

Raj Kumar Jalan & Associates

Chartered Accountants

41-B, SYED AMIR ALI AVENUE, (1st FLOOR)
KOLKATA - 700 019

Report of : MESSRS. BIJU PATNAIK NATIONAL STEEL INSTITUTE,
JCDL-NIMZ, Common Facility Centre,
Kalinganagar,
Jajpur - 755026 (Odisha)

For the Year / ~~Period~~ Ended on : ~~31.03.2023~~ 31.03.2023

Enclosed :

1. Audit Report
2. Balance Sheet
3. Profit & Loss Account
4. Details



INDEPENDENT AUDITORS REPORT

To
The Members,
BIJU PATNAIK NATIONAL STEEL INSTITUTE,
JCDL-NIMZ, COMMON FACILITY CENTRE
KALINGANAGAR
JAJPUR-755026
ODISHA

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **BIJU PATNAIK NATIONAL STEEL INSTITUTE** (a society registered under the Societies Registration Act, 1860) which comprises the Balance Sheet as at **31st March, 2023** and the Income and Expenditure Account for the year ended on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Society as at 31st March, 2023 and its Income and Expenditure Account for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Society in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India 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.

Emphasis of Matter

We draw your attention to Note 10 in the notes to accounts annexed to the financial statements which indicates that the organization incurred a deficit of Rs.33,60,466.11 during the year ended March 31, 2023 and, as of that date, the Organizations's liabilities exceeded its total assets by Rs. 91,23,991.62. As stated in Note 10, these events or conditions, along with other matters as set forth in Note 10, indicate that a material uncertainty exists that may cast significant doubt on the Organizations's ability to continue as a going concern. Since the Management has assessed that it will still remain a going concern with proper infusion of funds to set up a sustainable model, our opinion is not modified in respect of this matter.



(contd....2)

Responsibilities of Management and those Charged with Governance for the Financial Statements

The Management of **BIJU PATNAIK NATIONAL STEEL INSTITUTE** is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Society in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Statute for safeguarding of the assets of the Society 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.

The Management are also responsible for overseeing the Society's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

(contd....3)



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with 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.

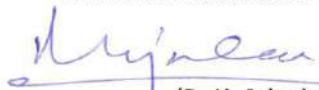
Report on Other Legal and Regulatory Requirements

Based on our audit, we further 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 Society so far as it appears from our examination of those books.
- c. The Balance Sheet and the Income and Expenditure Account dealt with by this Report are in agreement with the books of account.

For RAJ KUMAR JALAN & ASSOCIATES
Firm Registration No. 317095E
Chartered Accountants




(R. K. Jalan)
Proprietor
(Membership No. 053231)

UDIN : 23053231BGVACN7568

Dated : The 14th day of September, 2023

BIJU PATNAIK NATIONAL STEEL INSTITUTE
JCDL-NIMZ, COMMON FACILITY CENTRE, KALINGA NAGAR, JAPUR-755026, ODISHA

BALANCE SHEET AS AT 31 ST MARCH 2023

AS AT 31.03.2022 Rs	LIABILITIES	AS AT 31.03.2023 Rs	AS AT 31.03.2022 Rs	ASSETS	AS AT 31.03.2023 Rs
(62,50,729.83)	CORPUS ACCOUNT BALANCE AS PER LAST A/C LESS : TRANSFERRED FROM INCOME AND EXPENDITURE A/C	(57,63,525.51)	4,90,39,117.25	FIXED ASSETS NET BLOCK (SCHEDULE - A)	4,85,36,132.78
-		33,60,466.11		INVESTMENTS	
4,87,204.32	ADD : TRANSFERRED FROM INCOME AND EXPENDITURE A/C	-	10,00,00,000.00	FIXED DEPOSITS WITH SCHEDULED BANKS	10,00,00,000.00
(57,63,525.51)		(91,23,991.62)			
5,15,85,302.37	CAPITAL GRANT (DEFERRED INCOME) BALANCE AS PER LAST A/C	5,10,84,980.79	1,98,91,633.61	CASH AND BANK BALANCES (SCHEDULE - B)	2,48,36,222.50
(5,00,321.58)	LESS : DEPRECIATION ON FIXED ASSET FROM JOINT PLANT COMMITTEE	(4,94,204.47)	26,492.00	LOANS AND ADVANCES (SCHEDULE - C)	1,300.00
5,10,84,980.79		5,05,90,776.32		OTHER CURRENT ASSETS (SCHEDULE - D)	14,43,87,962.15
10,00,00,000.00	LOANS AND ADVANCES ADVANCE FROM JOINT PLANT COMMITTEE	10,00,00,000.00			
2,45,66,044.00	CURRENT LIABILITIES (SCHEDULE - E)	2,76,42,714.00			
14,37,91,980.73	R & D PROJECT FUND A/C	14,86,52,118.73			
31,36,79,480.01	TOTAL	31,77,61,617.43	31,36,79,480.01	TOTAL	31,77,61,617.43

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS - SCHEDULE - G

IN TERMS OF OUR REPORT OF EVEN DATE

For Raj Kumar Jalan & Associates

Chartered Accountants

Firm Regn No.0317095E



(Raj Kumar Jalan)

Proprietor

Membership No - 053231

UDIN : 23053231BGVACN7568

DATED : 14.09.2023

PLACE : KOLKATA


CHAIRMAN
Pritam S Purkayastha
Director
Biju Patnaik National Steel Institute (BPNSI)
[Under Ministry of Steel, Govt. of India]


CHAIRMAN
Ruchika Chaudhry Govil
Additional Secretary
Ministry of Steel
उद्योग भवन, नई दिल्ली
Udyog Bhawan, New Delhi

BIJU PATNAIK NATIONAL STEEL INSTITUTE
JCDL-NIMZ, COMMON FACILITY CENTRE, KALINGA NAGAR, JAPUR-755026, ODISHA

INCOME & EXPENDITURE A/C FOR THE YEAR FROM 01.04.2022 TO 31.03.2023

YEAR ENDED 31.03.2022	EXPENDITURE	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022	INCOME	YEAR ENDED 31.03.2023
Rs		Rs	Rs		Rs
1,70,45,496.00	TO STAFF REMUNERATION & BENEFITS (SCHEDULE - F)	1,82,09,039.00			
8,90,952.00	TO RENT, RATES AND TAXES	8,92,598.00			
33,836.00	TO TRAVELING AND CONVEYANCE	3,733.00			
69,392.00	TO POSTAGE AND TELEPHONE	71,344.00			
8,571.00	TO ELECTRICITY CHARGES	16,302.35			
6,499.00	TO REPAIR AND MAINTENANCE	7,983.00			
35,211.00	TO MEETING EXPENSES	3,252.00			
20,500.00	TO PROFESSIONAL FEE	69,500.00			
1,137.00	TO PRINTING AND STATIONERY	1,659.00			
3,49,106.68	TO SUNDRY OFFICE EXPENSES	3,79,664.76			
9,148.00	TO DEPRECIATION (NET)	8,780.00			
4,87,204.32	TO EXCESS OF INCOME OVER EXPENDITURE TRANSFERRED TO CORPUS A/C	-			
1,89,57,053.00	TOTAL	1,96,63,855.11	1,89,57,053.00	TOTAL	1,96,63,855.11
				BY OTHER INCOME	
			1,77,06,000.00	REVENUE GRANT FROM JOINT PLANT COMMITTEE	1,50,00,000.00
				BY MISCELLANEOUS RECEIPTS	
			95,000.00	Project NIIST	1,11,000.00
			11,09,053.00	Bank interest	11,92,389.00
			47,000.00	Other Receipt	-
			-	BY EXCESS OF EXPENDITURE OVER INCOME TRANSFERRED TO CORPUS A/C	33,60,466.11

IN TERMS OF OUR REPORT OF EVEN DATE

For Raj Kumar Jalan & Associates

Chartered Accountants

Firm Regn No.0317095E



(Raj Kumar Jalan)

Proprietor

Membership No - 053231

UDIN : 23053231BGVACN7568

DATED : 14.09.2023

PLACE : KOLKATA

CHAIRMAN

सचिव श्री राजीव/रुचिका चौधरी गोवि

अस. सचिव/Additional Secretary

इस्पात मंत्रालय/Ministry of Steel

राज्य शा. रा. (रा.)

Udyog Bhawan, New Delhi

DIRECTOR

Pritam S Purkayastha

Director

Biju Patnaik National Steel Institute (BPNISI)

[Under Ministry of Steel, Govt. of India]

JCDL-NIMZ, COMMON FACILITY CENTRE, KALINGA NAGAR-755026, ODISHA
BIJU PATNAIK NATIONAL STEEL INSTITUTE

SCHEDULE FORMING PART OF THE ACCOUNTS
FOR THE YEAR FROM 01.04.2022 TO 31.03.2023

SCHEDULE A :
FIXED ASSETS

DESCRIPTION	WDV AS AT 31.03.2022	ADDITION DURING THE YEAR	Disposal During the year	Depreciation		WDV AS AT 31.03.2023
				RATE	AMOUNT	
LEASEHOLD LAND	4,25,45,819.14	-	-	-	4,62,504.83	4,20,83,314.31
LAND	24,72,798.00	-	-	-	-	24,72,798.00
COMPUTER HARDWARE	240.02	-	-	40%	96.01	144.01
COMPUTER SOFTWARE	859.21	-	-	40%	343.68	515.53
ELECTRICAL APPLIANCE	36,793.34	-	-	15%	5,519.00	31,274.34
ELECTRICAL INSTALLATION	48,226.55	-	-	15%	7,233.98	40,992.57
OFFICE EQUIPMENT	27,071.30	-	-	15%	4,060.70	23,010.60
FURNITURE & FIXTURE	1,18,239.85	-	-	10%	11,823.98	1,06,415.87
LIBRARY BOOKS	28,561.77	-	-	15%	4,284.26	24,277.51
STEEL SIGNBOARD	5,385.21	-	-	10%	538.52	4,846.69
LAB. EQUIPMENT -SMT	15,318.96	-	-	15%	2,297.84	13,021.12
LAB. EQUIP- WELDING	18,971.42	-	-	15%	2,845.71	16,125.71
ELECTRICAL EQUIPMENT	2,850.28	-	-	15%	427.54	2,422.74
GUEST HOUSE FURNITURE	1,230.94	-	-	10%	123.09	1,107.85
FURNITURE AT SITE OFFICE	8,853.27	-	-	10%	885.33	7,967.94
TOTAL	4,53,31,219.25	-	-	-	5,02,984.47	4,48,28,234.78
CAPITAL WORK IN PROGRESS						
BUILDING UNDER CONSTRUCTION	37,07,898.00	-	-	-	-	37,07,898.00
TOTAL	37,07,898.00	-	-	-	-	37,07,898.00
GRAND TOTAL	4,90,39,117.25	-	-	-	5,02,984.47	4,85,36,132.78
PREVIOUS YEAR	4,95,48,586.83	-	-	-	5,09,469.58	4,90,39,117.25
Depreciation for the year 2022-23(Gross)						
Less : Depreciation on Fixed Assets on grant from Joint Plant Committee						
Depreciation for the year 2022-23 (Net)					8,780.00	

NOTE : LEASE HOLD LAND- 25 ACRES OF LAND WAS GIVEN BY GOVT. OF ODISHA @ Rs.15 LAKHS PER ACRE PREMIUM ON LEASE BASIS FOR A PERIOD OF 99 YEARS LEASE AS PER DEED DATED 7TH OCTOBER 2013. THE PREMIUM AND INCIDENTAL CHARGES AMOUNTING TO Rs.4,20,10,290.00 HAS BEEN AMORTISED UNDER LEASEHOLD LAND. THE PREMIUM PAID INCLUDING LEGAL AND OTHER CHARGES IS BEING CHARGED OFF OVER THE PERIOD OF LEASE.



BIJU PATNAIK NATIONAL STEEL INSTITUTE
JCDL-NIMZ, COMMON FACILITY CENTRE, KALINGA NAGAR-755026, ODISHA

SCHEDULES FORMING PART OF THE ACCOUNTS

<u>B. CASH AND BANK BALANCES</u>	AS AT 31.03.2023 Rs	AS AT 31.03.2022 Rs
CASH IN HAND	12,724.00	23,652.00
CASH WITH BANK :		
IN CURRENT ACCOUNT WITH SBI , SEA BEACH ROAD ,PURI	2,90,227.40	18,114.00
IN SAVINGS ACCOUNT/CA WITH SBI ,SEA BEACH RD. PURI	53,42,093.10	70,593.10
IN SAVINGS BANK ACCOUNT WITH PNB, GRAND ROAD,PURI	1,91,178.00	2,79,274.51
IN FIXED DEPOSIT WITH PNB, GRAND ROAD,PURI	15,00,000.00	20,00,000.00
IN FIXED DEPOSIT WITH CANARA BANK, SARBODAYA ROAD,PURI	1,75,00,000.00	1,75,00,000.00
	<u>2,48,36,222.50</u>	<u>1,98,91,633.61</u>
<u>C. LOANS AND ADVANCES</u>		
ADVANCE GENERAL	500.00	500.00
SECURITY DEPOSIT	-	25,192.00
SECURITY DEPOSIT- LPG	800.00	800.00
	<u>1,300.00</u>	<u>26,492.00</u>
<u>D. OTHER CURRENT ASSETS</u>		
PRE PAID MEDICLAIM PREMIUM	1,16,457.00	1,16,264.00
INTEREST ACCRUED & DUE	1,19,467.50	4,66,829.50
INTEREST ACCRUED ON FIXED DEPOSIT	54,210.00	72,678.00
JPC GENERAL FUND A/C	14,24,67,577.65	14,24,67,577.65
TDS RECEIVABLE	16,30,250.00	15,98,888.00
	<u>14,43,87,962.15</u>	<u>14,47,22,237.15</u>
<u>E. CURRENT LIABILITIES</u>		
LIABILITIES FOR EXPENSES	72,34,915.00	65,60,651.00
CAUTION MONEY DEPOSIT	35,210.00	35,210.00
PROVISION FOR GRATUITY PAYABLE	1,13,74,901.00	1,00,19,017.00
PROVISION FOR LEAVE SALARY PAYABLE	89,97,688.00	79,51,166.00
	<u>2,76,42,714.00</u>	<u>2,45,66,044.00</u>
<u>F. STAFF REMUNERATION & BENEFITS</u>		
SALARY & WAGES	1,41,92,413.00	1,32,89,188.00
EMPLOYERS' CONTRIBUTION TO PROVIDENT FUND	12,89,515.00	11,81,310.00
EMPLOYERS' CONTRIBUTION TO PENSION FUND	3,06,345.00	3,04,770.00
E.D.L.I. CHARGES	18,360.00	18,450.00
LEAVE SALARY	10,46,522.00	9,53,436.00
GRATUITY	13,55,884.00	12,98,342.00
	<u>1,82,09,039.00</u>	<u>1,70,45,496.00</u>



**BIJU PATNAIK NATIONAL STEEL INSTITUTE
COMMON FACILITY CENTRE, JCD-NIMZ, PANKAPAL SQUARE,
KALINGA NAGAR, JAIPUR-755026, ODISHA**

SCHEDULE - G

SCHEDULE FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2023

NOTES ON ACCOUNTS AND SIGNIFICANT ACCOUNTING POLICIES

1. SIGNIFICANT ACCOUNTING POLICIES:

- a) The financial statement has been prepared under historical cost convention in accordance with the generally accepted accounting principles.
- b) Revenue expenditure is recognized on accrual basis and revenue income is also recognized on accrual basis excepting tuition fees.
- c) Grant from Joint Plant Committee for meeting revenue expenditure of the Institution is treated as other income.
- d) Grant from Joint Plant committee as and when received for meeting capital expenditure on depreciable fixed assets are treated as deferred income and have been recognized in the Income and Expenditure account in a systematic manner and rational basis over the useful life of the asset.
- e) Fixed assets are capitalized at acquisition cost and other cost to bring the asset to usable condition.
- f) Depreciation on fixed asset is provided on written down value basis at the applicable rates as per Income Tax Rules 1962.
- g) Amortization on lease hold land has been provided over the period of lease.
- h) The preparation of financial statements in conformity with Indian GAAP requires judgment, estimates and assumption to be made that affect the reported amount of assets and liabilities and the reported amount of income and expenditure during the reporting period. Difference between the actual result and the estimates are recognized in the period in which the results are known/ materialized

OTHER NOTES ON ACCOUNTS:

- 2. During the year the sum of Rs. 1,50,00,000.00 (Previous Year : Rs. 1,77,06,000.00) have been received from Joint Plant Committee towards Revenue grant for the year.
- 3. Actuarial valuation for Gratuity liability (unfunded) of Rs 1,13,74,901.00 (Previous Year : Rs. 1,00,19,017.00) as on 31.03.2023 has been done with the help of Joint Plant Committee and an amount of Rs 13,55,884.00 (Previous Year : Rs. 12,98,342.00) has been provided in the Income & Expenditure A/c.
- 4. Actuarial valuation for Leave liability (unfunded) of Rs 89,97,688.00 (Previous Year : Rs. 79,51,166.00) as on 31.03.2023 has been done with the help of Joint Plant Committee and an amount of Rs 10,46,522.00 (Previous Year : Rs. 9,53,436.00) has been provided in the Income & Expenditure A/c.



5. Retirement benefits to the employee in respect of Provident Fund Contribution is provided as per prescribed rates prevailing in Employees P.F. and Miscellaneous Act, 1952.

6. Fixed deposit & savings bank deposit with UCO Bank, Ballygunge Circular Road & UBI Tivoli Park Br. Kolkata amounting to Rs. 1,75,06,444.00 (Previous Year : Rs. 1,75,06,444.00) kept and operated by Joint Plant Committee, Kolkata has been received back on 6th June 2014 and a sum of Rs. 1,75,00,000.00 (Previous Year : Rs. 1,75,00,000.00) had been deposited in Canara Bank, Bhubaneswar in QIP scheme and renewed from time to time.

7. Interest received / receivable on earmarked investment (fixed deposit) of Rs.10.00 crores (Previous Year : Rs. 10.00 crores) fund from Joint Plant Committee, as per directive of competent authority, are to be utilized only for R & D Project of the Institution hence the same has been transferred to R & D fund A/c which stands at Rs 14,86,52,118.73 (Previous Year : Rs. 14,37,91,980.73) on 31st March 2023. Out of this total interest amount, a sum of Rs 14,24,67,577.65 (Previous Year : Rs. 14,24,67,577.65) has been so far transferred to JPC, Kolkata as per their instruction and such transfer is shown under JPC General Fund Account and the balance amount is kept in Savings Account with State Bank of India, Sea Beach Road Br, Puri.

8. Arrears due on salary revision effected in 2008 will be recognized on payment basis since it is to be paid from own generation of funds.

9. Construction of boundary wall at Chhaitana, Puri has been suspended due to objection from DFO, Wild Life Sanctuary, Puri. Expenses incurred up to this financial year for construction of boundary wall amounting to Rs. 37,07,898.00 (Previous Year : Rs. 37,07,898.00) accordingly have been accounted for as capital work in progress.

10. During the year, a deficit (excess of expenditure incurred over income) of Rs. 33,60,466.11 (Previous Year : Surplus of Rs. 4,87,204.32) was transferred to the Corpus Fund. At the end of the year, negative balance of Corpus Fund was Rs. 91,23,991.62 (Previous Year : Rs. 57,63,525.51). The financial Statements of the Organization has been prepared on a 'going concern' basis despite of substantial deficit incurred by the Organization leading to erosion in its Corpus Fund which was built by virtue of surpluses of earlier years. The Management believes these conditions resulted due to the combined effect of lack of primary operational activities on the part of the Institute and limited grant received which was not commensurate with the operational cost in earlier years and has assessed that it will still remain a going concern with proper infusion of funds and the envisaged operations in the future as per the mandate of the Ministry of Steel to set up a sustainable model.

11. Balance confirmation certificates from banks have been received and balances shown by banks are reconciled with the Book balance.

12. Previous year's figures have been regrouped and rearranged wherever necessary.



Place: Kolkata

Date: 14.09.2023


CHAIRMAN
रुचिका चौधरी गोविल/RUCHIKA CHAUDHRY GOVIL
अपर सचिव/Additional Secretary
इस्पात मंत्रालय/Ministry of Steel
उद्योग भवन, नई दिल्ली
Udyog Bhawan, New Delhi


DIRECTOR
Pritam S Purkayastha
Director
Biju Patnaik National Steel Institute (BPNSI)
[Under Ministry of Steel, Govt. of India]