



सत्यमेव जयते

संख्या / No.....

भारतीय लेखा तथा लेखापरीक्षा विभाग  
कार्यालय प्रधान निदेशक लेखापरीक्षा (केन्द्रीय)  
शाखा कार्यालय राजस्थान, जनपथ, जयपुर-302 005

INDIAN AUDIT AND ACCOUNTS DEPARTMENT  
Office of the Principal Director of Audit (Central)  
Branch office Rajasthan, Janpath, Jaipur-302 005

To,

दिनांक / Date.....

The Secretary,  
Ministry of Health and Family Welfare,  
Department of Ayush, AYUSH Bhawan,  
B-Block, GPO Complex,  
INA, New Delhi -23

Sub.: Separate Audit Report on the accounts of National Institute of Ayurveda,  
Jaipur for the year 2016-17.

Sir,

Please find enclosed the Separate Audit Report on the accounts of National Institute of Ayurveda, Jaipur for the year 2016-17 along with copy of Annual Accounts.

2. The Audited accounts and Separate Audit Report required to be placed before the AGM of the Apex Governing Body of the Institute for consideration and adoption and resolutions passed thereon before these are sent by the Ministry for being placed before parliament.
3. The dates of presentation of Audited Accounts and Separate Audit Report before the Parliament may please be intimated. Five sets of printed documents (Audit Report, Annual Report & Audited Accounts) may also please be sent to this office.
4. Hindi version of the Separate Audit Report will be issued shortly.
5. Kindly acknowledge receipt of the documents.

Encl.: As above

Yours sincerely,

Sd/

Deputy Director/CRA-II

Dated : 28.11.17

No. CRA-II (Exp.)/SAR/NIA/2016-17/ 1648

Copy of the Separate Audit Report and Audited Accounts forwarded to Prof. Sanjeev Sharma, Director, National Institute of Ayurveda, Madhav Vilas Palace, Amer Road, Jaipur-302002 with the remarks to ensure that Audited Accounts and Separate Audit Report is adopted/considered in the AGM of Institute's Apex Governing Body and resolution adopted/considered on the Audited Accounts and report thereon may be furnished to this office.

Encl.: As above

10/06/19

Deputy Director/CRA-II  
28/11/17

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**Separate Audit Report of the Comptroller & Auditor General of India on the accounts of the National Institute of Ayurveda, Jaipur for the year ended 31st March, 2017**

We have audited the attached Balance Sheet of the National Institute of Ayurveda (NIA), Jaipur as at 31 March 2017, the Income and Expenditure Account and the Receipts and Payments Account for year ended on that date under Section 20(1) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act 1971. The audit has been entrusted for the period 2016-17 to 2020-21. These financial statements are the responsibility of NIA's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller & Auditor General of India (C&AG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards, disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any, are reported through Inspection Reports/C&AG's Audit Reports separately.
3. We have conducted our audit in accordance with the auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
  - i. 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.
  - ii. The Balance Sheet, Income & Expenditure Account and Receipts & Payments Account dealt with by this report have been drawn up in the format approved by Ministry of Finance.

*SLK*  
18/06/2017



iii. In our opinion, proper books of accounts and other relevant records have been maintained by the National Institute of Ayurveda, Jaipur as required under section 17 of the Memorandum and Article of Association and the Rules and Regulations of NIA so far as it appears from our examination of such books.

iv. We further report that:

### Comments on Accounts

#### A Balance Sheet

##### A.1 Liabilities

##### A1.1.1 Earmarked /Endowment funds (Schedule-3 ) ₹13.77 crore.

It includes accrued interest of GPF amounting to ₹.91.68 lakh instead of ₹89.68 lakh and the excess accrued interest earned amounting to ₹.2.00 lakh was shown in the head of accrued interest of GPF of Earmarked /Endowment fund of Balance Sheet.

This resulted in overstatements of current assets and overstatement of liabilities by ₹ 2.00 lakh.

#### B. Assets

##### B.1 schedule 11: Current Assets Loan and Advances ₹.7.96 crore

##### B.1.1. (C) Stock of eye Hospital ₹.2.02 lakh.

It includes ₹.2.02 lakh in Finished Stock of Drugs lying at Eye Hospital which was returned to Shreedhareeyam Ayurvedic Eye Hospital & Research Centre P. Ltd. Koothatukulam, Kerala, in the year of 2012. However, it was not credited to stock at that time.

This resulted in overstatement of Finished Stock of Drugs lying at Eye Hospital as well as Capital Fund by ₹. 2.02 lakh.

This point was taken in previous year SAR but rectification/adjustment was not done.

*Handwritten signature and date: 10/06/2019*

**B.2.1 Fixed Assets ₹. 24.23 Crore (Schedule-08)**

**Plant Machinery & Equipment Rs. 2.54 Crore**

It includes ₹ 9.60 lakh for three year subscription to M/s. Kendriya Bhandar, Jaipur for Unified Threat Management (UTM) appliances

The subscription amount of ₹. 3.20 lakh for the first year only was to be taken in the income & expenditure account & remaining amount of ₹.6.40 lakh was to be booked under prepaid expenses.

This resulted in overstatements of fixed asset by ₹.9.60 lakh, understatement of current Assets by ₹6.40 lakh and overstatement of surplus by ₹3.20 lakh.

**C. Income and Expenditures Account.**

**C.1 Total Expenditure ₹ 54.56 crore**

**C.1.1 Schedule-21 :Other Administrative Expenses etc. ₹.7.17 crore.**

It includes ₹ 33.56 lakh paid to Dr. Servpally Radhakrishanan Rajasthan Ayurved Vishvidhayaly Jodhpur for affiliation for the session 2017-18. The amount of ₹ 33.56 lakh was to be booked under prepaid expenses

This resulted in understatements of current Assets and understatement of surplus by ₹ 33.56 lakh.

**C 1.2 Grant subsidies received ₹ 54.69 Crore (Schedule-13).**

It does not include ₹ 13.68 lakh which Government of Rajasthan agreed to pay the Institute annually as recurring grant-in-aid representing the yearly expenditure incurred by the State Government on Government Ayurvedic College and Seth Surajmal Bombaywala Hospital, Jaipur on the date of transfer.

This has resulted in understatement of Grant Income as well as Current Assets to the extent of ₹13.68 lakh.

*Signature*  
10/06/2019

**D. General**

- (i) As per accounting policy depreciation of ₹ 219.07 lakh (calculated by Audit) during the year 2015-16 and ₹ 206.47 lakh in the year 2016-17 was not charged on depreciable Fixed Assets by virtue of decision taken in its Standing Finance Committee. Agenda and Minutes of standing finance committee were not available.
- (ii) Journal was not maintained.
- (iii) The Assets Register was not maintained as per GFR. Hence, Gross Value of Assets except Land could not be verified.
- (iv) Schedule Numbers are not as per Common Format of Accounts
- (v) No provision for retirement benefits were made in Accounts as per actuarial valuation as prescribed in AS-15.
- (vi) Compliance of comments issued in Management Letter on Accounts of previous year 2015-16 was not produced to audit.

**E. Grant- in – Aid**

The Institute received grants in aid of ₹ 5557.00 lakh during the year 2016-17 from Govt. of India (GOI) (Plan ₹ 2400.00 lakh, Non-Plan ₹ 3157.00 lakh ). Out of which ₹ 50.00 lakh was received in the month of March 2017. At the beginning of the year ₹0.07 lakh was available with the institute( As per utilization certificate submitted to Ministry by the institute). The institute could utilize a sum of ₹ 5523.38 lakh (₹ 2355.1 lakh Plan and ₹3168.28 lakh Non-Plan) leaving a balance of ₹ 33.69 (₹ 44.97 lakh Plan and ₹ (-) 11.28 lakh Non Plan) as unutilized grant as on 31<sup>st</sup> March 2017.

**F. Effect of Audit comments on Accounts.**

The net impact of the comments given in preceding paras is that as on 31<sup>st</sup> March,2017. Liabilities understated by ₹ 9.66 lakh, Assets understated by ₹ 40.02 lakh and Surplus understated by ₹ 30.36 lakh.

*Handwritten signature and date: 10/06/2019*

- v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income & Expenditure Account and Receipts & Payments Account dealt with by this report are in agreement with the books of accounts.
- vi. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters, stated above and other matters mentioned in Annexure to this Separate Audit Report give a true and fair view in conformity with accounting principles generally accepted in India.
- a. In so far as it relates to the Balance Sheet, of the state of affairs of the National Institute of Ayurveda, Jaipur as at 31 March 2017, and
- b. In so far as it relates to Income & Expenditure Account of the surplus for the year ended on that date.

For and on behalf of the C&AG of India

Place: Ahmedabad

Date: 27.11.2017

*SK* 10/06/2019

*Archanu Guja*  
Principal Director of Audit (Central)  
Ahmedabad