



# 42<sup>nd</sup> Annual Report 2014-2015

## INVITATION

**Dear Member,**

We have great pleasure in inviting you and your family  
for the dinner after the Annual General Meeting

**Executive Committee**

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### **KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)**

7/8, 2nd Floor, Shoukath Building, SJP Road, Bengaluru - 560 002.

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info@kscaa.co.in • www.kscaa.co.in

# KSCAA

## ROLL OF HONOUR

YEAR/S	PRESIDENT	SECRETARY
1957-61	CA. S Kaleeswaran	CA. MR Rangarathnam (Late)
1961-62	CA. BK Ramadhyani	CA. MR Rangarathnam (Late)
1962-68	CA. A Ramaswamy Iyengar	CA. J Gopalakrishnan
1968-69	CA. MR Rangarathnam (Late)	CA. P Shivaramakrishnan
1969-71	CA. J Gopalakrishnan	CA. AR Vishwanathan
1971-75	CA. KY Shreshty (Late)	CA. JJ Madan
1975-78	CA. OR Pandurang	CA. K Rahaman Khan
1978-79	CA. Premraj Singhvi (Late)	CA. DL Suresh Babu
1979-80	CA. KV Shanmukhaiah	CA. MR Krishnamurthy
1980-82	CA. AR Vishwanathan	CA. AK Subramaniam
1982-84	CA. MS Ranganath	CA. AK Subramaniam
1984-85	CA. JG Ostwal	CA. AK Subramaniam
1985-86	CA. KR Kumar (Late)	CA. NP Shivashankar
1986-87	CA. S Amarlal (Late)	CA. N Nityananda
1987-88	CA. NP Shivashankar	CA. R Ananda
1988-89	CA. MC Ramakrishna	CA. K Ramanath
1989-90	CA. R Ananda	CA. SA Narayana Setty
1990-91	CA. NCS Raghavan	CA. S Gowthamchand
1991-92	CA. SA Narayana Setty	CA. C Ganapathraj
1992-93	CA. R Subramanian	CA. Ravindra Raj Bhandari
1993-94	CA. A S Vishnu Bharath	CA. KY Ningoji Rao
1994-95	CA. M Goutham Prakash Khariwal	CA. K Ravi
1995-96	CA. K Y Ningoji Rao	CA. DC Chhajer
1996-97	CA. C Ganapathraj	CA. DR Venkatesh
1997-98	CA. S Prakash Chand	CA. IS Prasad
1998-99	CA. DR Venkatesh	CA. Lalit M Sharma
1999-00	CA. K Ravi	CA. R Venkatakrishna
2000-01	CA. IS Prasad	CA. V Dwarakanath
2001-02	CA. Lalit M Sharma	CA. Ravi Prasad
2002-03	CA. HBM Murugesan	CA. PR Suresh
2003-04	CA. TR Anjanappa	CA. HC Gulecha
2004-05	CA. PR Suresh	CA. AB Shivasubramanyam
2005-06	CA. S Krishnaswamy	CA. MV Lakshmikantha
2006-07	CA. Mallinath S Nainegli	CA. G Nataraj
2007-08	CA. M V Lakshmikantha	CA. K S Sreedhara Murthy
2008-09	CA. A.B.Shivasubramanyam	CA. Ravindra Beleyur
2009-10	CA. M. Marulasiddaiah	CA. Manoj Kumar G.
2010-11	CA. Allama Prabhu M.S.	CA. Maddanaswamy B.V.
2011-12	CA. Anant H. Mutalik	CA. Basavaraja H.M.
2012-13	CA. Maddanaswamy B V	CA. Raveendra S. Kore
2013-14	CA. C.R. Dhavalagi	CA. Virupakshappa M. Tuppad
2014-15	<b>CA. Raveendra S. Kore</b>	<b>CA. Raghavendra Puranik</b>

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# NOTICE

Notice is hereby given to the members of the **Karnataka State Chartered Accountants Association** that the **Forty Second Annual General Meeting** of KSCAA will be held at **6.00 PM on Saturday, the 18th of July 2015**, at **API Bhavan**, Millers Road, Bengaluru, to transact the following business :

### AGENDA :

1. To confirm the proceedings of the Forty First Annual General Meeting held on 15th July, 2014 and adjourned meeting on 18th October, 2014.
2. To consider & adopt the Annual Report of the Executive Committee.
3. To consider & approve the audited accounts for the year ended 31st March 2015.
4. To Appoint the Auditors for the year 2015-2016 & fix their remuneration.
5. To elect Thirteen Members to the Executive Committee for the year 2015-2016.
6. To transact any other business for which a special notice is given under Rule 16 (e) of the Rules & Regulations of the Association.

By order of the Executive Committee

Sd /-

CA. Raghavendra Puranik

Secretary

Place : Bengaluru

Date : 22 June 2015

### NOTES:

- Members who wish to send their nominations for the Executive Committee are required to submit the Nomination Form, duly filled in, at the Association Office. Nomination Form is provided at the end of this Annual Report.
- Last date for submission of nomination: **Before 5.00 pm on Monday, 6th July, 2015**
- Last date of withdrawal of the nominations: **Before 5.00 pm on Thursday, 9th July, 2015**
- Announcement of final list of candidates contesting for election : **At 6.00 pm on Thursday, 9th July, 2015**
- The Final list of the Candidates shall also be uploaded at our website [www.kscaa.co.in](http://www.kscaa.co.in)
- Members are requested to bring their copy of Annual Report to the AGM; Extra copies will not be provided at the Meeting.

# KSCAA

## 42<sup>nd</sup> ANNUAL REPORT

Dear esteemed member,

### *We have been able to restore trust!*

*Service, in our Indian ethos is the ultimate duty – Seva Parmo Dharma. One year ago, you had entrusted us with the responsibility and honour of serving the Association.*

We assumed office at a time when confidence in the association was waning. Arrogance, irrational, unprofessional, unilateral decisions leading to financial indiscipline had paralysed the governance at association. Image of the association was fading away amongst members and vendors of the association, which was built bricks by bricks by our Past Presidents. A single year was about to erode the faith augmented over 57 years.

When we have taken responsibility of your association in the presence of unprecedented attendance of the members in 41<sup>st</sup> AGM, lots of challenges and expectations from the new team to instill trust and bring back the prestige of the association was thrust on us. It was really a tough challenge for the new team to cope up with all your anticipations as most of us were inexperienced. With Gods grace and your support and blessings bestowed on us, we systematically went about addressing these challenges. As a result, here we present you with yet another glorified year of absolute success!

With great pleasure and satisfaction, we present you the 42<sup>nd</sup> Annual Report and the Audited Accounts of your Association. The Annual Report covers the brief details of all the events and progress made during the period from 16<sup>th</sup> July 2014 to 22<sup>nd</sup> of June 2015.

### **EXECUTIVE COMMITTEE AND OFFICE BEARERS**

In the 41<sup>st</sup> Annual General Meeting held on 15<sup>th</sup> of July 2014, the persons stated below were elected for the Executive Committee; the executive committee in turn elected the office bearers; the President elect assigned the chairmanship of sub committees to the Executive Committee members, details of which are also furnished alongside:

S.No.	Name & Designation
1	CA. Raveendra S. Kore, <i>President</i>
2	CA. Dileep Kumar T.M., <i>Vice-President &amp; Chairman-Programme Committee</i>
3	CA. Raghavendra Puranik, <i>Secretary</i>
4	CA. Raghavendra T.N., <i>Joint Secretary &amp; Chairman-IT Committee</i>
5	CA. Nagappa B. Nesur, <i>Treasurer</i>
6	CA. Bhavya Parvathi K., <i>Chairman-Indirect Taxes Committee</i>
7	CA. Giridhara T., <i>Chairman-Membership Development Committee</i>
8	CA. Malleshappa B. Hullatti, <i>Chairman-Representation Committee</i>
9	CA. Raghavendra Shetty, <i>Chairman-Sports &amp; Public Relations Committee</i>
10	CA. Ravindranath K., <i>Chairman-Corporate and Allied Laws</i>
11	CA. Tara Bevinje, <i>Chairman-Direct Taxes Committee</i>
12	CA. Teertha G.R.R., <i>Chairman-Library &amp; Publication Committee</i>
13	CA. Virupakshappa M. Tuppad, <i>Chairman-Student Welfare Committee</i>

CA. Maddanaswamy B V rendered his valuable services in the capacity of Special invitee - Past President and was part of the Committee in the series of absence of Immediate Past President.

CA. N S Ayyanagoudar, Hubballi and CA. Malakajappa Biradar, Kalaburagi were co-opted to the Executive Committee, to further strengthen the team.

### **THEME FOR THE YEAR:**

We have chosen the theme as “Embodiment of Virtues” – Upholding the moral & professional excellence. We CA’s are representative of elite professional section of the society. Being a CA we have the responsibility of upholding the ethics and morality towards society at large. We intend



to create positive attitude towards ethics and principles through our activities.

Meetings of the Executive Committee were conducted at regular intervals wherein all the decisions relating to the events and activities of the Association were discussed and finalized. We have also published elsewhere the EC Meeting Member's Attendance table for your kind perusal.

#### **MENTORS MEET:**

Members of Executive Committee hosted "Mentors Meet" on 4<sup>th</sup> September 2014. The meeting was attended by the Past Presidents, Past Secretaries, Core Supporters and senior members of the association and we presented the proposed road map for the year ahead. We received the best of the suggestions and we have tried our best to implement the same during our tenure. We are indebted to all of them for their guidance, advice and support.

#### **NEWS BULLETIN:**

We published very useful articles during our tenure such as "Why Diabetes Today" by Dr. Raveendra KR emphasizing effects of changing lifestyle of professionals, "Gata Vaibhavadatta CA Ghanate" by CA. Shivakumar H a cautioning article igniting us to introspect quality in our profession.

We continued our rich tradition of bringing new talents to our columns by introducing new, young and eminent columnists CA. Krishna Upadhyaya S, CA. Raghavendra TN and CA. Veerabasanna Gouda who are enriching readers on Transfer pricing, Income Tax and VAT matters.

To provide a quality updates to our readers we have introduced two more very eminent columnists: Vikram Huilgol, Advocate, Harvard Law School post Graduate and K Dushyantha Kumar, a practicing Company Secretary, updating on VAT matters and Company Law respectively.

Apart from above, we are grateful to CA. S Krishnaswamy, CA. Madhukar Hiregange, CA. GB Srikanth Acharya, CA. Roopa Nayak, CA. CR Raghavendra, CA. JS Bhanumurthy, and CA. Annapurna Kabra for their invaluable contributions to our news bulletin on regular basis to keep our readers up to date.

#### **EVENTS & PROGRAMMES**

All the programmes during our term were highly successful. Even the study circle meetings conducted by our Association witnessed almost full strength. This is highly encouraging and nothing but reaffirmation of your faith in our Association, demonstrating that Members do participate in our events for enriching their knowledge and also for fellowship, irrespective of the fact whether they get CPE or not.

The crowning glory of all the programmes was the mega event – 27<sup>th</sup> Annual Conference-"Vikaas" held on 7<sup>th</sup> and 8<sup>th</sup> of March 2015. Justice N. Kumar, Honourable Judge, High Court of Karnataka inaugurated the conference and his thought provoking speech impressed the whole gathering. The details of all the events and programmes that we conducted are given separately in the Annexure enclosed herewith.

#### **PUBLICATIONS:**

During the year, we brought out the following publications:

1. Real Estate Seminar-Background Materials
2. Souvenir of 27<sup>th</sup> KSCAA Annual Conference
3. Hand Book on Non-Profit Organisations and Family Trusts by Jnana Sagara CA. S. Krishnaswamy
4. Souvenir of Two Day National Tax Conference

#### **REPRESENTATIONS**

The Association submitted following representations:

1. To the Chairman, Central Board of Direct Taxes, Ministry of Finance, Government of India, in connection with Tax Audit.
2. To the Chief Commissioner of Income Tax, Panaji, GOA with respect to issues under u/s 80P of Income Tax Act pursuing the requests made by the Mofussil members.
3. To Honorable Governor of Karnataka with respect to amendment to Section 63 of Karnataka Co-operative Societies Act, 1959.

Further, we have submitted Pre-Budget Memorandum to Honorable Chief Minister, Government of Karnataka emphasizing various state tax issues faced by fellow professionals and clients.

#### **WEBSITE**

Our objective of providing more information to members through our website, KSCAA website has been revamped considering the changing needs of the members in this fast running internet era. Website is being updated periodically and provides the latest News Bulletin, Programmes & Events, Photographs and information. We are in the process of implementing online membership enrolment which may be live soon. However considering advancement in technology, there is much scope for improving the content and visibility of the website. The Executive Committee is constantly striving in this regard.

#### **OTHER ACTIVITIES**

To promote sports and cultural activities among our fellow professionals and their family, Association conducted Sports and Talent Meet jointly with Bangalore Branch of SIRC of ICAI. Members had gala time with activities such as Cricket, Badminton, Carrom, Singing, Rangoli, Dance etc.



International Tour to Indonesia, Bali, Malaysia was organized in association with Bangalore Branch of SIRC of ICAI.

This time association has formed Legal Cell and set up a Legal Fund, earmarked fund to fight legal battle on various issues faced by the profession. Association received Rs. 2,39,766/- during the year and Rs. 85,000/- paid towards expenses relating to filing of writ petition in the High Court of Karnataka and unutilized balance at the year end is Rs. 1,54,766/-.

Association has filed a writ petition before High Court of Karnataka with respect to recent amendment to the Karnataka Co-operative Societies Act, 1959 after consulting with the experts in the field.

#### **ACCOUNTS & FINANCE:**

We have pleasure in informing you that our Association has earned surplus of **Rs. 6,62,644 /-** (after charging depreciation of Rs. 84,008/- and prior period net expense of Rs. 45,651/-) for the financial year 2014-15. Thus we have earned cash surplus of **Rs. 7,46,652/-** during the year.

The liquid investments of our Association stood at **Rs. 145,48,320/-** as on 31<sup>st</sup> March 2015, as against the figure of Rs. 132,25,795/- as on 31<sup>st</sup> March 2014.

Total of funds of Association were Rs. 178,33,234/- on 31<sup>st</sup> March 2015 as against Rs. 168,55,836/- of previous year. The 27<sup>th</sup> Annual Conference contributed significant portion of the surplus, the details of which is furnished below for your kind appraisal:

Number of Delegates	:	746
Gross Receipts from Conference	Rs.	24,64,442
Conference Expenses	Rs.	19,53,590
Net Surplus from the Conference	Rs.	5,10,852
Annual Conference Receivables outstanding as on 22.06.2015		NIL

We proud in mentioning, surplus from our successful real estate Seminar also added big chunk to the net surplus of our association during the year under audit.

We append herewith the audited accounts and the Auditor's Report for the year ended 31<sup>st</sup> March 2015.

#### **LIFE MEMBERS**

During the year, the Life members of the Association almost touched 2400 mark! As on 22 June 2015, the total number of life members stood at 2392. We have admitted 116 life members and two ordinary members during the year. We have completed the massive task of issuing Life Membership Certificates to 419 new members admitted from the year 2010 to till date.

#### **SPECIAL EVENTS**

During our 27<sup>th</sup> Annual Conference, we have honored 4 senior Chartered Accountants – Jnanasagara CA. S. Krishnaswamy,

CA. O.R Pandurang, CA. M.S. Ranganath from Bengaluru and CA. T.S. Sadashivaiah from Tiptur, who have completed 50 years of service in profession. It was our privilege to honor these gems, who are a source of inspiration to our young Chartered Accountants' fraternity.

We have scheduled a unique event and first of its kind KSCAA's Women Conference on 11th July, 2015 at Vijay Residency, Bengaluru, which will give them an opportunity and platform for knowledge sharing and networking.

#### **DIGNITARIES PARTICIPATED IN OUR EVENTS**

The following are the dignitaries who have participated and graced our events during the year:

1. Sri. D.V. Sadananda Gowda, Honorable Union Minister for Law and Justice, Government of India
2. Justice. N. Kumar, High Court of Karnataka
3. Sri. Vivekananda Babu, Vice President, Puravankara
4. Sri. Prakash Tapashetti, President, Sri Basaveshwara Co-operative Bank Ltd, Bagalkot
5. Sri. I.S. Patil, President, Karnataka Central Co-operative Bank Ltd, Dharwad
6. Sri. Vijay Kulkarni, Chairman, Mahalaxmi Co-operative Bank Ltd, Dharwad
7. Dr. Aralumallige Parthasarathy, International celebrity
8. Sri. J.D. Nankani, National President, All India Federation of Tax Practitioners

#### **AUDITORS**

The present auditors M/s. T. V. Veerabhadrappe & Co, Chartered Accountants, Bengaluru, retire at the ensuing Annual General Meeting and have expressed their willingness to continue as auditors for the ensuing year.

#### **ACKNOWLEDGEMENTS**

We gratefully acknowledge the contributions of all the supporters, sponsors and advertisers of our Association. We thank, in particular, the Authors, Speakers & Resource Persons who actually gave support as the Brain, Heart and back bone of the Association.

We thank all the members and delegates for encouraging the activities of the Association by participating in the events and supporting us, directly and indirectly, for its welfare, progress and prospects.

For and on behalf of the Executive Committee of  
**Karnataka State Chartered Accountants Association**

Sd/-	Sd/-
CA. Raveendra S Kore	CA. Raghavendra Puranik
President	Secretary

Place : Bengaluru  
Date : 22 June 2015

## PROGRAMMES

### ANNEXURE-A TO 42<sup>ND</sup> ANNUAL REPORT 2014-2015

S.No.	DATE	ACTIVITY	TOPICS & SPEAKERS
1	26th August, 2014 Tuesday	<b>CPE Work Shop of</b> Basavanagudi CPE Study Circle <i>Hosted by KSCAA</i> At Sri Bhagwan Mahaveer Jain College, Bangalore	<i>Practical Problems &amp; Solution In Filing VAT 100</i> - CA Annapurna Kabra <i>Practical Problems &amp; Solution In Filing ST 3 Returns</i> - CA Lakshmi G.K.
2	6th September, 2014 Saturday	<b>Workshop on Recent changes in Indirect Taxes</b> <i>Jointly with</i> Federation of Karnataka Chambers of Commerce & Industry (FKCCI) At FKCCI Cabinet Hall, K.G. Road, Bangalore	<i>Budget Changes in Service Tax Law</i> - CA. B.G. Chidananda Urs <i>Budget changes in Central Excise &amp; Customs</i> - CA. C.R. Raghavendra <i>Recent case laws on Service Tax/Central Excise/Customs</i> - CA. N. Anand <i>GST – Way Forward</i> - CA.N.R. Badrinath <i>Moderator: CA. Madhur Harlalka</i>
3	8th September, 2014 Monday	<b>CPE Work Shop of</b> Basavanagudi CPE Study Circle <i>Hosted by KSCAA</i> At Sri Bhagwan Mahaveer Jain College, Bangalore	<i>e-TDS Returns Practical Challenges &amp; Solutions</i> - CA .Vinay T <i>Changes in Tax Audit Reports-Form 3CA,3CB &amp; 3CD</i> - CA. Suresh P.R.
4	11th October, 2014 Saturday  209 Delegates	<b>One Day Seminar on Tax Implications on Real Estate Sector</b> at Edinburgh Hall, Hotel Fortune Park JP Celestial Race Course Road, Bangalore	<i>First Technical Session</i> <i>Service Tax Implications on Real Estate Sector</i> - CA. Raghuraman <i>Second Technical Session</i> <i>Direct Tax Implications on Real Estate Sector</i> - CA.K.K.Chythanya <i>Third Technical Session</i> <i>Joint Development Agreement- related Issue &amp; Drafting</i> - Sri Arvind Raghavan <i>Fourth Technical Session</i> <i>KVAT Implications On Real Estate Sector</i> - CA. Annapurna Kabra
5	22nd November, 2014 Saturday	<b>CPE Work Shop of</b> Basavanagudi CPE Study Circle <i>Hosted by KSCAA</i> At KSCAA Premises	<i>Practical Problems in Filing Company Forms-ADT1 and MGT 14</i> - CA Prashanthkumar N
6	13th December, 2014 Saturday	<b>CPE Work Shop of</b> Basavanagudi CPE Study Circle <i>Hosted by KSCAA</i> At Sri Bhagwan Mahaveer Jain College, Bangalore	<i>Practical Problems &amp; Solutions in VAT Audit</i> - CA Annapurna Kabra <i>Practical Problems &amp; Solutions in VAT Input Credit</i> - CA. Roopa Nayak

S.No.	DATE	ACTIVITY	TOPICS & SPEAKERS
7	14th December, 2014 Sunday	<b>Cricket League</b> <i>Jointly with</i> Bangalore Branch of SIRC of ICAI At Bangalore University Ground	<b>Cricket Tournament for Chartered Accountants</b>
8	20th December, 2014 Saturday	<b>CPE Work Shop of</b> Basavanagudi CPE Study Circle <i>Hosted by</i> KSCAA At Sri Bhagwan Mahaveer Jain College, Bangalore	<i>TDS Provision - Practical Issues</i> - CA. D.R.Venkatesh <i>Reassessment Procedures - Practical Issues</i> - CA. Prashanth G.S.
9	21st December, 2014 Sunday	<b>Sports and Talent Meet</b> <i>Jointly with</i> Bangalore Branch of SIRC of ICAI At KGS Club, Cubbon Park, Bangalore	<b>Sports &amp; Cultural Activities for Chartered Accountants, Family Members &amp; Childrens</b>
10	3rd to 9th February, 2015	<b>International Tour</b> <i>Organised by</i> Bangalore Branch of SIRC of ICAI <i>Jointly with</i> All other branches of SIRC of ICAI of Karnataka & KSCAA	<b>International Tour covering Indonesia-Bali-Malaysia</b> <i>6 Days/5 Nights</i>
11	7th March, 2015 Saturday	<b>27th KSCAA Annual Conference "Vikaas"</b> At Jnana Jyothi Convention Centre Central College Campus Bangalore	<i>Inagural Address</i> - Justice N. Kumar <i>First Technical Session</i> <i>Companies Act 2013-New Compliance Requirement</i> - CA. K. Gururaj Acharya <i>Second Technical Session</i> <i>Assessment of Charitable Trust</i> - CA. Dr. N.Suresh <i>Third Technical Session</i> <i>Consolidated Financials Statements for Unlisted Companies including Private Limited Companies 2014-15</i> - CA M.P.Vijayakumar <i>Fourth Technical Session</i> <i>GST-The Way Forward</i> <i>Central Excise &amp; Customs</i> - CA. N.Anand <i>VAT</i> - CA. Venkataramani S. <i>Service Tax</i> -CA.Rajeshkumar T.R.
	<b>746 Delegates</b>		



S.No.	DATE	ACTIVITY	TOPICS & SPEAKERS
	8th March, 2015 Sunday		<p><i>Spiritual Session</i> <i>Spirituality for Professional Minds</i> - Dr. Aralumallige Parthasarathy</p> <p><i>Special Session</i> <i>Role of Council Members in ICAI</i> - CA. P.R.Suresh - CA. Cotha S.Srinivas - CA. Nithin Mahadevappa <i>Moderator: CA. Nityananda N.</i></p> <p><i>Fifth Technical Session</i> <i>FEMA-Liberalised Scheme, Certification &amp; TDS Issues</i> - CA. Vivek Mallya</p> <p><i>Sixth Technical Session</i> <i>Controversies in Domestic TDS Issues</i> - CA. Padamchand Khincha</p> <p><i>Seventh Technical Session</i> <i>Opportunities in Arbitration &amp; Conciliation</i> - Sri. K.G. Raghavan</p> <p><i>Eighth Technical Session</i> <i>Union Budget Proposals-Panel Discussion</i> <i>Direct Tax</i> - CA. Vishnumurthy S. - CA. Prashanth G.S. <i>Indirect Tax</i> - CA. Vishnumoorthi H - CA. Madhukar N. Hiregange <i>Moderator: CA. S.Rama Subramanian</i></p>
12	19th March, 2015 Thursday	<p><b>Seminar on Budget Amendments in Income Tax KVAT and Service Tax jointly with KASSIA at KASSIA Auditorium, Bangalore</b></p>	<p><i>First Technical Session</i> <i>Direct Tax Amendments</i> -CA. D.R.Venkatesh</p> <p><i>Second Technical Session</i> <i>KVAT Amendments</i> - CA. Annapurna Kabra</p> <p><i>Third Technical Session</i> <i>Service Tax Amendments</i> - CA. Madhukar Hiregange</p>
13	26th April, 2015 Sunday	<p><b>One Day Seminar on Co-operative Bank-Income Tax &amp; Audit Compliances jointly with Bagalkot District Central Co-operative Bank Ltd., &amp; Shri Basaveshwara Co-operative Bank Ltd., Bagalkot At Bagalkot DCC Bank Auditorium, Bagalkot</b></p> <p><b>306 Delegates</b></p>	<p><i>First Technical Session</i> <i>Critical Issues in Income Tax-Co-operative Banks</i> - CA. Venkatesh D.R</p> <p><i>Second Technical Session</i> <i>Disclosure and Presentation Requirements in Financial Statements of Co-operative Banks</i> - CA. Ravindranath B.V.</p> <p><i>Third Technical Session</i> <i>Compliance of Accounting &amp; Auditing Standards relating to Co-operative Banks.</i> - CA. Shivakumar H.</p>

S.No.	DATE	ACTIVITY	TOPICS & SPEAKERS
14	25th May, 2015 Monday	<b>Workshop on Issues on FCRA</b> <i>Jointly with</i> Federation of Karnataka Chambers of Commerce and Industry (FKCCI) At FKCCI Cabinet Hall, K.G. Road, Bangalore	<i>Issues on Foreign Contribution Regulation Act (FCRA)</i> - Dr. CA. N. Suresh
15	13th June, 2015 Saturday	<b>Two Day National Tax Conference</b> <i>Jointly organised by</i> Bangalore Branch of SIRC of ICAI & All India Federation of Tax Practitioners (AIFTP) at Hotel Le-Meridian, Sankey Road, Bangalore	<i>Inaugural Address</i> <i>Chief Guest</i> <b>Shri D.V. Sadananda Gowda</b> <i>Hon'ble Minister for Law and Justice, Govt. of India</i> <b>Session I</b> <i>Gearing up for GST</i> - CA. Madhukar Hiregange <i>Chairperson: Ms. Anita Sumanth, Advocate.</i> <b>Session II</b> <i>Important Amendments in Service Tax</i> - Mr. K.Vaitheeswaran, Advocate <i>Chairman: Mr. K.C. Kaushik, Advocate</i> <b>Session III</b> <i>Companies Act 2013- Important provisions for practitioners</i> - CA. Gururaj Acharya <i>Chairman: CA. P V Srinivasan</i>
	234 Delegates		
	14th June, 2015 Sunday		<i>Spiritual Session</i> <b>Dr. H.S. Ramesh, Family Counselor</b> <b>Session IV</b> <i>Direct Taxes</i> <i>Finance Act 2015</i> <i>Discussion on provisions relating to -TDS &amp; Place of effective management</i> - CA. PVSS Prasad <i>Chairman: Jnanasagara CA S. Krishnaswamy</i> <b>Session V</b> <b>Labour Laws for practising professionals</b> - Mr. B.C.Prabhakar, Advocate <i>Chairman: C.K. Devappa Gowda</i> <b>Session VI</b> <i>Panel discussion on Works Contract (VAT/Service Tax/Income Tax)</i> - CA. Raghuraman - CA. K.K.Chythanya - CA. Vishnumurthy <i>Moderator: CA. S. Ramasubramanian</i>

S.No.	DATE	ACTIVITY	TOPICS & SPEAKERS
16	20th June, 2015 Saturday	<b>Seminar on Co-operative Bank-Income Tax &amp; Audit Compliances</b> <i>jointly with</i> Belgaum Branch of SIRC At Belgaum Branch of SIRC Premises	<b>First Technical Session</b> <i>Critical Issues in Income Tax-Co-operative Banks</i> - CA. Venkatesh D.R <b>Second Technical Session</b> <i>Disclosure and Presentation Requirements in Financial Statements of Co-operative Banks</i> - CA. Ravindranath B.V.
17	20th June, 2015 Saturday	<b>Seminar on Co-operative Bank-Income Tax &amp; Audit Compliances</b> <i>jointly with</i> Karnataka Central Co-operative Bank Ltd, Dharwad, & Mahalaxmi Co-operative Bank Ltd, Dharwad At Mahalaxmi Bank Auditorium, Bank Road, Dharwad	<b>First Technical Session</b> <i>Disclosure and Presentation Requirements in Financial Statements of Co-operative Banks</i> - CA. Ravindranath B.V. <b>Second Technical Session</b> <i>Critical Issues in Income Tax-Co-operative Banks</i> - CA. Venkatesh D.R
18	4th July 2015* Saturday	<b>Workshop on Co-operative Audit</b> <i>Jointly with</i> Tumkur District Chartered Accountants Association at Tumkur	<i>Co-operative Audit</i> - CA. Shivakumar H.
19	11th July 2015* Saturday	KSCAA 1st Women CA Conference	<b>First Technical Session</b> <i>Conflict Management</i> - CA. Sangeeta Shankaran Sumesh <i>Vice President and CFO, Dun &amp; Bradstreet Technologies and Data Service Private Limited</i> <b>Second Technical Session</b> <i>Work Life Balance : A positive approach</i> - Dr .Shailaja Shastri <i>Professor and Head of Department of Psychology, Jain University</i> <i>"Celebrate - the Difference"</i> <i>Men and Women - not Men Vs Women</i> - CA. Roopa Venkatesh <i>MD and CFO, T8 International</i>

\* to be held

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (REGD.)

We have audited the Balance Sheet of **M/s. KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (REGD) (KSCAA)**, #7/8, 2<sup>nd</sup> Floor, Shoukath Building, S.J.P Road, Bangalore – 560002 as at 31.03.2015 and the Income and Expenditure Account for the year ended on that date, and a summary of significant accounting policies and other explanatory information annexed thereto.

#### *Management's Responsibility for the Financial Statements:*

The Executive Committee Members of **KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (REGD)** is responsible for the preparation of these financial statements in accordance with the requirements of Karnataka Societies Registration Act, 1960. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that 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 Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Associations preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, An audit also includes evaluating the appropriateness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

#### **We report that:**

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Association so far as appears from our examination of those books;
- c. the Balance Sheet and Statement of Income and Expenditure dealt with by this Report are in agreement with the books of account;

In our opinion and to the best of our information, and according to the explanation given to us, the said accounts read with the schedules and notes thereto, are prepared, in all material respects, in accordance with the Karnataka Societies Registration Act, 1960 and give a true and fair view :

- a. In case of Balance Sheet, of the State of Affairs of the above named Association as at 31<sup>st</sup> March 2015.
- b. In case of the Income and Expenditure Account, of the surplus, being the Excess of Income over Expenditure of its accounting year ended 31<sup>st</sup> March 2015.

**For T. V. VEERABHADRAPPA & Co.,**

Chartered Accountants

FRN : 04579S

S/d

**(CA. VEERABHADRAPPA T.V.)**

Proprietor

M No. 020725

Place: Bengaluru.

Date: 08.06.2015



## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

# BALANCE SHEET

## AS AT MARCH 31, 2015

PARTICULARS	Schedule No.	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>SOURCES OF FUNDS:</b>			
Corpus Fund	1	2,698,835	2,577,910
General Fund	2	11,860,194	11,197,550
Restricted & Other Funds	3	3,274,205	3,080,376
<b>Total</b>		<b>17,833,234</b>	<b>16,855,836</b>
<b>APPLICATION OF FUNDS:</b>			
Fixed Assets (Net Block : Historical cost less depreciation)	4	2,379,928	2,463,401
Investments	5	14,548,320	13,225,795
Current Assets, Loans & Advances			
(a) Inventories	6	202,334	99,732
(b) Receivables	7	125,000	211,000
(c) Cash & Bank balances	8	392,961	838,524
(d) Loans & Advances (Others)	9	394,755	305,951
		1,115,049	1,455,207
Less: Current Liabilities & Provisions	10	210,063	288,567
Net Current Assets		904,986	1,166,640
<b>Total</b>		<b>17,833,234</b>	<b>16,855,836</b>

Significant Accounting Policies &amp; Notes to Accounts

18

Schedules 1 to 18 form an integral part of the Accounts

As per our report of even date.  
For **T. V. Veerabhadrapa & Co**  
Chartered Accountants

for and on behalf of the Executive Committee of  
**Karnataka State Chartered Accountants Association®**

Sd/-  
**CA. T. V. Veerabhadrapa**  
Proprietor  
Memb No. : 020725  
ICAI FRN: 04579S

Sd/-  
**CA. Raveendra S. Kore**  
President

Sd/-  
**CA. Raghavendra Puranik**  
Secretary

Date: 08.06.2015  
Place: Bengaluru

Sd/-  
**CA. Nagappa B Nesur**  
Treasurer

**KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)**  
**INCOME & EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED MARCH 31, 2015**

PARTICULARS	Schedule No.	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>A. INCOME:</b>			
Conference, Seminars and Meetings	11	2,874,185	2,650,000
Interest Income	12	1,161,752	1,227,836
Other Income	13	257,459	36,871
<b>A Total</b>		<b>4,293,396</b>	<b>3,914,707</b>
<b>B. EXPENDITURE:</b>			
Conference, Seminars and Meetings	14	2,210,623	2,945,713
Bulletins and Publications	15	542,535	548,573
Administrative Expenses	16	652,470	745,719
Other Expenses	17	95,466	95,130
Depreciation	4	84,008	107,974
<b>B Total</b>		<b>3,585,102</b>	<b>4,443,109</b>
<b>C. SURPLUS/(DEFICIT) FOR THE YEAR BEFORE EXTRA ORDINARY ITEM (A-B)</b>		<b>708,295</b>	<b>(528,402)</b>
<b>D. EXTRA ORDINARY ITEM</b>			
Provision for Impairment loss of leasehold building		-	133,561
<b>E. PRIOR PERIOD ITEMS- INCOME</b>		176	-
<b>F. PRIOR PERIOD ITEMS- EXPENSE</b>		45,827	-
<b>G. NET SURPLUS/(DEFICIT) TRANSFERRED TO GENERAL FUND</b>		<b>662,644</b>	<b>(661,963)</b>

Significant Accounting Policies & Notes to Accounts 18

Schedules 1 to 18 form an integral part of the Accounts

As per our report of even date.  
**For T. V. Veerabhadrapa & Co**  
Chartered Accountants

for and on behalf of the Executive Committee of  
**Karnataka State Chartered Accountants Association®**

Sd/-  
**CA. T. V. Veerabhadrapa**  
Proprietor  
Memb No. : 020725  
ICAI FRN: 04579S

Sd/-  
**CA. Raveendra S. Kore**  
President

Sd/-  
**CA. Raghavendra Puranik**  
Secretary

Date: 08.06.2015  
Place: Bengaluru

Sd/-  
**CA. Nagappa B Nesur**  
Treasurer

## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

**SCHEDULES TO AND FORMING PART OF ACCOUNTS**

AS AT MARCH 31, 2015

PARTICULARS	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>1 CORPUS FUND:</b>		
Opening Balance	2,577,910	2,422,910
Add: Life Membership Fee received during the year	120,925	155,000
	2,698,835	2,577,910
<b>2 GENERAL FUND:</b>		
Opening Balance	11,197,550	11,859,513
Add : Surplus / (Deficit)	662,644	(661,963)
	11,860,194	11,197,550
<b>5 INVESTMENTS:</b>		
<u>TERM DEPOSITS WITH:</u>		
Andhra Bank	2,956,233	2,806,233
Lakshmi Vilas Bank	10,000,000	8,850,000
Saraswat Bank	1,517,531	1,500,000
<u>ACCRUED INTEREST ON TERM DEPOSITS WITH:</u>		
Andhra Bank	2,431	1,559
Lakshmi Vilas Bank	56,576	50,471
Saraswat Bank	15,549	17,532
	14,548,320	13,225,795
<u>CURRENT ASSETS, LOANS &amp; ADVANCES</u>		
<b>6 INVENTORY OF PUBLICATION AND OTHERS:</b> (Valued at lower of cost or net realisable value)		
KSCAA Publications	5,579	11,358
Other Materials	196,755	88,374
	202,334	99,732
<b>7 RECEIVABLES:</b>		
Receivables - KSCAA Summit 2013 at Hubli	80,000	180,000
Receivables - 26th SLC	-	16,000
26th Annual Conference-Caution Money Deposit	-	15,000
Receivables - 27th SLC	30,000	-
27th Annual Conference-Caution Money Deposit	15,000	-
	125,000	211,000

KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

**SCHEDULES TO AND FORMING PART OF ACCOUNTS**

AS AT MARCH 31, 2015

PARTICULARS	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>8 CASH AND BANK BALANCES:</b>		
Cash on hand	33,998	580
Andhra Bank SB Account-6886	137,873	185,318
Canara Bank SB Account	4,015	3,859
Kotak Mahindra Bank SB Account	-	5,634
Citi Bank Current Account	-	11,988
Andhra Bank SB Account-6887	44,942	422,800
Laxmi Vilas Bank	172,132	208,345
	392,961	838,524
<b>9 LOANS &amp; ADVANCES (OTHERS):</b>		
<b>DEPOSITS:</b>		
Telephone Deposit	2,000	2,000
Electricity Deposit	26,110	26,110
Postal Department	100	100
Rental Deposit	65,000	65,000
Service Tax input	75	-
TOTAL A	93,285	93,210
<b>OTHERS:</b>		
TDS 05-06	22,256	22,256
TDS 07-08	9,711	9,711
TDS 08-09	22,558	22,558
TDS 10-11	7,862	7,862
TDS 12-13	57,351	57,351
TDS 13-14	43,004	43,004
TDS 14-15	138,579	-
TOTAL B	301,320	162,741
Other Advance	150	50,000
TOTAL C	150	50,000
TOTAL (A+B+C)	394,755	305,951
<b>10 CURRENT LIABILITIES &amp; PROVISIONS:</b>		
<b>CURRENT LIABILITIES:</b>		
Audit Fee	22,472	22,472
Outstanding Liabilities	80,491	160,595
NTC Delegate fee to be refunded	18,100	16,500
TOTAL A	121,063	199,567
<b>PROVISIONS:</b>		
Miscellaneous Provisions	89,000	89,000
TOTAL B	89,000	89,000
TOTAL (A+B)	210,063	288,567

## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

**SCHEDULES TO AND FORMING PART OF ACCOUNTS**

AS AT MARCH 31, 2015

PARTICULARS	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>11 INCOME FROM CONFERENCE ,SEMINARS &amp; MEETINGS:</b>		
Annual Conference	2,464,442	1,703,050
KSCAA Summit 2013 at Hubli	-	870,500
Meetings, Seminars and Workshops	409,743	76,450
	2,874,185	2,650,000
<b>12 INTEREST &amp; DIVIDEND INCOME:</b>		
Interest on Bank Term Deposits	1,219,276	1,276,991
(Less) Transferred to Restricted fund	71,063	63,167
	1,148,213	1,213,824
On Saving Bank Accounts	13,539	14,012
	1,161,752	1,227,836
<b>13 OTHER INCOME:</b>		
Admission Fee	12,269	15,600
Annual membership fees	890	500
Miscellaneous Income	74,550	2,300
Sale of Publications	5,300	165
Advertisement in Bulletins	164,450	9,600
Interest on IT Refund	-	8,706
	257,459	36,871
<b>14 CONFERENCE, SEMINARS AND MEETINGS EXPENSES:</b>		
Annual Conference Expenses	2,056,192	1,620,935
Add/Less: Decrease/(Increase) in Consumable Stock	(108,381)	(28,323)
Add/Less: Decrease/(Increase) in Publications	5,779	(3,486)
	1,953,590	1,589,126
KSCAA Summit 2013 at Hubli Expenses	-	1,021,404
23rd Annual Conference Expenses	-	11,236
25th Annual Conference Expenses	-	48,347
Meetings, Seminars and Workshops	257,033	275,600
	2,210,623	2,945,713
<b>15 BULLETINS &amp; PUBLICATIONS:</b>		
Printing of News Bulletin	542,535	548,573
	542,535	548,573
Add: (Increase) / Decrease in Stock of Publications	-	-
	542,535	548,573



KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

# SCHEDULES TO AND FORMING PART OF ACCOUNTS

AS AT MARCH 31, 2015

PARTICULARS	As at 31.03.2015 Rs.	As at 31.03.2014 Rs.
<b>16 ADMINISTRATIVE EXPENSES:</b>		
Salaries & Bonus	312,000	277,600
Staff Welfare	17,192	15,024
Electricity Charges	16,432	17,297
Water charges	1,040	960
Building maintenance	10,515	12,270
Telephone & Internet charges	28,524	31,520
Conveyance	26,643	26,356
Postage and courier	24,163	89,072
Printing and Stationery	80,491	35,539
Audit Fee	22,472	22,472
AGM Expenses	112,164	84,939
EGM Expenses	-	24,638
Rent for Lease Hold Premises	-	82,335
Service tax paid	834	25,697
	652,470	745,719
<b>17 OTHER EXPENSES:</b>		
Newspapers and Subscription	4,850	5,290
Ayudha Pooja expenses	2,560	1,184
Office Maintenance	16,120	18,690
Repairs and Maintenance	3,904	3,931
Bank Charges	4,839	2,343
Website Charges	37,200	20,350
Miscellaneous Expenses	6,634	12,589
Filing Fees with Registrar of Societies	975	6,355
Locker Rent	4,818	1,401
Interest / Penalty on delayed remittance of taxes	58	17,130
EC Meeting Expenses	3,508	5,867
26th SLC Receivables written off	10,000	-
	95,466	95,130

## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

**SCHEDULES TO AND FORMING PART OF ACCOUNTS**

AS AT MARCH 31, 2015

## SCHEDULE - 3

## RESTRICTED AND OTHER FUNDS

(IN RUPEES)

PARTICULARS	OP BALANCES AS ON 01.04.2014	RECEIPTS DURING THE YEAR	TRANS- FERRED DURING THE YEAR	TOTAL	LESS UTILISED/ TRANSFERRED	CLOSING BALANCES AS ON 31.03.2015
<b>A RESTRICTED FUNDS</b>						
ENDOWMENT FUND	70,000			70,000		70,000
LATE S. NARAYANAN'S MEMORIAL PRIZE AWARD ACCOUNT	100,000			100,000	-	100,000
PROFESSIONAL DEV. FUND	506,488			506,488		506,488
STUDENT WELFARE FUND	113,102			113,102		113,102
	789,590	-	-	789,590	-	789,590
<b>B ACTIVITY FUNDS</b>						
ENDOWMENT FUND	12,473		6,300	18,773	-	18,773
LATE S. NARAYANAN'S MEMORIAL PRIZE AWARD ACCOUNT	61,052		9,000	70,052	-	70,052
PROFESSIONAL DEVELOPMENT FUND	519		45,584	46,103	12,800	33,303
STUDENT WELFARE FUND	24,882		10,179	35,061	19,200	15,861
LEGAL FUND	-	239,766	-	239,766	85,000	154,766
	98,926	239,766	71,063	409,755	117,000	292,755
<b>C UTILISED FUNDS</b>						
LIBRARY FUND	144,360			144,360		144,360
PERMANENT PROJECT	247,500			247,500		247,500
BUILDING FUND	50,000			50,000		50,000
S.AMARLAL GOLDEN JUBILEE HALL FUND	250,000			250,000		250,000
GOLDEN JUBILEE PROJECT FUND	1,500,000			1,500,000		1,500,000
	2,191,860	-	-	2,191,860	-	2,191,860
<b>GRAND TOTAL (A+B+C)</b>	3,080,376	239,766	71,063	3,391,205	117,000	3,274,205
Previous Year	3,057,209	-	63,167	3,120,376	40,000	3,080,376

## SCHEDULES TO AND FORMING PART OF ACCOUNTS AS AT MARCH 31, 2015

### SCHEDULE – 4 FIXED ASSETS AND DEPRECIATION:

PARTICULARS	GROSS BLOCK as on 01.04.2014** Rs.	ADDI- TIONS More than 180 days Rs.	ADDI- TIONS Less than 180 days Rs.	DELE- TIONS Rs.	GROSS BLOCK as on 31.03.2015 Rs.	ACCUMULATED DEPRECIATION as on 01.04.2014** Rs.	RATE %	DEPRECI- ATION FOR THE YEAR Rs.	ACCUMULATED DEPRECIATION as on 31.03.2015 Rs.	WDV* as on 31.03.2015 Rs.	WDV as on 01.04.2014 Rs.
<b>IMMOVABLE PROPERTY:</b>											
Land at Harohally Industrial Area	1,694,630	-	-	-	1,694,630	-	-	-	1,694,630	1,694,630	1,694,630
Office Building	780,288	-	-	-	780,288	497,607	10%	28,268	525,875	254,413	282,681
Office Building on Leasehold Premises***	293,940	-	-	-	293,940	160,379	10%	-	160,379	133,561	133,561
Less: Provision for Impairment Loss	(293,940)				(293,940)	(160,379)			(160,379)	(133,561)	(133,561)
Carrying amount after impairment loss										-	-
<b>OTHER ASSETS:</b>											
Furniture and Fixtures	780,433	-	-	-	780,433	425,839	10%	35,459	461,298	319,135	354,594
Library Books	93,483	535	-	-	94,018	93,038	60%	576	93,634	384	425
Computer, Printers & Software	110,654	-	-	-	110,654	110,556	60%	59	110,615	39	98
Office Equipments	361,591	-	-	-	361,591	230,621	15%	19,646	250,267	111,324	130,970
Assets not in use	759	-	-	-	759	756		-	756	3	3
<b>Total</b>	3,821,838	535	-	-	3,822,373	1,358,437		84,008	1,442,445	2,379,928	2,463,401
<b>Previous Year</b>	3,804,038	-	17,800	-	3,821,838	1,410,842		107,974	1,518,816	2,463,401	2,687,135

\* Please Refer Note No 5 (c) to the Significant Accounting Policies

\*\* Total WDV before adjusting provision for impairment loss of leasehold premise is Rs.25,13,486.

\*\*\* The lease hold office premise is not being used, hence depreciation is not claimed. The negotiations to continue or vacate are in process.

## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

# SCHEDULES TO AND FORMING PART OF THE ACCOUNTS AS AT 31st MARCH 2015

### SCHEDULE-18

#### **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:**

##### **OVERVIEW**

Karnataka State Chartered Accountants Association is registered in the year 1957 under the Karnataka Societies Registration Act No. III of 1904 vide No.1710/57-58 dated 07.12.1957 and subsequently amendments were made under the Karnataka Societies Registration Act 1960.

It is registered under Section 12A(a) of the Income Tax Act, 1961, vide no. Trust/718/10A Vol.AII/K.503/90-91/CIT II dated 10.12.1990.

The main objects, inter alia, are to encourage friendly feeling and unanimity among the members and to provide for opportunities for interaction among the members, the acquisition and dissemination of knowledge connected with the profession and also to promote and protect the mutual interests of the members.

##### **GOVERNANCE**

The Executive Committee has the overall responsibility for the general control, administration and management of the activities of the association. The responsibility is joint and several. The internal control system in operation provides reasonable assurance against errors and frauds.

##### **SIGNIFICANT ACCOUNTING POLICIES**

##### **Basis of Preparation of Financial Statements**

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated elsewhere.

##### **1. Revenue Recognition**

- a. Life Membership Fees received is credited to Corpus Fund. This practice has been followed by the Association consistently from the past.
- b. Income from conferences, seminars and workshops are recognized as income as and when conferences, seminars and workshops are organized and held.
- c. Admission Fee charged is recognized as income in the year of receipt.
- d. Ordinary Membership fee received is recognized as income in the year of receipt.

- e. Interest on Term Deposits held as investments is recognized on accrual basis.
- f. Income from Sale of publications is recognized as income as and when the publications are sold.
- g. Income from advertisement in bulletins is recognized as income as and when the advertisements are published in the bulletins.
- h. Interest on tax refunds is accounted on receipt basis.

##### **2. Expenses**

All expenses are accounted on accrual basis to the extent they are ascertained for the period.

##### **3. Allocation/Transfers to Restricted Funds**

- a. The Association has a policy to allocate/transfer interest to Restricted Fund Accounts to recognize the interest attributable to those Funds.
- b. Allocation/Transfer of interest to Restricted Fund is made on the basis of proportionate interest attributable to the balance standing in the respective Fund account as at the end of the year.
- c. On such allocation/ transfer of interest to the Funds, specific expenses related to such Funds are appropriated to the extent of balance available in that respective activity fund.
- d. The practice to allocate/ transfer interest and expenses to the Restricted Funds has been consistently followed by the Association from the past.
- e. A new activity fund called Legal Fund has been set up during the year to meet the legal expenses incurred by the association. No interest has been allocated for this legal fund. The expenses on legal steps taken is utilized out of this fund during the year.

##### **4. Prior Period Items**

Prior period items, being any income or expense, which has arisen in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods, are recognized as and when they are noticed and are shown separately.

##### **5. Fixed Assets**

- a. The fixed assets have been capitalized at acquisition cost, with all identifiable expenditure incurred to make the asset fit for use.

b. The Karnataka Industrial Areas Development Board(KIADB) has allotted Plot No.32-C, measuring 2703 sq.mts at Harohalli Industrial Area, Ist Phase, Kanakapura Taluk, Bengaluru. KIADB has issued the Possession Certificate vide No.IADB/16904/DO-I/812/2009-10, dated 22.08.2009. Registration of Lease cum Sale Deed is pending due to ongoing dispute between the original land owners and KIADB. The Land allotted has been treated as a fixed asset.

c. The gross block and accumulated depreciation as on 1.4.2014 are compiled by considering WDV as on 1.4.2000 and additions / deletions made thereafter based on records and information available.

**d. Provision for Impairment Loss:**

The association had given notice to the owner of leased portion of premise regarding vacating the premise during 2013-14. Therefore, provision for impairment loss of Rs.133,561 was made which is to the extent of carrying amount of leasehold building. However, as per the advice of Building Committee negotiation has been initiated with the owner of the said premise and association is yet to get the final response to the proposal made to the owner.

**6. Depreciation**

- Depreciation has been provided on the fixed assets except land on Written Down Value basis in accordance with the rates prescribed under Income Tax Act, 1961 readwith Income Tax Rules, 1962.
- Depreciation on leasehold premises is not provided as full provision for impairment was made in the previous year.

**7. Inventory**

The Association has a policy to value the stock of publications and other materials at lower of cost or net realizable value.

**8. Investments**

- Investments includes, investment of Restricted Funds amounting to Rs.7,89,590/-.

**9. Income Tax**

The Association is registered under Section 12A(a) of the Income Tax Act, 1961 and hence no provision has been made towards income tax.

**10. Impairment of Assets:**

The carrying amounts of assets are reviewed at each Balance Sheet date. If there is any indication of

impairment based on internal/external factors, an impairment loss is recognized wherever the carrying amount of an asset exceed its recoverable amount.

A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

**11. Provisions, Contingent Liabilities and Contingent Assets**

A provision is recognized when the Association has present obligation as a result of past event; it is probable that an outflow of resources will be required to settle obligations, in respect of which a reliable estimate can be made.

Contingent Liabilities, if any, not provided for are disclosed by way of Notes.

Contingent Assets are neither recognized nor disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

**NOTES FORMING PART OF ACCOUNTS AS ON 31.3.2015**

- The balances as reflected in the Balance Sheet as at 31<sup>st</sup> March, 2015 of Receivables, Payables, Loans and Advances and Deposits, are subject to confirmation and subject to any adjustments and reconciliation after confirmation.
- In the opinion of the Executive Committee, the amounts shown in the Balance Sheet are reflected at their realizable values, unless stated otherwise.
- Contingent Liability:

The association has given notice to the owner of leased portion of premise regarding vacating the premise. The owner may adjust the leasehold deposit of Rs.65,000 or any part of it towards reinstating the wall or other structure adjoining the leased premise and owned premise (Previous year- Rs.65,000) if landlord rejects the proposal of the association to continue the lease.

- Miscellaneous Provisions:

Particulars	Amount
Corporation tax payable	85,500
RoS Filing fees payable	3,500
<b>Total</b>	<b>89,000</b>



5. Impairment of Assets

The Executive Committee has assessed the fixed assets for any impairment as on 31.03.2015 and has concluded that there has been no significant impairment in any of the fixed assets that needs to be recognized in the books of accounts except as stated in note 5 (d) to the significant accounting policies.

6. Audit Fees for the year Rs. 22,474/- (Previous Year Rs. 22,474).
7. The receivable includes an amount of Rs.80,000/- receivable from CA. G. V. Hegde Rs.50,000/-, N. S. Infotech Rs.20,000/- and Kanakadas Education Rs.10,000/- towards advertisements of KSCAA SUMMIT 2013 held at Hubli in November 2013. The association has not received the confirmation from above said parties and it was resolved in 41<sup>st</sup> adjourned AGM to hold CA. C. R. Dhavalagi, the then President responsible for the recovery of the said amount.

8. The prior period items includes followings:

<b>Prior period expenses:</b>	<b>31.03.2015</b>
a) Citi Bank Charges debited in previous years	8,989
b) Professional tax with interest paid for previous years	3,657
c) 26th Annual Conference Expenses	41,701
d) Recovery of Excess payment(TDS) to The Gateway Hotel, Hubli	(13,632)
e) Kotak Mahindra Bank charges debited in previous years.	5,112
<b>Total</b>	<b>45,827</b>

<b>A. Prior period Income:</b>	<b>31.03.2015</b>
a) Interest on Kotak Mahindra SB A/c for FY 13-14	176

9. Figures have been rounded off to nearest rupee value.
10. Previous year figures have been regrouped / rearranged to be in conformity with the current year's presentation.

**Signatures to Schedules 1 to 18,**

As per our report of even date.  
For **T. V. Veerabhadrapa & Co**  
Chartered Accountants

for and on behalf of the Executive Committee of  
**Karnataka State Chartered Accountants Association®**

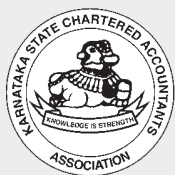
Sd/-  
**CA. T. V. Veerabhadrapa**  
Proprietor  
Memb No. : 020725  
ICAI FRN: 04579S

Sd/-  
**CA. Raveendra S. Kore**  
President

Sd/-  
**CA. Raghavendra Puranik**  
Secretary

Date: 08.06.2015  
Place: Bengaluru

Sd/-  
**CA. Nagappa B Nesur**  
Treasurer



## KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

7/8, 2nd Floor, Shoukath Building, SJP Road, Bangalore - 560 002.  
Phone 080 2222 2155 • Telefax 080 2227 4679 • info@kscaa.co.in • www.kscaa.co.in

### NOMINATION FORM

The Secretary,  
Karnataka State Chartered Accountants Association,  
# 7/8, 2<sup>nd</sup> Floor, Shoukath Building, S J P .Road,  
Bangalore- 560 002.

Dear Sir,

I wish to contest as a candidate for election to the Executive Committee of the Association for the year 2015-16 to be held during the 42<sup>nd</sup> Annual General Meeting on Saturday on 18th July 2015.

Yours faithfully,

(Signature of the Candidate)

Name:

KSCAA Membership No.:

Address:

Telephone No:

Mobile No.:

Email ID:

Proposer's Name :

Proposer's Signature:

Address:

KSCAA Membership No.:

Seconder's Name :

Seconder's Signature:

Address:

KSCAA Membership No.:

#### NOTES:

- Members who wish to send their nominations for the Executive Committee are required to submit the Nomination Form, duly filled in, at the Association Office.
- Last date for submission of nomination: **Before 5.00 pm on Monday, 6th July, 2015**
- Last date of withdrawal of the nominations: **Before 5.00 pm on Thursday, 9th July, 2015**
- Announcement of final list of candidates contesting for election : **At 6.00 pm on Thursday, 9th July, 2015**
- The Final list of the Candidates shall also be uploaded at our website [www.kscaa.co.in](http://www.kscaa.co.in)

# KSCAA EC MEETING

## MEMBERS' ATTENDANCE

12 Executive Committee Meetings were held  
from 15th July 2014 to 22nd June 2015

SL. NO.	NAME OF EXECUTIVE COMMITTEE MEMBERS	DATES OF EXECUTIVE COMMITTEE MEETING HELD												TOTAL NUMBER OF MEETINGS ATTENDED
		15.07.2014	16.07.2014	02.08.2014	04.09.2014	08.11.2014	06.12.2014	10.01.2015	21.02.2015	26.03.2015	16.05.2015	08.06.2015	22.06.2015	
1	RAVEENDRA S. KORE	P	P	P	P	P	P	P	P	P	P	P	P	12
2	DILEEP KUMAR T.M	P	P	P	P	P	P	P	P	P	P	P	P	12
3	RAGHAVENDRA PURANIK	P	P	P	P	P	P	P	P	P	P	P	P	12
4	RAGHAVENDRA T.N.	P	P	P	P	P	P	P	P	P	A	P	P	11
5	NAGAPPA B. NESUR	P	P	P	P	P	P	P	P	P	P	P	P	12
6	BHAVYA PARVATHI K.	P	P	P	A	P	A	P	P	P	P	A	P	9
7	GIRIDHARA T	P	P	A	A	P	P	A	A	P	P	A	P	7
8	MALLESHAPPA B. HULLATTI	P	P	P	P	A	P	P	P	P	P	P	P	11
9	RAGHAVENDRA SHETTY	P	P	P	A	P	A	A	P	A	P	A	P	7
10	RAVINDRANATH K	P	P	P	P	P	A	A	P	A	P	A	P	8
11	TARA BEVINJE	P	P	P	P	A	P	P	A	P	P	A	P	9
12	TEERTHA G.R.R.	P	P	P	P	A	P	P	P	P	P	P	A	10
13	VIRUPAKSHAPPA M. TUPPAD	P	P	A	P	P	P	P	P	P	P	P	P	11
14	N S AYYANAGOUDAR - Co-opted Member	N.A	N.A	N.A	P	A	A	A	A	P	A	A	A	2(9)
15	MALAKAJAPPA BIRADAR - Co-opted Member	N.A	N.A	N.A	N.A	N.A	A	P	A	A	P	A	P	3(7)
16	Dhavalagi C R. - Immediate Past President	P	A	A	A	A	A	A						1(7)
17	MADANASWAMY B.V - Special Invitee	N.A	P	P	P	P	P	P	P	P	P	P	P	11(11)

### NOTE

We request you to send in your queries if any, on the Audited Financial Statements for the year ended 31-03-2015, on or before 11th July, 2015 to the Association address either by normal post or by e-mail.

e-mails : [info@kscaa.co.in](mailto:info@kscaa.co.in), [kscaabl@gmail.com](mailto:kscaabl@gmail.com)

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