Institute of Hotel Management Catering and Nutrition, Pusa, New Delhi

Revenue Expenditure

(Rs. in Lakh)

Particulars	2024-25 (Audited Accounts)	Provisional 2025-26	B.E. 2026-27
Establishment Expenses			
Salaries (Faculty , Non Teaching , Contractual & Outsourced Staff)	730.03	761.07	837.18
Pension paid	289.95	270.35	289.27
Medical Reimbursement including CGHS contribution	37.04	111.52	85.00
Leave Encashment (including Provision)	2.30	2.01	6.00
Gratuity (including Provision)	32.90	46.70	25.00
Pension (Provision)	200.00	75.00	0.00
8th pay Commission (Provision)	0.00	75.00	90.00
L.T.C. & C.E.A.	12.87	15.10	16.61
Contribution to Provident Fund /NPS	43.26	52.62	63.14
Total	**1348.35**	**1409.37**	**1412.21**
Administrative Expenses			
Travelliing and Conveyance Expenses	1.81	3.35	3.85
Newspaper, Periodicals & Books	0.28	0.39	0.45
Postage & Courier Charges	0.50	0.41	0.47
Telephone Expenses & Internet Charges	1.42	1.48	1.70
Printing and Stationary	4.93	6.99	7.34
Advertisement & Publicity Expenses	0.76	2.67	2.94
Computer & other Hardware Expenses	3.45	2.94	3.23
Audit Fees	0.65	0.65	0.72
Bank Charges	0.08	0.11	0.13
Property Tax	6.32	6.32	6.95
Professional Charges (including Legal Expenses)	3.42	1.28	1.47
Examination Expenses	40.06	49.59	54.55
General Expenses	2.17	20.21	5.50
Horticulture Expenses	2.01	1.52	1.75
Seminar & workshop Expenses	1.56	2.46	2.83
Rajbhasa Hindi Expenses	0.38	0.58	0.67
Sports & Recreation Expense	2.72	7.14	7.43
Expenses on MoT initiated Events	3.58	0.30	2.50
Total	**76.10**	**108.39**	**104.47**
Operational expenses			
Electricity Expenses	81.13	76.89	84.58
Fuel & Gas	5.93	6.36	7.00
Water Charges	3.76	0.95	2.50
Kitchen expenses	103.93	114.53	115.00
Housekeeping material expenses	7.42	8.57	9.00
Other Lab Expenses (Front Office & F&B Service)	6.40	4.06	4.47
Maintenance Expenses (Building /Equipment/Electical)	71.55	60.18	69.21
Hostel Expenses	0.95	1.20	1.38
Total	**281.08**	**272.74**	**293.13**
Depreciation	**153.41**	**168.81**	**175.00**
Total Revenue Expenditure	1,858.95	1,959.31	1,984.80
Total Revenue Receipts	1,910.66	1,976.24	1,994.92
Net Deficiet (-)/ Net Surplus(+)	51.71	16.93	10.11

Revenue Receipts

(Rs. in Lakh)

Particulars	2024-25 (Audited Accounts)	Provisional 2025-26	B.E. 2026-27
Fees from Students	1511.77	1558.79	1570.57
Hostel Fees	171.58	188.78	197.35
Interest on deposits and FDR	162.79	184.68	190.00
Income from Bake shop	3.39	3.25	4.50
Rental Income /Hire Charges	11.75	9.05	5.50
Consultancy Income	10.16	10.10	6.50
License Fee ,Electricity Recovery, Water Charges, Meals Charges recoverd From Staff	5.53	5.37	5.50
Misc. Receipts	33.68	16.22	15.00
Total Revenue Receipts	**1910.66**	**1976.24**	**1994.92**

R. A. BANSAL & CO.
Chartered Accountants

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9 Asaf Ali Road, Turkmaan Gate,
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INDEPENDENT AUDITORS' REPORT

TO

THE GOVERNING BOARD MEMBERS

INSTITUTE OF HOTEL MANAGEMENT, CATERING AND NUTRITION

NEW DELHI, INDIA

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying Financial Statements of **INSTITUTE OF HOTEL MANAGEMENT, CATERING AND NUTRITION (IHM)**, which comprise the Balance Sheet as at **31st March, 2025**, the Statement of Income and Expenditure for the year ended on that date, and the notes to the Financial Statements including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effect of matters described in the basis of qualified opinion paragraph, the aforesaid financial statements, subject to basis of qualification and Note No 25 of the financial statements, give the information required by the Indian Law in the manner so required and give a true and fair view, in conformity with the accounting principles generally accepted in India.

R.A. BANSAL & CO. New Delhi CHARTERED ACCOUNTANTS

a) In the case of the Balance Sheet, of the state of affairs of IHM as at March 31, 2025 and ;
b) In the case of Income and Expenditure Account of the surplus of Income over Expenditure.

Emphasis of Matter

We draw attention to the following significant accounting policies and notes to accounts:

1. The Institute follows a **hybrid system of accounting**, whereby certain transactions such as donations, grants, and revenues except interest on fixed deposits are recognised on cash basis, while expenses and liabilities are recognised on accrual basis.
2. **Purchases are considered as consumed in the year of purchase** and inventory is not valued, being insignificant.
3. **Investments:** Term deposits of ₹30,50,000 representing earmarked/endowment fund liability have been redeemed and not reinvested as at 31st March 2025; the amount remains in bank pending reinvestment.

   During the year, ₹10,935,320 (including premium of Rs 3,35,321/-) has been invested in Government Bonds. Premium paid on government bonds will be amortised over the period of maturity.

4. **Fixed Assets and Capital Projects: Adequacy of the carrying value of the Fixed assets in financial statements is not ascertainable as after the physical verification of fixed asset, impairment testing of the assets is not carried out done during the year.**

   Expenditure is shown under Capital Work-in-Progress until completion. However, CPWD expenditure statements are consolidated without component-wise breakup, and no Project Construction Committee has been constituted to oversee project execution or coordinate with CPWD.

5. We draw attention to the fact that the Institute has not documented its **accounting policies and procedures** in a formal manual. In the absence of such documentation, reliance has been placed on prevailing practices and explanations provided by management.

R.A. BANSAL & CO. New Delhi CHARTERED ACCOUNTANTS

Our opinion is not modified in respect of these matters.

Other Key Audit Observations

1. **Depreciation**

    - Provided on Written Down Value method at rates specified in the Income Tax Act, 1961.
    - Depreciation Reserve as on 31.03.2025 stands at ₹12,40,32,935.

2. **Revenue Recognition**

    - During the year 2024-25, Institute has recognised revenue and accounted on receipt basis. Expenses are being recognised on accrual basis. There is no change in policy.
      Interest on fixed deposits has been recognized on accrual basis, however interest on government bonds has been recognized as income on receipt basis.
    - The college undertakes consultancy projects for various agencies. Consultancy receipts amounting to Rs 25,01,658 for the year ended 31st March 2025 (Rs 23,93,782 for FY 23-24) has not been recognised as income and taken to next year under the head current liability. Also an amount of Rs 27,28,067 paid against the receipts has been debited to the consultancy project during FY 2024-25.
    - CBSP assessment receipts of ₹1,09,929 for FY 2024-25 have been deferred. A net amount of ₹9,04,612 credited to CBSP assessment during FY 2022-23 to FY 2024-25 remains unrecognised as income.
    - Interest on savings accounts of GPF/CPF Trust (maintained under Institute's PAN) has not been recognised in Institute books.
    - Interest on fixed deposits held against award deposits (₹1,48,169 for FY 2024-25; ₹1,85,402 for FY 2023-24) has been credited directly to award deposits instead of being routed through income.

3. **Board of Governors Meetings**

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During the course of audit, it was noted that **Board of Governors (BOG) meetings** were not held at regular intervals as prescribed.

4. **Retirement Benefits**

- The Trust operates retirement benefit schemes such as Provident Fund, Gratuity, Leave Encashment, and Pension.
- Pension liability as per actuarial valuation dated 31st March 2023 amounted to ₹35,10,58,245. Against this, provision of only ₹2,00,00,000 has been made in FY 2024-25 (₹2,00,00,000 in FY 2023-24). Liability as on 31st March 2025 has not been actuarially ascertained.
- Gratuity liability is provided on an **arithmetical basis** considering accumulated unavailed leave and last drawn salary.
- Liability for Leave encashment has been provided (on the basis of actuarial report) for the liability as on 31st March 2023 which is not less than the liability as on 31st March 2025.

5. The Institute has maintained GPF and CPF funds (hereinafter called the Fund) for its employees as a Society as "Institute of Hotel Management Catering and Nutrition Delhi (Society) Contributory Provident Fund Trust". The society has not obtained any recognition or approval from the appropriate authorities as per law to operate these two funds. The bank accounts are being maintained under PAN of the Institute. The Balance Sheet and Annexures thereto of the Fund as on 31st March 2025, have been taken on record and forms part of the Financial Reports of the Institute on certification by another auditor and has not been verified by us.

Responsibilities of Management and Those Charged with Governance

The Management of IHM is responsible for the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the IHM in accordance with the accounting principles generally accepted in India. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Indian Laws applicable to IHM for safeguarding its assets and for preventing and detecting the 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 control, that

R.A. BANSAL & CO. CHARTERED ACCOUNTANTS New Delhi were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Indian Laws applicable to IHM, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the said Indian Laws and the Rules made there under.

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

• Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

R.A. BANSAL & CO. New Delhi CHARTERED ACCOUNTANTS

• Obtain an understanding of internal financial 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.

• 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.

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

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

The Society's Board of Governors are responsible for the preparation of the other information. The other information comprises the information included in the Annual Report, but 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.

R.A. BANSAL & CO. New Delhi CHARTERED ACCOUNTANTS

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 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.

Report on other Legal and Regulatory Requirements

1. 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 by the IHM so far as it appears from our examination of those books.

c) the Balance Sheet, the income and expenditure account and receipts and payments account, dealt with by this Report are in agreement with the books of account.

R. A. BANSAL & CO.
New Delhi
CHARTERED ACCOUNTANTS

d) Based on our examination on test check basis and also confirmed by the Management, The association has used accounting software for maintaining its books of account for the financial year ended on 31st March 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of the audit trail feature being tempered with.

For R A Bansal & Co.
Chartered Accountants
(Firm Registration No. : 005642N)

R A BANSAL & CO. New Delhi CHARTERED ACCOUNTANTS

CA RAM AVTAR
Partner
(Membership No 084458)

UDIN NO: 25084458BMJRGV4489
Place: New Delhi
Date: 12/08/2025

INSTITUTE OF HOTEL MANAGEMENT, CATERING & NUTRITION
Library Avenue, PUSA Complex, PUSA, New Delhi
Statement of Income and Expenditure 31 March 2025

Particulars	Schedule	For the year ended 31.03.2025	For the year ended 31.03.2024
A. INCOME			
Income From Sales/ Services	12	4,764,560	6,059,904
Grants/ Subsidies	13	NIL	12,800,000
Fees/ Subscriptions	14	168,334,391	161,380,355
Income From Investments	15	NIL	NIL
Income From Rent	16	1,175,366	1,394,324
Interest Earned	17	16,278,545	12,665,934
Other Income	18	3,575,963	1,904,064
Increase/(Decrease) In Stock In Finished Goods & Work In Progress	19	NIL	NIL
Total (A)		**194,128,825**	**196,204,580**
B. EXPENDITURE			
Establishment Expenses	20	114,835,216	117,168,602
Other Administrative Expenses Etc.	21	38,781,590	37,676,997
Expenditure on Grants, Subsidies etc.		NIL	NIL
Interest	23	NIL	NIL
Total Expenditure before depreciation (B)		**153,616,806**	**154,845,599**
Balance being Surplus/(deficit) of Income over Expenditure before depreciation (A-B)		40,512,019	41,358,981
Depreciation during the year	8	15,340,655	14,976,084
Balance being Surplus/(deficit) of Income over Expenditure after depreciation		**25,171,364**	**26,382,897**
(Less) /Add : Prior Period items	22	-	-
(Less) Provision for Pension		20,000,000	20,000,000
Balance Being Surplus/(Deficit) carried to Surplus from Income & Expenditure A/C		**5,171,364**	**6,382,897**
Significant Accounting Policies	24		
Contingent Liabilities & Notes to Accounts	25		

For **R. A.BANSAL & CO.**
Chartered Accountants
Firm Registration No.: 005642N

CA RAM AVTAR
Partner
Membership No.: 084458

Place: New Delhi
Date:
UDIN NO:

For **Institute Of Hotel Management, Catering & Nutrition**

(Principal) **(Admin Cum Account Officer)** **(Accountant)**

INSTITUTE OF HOTEL MANAGEMENT, CATERING & NUTRITION

Library Avenue, PUSA Complex, PUSA, New Delhi

BALANCE SHEET AS AT 31 March 2025

CORPUS/CAPITAL FUND & LIABILITIES	Schedule	As at 31.03.2025	As at 31.03.2024
Corpus/Capital Fund	1	195,331,929	192,968,893
Reserves & Surplus	2	28,708,300	23,536,936
Earmarked / Endowment Fund	3	13,557,172	17,309,841
Secured Loan and Borrowings	4	NIL	NIL
Unsecured Loan and Borrowings	5	NIL	NIL
Deferred Credit Liabilities	6	NIL	NIL
Current Liabilities & Provision	7	122,367,091	102,273,418
TOTAL (A)		**359,964,492**	**336,089,088**
ASSETS			
Fixed Assets	8		
Gross Block		217,717,495	212,644,847
Less: Depreciation		124,032,935	108,692,280
Net Block		93,684,560	103,952,567
Work In Progress:-		-	-
Investment - Earmarked/Endowment Fund	9	-	3,050,000
Investment - Other	10	10,935,320	NIL
Less: Amortisation Provision		37,638	
		10,897,682	
Current Assets, Loans & Advances	11	255,382,249	229,086,521
TOTAL (B)		**359,964,492**	**336,089,088**
Significant Accounting Policies	24		
Contingent Liabilities & Notes to Accounts	25		

For **R. A.BANSAL & CO.**
Chartered Accountants
Firm Registration No.: 005642N

R. A. BANSAL & CO. CHARTERED ACCOUNTANTS New Delhi

CA RAM AVTAR
Partner
Membership No.: 084458

Place: New Delhi
Date:
UDIN NO: 25084458BMTKGN4487

For **Institute Of Hotel Management, Catering & Nutrition**

(Principal) **(Admin Cum Account Officer)** **(Accountant)**