

Shree Chanakya Education Society's Indira National School

Notes to and forming a part of accounts for the year ended 31st March 2018

- 1. Institute details :-**

Indira National School ('Institute') is a constituent unit of Shree Chanakya Education Society, a Public Charitable Trust duly registered under The Maharashtra Public Trusts Act, 1950. The Institute is engaged in imparting education on charitable basis.
- 2. Significant Accounting Policies:-**
 - i. General :-**

The accounting policies not specifically referred to herein below are consistent with the generally accepted accounting principles.
 - ii. Basis for preparation of financial statements :-**

The financial statements have been prepared as per historical cost convention and in accordance with the generally accepted accounting principles in India and materially comply with the Accounting Standards issued by the Institute of Chartered Accountants of India. The accounts are prepared as per Mercantile System of Accounting.
 - iii. Segment Reporting:**

As per Accounting Standard 17 "Segment reporting" is to establish principles for reporting financial information, about the different constituent institutes of the Society as such in which it operates. Segment expenses and segment revenue are recognized specific to the unit and are so accounted for in the books of account. Common expenses are allocated on the basis of the norms determined by the management.
 - iv. Revenue Recognition :-**
 - a. Income from Fees :-**

Fees from students are recognized on completion of admission formalities of a student for the course / in the hostel. Difference in fees arising on account of fee fixation by the statutory authorities, if any, is accounted in the year of award of such fixation.
 - b. Interest received :-**

Interest on investments is accounted for on time proportion basis.
 - c. Income from Fees of After School Activities :-**

Fees from after school activities are accounted on accrual basis.
 - v. Use of Estimates :-**

The preparation of financial statements in conformity with Accounting Standards prescribed by the Institute of Chartered Accountants of India requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainties about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future period.
 - vi. Fixed Assets :-**
 - a.** All direct expenses attributable to Fixed Assets acquired are capitalized. Initial accessories purchased along with the new assets are capitalized. Replacement accessories and other spares are charged out as expenses.

