

Particulars	Amount
Value Of receivable (B)	
Gross Amount	16,413,167,026
Less: Provision	8,015,799,905
Amount	**839,73,67,121**

Thanking You

Date: 02-12-2019
Place: Indore

For Rama K Gupta & Co.
Chartered Accountants

CA Ankur Gupta
(Partner)

UDIN: 19429684AAAADX6981

Note – The above certificate is prepared on basis of information and documents produce before me.

कार्या. 0731-2431610 (O)
फैक्स 0731-[illegible]
ई-मेल : [illegible]

इन्दौर नगर पालिक निगम, इन्दौर

पत्र क्रमांक 314

दिनांक

Date: 05.11.2019

To,
National Stock Exchnage of India Limited
Exchange plaza, Bandra Kurla Complex,
Bandra(E), Mumbai 400051 , India

Dear Sir/Madam,

Pursuant to requirement of SEBI(Listing obligiation and disclosure requirements) Regulation, 2015,

Indore Municipal Corporation hereby certifies the value of receivable as per audited financial statement as on 31st March, 2019 is as under:

Particulars	Amount
Total Receivables	16,413,167,026
Less: Provision	8,015,799,905
Net Receivables	**8,397,367,121**

This is for information and record.

Thanking you
Yours Faithfully

Veerbhadra Sharma
Indore Municipal Corporation
Compliance Officer

RAMA K GUPTA & CO.
Chartered Acccountants

STATUTORY AUDIT REPORT

INDORE MUNICIPAL CORPORATION

FINANCIAL YEAR : 2018-19

OFFICE 1 : 3/3 4th FLOOR NEW PALASIA, INDORE (M.P.) 452001
Ph. No. :91 9977380199
Email : [illegible]2008@gmail.com

OFFICE 2 : SAMADHAN BAWAN , MAIN ROAD , HARDA (M.P.) – 461331
Ph. No. +91 9977350199, 9826588188

"JAI MATA DI"

RAMA K GUPTA & CO.
Chartered Accountants

(Formally known as Lalla Gupta & Co.)

Office :215, Diamond Trade Centre
Indore – (M.P.) 452001
Phone :0731 403751

Mobile: 09977350199,
e-mail : ankurnca.2000@gmail.com

INDEPENDENT AUDITOR'S OPINION

To,
The Municipal Commissioner,
Indore Municipal Corporation,
Indore

REPORT ON THE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying consolidated financial statements of **INDORE MUNICIPAL CORPORATION, INDORE,** which comprise the balance sheet as at March 31, 2019, and the Statement of Income & Expenditure and statement of cash flows for the year then 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 the information required by the MPMAM in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Corporation as at March 31, 2019, its Income & Expenditure and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under double entry system of accounting under MPMAM. 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 Corporation 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 under the provisions of the Act and the rules there under, 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 auditors' report thereon

The authorities of the corporation is responsible for the preparation of the other information. The other information comprises the information does not include the financial statements and our 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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The authorities of the corporation are responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Corporation in accordance with the accounting principles generally accepted by the Corporation. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Corporation 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 statement 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 Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

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 scepticism 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.

- 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 Corporation'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 Corporation 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.

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.

Report on other legal and regulatory requirements

We report the following observations and discrepancies which we are giving in "**ANNEXED REPORT**" to be read every time with this Statutory Audit Report. Subject to above : we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept and maintained by the Corporation so far as appears from our examination of such books and subject to the observations made below:

c) The Balance Sheet, the Statement of Income and Expenditure, and Cash Flow Statement dealt with by this Report are in agreement with the books of account

d) We further report that –

We have obtained all the information and explanations knowledge and belief were necessary for the purposes of our audit.

In our opinion, proper books of account as required by law have been kept by the corporation so far as it appears from our examination;

(a) The Balance Sheet, the Statement of Income & Expenditure dealt with by this Report are in agreement with the books of account

(b) The audit has been undertaken according to the details provided and explanations given on all the financial and non financial matters and the detailed point during audit has been pointed in annexed report.

(c) In our opinion and to the best of our information and according to the explanations given to us:

i. The Corporation has disclosed the impact of pending litigations on its financial position in its financial statements.

ii. The Corporation has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts.

For RAMA K GUPTA & CO.
Chatered Accountants

CA ANKUR GUPTA
(Partner)
M. N. 429684
Date: 22/08/2019
Place: Indore
UDIN : 19429684AAAAAF9279

Report on the Internal Financial Controls

We have audited the internal financial controls over financial reporting of INDORE MUNICIPAL CORPORATION , INDORE as of 31 March 2019 in conjunction with our audit of the financial statements of the Corporation for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Corporation's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Corporation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Corporation's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required. Though reliance has been placed on the M/s A.K. Surana & Co., Chartered Accountants who is Handholding Consultants and prepared the Annual Financial Statements of the Indore Municipal Corporation.

Auditors' Responsibility

Our responsibility is to express an opinion on the Corporation's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of

internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Corporation's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Corporation's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Corporation's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Corporation; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Corporation are being made only in accordance with authorisations of management and directors of the Corporation; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Corporation's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and reliance placed on the M/s A.K. Surana & Co., Chartered Accountants who is Handholding Consultants and prepared the Annual Financial Statements of the Indore Municipal Corporation for the audited year, the Corporation has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, based on the internal control over financial reporting criteria established by the Corporation considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For RAMA K GUPTA & CO.
Chatered Accountants

CA ANKUR GUPTA
(Partner)
M. N. 429684
Date: 22/08/2019
Place: Indore
UDIN : 19429684AAAAAF9279

INDORE MUNICIPAL CORPORATION

BALANCE SHEET

AS AT 31ST MARCH, 2019

INDORE MUNICIPAL CORPORATION

BALANCE SHEET

(AS AT 31 MARCH 2019)

(Amount in Rupees)

	Particulars	Schedule No.		Current Year	Previous Year
A	Sources of Funds				
A1	Reserves and Surplus				
	Municipal (General) Fund	[illegible]	[illegible]		[illegible]
	Earmarked Funds	[illegible]	[illegible]		[illegible]
	Reserves	[illegible]	[illegible]		[illegible]
	Total Reserves and Surplus			[illegible]	[illegible]
A2	Grants, Contributions for Specific Purposes	[illegible]		[illegible]	[illegible]
A3	Loans				
	Secured Loans	[illegible]	[illegible]		[illegible]
	Unsecured Loans	[illegible]	[illegible]		[illegible]
	Total Loans			[illegible]	[illegible]
	Total Sources of Funds (A1+A2+A3)			[illegible]	[illegible]
B	Application of Funds				
B1	Fixed Assets				
	[illegible]				
	Gross Block	[illegible]	[illegible]		[illegible]
	Less: Accumulated Depreciation		[illegible]		[illegible]
	Net Block			[illegible]	[illegible]
	Capital Work-in-Progress			[illegible]	[illegible]
				[illegible]	[illegible]
B2	Investments				
	Investment - General Fund	[illegible]		[illegible]	[illegible]
	Investment - Other Fund	[illegible]		[illegible]	[illegible]
	Total Investments			[illegible]	[illegible]
B3	Current Assets, Loans & Advances				
	Stock in Hand (Inventories)	[illegible]		[illegible]	[illegible]
	Sundry Debtors (Receivables)	[illegible]			
	Gross amount outstanding		[illegible]		[illegible]
	Less: Accumulated Provision against bad and doubtful receivables		[illegible]	[illegible]	[illegible]
	Prepaid Expenses	[illegible]		[illegible]	[illegible]
	Cash and Bank Balances	[illegible]		[illegible]	[illegible]
	Loans, Advances and Deposits	[illegible]		[illegible]	[illegible]
	Total Current Assets			[illegible]	[illegible]
B4	Current Liabilities and Provisions				
	Deposits Received	[illegible]		[illegible]	[illegible]
	Deposit Works	[illegible]		[illegible]	[illegible]
	Other Liabilities (Sundry Creditors)	[illegible]		[illegible]	[illegible]
	Provisions	[illegible]		[illegible]	[illegible]
B5	Total Current Liabilities			[illegible]	[illegible]
	Net Current Assets (B3-B4)			[illegible]	[illegible]
C	Other Assets	[illegible]		[illegible]	[illegible]
D	Miscellaneous Expenditure (to the extent not written off)	[illegible]		-	-
	Total Application of Funds (B1+B2+B5+C+D)			[illegible]	[illegible]

Notes to the Balance Sheet and Significant Accounting Policies [illegible]

Note: The schedules referred to above are an integral part of the Balance Sheet.

Commissioner, Indore Municipal Corporation

Additional Commissioner - Finance, Indore Municipal Corporation

As per our report of even date attached

For [illegible] & Co.
Chartered Accountants

[illegible]
(Partner)
UDIN: [illegible]

Place: [illegible]
Date: [illegible]

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-1: Municipal (General) Fund

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3101000	**Municipal (General) Fund Account**		
	Balance as per last Balance Sheet	16,02,72,52,282	13,29,16,27,015
	Additions during the year		
	- Surplus for the year	2,76,08,33,357	2,91,19,27,687
	- Transfers	1,73,27,846	
	(As per Annexure 1)		
	TOTAL	18,80,54,13,485	16,20,35,54,701
	Deductions during the year		
	- Deficit for the year	-	-
	- Transfers IMC Share to Grant Fund	1,05,39,19,972	11,24,13,880
	- Transfers	-	6,38,88,539
	(As per Annexure 1)		
	TOTAL	1,05,39,19,972	17,63,02,419
	Balance at the end of the year	**17,75,14,93,513**	**16,02,72,52,282**

INDORE

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-2: Earmarked Fund (Special Funds / Sinking Fund / Trust or Agency Fund

(Amount in Rupees)

Particulars	General Provident Fund (G.P.F.)	Pension Fund	Family Benefit Fund (F.B.F.)	TOTAL
(a) **Opening Balance**	40,14,64,863	3,97,00,932	50,12,893	44,61,78,688
(b) **Additions to Fund**				
• Contribution from Employees during the year	7,56,52,289	1,63,40,079	66,86,448	9,86,78,816
• Contribution from Employer during the year	-	-	-	-
• Interests on GPF Contribution	2,55,81,522	-	-	2,55,81,522
Total (b)	10,12,33,811	1,63,40,079	66,86,448	12,42,60,338
(c) **Payment out of funds**				
• Payment made to Employees during the year	9,59,10,798	73,17,821	71,80,945	11,04,09,564
• Revenue Expenditure:				
- Bank Charges & Interest	-	-	-	-
- Administrative Charges	-	-	-	-
Total (c)	9,59,10,798	73,17,821	71,80,945	11,04,09,564
Net Balance of Special Funds (a	40,67,87,876	4,87,23,190	45,18,396	46,00,29,462

R.K. Gupta & Associates, INDORE, Chartered Accountants

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-3: Reserves

(Amount in Rupees)

Account Code	Particulars	Opening Balance (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	As on 31st March 2019
1	2	3	4	5 (3+4)	6	7 (5-6)
3121000	Capital Contribution	7,14,95,94,665	11,79,30,225	7,26,75,24,890	56,02,02,202	6,70,73,22,688
3121100	**Capital Reserve**					
	Capital Work in Progress:					
	CWIP against Grant Funds	2,07,00,43,878	4,74,94,40,199	6,81,94,84,077		6,81,94,84,077
	CWIP of Project UDAY	2,27,32,96,535	-	2,27,32,96,535		2,27,32,96,535
	Total Capital Reserve	4,34,33,40,413	4,74,94,40,199	9,09,27,80,612	-	9,09,27,80,612
3122000	Borrowing Redemption Reserve					
3123000	Special Fund (Utilised)					
3124000	Statutory Reserve (Transfer of 5% Revenue Receipt as per State Govt. Circular NO. 403/18/F/7dt 16 July '74)	4,24,19,36,305	80,57,55,922	5,04,76,92,227		5,04,76,92,227
3125000	General Reserve					
3126000	Revaluation Reserve					
312.000	**Total Reserve Funds**	15,73,48,71,383	5,67,31,2[illegible],346	21,40,79,97,729	56,02,0[illegible],202	20,84,77,95,527

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-4: Grants & Contribution for Specific Purposes

(Amount in Rupees)

	Particulars	Grants from Central Government	Grants from State Government	Grants from Others	Total (As On 31.03.2019)
Account Code		3201000	3202000	3206003	
(a)	Opening Balance	1,83,82,32,780	1,81,47,14,161	4,92,61,950	3,70,22,08,891
(b)	Additions to the Grants				
a	Grant received during the year	3,30,16,32,000	64,12,71,168	72,44,100	3,95,00,47,268
a	Grant transfer from State during the year	14,91,57,000	-		14,91,57,000
a	IMC Contribution for Project out of Municipal Fund	48,48,60,647	60,65,59,326	-	1,09,14,19,972
a	Interest / Dividend earned on Grant Investments	3,53,84,095	73,91,407	-	4,27,75,502
a	Other income	16,50,83,580	-	-	16,50,83,580
a	Transfer from Capital Reserve	-	-	-	
a	Grants Refunded / Adjustement of PY	-	-	-	-
	Total (b)	4,13,60,17,322	1,25,52,21,900	72,44,100	5,39,84,83,322
	Total (a + b)	5,97,42,50,102	3,06,99,36,061	5,65,06,050	9,10,06,92,213
(c)	Payments Out of funds				
a	Capital expenditure on Fixed Assets	4,66,17,74,690	20,35,78,648	20,17,086	4,86,73,70,424
a	Capital expenditure on Other	-	-	-	-
a	Revenue Expenditure	45,54,955	45,30,99,351	-	45,76,54,306
a	Grants Refunded / Adjustement of PY	-	-	-	-
a	Transfered to Central Grant / Other Grant	3,75,00,000		10,00,000	3,85,00,000
a	Other administrative charges	-	-	-	-
	Total (C)	4,70,38,29,645	65,66,77,999	30,17,086	5,36,35,24,730
Net Balance at the year end [a+b] - [c)		1,27,04,20,457	2,41,32,58,062	5,34,88,964	3,73,71,67,483

INDORE

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-5: Secured Loans

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3301000	Loans From Central Government		
3302000	Loans From State Government		
3303000	Loans From Government Bodies Associations		
3304000	Loans From International Agencies		
3305000	Loan From Banks & Others Financial Institutions	12,82,47,636	22,00,35,568
3306000	Other Term Loans		
3307000	Bonds & Debentures	1,39,90,00,000	-
3308000	Other Loans		
3300000	**Total Secured Loans**	**1,52,72,47,636**	**22,00,35,568**

A K Sarafia & Associates INDORE Handholding Consultants

429354

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-6: Unsecured Loans

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3311000	**Loans From Central Government**		
	Loan from Ministry of Defence	98,27,276	98,27,276
3312000	Loans From State Government		
3313000	Loans From Government Bodies Associations		
3314000	**Loans From International Agencies**		
	Loan from ADB-Project Uday	1,91,52,73,518	2,12,96,41,390
3315000	**Loan From Banks & Others Financial Institutions**	-	-
3316000	**Other Term Loan:**		
	Loans from HUDCO	40,44,40,771	48,79,94,686
3317000	Bonds and Debentures		
3318000	Other Loans		
3310000	**Total Unsecured Loans**	**2,32,95,41,565**	**2,62,74,63,352**

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-7: Deposits Received

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3401000	From Contractor: Security Deposit, EMD & Other	1,54,46,13,254	1,15,10,49,885
3402000	From Revenues		
3403000	From Staff		
3408000	From Others		
3490000	**Total Deposits Received**	**1,54,46,13,254**	**1,15,10,49,885**

A K Surana & Associates INDORE Handholding Consultants

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-8: Deposits Works

(Amount in Rupees)

Account Code	Particulars	Name of the Depositor	Opening Balance as the beginning of the year (Rs.)	Additions (Deduction) during the year (Rs.)	Utilization / Expenditure (Rs.)	Balance outstanding at the end of the year 2018-19 (Rs.)
3411000	Civil Work		-	-	-	-
3412000	Electrical Work					
3418000	Others - Deposit Works (Sub Schedule - 6)		11,20,00,410	3,42,86,163	1,09,49,873	13,53,36,700
3410000	Total of deposit Works		11,20,00,410	3,42,86,163	1,09,49,873	13,53,36,700

A.K. Saxena & Associates Engineering Consultants INDORE

M. No. 425024 Chartered Accountant

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-9: Other Liabilities (Sundry Creditors)

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3501000	Creditors	3,38,69,88,153	1,85,86,22,179
3501100	Employee Liability	28,90,75,607	26,19,88,648
3502000	Government Dues Payable	17,00,23,432	5,63,06,132
3502034	Recoveries Payable	41,53,20,459	17,17,33,453
3504100	Advance collection of Revenues	28,08,61,731	21,70,51,422
3501000	Other Liablities - Project Uday	12,31,20,273	11,88,92,519
3501000	Other Liablities - DFID	65,438	77,438
3508000	Miscellaneous Receipts	34,98,48,469	34,98,48,469
3500000	**Total Other Liabilities (Sundry Creditors)**	**5,01,53,03,561**	**3,03,45,20,260**

A.K. Surana & Associates INDORE Chartered Accountants

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-10: Provisions

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
3601000	**Provision for Expenses :**		
	Electricity Bill	3,01,27,906	1,83,15,222
	Fuel Expenses (Diesel)	3,96,24,572	5,58,29,086
	Telephone Exp. Payable	6,48,864	5,51,206
3602000	Provision for Interest		
3603000	Provision for Other Assets		
3600000	**Total**	**7,04,01,342.00**	**7,46,95,513.70**

A.K. Bisana & Associates
INDORE
Handholding Consultants

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-11 A : (Fixed Assets)

FIXED ASSETS AGAINST MUNICIPAL FUNDS

(Amount in Rupees)

Account Code	Particulars	Gross Block (at Cost): Opening Balance	Gross Block (at Cost): Additions during the period	Gross Block (at Cost): Deductions during the period	Gross Block (at Cost): Cost at the end of the year 2018-19	Accumulated Depreciation: Opening Balance	Accumulated Depreciation: Additions during the period	Accumulated Depreciation: Deductions during the period	Accumulated Depreciation: Total at the end of the year 2018-19	Net Block: Amount As on 31 March 2019 (Rs.)	Net Block: Amount As on 31 March 2018 (Rs.)
1	2	3	4	5	6	7	8	9	10	11	12
4101000	Land	71,91,017			71,91,017					71,91,017	71,91,017
4101003	Parks and Playground Amenities in Parks	[illegible]	[illegible]		1,31,73,64,310	[illegible]	[illegible]	-	[illegible]	61,89,93,944	[illegible]
4102000	Building	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]	-	[illegible]	1,00,15,62,398	1,61,17,30,986
4102001	[illegible]	[illegible]			[illegible]					[illegible]	[illegible]
4103000	Roads	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4103100	Bridges & Culverts	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4103200	Drains & Sewerage	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4103300	Water Ways and Water Works Distribution & Bore Wells	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4103400	[illegible]	[illegible]			[illegible]					[illegible]	[illegible]
4103500	Public Lighting	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4104000	Plant & Machinery	[illegible]			[illegible]	[illegible]			[illegible]	[illegible]	[illegible]
4105000	Vehicles	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4106000	Office and Other Equipments	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4107000	Furniture, Fixtures, Fittings and Electrical Appliances	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]		[illegible]	[illegible]	[illegible]
4108000	Other Fixed Assets Live Stock	[illegible]			[illegible]					[illegible]	[illegible]
	SUB Total (A)	[illegible]	[illegible]	-	[illegible]	[illegible]	1,70,09,81,610	-	[illegible]	[illegible]	[illegible]
4120000	Capital Work in Progress CWIP - Project Uday (ADB and Share)	[illegible]	[illegible]		[illegible]					[illegible]	[illegible]
	SUB Total (B)	[illegible]	[illegible]	-	[illegible]			-	-	[illegible]	[illegible]
	TOTAL (A+B)	[illegible]	[illegible]	-	[illegible]	[illegible]	[illegible]	-	[illegible]	[illegible]	[illegible]

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-11 B : Fixed Assets (Amount in Rupees)

FIXED ASSETS AGAINST GRANT FUNDS

Account Code	Particulars	Gross Block (at Cost)				Accumulated Depreciation				Net Block	
		Opening Balance	Additions during the period	Deductions during the period	Cost at the end of the year 2018-19	Opening Balance	Additions during the period	Deductions during the period	Total at the end of the year 2018-19	Amount As on 31 March 2019 (Rs.)	Amount As on 31 March 2018 (Rs.)
1	2	3	4		6	7	8	9	10	11	12
4101000	Land	30,03,648	-	-	30,03,648	-	-	-	-	30,03,648	30,03,648
4102000	Building	3,36,76,67,718	4,68,82,207	-	3,41,45,49,922	53,70,46,744	11,34,88,315	-	65,05,35,060	2,76,40,14,862	7,83,06,20,971
4103000	Roads & Bridges	1,64,10,35,662	4,67,51,590	-	1,68,77,87,252	1,20,81,03,904	5,65,24,413	-	1,26,46,28,316	42,31,58,936	43,29,31,758
4103100	Drainage & Sewerage	5,31,11,96,881	1,15,94,316	-	5,32,27,91,197	1,95,03,06,898	33,45,97,962	-	2,28,49,04,860	3,03,78,86,437	3,36,08,89,983
4103200	Water Works	38,47,37,679	-	-	38,47,37,679	7,77,48,141	96,18,445	-	8,73,66,587	29,73,71,092	30,69,89,538
4103300	Lighting	5,36,28,553	-	-	5,36,28,553	3,59,90,471	49,35,564	-	4,09,26,035	1,27,02,518	1,76,38,082
4105000	Vehicle	18,70,76,784	-	-	18,70,76,784	2,15,91,878	1,87,07,478	-	4,02,97,357	14,67,77,427	16,54,85,106
4106000	Office Equipment & Computers	2,38,98,908	1,27,02,112	-	3,66,01,020	1,22,60,719	21,74,767	-	1,44,35,486	2,21,65,534	1,16,38,189
4107000	Furniture & Fixtures	22,20,375	-	-	22,20,375	18,22,985	1,55,057	-	19,78,042	2,42,333	3,97,390
4108000	Other Fixed Assets	37,50,000	-	-	37,50,000	37,49,999			37,49,999	1	1
	SUB Total	10,97,82,16,208	11,79,30,225	-	11,09,61,46,430	3,82,86,21,540	56,02,02,202	-	4,38,88,23,742	6,70,73,22,688	7,14,95,94,668
4120000	Capital Work in Progress	4,34,33,40,413	4,74,94,40,199	-	9,09,27,80,612	-		-	-	9,09,27,80,612	4,34,33,40,413
	TOTAL	15,32,15,56,618	4,86,73,70,424	-	20,18,89,27,042	3,82,84,21,539.75	56,02,02,202	-	4,38,88,23,741.66	15,80,01,03,300	11,49,29,35,078

INDORE

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-12: Investment - General Fund

(Amount in Rupees)

Account Code	Particulars	Face Value (Rs.)	Accrued Interest	Carrying Cost As on 31st March 2019 (Rs.)	Carrying Cost As on 31st March 2018 (Rs.)
4201000	Central Government Securities	-	-	-	-
4202000	State Government Securities	-	-	-	-
4203000	Debentures and Bonds	-	-	-	-
4204000	Preference Shares	-	-	-	-
4205000	Equity Shares				
	1. Indore Development Fund Limited	5,00,000		5,00,000	5,00,000
	(Equity Shares 50000 of Rs. 10/- each)				
	2. Indore Smart City Development Limited	51,78,00,000	-	51,78,00,000	51,78,00,000
	(Equity Shares 51780000 of Rs. 10/- each)				
	3. Atal Indore City Transport Services Limited	12,99,650	-	12,99,650	12,99,350
	(Equity Shares 129965 of Rs. 10/- each)				
4206000	Units of Mutual Funds	-	-	-	-
4208000	Other investments	-	-	-	-
	FDRs With Banks		-	1,37,09,06,027	19,17,04,637
	FDR - Sinking Fund Resrve for Bond Redemption			10,49,24,997	-
	FDR - Debt Service Resrve Account for Bond			12,96,00,000	-
4200000	**Total of Investments General Fund**	**51,95,99,650**	-	**2,12,50,30,674**	**71,13,04,287**

INDORE

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-13: Investment - Other Fund

(Amount in Rupees)

Account Code	Particulars	Face Value (Rs.)	Accrued Interest	Carrying Cost As on 31st March 2019 (Rs.)	Carrying Cost As on 31st March 2018 (Rs.)
4211000	Central Government Securities	-	-	-	-
4212000	State Government Securities	-		-	-
4213000	Debentures and Bonds	-	-	-	-
4214000	Preference Shares	-	-	-	-
4215000	Equity Shares	-	-	-	-
4216000	Units of Mutual Funds	-	-	-	-
4218000	**FDR with Bank (GPF)**			18,22,31,382	18,22,72,955
	FDR with Bank (Grant)			24,23,14,496	3,90,53,436
4210000	**Total Investment - Other Funds**	-	-	**42,45,45,878**	**22,13,26,391**

A.K. Surana & Associates INDORE Handholding Consultants

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-14: Stock In Hand (Inventories)

(Amount In Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4301000	**Stores Loose**		
	Consumable Store	7,05,10,721	4,77,86,915
4302000	Loose Tools	-	-
4303000	Others	-	-
4300000	**Total**	**7,05,10,721**	**4,77,86,915**

INDORE

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-15: Sundry Debtors (Receivables)

(Amount in Rupees)

Account Code	Particulars	Gross Amount (Rs.)	Provision for Outstanding Revenue (Rs.)	Net Amount As on 31st March 2019 (Rs.)	Net Amount As on 31st March 2018 (Rs.)
4311000	**Receivables for Property Taxes**				
	Less than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total	10,33,08,55,086	5,93,68,06,940	4,39,40,48,145	4,06,08,14,778
	Less: State Government				
	Cesses / Levies in Taxes - Control Accounts				
	Net Receivables of Property Taxes	10,33,08,55,086	5,93,68,06,940	4,39,40,48,145	4,06,08,14,778
4312000	**Receivables Other Taxes**				
	a. Entertainment Tax				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total			-	-
	b. Advertisement Tax				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total		-	-	
	Less: State Government				
	Cesses / Levies in Taxes - Control Accounts				
	Net Receivables of Other Taxes		-	-	-
4313000	**Receivables for Fees, User Charges**				
	a. Water Charges				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total	3,91,97,90,037	2,01,37,73,205	1,90,60,16,832	1,34,75,79,505
	b. Rent & Lease				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total	5,40,45,584	3,50,19,716	1,90,25,868	2,04,02,091
	C. Door to Door Collection of Waste				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total	90,14,06,474		90,14,06,474	45,25,63,575
	C. Licence Fees				
	Less Than 3 Years				
	3 Years to 5 Years				
	5 Years to 10 Years				
	10 Years to 15 Years				
	More than 15 Years				
	Sub - Total	44,44,35,235	-	44,44,35,235	-
	Net Receivables for Fees, User Charges	5,31,70,06,529	2,07,87,92,921	3,70,80,93,646	1,80,65,25,668
4314000	**Receivables from Other Sources**				
	Less Than 3 Years				
	More Than 3 Years				
	Sub - Total			-	-
4314031	Interest Accrued but not due - Municipal Fund	1,20,45,279		1,20,45,279	2,33,74,473
4314032	Interest Accrued but not due - Specific Contribution	7,73,43,440		7,73,43,440	6,54,11,197
4314033	Interest Accrued but not due - Special Grant				
4314005	Receivable for HUDCO (B&D Amount)	34,90,000		34,90,000	34,90,000
4314000	Receivable from M Swipe Technologies Pvt. Ltd.	1,07,847		1,07,847	1,07,847
	Sub - Total	9,29,86,566		9,29,86,566	9,23,83,352
4315000	**Receivables from Government**				
	14th Finance Performance Grant Receivable	40,00,00,000		40,00,00,000	20,00,00,000
	UADD	1,01,46,230		1,01,46,230	1,01,46,240
	NULM				1,00,00,200
	Pratiniyukti Payment (Amount Deducted from Octroi)	14,99,99,974		14,99,99,974	9,99,99,984
	Electricity Deducted from Octroi	10,10,43,000			
	Stamp Duty	46,00,00,000		46,00,00,000	19,00,00,000
	Sub - Total	1,12,11,89,235		1,02,01,46,224	44,01,46,234
	Net Receivables from Other Sources	1,21,52,25,407		1,11,42,12,407	53,39,11,586
	Total of Sundry Debtors (Receivables)	16,41,31,27,026	9,01,57,99,905	9,27,63,84,121	6,40,01,48,855

A.K. Surana & Associates
INDORE
Chartered Accountants

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-16: Prepaid Expenses

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4401000	Establishment		
4402000	Administrative		
4403000	**Operation & Maintenance:**		
	Insurance (Vehicles)	86,10,337	1,53,17,536
	Total Prepaid Expenses	**86,10,337**	**1,53,17,536**

A.K. Gulane & Associates INDORE Accounting Consultants

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-17: Cash and Bank Balances

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4501000	Cash in Hand	2,06,00,183	2,24,35,719
	Total (Cash & Cheques in hand) - A	**2,06,00,183**	**2,24,35,719**
4502000	**Balance with Bank - Municipal Funds**		
4502101	Nationalised Banks	40,95,72,274	20,41,23,006
4502201	Other Scheduled Banks	1,44,09,92,110	84,11,63,504
4502301	Scheduled Co-operative Banks		
4502401	Post Offices		
	Treasury		
	Sub-Total	**1,85,05,64,384**	**1,04,52,86,510**
4504000	**Balance With Bank - Special Funds (GPF)**		
4504101	Nationalised Bank	5,38,88,115	5,40,33,884
4504201	Other Scheduled Banks		
4504301	Scheduled Co-operative Banks		
4504401	Post Offices		
	Treasury		
	Sub-Total	**5,38,88,115**	**5,40,33,884**
4504000	**Balance With Bank - Special Funds (FBF & Contribution Pension)**		
4504101	Nationalised Bank	58,63,963	52,22,667
4504201	Other Scheduled Banks		
4504301	Scheduled Co-operative Banks		
4504401	Post Offices		
	Treasury		
	Sub-Total	**58,63,963**	**52,22,667**
4506000	**Balance With Bank - Grant Funds**		
4506101	Nationalised Bank	3,13,35,900	42,53,65,152
4506201	Other Scheduled Banks	1,24,04,82,912	1,54,07,73,370
4506301	Scheduled Co-operative Banks		
4506401	Post Offices		
	Treasury		
	Sub-Total	**1,27,18,18,812**	**1,96,61,38,522**
4507000	**Balance With Bank - Deposit Works**		
4507101	Nationalised Bank	37,37,324	37,15,473
4507201	Other Scheduled Banks	27,35,93,819	36,61,74,987
4507301	Scheduled Co-operative Banks		
4507401	Post Offices		
	Treasury		
	Sub-Total	**27,73,31,142**	**36,98,90,459**
	Total (Cash at Banks) - B	**3,45,94,66,415**	**3,44,05,72,042**
	Total Cash & Bank balances	**3,48,00,66,598**	**3,46,30,07,761**

INDORE

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-18: Loans, Advances and Deposits

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4601000	Loans and Advances to Employees	-	-
4602000	Employee Provident Fund Loans	-	-
4603000	Loans to Others	4,11,65,86,273	4,09,58,68,787
4604000	Advances to Suppliers and Contractors - Mobilisation Advances	11,70,11,626	13,66,41,648
4605000	Advances to Employees for Expenses	77,50,571	84,89,163
4606000	Deposit with External Agencies	28,33,54,950	36,60,96,123
	Sub Total	**4,52,47,03,422**	**4,60,70,95,721**
	Less: Accumulated Provisions against Loans, Advances and Deposits (Schedule B-18 (a))	-	-
4600000	**Total Loans, Advances and Deposits**	**4,52,47,03,422**	**4,60,70,95,721**

Schedule B-18 (a) : Accumulated Provisions against Loans, Advances and Deposits

Account Code	Particulars	Current Year (Rs.)	Previous Year (Rs.)
	Loans to Others Advances Deposits		
	Total Provisions Loans, Advances and Deposits	-	

R.K. Bulane & Associates INDORE

INDORE MUNICIPAL CORPORATION
SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-19: Other Assets

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4701000	Deposit Works	-	-
4702000	Other assets control accounts	1,88,34,221	1,24,36,592
4700000	**Total**	**1,88,34,221**	**1,24,36,592**

A.K. Surana & Associates INDORE Handholding Consultants

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF BALANCE SHEET

Schedule B-20: Miscellaneous Expenditure (to the Extent not written off)

(Amount in Rupees)

Account Code	Particulars	As on 31st March 2019	As on 31st March 2018
4801000	Loan Issue Expenses	-	-
	Deferred Discount on Issue of Loans	-	-
	Deferred Revenue Expenses	-	-
	Others	-	-
4800000	**Total Miscellaneous Expenditure**	-	-

INDORE MUNICIPAL CORPORATION

ANNEXURE 1: ADJUSTENT TO THE MUNICIPAL FUND
FINANCIAL YEAR 2018-19

	PARTICULARS	SCHEDULE REFERENCE	AMOUNT (Rs.)	Reference to Notes on Annual Financial Statements
A	ADDITIONS			
	GPF Balance as on 01.04.2018	B-2	11,95,546	**Point No. 2.1**
	GPF Balance	B-2	1,68,07,416	**Point No. 2.1**
			1,80,02,962	
B	SUBSTRACTIONS			
	Advance to Employee	B-18	6,75,116	**Point No. 9.6.3**
			6,75,116	
	Net Difference Transferred to Municipal Fund Account (A-B)		**1,73,27,846**	

A.K. Surana & Associates INDORE

INDORE MUNICIPAL CORPORATION

STATEMENT OF INCOME & EXPENDITURE

FOR THE YEAR 2018-19

INDORE MUNICIPAL CORPORATION

INCOME AND EXPENDITURE STATEMENT

(FOR THE PERIOD FROM 1 APRIL [illegible] TO 31ST MARCH [illegible])

	Item / Head of Account	Schedule No.	Amount for the year [illegible] (Rs.)	Amount for the year [illegible] (Rs.)
I	INCOME			
	Tax Revenue	[illegible]	[illegible]	[illegible]
	Assigned Revenues & Compensation	[illegible]	[illegible]	[illegible]
	Rental Income from Municipal Properties	[illegible]	[illegible]	[illegible]
	Fees & User Charges	[illegible]	[illegible]	[illegible]
	Sale & Hire Charges	[illegible]	[illegible]	[illegible]
	Revenue Grants, Contributions & Subsidies	[illegible]	[illegible]	[illegible]
	Income from Investment	[illegible]	[illegible]	[illegible]
	Interest Earned	[illegible]	[illegible]	[illegible]
	Other Income	[illegible]	[illegible]	[illegible]
	Total - INCOME		[illegible]	[illegible]
B	EXPENDITURE			
	Establishment Expenses	[illegible]	[illegible]	[illegible]
	Administrative Expenses	[illegible]	[illegible]	[illegible]
	Operations & Maintenance	[illegible]	[illegible]	[illegible]
	Interest and Finance Expenses	[illegible]	[illegible]	[illegible]
	Programme Expenses	[illegible]	[illegible]	[illegible]
	Revenue Grants, Contributions & Subsidies	[illegible]	[illegible]	[illegible]
	Provisions & Write off	[illegible]	[illegible]	[illegible]
	Miscellaneous Expenses	[illegible]	[illegible]	[illegible]
	Depreciation		[illegible]	[illegible]
	Total - EXPENDITURE		[illegible]	[illegible]
C	Gross Surplus / (Deficit) of Income over Expenditure before Prior Period Items (A-B)		[illegible]	[illegible]
D	Add/Less: Prior Period Items (Net)	[illegible]	-	
E	Gross Surplus / (Deficit) of Income over Expenditure after Prior Period Items (C-D)		[illegible]	[illegible]
F	Less: Transfer to Reserve Funds		[illegible]	[illegible]
G	Net Balance being Surplus / (Deficit) carried over to Municipal Fund (E-F)		[illegible]	[illegible]

[illegible] [illegible] [illegible]

[illegible]

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD FROM 1 APRIL, 2018 TO 31ST MARCH, 2019

Schedule IE-1 : Tax Revenue

(Amount in Rs.)

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1100100	Property Tax	3,21,12,45,228	2,94,75,22,475
1100201	Water Tax	99,26,16,974	1,05,16,49,873
1100206	Sewerage Tax	23,47,74,446	21,43,69,921
1100400	Conservancy Tax	-	-
1100500	Lighting Tax	-	-
1100601	Education Tax	35,04,15,479	32,27,00,869
1100701	Vehicle Tax	-	-
1100801	Tax on Animals	35,600	17,900
1101000	Professional Tax	-	-
1101100	Advertisement Tax	89,06,830	51,61,520
1101200	Pilgrimage Tax	-	-
1105100	Octroi & Toll	-	-
1101300	Cess	-	-
1108000	Other Taxes	1,09,72,287	89,08,272
1100000	Sub-Total	4,80,89,66,844	4,55,01,30,831
1109001	Less: Tax Remission and Refund (Schedule IE-1(a))	4,250	2,65,500
	Sub-Total	4,250	2,65,500
1100000	**Total Tax Revenues**	**4,80,89,62,594**	**4,54,98,65,331**

Schedule IE-1 (A) : Remission and Refund of Taxes

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
	Property Tax	-	-
	Octroi & Toll	-	-
	Cess Income	-	-
	Others	4,250	2,65,500
1109001	**Total refund & remission of tax revenues**	**4,250**	**2,65,500**

Schedule IE-2 : Assigned Revenues & Compensation

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1201000	Taxes & Duties Collected by others	1,56,65,19,410	1,38,97,93,000
1202000	Compensation in lieu of Taxes / Duties	5,37,31,36,905	5,00,13,96,534
1203000	Compensation in lieu of Concessions	-	-
1200000	**Total Assigned Revenues & Compensation**	**6,93,96,56,315**	**6,39,11,89,534**

INDORE

Schedule IE-3 : Rental Income from Municipal Corporation

Account Code	Particulars	Amount for the year 2018-19 (Rs.)	Amount for the year 2017-18 (Rs.)
1301000	Rent from Civic Amenities	3,34,37,831	3,74,32,132
1302000	Rent from Office Buildings	2,70,64,027	[illegible]
1303000	Rent from Guest Houses	42,360	[illegible]
1304000	Rent from Lease Lands	1,1[illegible],13,719	1,21,49,1[illegible]
1308000	Other Rents		
	Sub-Total	7,19,56,939	4,97,01,010
	Less: Rent Remission & Refunds	11,32,974	4,68,556
	Sub-Total	11,32,974	4,68,556
1300000	Total Rental Income from Municipal Properties	7,08,23,965	4,92,32,454

Schedule IE-4 : Fees & User Charges- Income Head-Wise

Account Code	Particulars	Amount for the year 2018-19 (Rs.)	Amount for the year 2017-18 (Rs.)
1401000	Empanelment & Registration Charges	14,45,81,843	1,39,07,0[illegible]
1401100	Licensing Fees	1,49,98,[illegible]	[illegible]
1401200	Fees for Grant of Permit	57,78,10,873	55,17,56,585
1401300	Fees for Certificate or Extract	44,34,752	38,33,158
1401400	Development Charges	14,24,28,054	89,18,30,002
1401500	Regularization Fees	1,15,80,399	76,32,895
1402000	Penalties and Fines	43,6[illegible],690	16,57,000
1404000	Other Fees	1,04,25,6[illegible]	98,07,505
1405000	User Charges	39,92,284	1,4[illegible],442
1406000	Entry Fees (Zoo & Garden)	5,50,8[illegible],900	3,35,83,240
1407000	Service / Administrative Charges	2,16,383	3,10,830
1408000	Other Charges	5,13,08,491	90,75,513
	Sub-Total	2,10,79,37,290	1,69,48,90,383
	Less: Remission & Refunds	38,21,092	7,48,300
	Sub-Total	30,21,092	7,48,300
1400000	Total Income from Fees & User Charges	2,10,44,46,158	1,62,41,22,083

Schedule IE-5 : Sale & Hire Charges

Account Code	Particulars	Amount for the year 2018-19 (Rs.)	Amount for the year 2017-18 (Rs.)
1501000	Sale of Products	39,73,037	74,52,495
1501100	Sale of Forms & Publications	1,02,94,904	76,73,055
1501200	Sale of Stores & Scrap	13,38,472	42,19,577
1502000	Sale of Others	22,38,0[illegible]	85,500
1504000	Hire Charges of Vehicles	-	
1504100	Hire Charges of Equipments	-	
1500000	Total Income from Sale & Hire Charges	1,78,44,314	2,[illegible]

INDORE

Schedule IE-6 : Revenue Grants, Contributions & Subsidies

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1601000	Grant for Mid Day Meal	-	-
1601000	Revenue Grant	45,76,54,306	44,91,65,278
1601002	Grant for Road Maintenance	23,92,98,000	18,13,82,000
1601003	Grant State Finance Commission	4,63,79,000	4,81,65,000
1601004	Grant for Water Management	8,57,47,000	7,67,69,000
1601010	Other Grants	18,18,71,790	2,22,55,925
1603002	Grant 14th Finance	1,14,24,16,000	1,01,46,60,000
1600000	**Total Revenue Grants, Contributions & Subsidies**	**2,15,33,66,096**	**1,79,23,97,203**

Schedule IE-7 : Income From Investments-

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1701000	Interest on investments - General Fund	7,85,05,845	2,03,22,467
1702000	Dividend	-	-
1703000	Income from project taken up on Commercial basis	-	-
1704000	Profit in sale of investments	-	-
1708000	Others	-	-
1700000	**Total Income from Investments**	**7,85,05,845**	**2,03,22,467**

Schedule IE-8 : Interest Earned

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1711000	Interest from Bank Accounts	9,20,12,451	7,46,71,283
1712000	Interest on Loans and Advances to Employees	-	-
1713000	Interest on Loans to Others	-	
1714000	Other Interest	-	37,444
1710000	**Total - Interest Earned**	**9,20,12,451**	**7,47,08,727**

A.K. Saxena & Associates INDORE Management Consultants

Schedule IE-9 : Other Income

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
1801000	Deposits Forfeited	-	-
1801100	Lapsed Deposits	-	-
1802000	Insurance Claim Recovery	-	-
1803000	Profit on Disposal of Fixed Assets	-	-
1804000	Recovery from Employees	-	-
1805000	Unclaimed Refund/ Liabilities	-	-
1806000	Excess Provision Written Back	-	-
1808000	Miscellaneous Income	21,33,477	3,79,951
1809000	Deferred Income (Transferred from Capital Reserve for Depreciation on Assets out Grant Fund)	56,02,02,202	55,47,23,402
1800000	**Total Other Income**	**56,23,35,679**	**55,51,03,353**

A.K. Sarana & Associates
INDORE
Panchaiyan Consultants

INDORE MUNICIPAL CORPORATION

SCHEDULE FORMING PART OF INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD FROM 1 APRIL, 2018 TO 31ST MARCH, 2019

Schedule IE-10: Establishment Expenses

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2110000	Salaries, Wages and Bonus Benefits and Allowances	3,04,2[illegible],555	2,31,09,78,558
2120000	Benefits and Allowances	23,98,44,420	31,04,51,162
2130000	Pension	4,85,93,500	46,46,94,521
2140000	Other Terminal & Retirement Benefits	18,44,50,122	10,31,37,489
2100000	Total Establishment Expenses	3,40,4[illegible],88,215	3,10,93,70,277

Schedule IE-11: Administrative Expenses

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2201000	Rent, Rates and Taxes	-	-
2201100	Office Maintenance	1,05,81,180	81,70,612
2201200	Communication Expenses	2,10,33,029	1,62,86,395
2201240	Computerization Expenses-eGovernance	2,30,18,041	1,80,78,177
2202000	Books & Periodicals	4,73,406	11,10,497
2202100	Printing & Stationery	1,02,75,852	1,31,10,049
2203000	Conveyance & POL Expenses	33,13,55,839	25,10,49,254
2204000	Insurance	2,44,39,969	1,40,48,022
2205000	Audit Fees	6,00,15,000	6,00,00,000
2205100	Legal Expenses	1,87,855	27,57,945
2205200	Professional and Other Fees	2,33,36,621	4,54,56,571
2206000	Advertisement & Publicity	13,58,44,786	2,29,25,470
2206100	Membership & Subscriptions	63,600	
2208000	Other Administrative Expenses	4,69,07,581	1,26,01,135
2200000	Total Administrative Expenses	67,27,53,888	57,05,94,180

Schedule IE-12: Operations & Maintenance

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2301000	Power & Fuel	2,54,98,73,564	2,74,79,44,023
2302000	Emergency Water Supply	6,32,65,098	11,20,07,319
2303000	Consumption of Stores	28,31,97,540	25,79,82,200
2304000	Hire Charges	31,00,28,465	20,72,95,876
2305000	Repair & Maintenance- Infrastructure Assets	46,19,82,017	65,30,79,886
2305100	Repair & Maintenance- Civic Amenities	61,40,96,727	69,01,51,068
2305200	Repair & Maintenance- Buildings	8,61,62,109	3,96,94,371
2305300	Repair & Maintenance- Vehicles	9,70,00,440	6,18,36,203
2305400	Repair & Maintenance- Furniture	[illegible]	[illegible]
2305500	Repair & Maintenance- Office Equipment	17,27,295	58,40,024
2305900	Repair & Maintenance- Others	5,33,38,703	5,91,36,074
2308000	Other Operating & Maintenance Expenses	5,88,99,657	8,04,04,075
2300000	Total Operations & Maintenance Expenses	4,51,22,80,622	4,39,79,69,314

INDORE

Schedule IE-13: Interest & Finance Charges

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2401000	Interest on Loans from Central Government	-	
2402000	Interest on Loans from State Government		-
2403000	Interest on Loans from Government Bodies & Association	28,73,60,010	29,[illegible]
2404000	Interest on Loans from International Agencies	-	-
2405000	Interest on Loans from Banks & Other Financial Institutions (Over Draft & Term Loan)	1,36,44,408	[illegible]
2406000	Other Interest	-	
2407000	Bank Charges	-	-
2408000	Other Finance Expenses		
2400000	Total Interest & Finance Charges	30,10,05,418	32,02,38,463

Schedule IE-14: Programme Expenses

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2501000	Election Expenses	21,16,727	10,24,142
2501002	Mid Day Meal in Government School		
2501003	Dr. Shyama Prasad Mukharjee Accident Insurance Scheme (For Citizen of Indore)		-
2502000	Own Programs	6,10,15,254	[illegible]
2503000	Share in Programs of Others	40,00,904	79,57,250
2500000	Total Programme Expenses	6,73,30,885	6,13,04,468

Schedule IE-15: Revenue Grants, Contributions & Subsidies

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2601000	Grant	45,76,54,306	44,91,[illegible]
2602000	Contributions	4,00,000	
2603000	Subsidies (Specify details)	13,66,14,326	4,13,58,445
2600000	Total Revenue Grants, Contributions & Subsidies	59,46,68,632	49,05,01,723

Schedule IE-16: Provisions & Write Off

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2701000	Provisions for doubtful receivables	90,04,74,997	(42,77,09,986)
2702000	Provisions for Other Assets		-
2703000	Revenues written off	41,13,72,807	1,02,81,43,645
2704000	Assets written off		
2705000	Miscellaneous Expenses written off	-	-
	Total Provisions & Write off	1,31,18,47,804	60,04,33,659

Schedule IE-17: Miscellaneous Expenses

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
2711000	Loss on disposal of assets	-	-
2712000	Loss on disposal of investments		
2718000	Other Miscellaneous Expenses	7,50,11,711	3,51,53,585
[illegible]	Assets written off	-	-
2710000	Total Miscellaneous Expenses	7,50,11,711	3,51,53,585

INDORE

Schedule IE-18: Prior Period Items (Net)

Account Code	Particulars	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
	Income		
	Taxes Other-Revenues	-	-
	Recovery of Revenues written off	-	-
	Other Income	-	-
	Sub - Total Income (a)	-	-
	Expenses		
2855000	Refund of Taxes	-	-
2856000	Refund of Other Revenues	-	-
2857000	Other Expenses	-	-
	Sub - Total Expenses (b)	-	-
	Total Prior Period (Net) (a-b)	-	-

A.K. Surana & Associates INDORE Handholding Consultants

INDORE MUNICIPAL CORPORATION

RECEIPTS & PAYMENTS ACCOUNT

FOR THE YEAR 2018-19

INDORE MUNICIPAL CORPORATION

RECEIPTS AND PAYMENTS ACCOUNT

(FOR THE PERIOD FROM 1 APRIL 2018 TO 31ST MARCH, 2019)

Account Code	Head of Account	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)	Account Code	Head of Account	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
	Opening Balances						
	Cash balance including Imprest Balances with Banks / Treasury (including in designated bank accounts)						
4501000	Cash in Hand	2,24,35,719.22	2,05,24,570.86				
4500000	Balance with Bank	3,46,05,72,041.77	2,95,09,89,103.57				
	OD Account Balance	(12,30,22,814.51)	34,89,140.94				
		3,35,99,84,946.48	2,97,50,02,815.37				
	Operating Receipts				**Operating Payments**		
1100000	Tax Revenue	3,16,71,51,664.51	3,01,91,03,283.90	2100000	Establishment Expenses	2,92,77,59,430.00	2,50,13,32,774.00
1200000	Assigned Revenues & Compensations	6,35,83,05,003.00	5,56,04,57,002.00	2200000	Administrative Expenses	36,78,26,831.00	42,90,29,337.76
1300000	Rental Income from Municipal Properties	15,77,25,908.80	13,00,20,536.00	2300000	Operations and Maintenance	2,25,87,02,382.57	2,38,73,18,561.86
1400000	Fees & user Charges	1,22,59,76,541.12	1,14,78,27,569.10	2400000	Interest & Finance Charges	36,39,12,170.92	32,02,92,668.52
1500000	Sales & Hire Charges	1,79,57,554.00	4,01,69,214.00	2500000	Programme Expenses	29,83,609.00	45,65,992.00
1600000	Revenue Grants, Contribution & Subsidies	1,49,57,10,000.00	1,12,09,76,000.00	2600000	Revenue Grants, Contribution & Subsidies	13,64,15,013.00	2,95,22,245.00
1700000	Interest Earned	16,66,02,952.08	9,86,91,102.00				
1710000	Income from Investments						
1800000	Other Income	60,250.00	2,23,73,475.00				

INDORE

INDORE MUNICIPAL CORPORATION

RECEIPTS AND PAYMENTS ACCOUNT

(FOR THE PERIOD FROM 1 APRIL, 2018 TO 31ST MARCH, 2019)

Account Code	Head of Account	Amount for the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)	Account Code	Head of Account	Amount for the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
	Non-Operating Receipts				**Non-Operating Payments**		
3200000	Grants and Contribution for specific purposes	4,14,36,20,839.00	1,43,26,35,800.00	3300000	Repayment of Loan	[illegible]	[illegible]
3300000	Loan Received	1,40,75,00,000.00		3310000	Repayment of Unsecured Loan	9,77,75,[illegible]	[illegible]
3310000	Unsecured Loans Received	-		3400000	Refund of Deposits	20,80,49,141.00	14,55,17,597.50
3400000	Deposit Received			3411000	Deposit Works	8,00,000.00	50,000.00
3411000	Deposit works	3,40,54,999.00	8,63,71,698.00	4100000	Acquisition / Purchase of Fixed Assets	[illegible]	[illegible]
3500000	Payment to Creditors (Advances)	3,21,54,078.06	65,89,83,949.38	4120000	Capital Work-in-Progress	[illegible]	[illegible]
4500000	Realisation of Investment General Fund	46,46,92,172.18		4200000	Investment - General Fund	[illegible]	
4210000	Realisation of Investment Other Funds	61,15,00,000.00	91,37,45,979.00	4210000	Investment - Other Funds	74,15,10,280.00	18,42,48,366.00
4601000	Loans & Advances to Employees (Recovery)			4601000	Loans & Advances to Employees	[illegible]	[illegible]
4602000	Other Loans & Advances (Recovery)	1,21,517.00	16,18,95,579.00	4602000	Loans to Others	7,07,11,484.00	[illegible]
4604000	Deposits with External Agencies (recovery)			4604000	Other Loans & Advances	1,00,91,285.00	[illegible]
4700000	Other Assets		22,16,779.00				
	Other Receipts (specify):				**Other Payments (specify):**		
3101000	Municipal Fund			3101000	Municipal Fund		
3110000	Earmarked Fund	6,100.00	3,000.00	3110000	Earmarked Fund	2,05,54,199.00	[illegible]
				3200000	Revenue Expenses of Grant Fund	5,20,15,690.00	[illegible]
				3200010	Refund of Grants		
				3500000	Payment to Creditors	[illegible]	[illegible]

INDORE MUNICIPAL CORPORATION

RECEIPTS AND PAYMENTS ACCOUNT

(FOR THE PERIOD FROM 1 APRIL, 2018 TO 31ST MARCH, 2019)

Account Code	Head of Account	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)	Account Code	Head of Account	Amount For the year 2018-19 (Rs.)	Amount For the year 2017-18 (Rs.)
					Closing Balances		
					Cash balance including imprest Balances with Banks / Treasury (including in designated bank accounts)		
				4501000	Cash In Hand	2,06,00,182.54	2,24,35,719.22
				4500000	Balance with Bank	3,45,94,66,415.08	3,46,05,72,041.77
					OD Account Balance	(12,82,47,635.89)	(12,30,22,814.51)
	TOTAL	22,65,33,64,365.22	16,87,32,71,592.62		TOTAL	22,65,33,64,365.22	16,87,32,71,592.62

A K Surana & Associates ★ INDORE ★ Management Consultants

INDORE MUNICIPAL CORPORATION

CASH FLOW STATEMENT

FOR THE YEAR 2018-19

INDORE MUNICIPAL CORPORATION

STATEMENT OF CASHFLOW

(As at 31 March 2019)

Particulars	Current Year (Rs.)		Previous Year (Rs.)	
(A) Cash Flows from Operating Activities				
Gross Surplus Over Expenditure		[illegible] 87,779		[illegible]
Add: Adjustments For				
Depreciation	26,[illegible]		[illegible]	
Interest And Finance Expenses	30,[illegible],419	[illegible]	[illegible]	[illegible]
Less: Adjustments For				
Investment Income	[illegible]		2,95,[illegible]	
Interest Income Received	[illegible]	[illegible]	7,47,08,727	[illegible]
Adjusted Income Over Expenditure Before Effecting Changes In Current Assets And Current Liabilities And Extraordinary Items		[illegible]		[illegible]
Changes In Current Assets And Current Liabilities				
(Increase)/Decrease In Sundry Debtors	[illegible]		[illegible]	
(Increase)/Decrease In Stock In Hand	[illegible]		[illegible]	
(Increase)/Decrease In Prepaid Expenses	[illegible]		[illegible]	
(Increase)/Decrease In Other Current Assets	-63,[illegible]	[illegible]	[illegible]	[illegible]
(Decrease)/Increase In Deposits Received	39,35,63,359		20,34,38,[illegible]	
(Decrease)/Increase In Deposits Works	2,31,[illegible]		-29,73,[illegible]	
(Decrease)/Increase In Other Current Liabilities	[illegible]		[illegible]	
(Decrease)/Increase In Provisions	42,94,[illegible]	[illegible]	2,70,13,036	[illegible]
Extra ordinary items (please specify)				
Net Cash Generated From / (Used In) Operating Activities (A)		[illegible] 33,20,61,[illegible]		[illegible]
(B) Cash Flows from Investing Activities				
Purchase Of Fixed Assets And CWIP	[illegible]		[illegible]	
(Increase)/Decrease In Municipal Fund	[illegible]		-17,[illegible]	
(Increase)/Decrease In Special Funds/ Grants	[illegible]		[illegible]	
(Increase)/Decrease In Earmarked Funds	[illegible]		[illegible]	
Sale/(Purchase) Of Investments	[illegible]	[illegible]	[illegible]	[illegible]
Add:				
Investment Income Received	7,85,88,885		3,03,53,467	
Interest Income Received	[illegible]	11,09,18,294	7,47,08,727	[illegible]
Net cash generated from/(used in) investing activities (B)		-11,43,38,48,287		-5,43,82,74,439
(C) Cash flows from Financing Activities				
Add:				
Loans from Banks/Others Received (Unsecured & Secured)	[illegible]			
Transfer to Reserve	[illegible]		[illegible]	
Loan Recovered from Employees		[illegible]		[illegible]
Less:				
Deposit Made	[illegible]		[illegible]	
Repayment of Loans (Unsecured & Secured)	[illegible]		[illegible]	
Loans & Advances to Employees	[illegible]		16,30,546	
Loans to Others	10,87,[illegible]		31,32,[illegible]	
Interest & Finance Expenses	30,10,05,419	[illegible]	[illegible]	[illegible]
Net Cash Generated From/(Used In) Financing Activities (C)		[illegible] 07,78,45,285		60,44,72,157
Net Increase /(Decrease) In Cash And Cash Equivalents (A+B+C)		-27,41,164		50,[illegible]
Cash And Cash Equivalent At Beginning Of The Period		3,48,30,07,741		[illegible]
Cash and cash equivalent at end of the period		3,48,02,66,598		3,48,30,07,741
Cash and cash equivalent at the end of the year comprises of the following account balances at the end of the year				
Cash balances	[illegible]		2,24,33,718	
Bank balances	3,45,94,[illegible]		3,46,05,[illegible]	
Total Of The Balances Of Cash And Cash Equivalents		3,48,02,66,598		3,48,30,07,741

INDORE

INDORE MUNICIPAL CORPORATION

FINANCIAL PERFORMANCE INDICATORS

FOR THE YEAR 2018-19

INDORE MUNICIPAL CORPORATION

FINANCIAL PERFORMANCE INDICATORS

FOR THE FINANCIAL YEAR 2018-19

Sl. No.	Particulars	Current Year	Previous Year
A	**Income Ratios**		
1	Tax Revenue to Total Income Ratio... (%)	28.54	30.00
2	Property & Other Taxes to Total Income Ratio... (%)	28.48	29.91
3	Octroi/Cess to Total Income Ratio... (%)	31.89	32.89
4	Assigned Revenues & Compensations to Total Income Ratio (%)	41.31	42.15
5	Rental Income from Municipal Properties to Total Income Ratio (%)	0.42	0.32
6	Fees & User Charges to Total Income Ratio... (%)	15.49	11.17
7	Revenue Grants, Contributions & Subsidies to Total Income Ratio (%)	12.78	11.82
B	**Expense Ratios**		
8	Establishment Expenses to Total Income Ratio... (%)	20.68	20.60
9	Administrative Expenses to Total Income Ratio... (%)	2.99	3.76
10	Operations & Maintenance to Total Income Ratio... (%)	26.78	28.55
11	Interest Expense to Total Income Ratio... (%)	1.79	2.11
C	**Net Income Ratios**		
12	Gross Surplus / Deficit to Total Income Ratio... (%)	31.07	33.11
D	**Efficiency Ratios**		
13	Gross Property Tax Receivables Ratio... (No. of Days)	993.24	990.91
14	Gross Cess Receivables Ratio... (No. of Days)	N.A.	N.A.
15	Property Tax Receivable to Property Tax Income Ratio (%)	272.12	271.48
16	Cess Receivable to Cess Income Ratio (%)	N.A.	N.A.
17	Operations & Maintenance to Gross Fixed Assets Ratio (%)	12.01	13.17
18	Interest Expense to Loans Ratio... (%)	7.80	11.25
E	**Leverage Ratios**		
19	Loans to Reserves Ratio or Debt-Equity Ratio... (times)	0.10	0.09
20	Interest Coverage Ratio... (times)	18.50	16.46
21	Debt Service Coverage Ratio... (times)	9.17	8.30
F	**Investment Ratios**		
22	Earmarked Fund Investments to Earmarked Funds Ratio (%)	39.61	40.63
23	Interest on Investments Ratio... (%)	3.06	3.18
G	**Liquidity Ratio**		
24	Current Assets to Current Liabilities Ratio... (times)	3.44	3.33
H	**Asset Ratios**		
25	Fixed Assets to Total Assets Ratio... (%)	64.34	64.07
I	**Performance Ratios**		
26	Income per Employee... (Rs.)	947313.60	1070032.26
27	Expenditure per Employee... (Rs.)	746774.42	938556.74
28	Income per Citizen... (Rs.)	7674.65	6907.31
29	Expenditure per Citizen... (Rs.)	6049.99	5250.77

INDORE

INDORE MUNICIPAL CORPORATION

ACCOUNTING POLICIES & NOTES ON ACCOUNTS

FOR THE YEAR 2018-19

INDORE MUNICIPAL CORPORATION

Accounting Policies (Schedule B - 21)
The significant Accounting Policies and Principles adopted for compiling Income and Expenditure & Balance Sheet of IMC as on 31.03.2019 covers the following:

1.0 Income

1.1. Property Taxes

a) Revenue in respect of Property and Other Related Taxes including surcharge are recognized in the period in which they become due.

b) In case of new or changes in assessments, it is taken as accrued in the month in which the demand is served.

1.2. Water Supply

a) Revenue in respect of Water Tax, Water Supply Charges, Meter Rent, are recognized in the period in which they become due, i.e., when the bills are raised.

b) Revenue in respect of Connection Charges for Water Supply is recognized on cash basis.

c) Revenue in respect of Water Tanker Charges and Road Damage Recovery Charges, Penalties are recognized on cash basis.

d) Revenue in respect of Notice Fee, Warrant Fee and Other Fees are recognized when the bills for the same are raised.

1.3. Solid Waste Management Fees
Revenue in respect of Solid Waste Management fee and charges, where separately levied by the IMC (and not included under any other tax) are recognized in the period in which they become due.

1.4. Rentals, Fees, and Other Sources of Income

a) Revenues in respect of rent from municipal properties are recognized when accrued, based on terms of lease/ rent agreement.

b)
Revenue in respect of renewal Trade License Fees are recognized on cash basis.

c) Revenues in respect of Profession Tax on Organizations / entities, where levied, are recognized on cash basis.

d) Revenue in respect of advertisement fee are recognized when accrued based on terms of lease/ rent agreement.

e) Other income, in respect of which demand is ascertainable and can be raised in regular course of operations of the IMC, is recognized in the period in which they become due and bills are raised.

f) Other Income, which are of an uncertain nature or for which the amount is not ascertainable or where demand is not raised in regular course of operations of the IMC, are recognized on actual cash basis.

g) Revenue in respect of Property Transfer Charges are recognized on cash basis.

h) Revenue in respect of collection charges or share in collection made by IMC or by any other agency on behalf of State Government are recognized on receipt.

i) Revenue in respect of rent of equipment provided to the contractors and deducted from their bills is recognized when the deductions are made.

j) Revenue in respect of dispensaries fees and/or hire charges in respect of ambulance, vehicle and road roller, Sale of waste and scrap where are recognized on actual realization.

INDORE MUNICIPAL CORPORATION

1.5. Common Accounting Principles Concerning Income Accounting
The following principles apply uniformly to income from Property and Other Taxes, Water Supply and Sewerage, Fees and Other Sources of Income:

a) Interest element and Penalties, if any, in demand are recognized on receipt.

b) Revenue in respect of Notice Fee and Other Fees charged is recognized when the bills for the same are raised.

c) Refunds, remissions of taxes for the current year are adjusted against the income and if pertain to previous years then it is treated as prior period item.

d) Write-off of taxes is adjusted against the provisions made.

e) Demands raised with retrospective effect are treated as prior period income to the extent it pertains to earlier years.

f) Demand raised arising out of change in self-assessment of properties is treated as 'Change in Demand' and is accounted for as income relating to previous year to the extent it pertains to earlier years.

g) Refunds, remissions of all kind of incomes for the current year is adjusted against the income and if pertain to previous years then it treated as prior period item.

h) Write-offs of Other Incomes is adjusted against the provisions made.

i) Any subsequent collection or recovery of all kinds of receivables, which were already written off, is recognized as a 'Prior Period Income'.

j) In case collection of any income is under litigation, the same is not accrued but a disclosure is made in the Notes to Accounts.

k) Any additional provision for demand outstanding required to be made during the year is recognized as expenditure and any excess provision written back during the year is recognized as Income of the IMC.

1.6. The Earnest Money Deposit and Security Deposit received if forfeited is recognized as income when the right for claiming refund of deposit has expired.

1.7 Provisions for Arrears of Income
The age-wise analysis of all receivables on account of taxes, fees, rental and charges is made and provision is made at the rates stated herein below, at the yearend and disclosed in Notes forming part of the annual financial statements.

Particulars	**Provision (in %)**					
Service / Activity	**< 1 Year**	**1 to 2 Years**	**2 to 3 Years**	**3 to 4 Years**	**4 to 5 Years**	**> 5 Years**
Property, and related, taxes	NIL	NIL	25%	50%	75%	100%
Water, Sewerage, Solid Waste Management Fee and Charges	NIL	NIL	25%	50%	75%	100%
Lease, Rentals	NIL	NIL	25%	50%	75%	100%
Other Accrued Revenues	NIL	25%	50%	100%	100%	100%
Closed / Sick Industries, Establishment	100%					

1.8 Grants

1.8.1 Revenue Grant

a) General purpose Grants of a revenue nature are recognized on accrual basis.

b) Grants received or receivable in respect of specific revenue expenditure are recognized as income in the accounting year in which the corresponding revenue expenditure is charged to the Income and Expenditure Account.

1.8.2 Capital Grant

a) Grants received towards capital expenditure are accounted on accrual basis. The amount is initially be credited to a Capital Grant head under 'Liabilities' and on acquisition/ construction of the asset the value of the amount so spent is debited to the liability head by corresponding credit to 'Grant Against Fixed Assets'.

b) Capital Grants received as a nodal agency or as implementing agency for an intended purpose, which does not, result in creation of assets with ownership rights for the IMC are treated as a liability till such time it is used for the intended purpose. Upon utilization for the intended purpose, the extent of liability is reduced with the value of such utilization.

c) Grants in the form of non-monetary assets (such as fixed assets given at a concessional rate) is accounted for on the basis of the acquisition cost. In case a non-monetary asset is received free of cost, it is recorded at a nominal value (Rupee One).

d) Income on investments made from 'Specific Grants received in advance' is recognized and credited to the Specific Grant, whenever accrued. Profit/loss, if any, arising on disposal of investments made from the 'Specific Grant received in advance' is recognized and credited/debited to the Specific Grant.

1.9 Assets

1.9.1 Fixed Assets

Fixed assets include Land; Parks; Buildings, Roads and Bridges; Waterworks; Bore Wells; Sewerage and Drainage; Public Lighting; Luminary & Electrical Fittings; Furniture, Fixtures, Fittings; Electrical Appliances; Office & Other Equipments; Computer Hardware, Vehicles etc.

a) Fixed Assets are carried at cost less accumulated depreciation. The cost of fixed assets include cost incurred/money spent in acquiring or installing or constructing fixed asset, interest on borrowings directly attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets and other incidental and indirect expenses incurred up to that month.

b) Any addition to or improvement to the fixed asset that results in increasing the utility or useful life of the asset is capitalized and included in the cost of fixed asset.

c) Any Fixed Asset, which has been acquired free of cost or in respect of which no payment has been made, is accounted for at nominal value of Re. 1/-.

d) All assets costing less than Rs.5,000 (Rupees Five thousands) are expensed/charged to Income & Expenditure Account in the year of purchase, except in case of Furniture & Fixtures.

e) An increase in net book value arising on revaluation is credited to a reserve account under the Municipal fund as 'Revaluation Reserve Account'. A decrease in net book value arising on revaluation of fixed assets is charged to Income and Expenditure accounts.

f) Valuation of land is made as under:

I. Land acquired through purchase is recorded on the basis of aggregate of purchase price paid/ payable and other costs incidental to acquisition.

II. Leasehold lands acquired by the IMC are taken as a part of the municipal asset at a total value payable as lease charges over the entire lease period and amortized equally over the lease period.

INDORE

iii) Lands that are acquired free of cost from the government or provided by individuals or institutions under endowment for specific purposes are accounted for at Re. One. Where the ownership of the lands has not been transferred in favour of the IMC, but the land is in the permissive possession of the IMC, such lands is included in the Register of Land with Rs One as its value.

iv) Cost of land improvements such as levelling, filling or any other developmental activity is capitalised as a part of the cost of land.

g) All lands that are under encroachment and where it is not possible to have the land evacuated, provision is made on the cost of land as decided. If the encroachment is for more than two years, provision equal to ninety five percent (95%) of the carrying amount is made.

h) Parks and Playgrounds are accounted for as under:
Land pertains to Parks and Playgrounds including the cost of development of land and other amenities in Parks and Playgrounds taken under 'Parks and Playgrounds'.

i) Statues and Heritage Assets - Statues and valuable works of art are valued at the original cost. In case, the original cost is not available or the items have been gifted to the corporation, the value is taken at Re. One. Heritage buildings declared through Gazette Notification are booked under this head and valued at book value/cost of the material date and no depreciation is charged. However, in case of capital improvements after the building has been so notified, depreciation at the normal rate of buildings is charged.

j) Intangible assets include computer software, which is valued at cost plus cost of staff time and consultants costs incurred, in implementing the software, if any. It is capitalized, only when the intangible asset is developed, and which can be used by IMC over a period of time to derive economic benefits from it. Otherwise the entire amount is charged to revenue, in the year in which it is incurred. The intangible assets are depreciated over a period of five years or useful life, whichever is earlier.

1.10 Public Works

a) The cost of fixed assets include:

i. Cost incurred/amount spent in acquiring or installing or constructing fixed asset.

ii. Interest on borrowings attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets, and

iii. Other incidental expenses incurred up to that date of bringing the asset to use.

b) Any addition to or improvement to the fixed asset that results in increasing the utility or capacity or useful life of the asset is capitalized and included in the cost of asset. Expenditure in the nature of repairs and maintenance incurred to maintain the asset and sustain its functioning or the benefit of which is less than a year, is treated as revenue expenditure in the year of incurrence.

1.11 Capital Work In Progress (CWIP)

Assets in the nature of civil works and equipment/machinery, requiring erection/installation, are accounted for as 'Capital Work-In-Progress'. Upon completion of the civil works and installation of machinery the value is transferred to the respective asset account under fixed assets. The value of each work-in-progress includes the direct cost on material, labour, stores, and advances to suppliers for material and others. Where an asset is created with borrowed funds the interest paid/accrued as on the day of the valuation is added to the total value of the work-in-progress.

1.12 Depreciation

a) Depreciation is provided at Straight Line Method at the rates prescribed in MPMAM.

b) Depreciation is provided at full rates for assets, which are purchased/constructed before October 1 of an Accounting Year and at half the rates which are purchased/constructed on or after October 1 of an Accounting Year.

INDORE

c) Depreciation is provided at full rates for assets, which are disposed on or after October 1 of an Accounting Year. Depreciation is provided at half the rates for assets which are disposed before October 1 of an Accounting Year.

d) Assets recorded in the register but not physically available are written off after a period of five years.

e) Depreciation on assets on which government grant has been received, is calculated on the gross value of fixed asset i.e. without deducting the grant amount from asset value. The grant so received is charged to the income and expenditure statement in the same proportion as the depreciation charged on such assets.

f) For the purpose of Depreciation useful life of the assets as per MPMAM as follows:

Fixed Assets	Useful life (in Years)
Parks and Playgrounds Amenities in Parks	5
Building	30
Bridges & Culverts	30
Roads & Pavements Concrete	15
Road (Bituminous road over Murrum metal / stone metal)	3
Drains & Sewerage	15
Water Ways and Water Work, Distribution & Rising Mains	40
Reservoirs & Overhead Tanks	40
Public Lighting	10
Plant & Machinery	10
Earth Moving & Construction Equipment	10
Light & Heavy Vehicles	10
Other Vehicles	5
Office and Other Equipments	10
Furniture, Fixture, Fitting and Electrical Appliances	10

1.13 Investment

a) Investments are recognized at cost. It includes cost incurred in acquiring investment and other incidental expenses incurred for its acquisition.

b) All long-term investments are carried / valued at their cost.

c) Short-term investments are carried at their cost or market value (if quoted) whichever is lower.

d) Interest on investments is recognized as and when due.

e) Dividend on investments is recognized on cash basis.

f) Profit/loss, if any, arising on disposal of investment (net of selling expense such as commission, brokerage, etc) from the Municipal Fund are recognized in the year of disposal.

g) Income on investments made from Special Fund and Grants under specific Scheme is recognized and credited to Special Fund and Grants under Specific Scheme respectively, whenever accrued. Profit/loss, if any, arising on disposal of investments (net of selling expense such as commission, brokerage, etc) made from the Special Fund and Grants under specific Scheme is recognized and credited/debited to Special Fund Account and Grant under specific scheme Account respectively.

1.14 Stores

Expenditure in respect of material, equipment, etc., procured is recognized on submission of bill to the IMC. The cost of inventories include purchase price including expenditure incurred to bring the inventories to its present location and condition i.e. freight inward, duties and taxes, etc. The same are valued by applying FIFO method.

INDORE MUNICIPAL CORPORATION

1.15 Other Expenditures

1.15.1 Employees Related Expenditures

a) Expenses on Salaries (for regular and daily wages staff) and other allowances are recognized as and when they are due for payment.

b) Statutory deductions from salaries including those for income tax, professional tax, provident fund contribution, are recognized as liability in the period in which the corresponding salary is recognized.

c) Leave encashment/Pension is recognized as and when they are due for payment.

d) Interest receivable on loans given to employees is recognized as revenue at the end of the period in which these have accrued. Penal interest leviable on default in repayment of principal or payment towards interest shall be recognized on accrual basis.

e) Bonus, ex-gratia, overtime allowance, other allowances and reimbursements to the employees are recognized as and when they are due for payment.

f) Contribution due towards Pension and other retirement benefit funds is recognized as an expense and a liability.

1.15.2. Other Revenue Expenditures

a) Other Revenue Expenditure is treated as expenditure in the period in which they are incurred.

b) Provisions are made at the year-end for all bills received up to a cutoff date.

c) Any expenditure for which the payment has been made in the current period but the benefit and/or service is likely to arise in a future period is treated as expenditure for the period in which its benefit arises and/or services are received. i.e. Amount paid in advance (say for insurance) is treated as prepaid and shown as current assets in the Balance Sheet.

1.16 Borrowings

a) Interest expenditure on loan is recognized on accrual basis.

b) Interest on borrowings directly attributable to acquisition or construction of qualifying fixed assets up to the date of commissioning of the assets is capitalized.

1.17 Special Funds

a) Special Funds are treated as a liability on their creation.

b) Any expenditure of a revenue nature, which is incurred specifically on scheme/project for which a Special Fund has been created, is charged to that Special Fund.

c) On completion of the construction of a fixed asset and/or on acquisition of a fixed asset out of a Special Fund, the amount equivalent to the cost of such fixed asset is transferred from the respective Special Fund to the Grant against Asset Account. Amount proportionate to depreciation of the asset is credited to the above account every year.

1.18 Lease

a) Leases are of two types – finance lease and operating lease. In a finance lease, the lessor transfers substantially all the risks and rewards incident to ownership of an asset. An operating lease is a lease other than a finance lease.

b) When an IMC (as a lessor) have granted an asset on lease, effecting the lease agreement as a finance lease, then it have relinquished all the risks and rewards incident to ownership.

The IMC as a lessor consider the lease in the balance sheet as receivable at the present value and recognise the transaction of relinquishing the rights as a disposal of asset, so held at as a sale of properties.

ii Of the lease payments received, the IMC recognizes the finance income on a systematic and rational basis and recognise the same as an income for the year.

iii No depreciation is provided by the IMC (as a lessor) when the lease is of a finance lease.

c) When IMC (as a lessor) has granted an asset on lease, effecting the lease agreement as a operating lease, then it has not relinquished all the risks and rewards incident to ownership.

I. All leased assets under an operating lease are recognized as an asset, still owned by the IMC, under the group fixed assets, but are separately disclosed.

II. Lease Income is recognized in the statement of Income & Expenditure on accrual basis.

III. Depreciation is provided on the leased assets in the same manner as provided for any asset of that class under direct control of the IMC.

A.K. Surana & Associates ★ INDORE ★ Handholding Consultants

INDORE MUNICIPAL CORPORATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 2018-19

1. **Municipal (General) Fund:**
Municipal fund comprises of the opening balance as on 01.04/2018 plus the surplus as per Income & Expenditure account and the transfer to IMC contribution to Grants Expenditures and other adjustments as per Schedule BS 1

2. **Earmarked Fund:**

2.1 **General Provident Fund:** Amount of GPF deducted from employees salary has been shown under Earmarked funds. The amount of GPF payable has been taken as liability on the basis of records, in the form of GPF registers, kept employee wise, available at HO and the Health Department of IMC. Loans given to employees against GPF, Grain Loan, and Ganga Navmi Loan have been adjusted from their respective balances and only net amount has been accounted for as liability in the Balance Sheet. The GPF accounts are now being maintained on the computer and the entries (other than credit of interest) are being done automatically through Payroll Accounting Module and have been got updated till 31 March 2019. During the financial year 2018-19 interest on GPF has been provided @ 7.60% per annum and 8.00% per annum for the period April 2018 to September 2018 and October 2018 to March 2019 respectively. Net Difference of the balance of GPF and Festival Advances as per the registers and as per the books of accounts amounting to Rs. 1,68,07,816/- has been credited to the Municipal Fund Account. Similarly difference in GPF Balance of some of the employees, incorporated in earlier year list, amounting to Rs. 11,95,546/- has now been accounted for with corresponding credit to the Municipal Fund account.

IMC is taking necessary steps to update the GPF records in respect of GPF contribution, Interest credited/ recovered and disbursement and recovery of loans from the accounting module only and its confirmation with the GPF registers.

2.2 **Pension Fund:** Pension fund pertains to the deductions made from salaries of the Employee towards Contributory Pension Fund Scheme. The contribution equivalent to the amount deducted from Employee's salary i.e. Rs. 1,63,40,079/- has not been made so far by IMC.

2.3 **Family Benefit Fund:** Family Benefit Fund pertains to the fund created by contribution from employees for benefit of family members, at the time of death of employees. The balance is arrived at by adding contribution made and deducting payment out of fund during the financial year 2018-19.

3. **Reserve:**

3.1 **Capital Contribution and Capital Reserve:** Assets under Building, Roads, Bridges, Sewerage and Drainage, Public Lighting, Plant and Machinery, Vehicle, Office and Other Equipments, Furniture & Fixtures, Parks and Playgrounds etc. were identified to have been built from Grant funds, from the government and have been separately reflected in the Fixed Assets Schedule and the Balance Sheet, the corresponding figure has been credited to the Capital Contribution and the amount equivalent to the depreciation or any other adjustments, made on such assets has been reduced from above account.

The corresponding amount in Capital Work in Progress under Project Uday and Other Grant Funds has been credited to Capital Reserve Account.

3.2 **Statutory Reserve:** Statutory Reserve represents the transfer of 5% of Recurring Income as required as per State Government Circular No. 403/18/F/7 dated 16 July '74

Grant:

Un-utilised Grant:

a) Grants received from Central, State, Local Government and Other organizations have been accounted for on the basis of receipts in Bank Accounts. All the interest received in Bank Accounts, wherever maintained

INDORE

separately has been duly accounted for. If a grant has been received from Central, State and Local Bodies in same bank account, interest received has been accounted for against Grant from Central Government. All the grant accounts are subject to scrutiny and adjustments/addition, if any.

b) Grants received for AMRUT and PMAY Projects are classified under Grants from Central Government since both the Projects are monitored by Central Government.

c) A part of the Loan taken from HUDCO for JNNURM Project and CM Infrastructure Scheme, repayment of which is being made by Government of Madhya Pradesh, has been accounted for as Grant from State Government.

d) During the financial year 2018-19 Indore Smart City Development Limited has issued equity shares of Rs. 31,78,00,000/- to IMC against the grant received by the company from Central Government. The same has been accounted for as Grant from the Central Government.

5. **Secured Loan:** Secured loans include following:

5.1 **Overdraft Limit from State Bank of India:** During the FY 2018-19 IMC has only one OD limit of Rs. 12.82 Crores respectively from State Bank of India. This limit is taken against FDR. OD limit is duly reconciled as on 31.03.2019.

5.2 **Municipal Bond:** During the FY 2018-19 IMC has issued Muni Bond of Rs. 139.90 Crores on cut off coupon rate of 9.25% for its share under various projects of AMRUT Mission. Summary of Bond issued is as under:

Issuer	Municipal Corporation, Indore
Total Issue Size	Rs. 139.90 Crores
Basic Issue Size	Rs. 100 Crores
Green Shoe	Rs. 39.90 Crores
Incentive Received from Government	Rs. 18.187 Crores
Tenor	10 Years
Rating	AA by two Rating Agencies
Coupon Rate	9.25% p.a.
Coupon Type	Fixed
Coupon Payment Frequency	Half Yearly From the Date of Allotment
Redemption	Staggered redemption in four equal installments of 25% of the face value from the end of 7th year from the date of Allotment
Payment Mechanism	Structured (Waterfall Mechanism)
Mode	Private Placement
Listing	Listed on NSE
Object of Issue	General obligation bonds for incurring capital expenditure share in various projects under AMRUT Mission.
Security	Charge on Receivables of IMC

6. **Un-Secured Loan:** Unsecured Loans includes loans taken from Asian Development Bank (ADB), Ministry of Defence -GOI and Housing and Urban Development Corporation (HUDCO).

6.2 **HUDCO Loan:** The Corporation has taken six unsecured Loans from HUDCO for the projects of Narmada Tank, Water Supply, Nanda Nagar, EWS Construction JNNURM, C.M. Infrastructure project and for meeting Additional

Project Cost of JNNURM Project in 1996, 2005, 2003, 2012, 2013 and 2014 respectively. Corporation has repaid the loan taken in 1998, 2003 and 2003 for Narmada Tank, Nanda Nagar and water supply respectively. The amount has been taken in the Balance Sheet and the balance has been independently confirmed with the statement provided by HUDCO.

6.3 **Loan from Asian Development Bank (ADB):** The Corporation had taken loan from ADB for Project Uday Water Supply Work. The balance loan amount is subject to confirmation and reconciliation.

6.4 **Other Loans:** IMC had taken an unsecured loan from Defence Ministry. The balance loan amount is subject to confirmation and reconciliation.

7. **Fixed Assets:**
The valuation of fixed assets has been done as per valuation methodology provided in MPMAM.

7.1 **Land:**

7.1.1 The Land acquired free of cost or transferred to IMC from State or other Institutions or agencies, these have been valued at Rupee 1.

7.1.2 Lands for which ownership records are not available but are under permissible possession of IMC as per other records available have been accounted for and valued at Re. 1.

7.1.3 No Provision has been made for Land under encroachment, as the concerned ones have been valued at Rupee 1 only.

7.2 **Building and Other Immovable Assets**

7.2.1 The Fixed Assets figures represent additions during the current year, to the valuation of the assets identified, measured and recorded as on 01.04.2018. Cost of Buildings and other infrastructure assets i.e. Roads, Footpaths, Bridges, Culverts, Drains, Waterworks, Public Lighting, Gardens etc., has been taken from the respective ledger accounts and confirmed with work orders awarded in different years and recorded. The properties that have out lived their useful life, have been valued at Re. 1

7.2.2 Categorization and grouping/ regrouping of fixed assets have been done as provided in the MPMAM.

7.2.3 Depreciation has been charged on the basis of average useful life prescribed in MPMAM.

7.2.4 Fixed Asset Register (FAR) has been prepared as per MPMAM format and the descriptions available as per records have been filled up appropriately. IMC is taking steps, as suggested by handholding consultants, to have the necessary information included in the voucher prepared for capitalization of assets so that FAR is correctly prepared.

7.3 **Capital work in Progress (CWIP):**
CWIP represents capital assets, which are still under process of construction/completion and have not been commissioned.

It also includes contribution by IMC, GoMP and ADB towards Project UDAY. The contribution received from ADB is divided in the Loan and Grant components on the basis of information made available during the year. The payment to ADB, as interest, has been capitalized and included in CWIP. Similarly interest paid on loan, taken by IMC from State Bank of India for its contribution towards Project UDAY, has also been capitalized under CWIP.

INDORE

INDORE MUNICIPAL CORPORATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 2018-19

CWIP also includes work in progress under Sihasth (Khan Nadi STP Project), AMRUT Scheme and Pradhan Mantri Awas Yojna.

8. Investment:

8.1 Investment- General Fund: FDRs from Municipal funds and FDRs from Sinking Fund Reserve for Bond Redemption and Debt Service Reserve Account for bond issued with the banks have been shown under Investment - General Fund.

8.1.1 Investment in Equity Share Capital:

a) IMC has paid an amount of Rs. 500000/- on 05.12.2002 for acquisition of 50,000 Equity shares@ 10/- each of Indore Development Fund Ltd. (IDFL). It has been accounted for on the basis of payment made to the company. IMC is yet to receive the Share Certificates.

b) During the financial year 2015-16 Indore Smart City Development Limited has issued equity shares of Rs. 51,78,00,000/- (5,17,80,000 shares of Rs. 10 each) against grant received by the company from the Central Government. It has been accounted for on the basis of details received from the company.

c) IMC has made an Investment of Rs. 12,99,650/- (In 1,29,965 Equity shares @ 10/- each) in Atal Indore City Transport Services Limited (AICTSL) in earlier years. However the same was not accounted for till the financial year 2015-16. It has been accounted for during the financial year 2015-16 and an equivalent amount has been credited to the Municipal Fund Account. IMC is yet to receive the Share Certificates.

8.1.2 Investment in FDR: Investment in Fixed Deposits with the banks, of Municipal Fund, Sinking Fund created for redemption of Muni Bond issued, Debt Service Reserve Account, has been shown under this head. The amounts of FDRs have been taken on the basis of statements received from respective bank.

8.2 Investment- Other Fund: FDR from the GPF and Grant fund, have been shown under Investment - Other Fund.

9. Current Assets: Current Assets include the items prescribed in the MPMAM.

9.1 Inventories:

9.1.1 Valuation of Inventory has been done on last purchase cost.

9.1.2 Stores/ Materials are treated as expenditure, at the time of purchase and do not form part of Inventories. Inventories have been taken in the balance sheet on the basis the stock register maintained.

9.2 Sundry Debtors:

9.2.1 Property Tax, Water Tax and other taxes and charges: The amount of Property Tax receivable (from approx. 5.50 Lac assessee) as on 31-03-2015 has been taken from the Assessee's ledgers, as per Property Tax Module, prepared by Elbis System Pvt. Ltd., maintaining records for Property and other taxes and Fees etc. In a number of cases, personal ledgers of property tax Payers, show credit balances which is due to tax payer's depositing more money as self assessment, than is due from them or some rebates etc. not taken into account earlier credited now. These have been shown as liability under the head "Tax Collected in Advance".

- These are also subject to reconciliation and confirmation. IMC is also taking necessary steps to segregate recording of income between current and previous years in case of fresh/ re assessment of tax payers.
- The same condition prevails generally for Water Charges and the rentals for shops etc.

During the year 2014-15 an amount of 11,01,84,812.40/- of 34830 assessees has been debited (reversed) to Water Tax and credited to respective beneficiaries account vide Municipal Corporation Proposal no. 08 dated 09.07.2014.

9.2.2 Provision 8,01,37,99,903/- has been created for doubtful recoveries against tax dues for previous years in the above cases as per provisions and guidelines of MPMAM and hence no separate provision has been made against the matters pending under litigation in Court of Law, if any.

9.2.3 An amount of Rs. 14,99,99,976/- has wrongly been deducted from Compensation in lieu of Octroi, by Urban Administration Development Department Bhopal on account of implementation of E-Nagarpalika, has been accounted for as Receivable.

9.3 **Prepaid Expenses:** Prepaid expenses include amount paid for the insurance expenses related to 2019-20 in advance during the year 2018-19.

9.4 **Bank:** The balance is arrived at after reconciliation with the respective bank statements. Book provided. Some of the Bank Balances are subject to confirmation and adjustments arising due to reconciliation. Also, due to various reasons as explained, from time to time, some entries in reconciliations could not be matched and may be outstanding on both sides in different groups.

9.5 **Cash:** The cash in hand as of 31-03-19 has been worked out on the basis of balance of Cash Book as per trial balance, subject to reconciliation.

9.6 **Advances to Staff, Contractors and Others:**

9.6.1 **Loans to Others:** The amount pertains to the Loan / Advance given to IDFL, Atal Indore City Transport System Ltd. (AICTSL) and Indore Smart City Development Limited during the financial year. It also includes the repayment of loan taken by IDFL and its interest.

9.6.2 Similarly advances paid to contractors against work have been taken as current asset. These advances are subject to reconciliation and confirmation.

9.6.3 The amount of advance paid to staff has been taken on the basis of advance register and list provided by concerned person. These advances are subject to reconciliation and confirmation. The difference of advance as per the books of accounts, due to the reasons as mentioned in point no. 2.1 above and others, and as per the list provided amounting to Rs. 6,75,116/- has been credited to the Municipal Fund Account.

9.7 **Security Deposit**

9.7.1 **Security Deposit with Telecom Dept / Cell phone service provider**
The amount of Telephone Deposits as on 31.3.2019 has been taken on the basis deposit shown in the telephone bills paid for the month of March' 2019.

9.7.2 **Security Deposit with Electricity Board**
The amount of Security Deposit with Electricity Board as on 31.3.2019 has been accounted on the basis of details provided and confirmed, that is tallies

with the amount of Security being mentioned on the respective bills in respect of public lighting, buildings, tube wells and the gardens etc.

9.8 **Other Assets** : An amount of Rs. 1,88,54,221/- was deducted by Bank as TDS from interest received on IMC FDRs. IMC official following up the matter with the Income Tax Department for recovery of above deduction carried out by the bank.

10. **Current Liabilities**

10.1 **Security Deposit from Contractors:** Security Deposit from contractors is the deduction made from the bill approved by the Audit Cell against the running work order files of Jankarya Department. No interest has been credited on the Security Deposit. During the financial year the gross amount collected and refunded to contractors and suppliers, as per the records maintained, has been added and deducted respectively from the opening balance. The amount is subject to reconciliation and confirmation.

10.2 **Works Deposits:** Works Deposit includes amount received by IMC as a Nodal Agency for various works. Amount expended has been debited against the respective deposit. Similarly interest received on such deposit, where ever the amount has been kept in separate bank account, has also been credited to respective Works Deposit Account.

10.3 **Other Liabilities (Sundry Creditors):**

10.3.1 **Outstanding Bills of Contractors:** Amount of outstanding balance of contractors and suppliers as on 31.03.2019 has been taken from concerned accounts. All these balances are subject to confirmation and reconciliation.

10.3.2 **Stale Cheques:** It includes cheques pending for clearance for more than 3 months as on 31.03.2019.

10.3.3 **Withheld:** The amount pertains to retention made from the bills of contractors and suppliers. All these balances are subject to confirmation and reconciliation.

10.4 **Salary and Retirement and Family Pension Payable:** The amount of dues payable as on 31-03-2019 have been taken as per records generated from the various software. It is subject to confirmation and reconciliation.

The unpaid retirement benefits and Pension Fund of employee's retired up to 31st March 2019 have been taken in the current liabilities. Actuarial valuation has not been done to ascertain the Retirement Benefit Liability in lines with the MPMAM guidelines.

10.5 **Other Employees Liabilities:**

a) It includes dues towards **Arrears of 6th Pay Commission,** which is taken on the basis of Employee wise arrear details provided by concerned department.

b) Liability for Employee Provident Fund (EPF) and Employees State Insurance Corporation (ESIC) has been accounted for on the basis of amount due for payment for 2018-19 and earlier years and paid after 31.03.19.

10.6 **Government Dues Payable:** It includes Labour Welfare Cess, Entry Tax, GST, Income Tax Deducted at Source from Contractors bills and Income Tax Deducted at Source from Salary, Professional Tax, Royalty and RTO Tax etc.

10.7 **Advance Collection of Revenue:** In a number of cases, personal ledgers of property tax payers, show credit balances which is due to tax payer is depositing excess money, as self assessment as against the actual amount due to them or some receipts etc. not taken into account earlier, credited now. These have been shown as liability under this head. Also advance received against booking of flats under PMAY scheme and RAY scheme have been shown as liability under this head.

10.8 **Other Liabilities:** It includes deduction of LIC Premium, premium of Group Insurance Scheme (GIS), Installment of Loans of Employees deducted from Salary and payable to Financial Institutions and Credit Societies etc.

10.9 **Miscellaneous Receipts:** It includes the receipts for which the source of receipt could not be identified. It will be credited to the respective account head, once confirmed.

10.10 **Provisions:** Provision for outstanding liability of revenue expenditure have been provided on the basis of expenses incurred in the FY 2018-19 or previous years and paid after 31.03.19.

11. **Contingencies –**

11.1 **Liabilities :** The liability of different legal and taxation matters (pending before tax authorities, in District Court, High Court and Supreme Court on account of unsettled claims), dues payable to suspended employees and Guarantees issued by the Government on behalf of Corporation, has not been accounted for, as the same is not ascertainable.

11.2 **Others:** An amount of Rs. 15 Crores and Rs. 60 Crores has been deducted during the FY 2016-17 and FY 2017-18 respectively, from the Compensation in Lieu of Octroi by UADD on account of disputed Electricity Charges pending for settlement. The amount was not payable and refund has been claimed. However it has been accounted for as expenditure during the respective years.

During the FY 2018-19, Rs. 15 Crores and Rs. 10.10 Crores has been deducted in the month of July 2018 and March 2018 respectively, from the Compensation in Lieu of Octroi by UADD on account of disputed Electricity Charges pending for settlement. Later amount of Rs. 15 Crores has been refunded by UADD in the Month of August 2018, so amount deducted in the month of March of Rs. 10.10 Crores has been accounted for as receivable in the books of accounts.

12. **Miscellaneous Income:** it includes penalty amount charged to contractors on non performance as per contract terms.

13. **General:** In cases where supporting document & Information were not readily available due diligence was carried out.

The Annual Financial Statements (AFSs) have been finalized after incorporating various points identified by the MPUSP Finance Consultant and the IMC's Handholding consultants on the basis of draft AFSs submitted earlier.

Also, the final AFSs are based on trial balance drawn from the Accounting module after adjustment of above referred remarks.

Previous year figures have been regrouped, where ever necessary, to confirm to MPMAM groupings.

INDORE

कार्या.: 0731-2431610 (O)
फैक्स : 0731-2434469
ई-मेल : nagarnigamindore@yahoo.com

इन्दौर नगर पालिक निगम, इन्दौर

पत्र क्रमांक : 315

दिनांक :

Date: 05/11/2019

To,
National Stock Exchnage of India Limited
Exchange plaza, Bandra Kurla Complex,
Bandra(E), Mumbai 400051 , India

Dear Sir/Madam,

Pursuant to regulation 13(3) of SEBI(Listing obligiation and disclosure requirements) Regulation, 2015, Please find the below statement of investor complaints for the period 29-06-2018 to 30th September, 2019.

SR. No	Details of Investor Complaints	No. of Complaints
1.	No. of Investor's complaint pending at the beginning of the above mentioned period	NIL
2.	No. of Investor complaints received during the above mentioned period	NIL
3.	No. of Investor complaints disposed off during the above mentioned period	NIL
4.	No. of Investor complaints remaining unsolved as on 31st march 2019	NIL

This is for information and record.

Thanking you

Yours Faithfully

Veerbhadra Sharma
Indore Municipal Corporation
Compliance Officer

RAMA K GUPTA & CO.
Chartered Accountants
(Formally known as Lulla Gupta & Co.)

Office : 215, Diamond Trade Centre Diamond Colony, New Palasia Indore – (M.P.) 452001
Phone :0731-4033751
Mobile: 09977350199,
e-mail : ankuraca.2008@gmail.com

03.12.2019

TO WHOMSOEVER IT MAY CONCERN

This is to certify that the Rs. 139.90 Cr. received through issuance of Bond as on 29/06/2018 and received in Escrow Account Number 918010039688300 with Axis Bank Which has been utilized under Amrut project to the extent Rs. 40,00,00,000/- till 30th September,2019 and remaining amount has been kept under Escrow Account with Axis Bank, Indore.

Thanking You,

Place :INDORE

For: Rama K Gupta & Co.
Chartered Accountants

RAMA K GUPTA & CO. FRN : 005005C CHARTERED ACCOUNTANTS

CA. Ankur Gupta
Partner
M. No. 429684
FRN – 005005C
UDIN : 19429684AAAADY8714

RAMA K GUPTA & CO.
Chartered Accountants
[illegible]

Office: 215, Diamond Trade Centre
Indore – (M.P.) 452001
Phone: [illegible]
Mobile: [illegible]
e-mail: [illegible]

TO WHOMSOEVER IT MAY CONCERN

We hereby certify that **Indore Municipal Corporation has the following ratio as per the** audited financial statement as on 31st March, 2019.

S.No	Particulars	Remarks
1.	Security Cover	As there is no specific fixed asset charged for repayment of Bond, security coverage ratio is not applicable
2.	Amount Transferred to DRR as on 28th Nov 19	Corporation has a specific sinking fund escrow account maintained with Kotak Bank in which amount has been transferred from which FDR has been created on timely basis. Closing balance of FDR as on date is Rs. 59,00,25,273/-
3.	Debt Equity	As Corporation does not have any equity, therefore not applicable
4.	Interest Coverage Ratio	Interest Coverage Ratio as per the audited balance sheet is 18.50 times
5.	Debt Service Coverage Ratio	Debt Service Coverage ratio as per the audited balance sheet is 9.17 times
6.	Asset Cover Ratio	As there is no specific fixed asset charged for repayment of Bond, security coverage ratio is not applicable

Thanking You

Date: 02-12-2019
Place: Indore

For Rama K Gupta & Co.
Chartered Accountants

CA Ankur Gupta
(Partner)

UDIN: 19429684AAAADX6981

Note – The above certificate is prepared on basis of information and documents produce before me.

RAMA K GUPTA & CO.
Chartered Accountants
[illegible]

Office : 215, Diamond Trade Centre
Indore – (M.P.) 452001
Phone : 0731-4033751
Mobile: 09977350199,
e-mail : ankurca2006@gmail.com

TO WHOMSOEVER IT MAY CONCERN

We, hereby certify that the Value of receivables of **Indore Municipal Corporation, Indore** as per the audited financial statement as on 31st March, 2019 is as follows :

Particulars	**Amount**
Value Of receivable (B)	
Gross Amount	16,413,167,026
Less: Provision	8,015,799,905
Amount	**839,73,67,121**

Thanking You

Date: 02-12-2019
Place: Indore

For Rama K Gupta & Co.
Chartered Accountants

CA Ankur Gupta
(Partner)

UDIN: 19429684AAAADX6981

Note – The above certificate is prepared on basis of information and documents produce before me.

☎ कार्या. : 0731-2431810 (O)
फैक्स : 0731-2434409
ई-मेल : nagarnigamindore@yahoo.com

इन्दौर नगर पालिक निगम, इन्दौर

पत्र क्रमांक 318
दिनांक :

Date: 05.11.2019

To,
National Stock Exchnage of India Limited
Exchange plaza, Bandra Kurla Complex,
Bandra(E), Mumbai 400051 , India

Dear Sir/Madam,

Pursuant to requirement of SEBI(Listing obligiation and disclosure requirements) Regulation, 2015, Indore Municipal Corporation hereby certifies the value of receivable as per audited financial statement as on 31st March, 2019 is as under:

Particulars	Amount
Total Receivables	16,413,167,026
Less: Provision	8,015,799,905
Net Receivables	**8,397,367,121**

This is for information and record.

Thanking you
Yours Faithfully

Veerbhadra Sharma
Indore Municipal Corporation
Compliance Officer