

DIRECTOR'S REPORT

To the Members of KIIT Technology Business Incubator.

Your directors have pleasure in presenting the 13th Annual Report of the company for the financial year ended on 31st March 2022.

1. Performance:

The company has successfully completed another year with glory and achieved all its objectives set for the year. The overall performance of the company during this financial year is satisfactory. Our status as an emerging social innovation hub in the country is reinforced by DFID INVENT seed fund etc.

2. MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND THE END OF FINANCIAL YEAR:

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which these financial statements relate on the date of this report.

3. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE:

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

4. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company has no subsidiary, associates or joint venture companies for the year ended March 31, 2022. The requirement regarding reporting of Consolidated financials are not applicable. As on March 31, 2022, the Company does not have any subsidiary.



5. CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of the business of the company

6. Auditors:

M/S Jena & Co. Chartered Accountants of Bhubaneswar, the retiring auditors are eligible for reappointment and may be appointed as such.

7. NUMBER OF MEETING OF THE BOARD:

The Company had arranged 4 No's Board meetings during the financial year under review.

8. INTERNAL CONTROL SYSTEM:

Adequate internal control systems commensurate with the nature of the Company's business and size and complexity of its operations are in place has been operating satisfactorily. Internal control systems comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedure, applicable laws and regulations and that all assets and resources are acquired economically, used efficiently and adequately protected.

9. PARTICULARS REGARDING SEXUAL HARASSMENT OF WOMEN AT WORKPLACE UNDER (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013:

During the year under review, there were no instances of complain received or cases filed pursuant to the Sexual Harassment of Woman at Workplace.

10. Directors' Responsibility Statement:

Pursuant to Section 134(3) (c) of the Companies Act, 2013 the directors confirm that:

- (i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material Departures:
- (ii) appropriate accounting policies have been selected and applied consistently and judgments and estimates made are reasonable and prudent so as to give a true and fair view of the states of affairs of the company as at 31st March 2022 and of the profit of the company for the period ended on that date:
- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the companies Act, 2013 for safeguarding the assets of the company and for preventing and fraud and other irregularities; and
- (iv) The annual accounts have been prepared on a going concern basis.

11. Acknowledgement:

Your Directors take this opportunity to place on record their appreciation and sincere gratitude to the Government of India, Government of Odisha, and the Bankers to the Company for their valuable support and look forward to their continued co-operation in the years to come.

Your Directors acknowledge the support and co-operation received from the employees and all those who have helped in the day to day management.

Thanking you

For & behalf of the Board

For KIIT TECHNOLOGY BUSINESS INCUBATOR

Place: Bhubaneswar

Date:



Director

Director

KIIT TECHNOLOGY BUSINESS INCUBATOR

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED ON 31ST MARCH 2022

NOTE: 1A GENERAL INFORMATION:

KIIT TECHNOLOGY BUSINESS INCUBATOR (KIIT TBI) incorporated under section 25 of company Act, 1956. The company is an initiative of KIIT University supported by Department of Science and Technology Government of India for promoting and supporting Science and Technology based ventures.

NOTE: 1B SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation of Financial Statement

The financial statements are prepared under the historical cost convention and in accordance with the generally accepted accounting principles in India, the applicable Accounting Standards notified under Section 133 of the Companies Act, 2013 and the relevant provisions thereof. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013.

Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

Inventories

Items of Inventories are measured at lower of cost and net realisable value after providing for obsolescence if any cost of inventories comprises of cost of purchase, cost conversion and other cost including manufacturing overheads incurred in bringing them to their respective present location and condition.

Cost of raw materials, stores & spares, packing materials, trading & other products are determined on weighted average basis.

Property, Plant & Equipment

Property, Plant & Equipment are stated at cost net of recoverable taxes and including amounts added on revaluation, less accumulated depreciation and impairment loss, if any in accordance with the accounting standard AS-10 on Property, Plant & Equipment.

Depreciation on Property, Plant & Equipment is provided on written down value method based on useful life of the assets as prescribed in Schedule II of the Companies



Act, 2013. Further, salvage value of assets are assumed to be at 5% of the total cost of assets.

Revenue Recognition

Revenue is recognised when significant risks and rewards incidental to ownership are transferred to the buyer, it can be reliably measured and it is reasonable to expect ultimate collection.

Interest income is recognised on a time proportion basis taking into account the amount of outstanding and the interest rate applicable.

Taxes on Income and Deferred Tax

Provision for Income Tax is made on the basis of taxable income for the year at current rates. Tax expense comprises of Current Tax and Deferred Tax at the applicable enacted or substantively enacted rates. Current Tax represents the amount of Income Tax payable/ recoverable in respect of the taxable income/ loss for the reporting period. Deferred Tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods.

The Deferred Tax Asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in future. However, where there is unabsorbed depreciation or carried forward loss under taxation laws, Deferred Tax Assets are recognized only if there is virtual certainty of realization of assets.

Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in the Financial Statements.



NOTE: 2 OTHER NOTES TO THE FINANCIAL STATEMENT

- i. The financial statements are prepared as per Schedule-III to the Companies Act, 2013.
 - ii. Depreciation has been provided as per Schedule-II of Companies Act 2013.
 - iii. The preliminary and preoperative expenses where ever required have been amortised to be written off over a period of five years.
 - iv. The Company has no reportable segment. Hence, segment-wise disclosures as required under Accounting Standard 17, issued by the Institute of Chartered Accountants of India are not applicable to the Company.
 - v. Accounting Standard-21 regarding consolidated financial statements is not applicable to the Company.
- vi. **Auditorial Remuneration:-**

Sl. No.	Particulars	2021-22	2020-21
1	Audit Fees	3,81,000	1,50,000
	Total	3,81,000	1,50,000

vii. **Deferred Tax Assets/Liabilities:**

The deferred tax liability (creation/reversal) during the year ended 31st March, 2021 comprise of the following :

Particulars	2021-22	2020-21
Deferred Tax Assets		
Opening Balance	-	-
Add/Less: During the Year	-	-
Closing Balance	-	-

viii. **Depreciation / Amortization on tangible / intangible assets**

Tangible assets Depreciable amount for tangible fixed assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets is provided on written down method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

ix. **Employee Benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, incentives, etc, are recognized at actual amounts due in the period in which the employee renders the related service.

M. S. L.



AUDITOR'S REPORT

To
The Members,
KIIT Technology Business Incubator,
KIIT University, Bhubaneswar – 751024

Report on the Financial Statements

- (a) We have audited the accompanying financial statements of **KIIT Technology Business Incubator**, which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss for the year ended and notes to the financial statements and other explanatory information.

Management's Responsibility for the Financial Statements

1. The management & Board of Directors of the Company are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
2. This above responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company 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 internal financial control, that 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.
3. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Statements

4. 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 specified under section 143(10) of the Act. 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 misstatement.
5. An audit involves performing
 - a. Audit in accordance with Standards, we exercise professional judgment and maintain professional skepticism throughout the audit.
 - b. 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.
 - c. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
 - d. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - e. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a no material misstatement of this other information; we are not required to report that fact.

Opinion

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;
- a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2022.
 - b) In the case of the Statement of Income & Expenditure, of the Surplus for the year ended on that date.

Report on other Legal and Regulatory Requirements

8. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the

Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

9. As required by section 143(3) of the Act, 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 Company so far as appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Income & Expenditure dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) This report does not include Report on the internal financial controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the 'Report on internal financial controls'), since in our opinion and according to the information and explanation given to us, the said report on internal financial controls is not applicable to the Company basis the exemption available to the Company under MCA notification no. G.S.R. 583(E) dated June 13, 2017, read with corrigendum dated July 13, 2017 on reporting on internal financial controls over financial reporting;
 - g) With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit & Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i) The Company did not have any long term contracts including derivative contracts as such the question of commenting on any material foreseeable losses thereon does not arise.
 - ii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.
 - iii) **Investment in equity Share in incubate:**

The Company has investment of Rs.9,20,67,940 in equity shares of incubate as on 31st March 2022 but share certificate in respect of the same has not

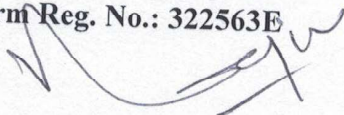
been produced before us for verification. According to our opinion all share certificate of the Incubatee Company should be collected and reconciled with Register of Companies. The Company should purchase the share at the face value since the company is new and its share are not listed in the recognized stock exchange and also without having profit and Net worth of the Incubatee Company, The purchase of share at a very high premium is unreasonable and objectionable. According to our opinion company should insist the Incubatee Company to issue share to KIIT TBI at the same price as they have issued to their Promoters and Directors. The company neither earn any dividend on any profit from any incubate company since infusion of the funds accordingly to our opinion follow up action should be taken and review with the incubatee company.

iv) **Interest on Loans and Advances not Collected From Incubatee:**

The Loans and Advances of Rs: 6,29,35,797 as outstanding in the debit of incubates account as on 31st march 2022, the interest on which has not been paid to KIIT TBI by few incubate company. According to our opinion follow up action needs to be taken to realize the outstanding interest. The balance confirmation certificate in respect of such loans and advances and interest due there on has not been obtained from the incubate company as on 31st March 2022. Interest is accounted for on cash basis.

FOR JENA & CO.

Chartered Accountants
Firm Reg. No.: 322563E



CA. R.L. Jena, FCA, DISA (ICAI)

Membership No. : 056618
UDIN: -

Date:
Place: Bhubaneswar

ANNEXURE-A TO THE AUDITORS' REPORT

Referred to Point No – 1 of Paragraph 5 of our report of even date.

I. Fixed Assets:

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b. As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No materials discrepancies were noticed on such physical verification.
- c. Title deeds of immovable properties are held in the names of company.

II. Inventories:

- a. As explained to us, inventories have been physically verified by the management at regular intervals during the year.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. The Company has maintained proper records of inventories. As explained to us, there was no material discrepancies noticed on physical verification of inventory as compared to the book records.

III. Loans, Guarantee and Advances given:

In respect of loans, secured or unsecured, the company has neither granted or taken any loans, secured to/from companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

IV. Loans, Guarantee and Advances to Director of Company:

In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of Companies Act, 2013 in respect of loan, investment, Guarantees and Securities.

V. Deposits:

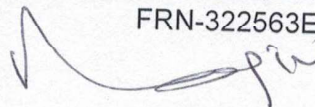
The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

- VI. Maintenance of costing records:**
The Central Government has not prescribed the maintenance of cost records by the Company under section 148(1) of the Companies Act for any of its products.
- VII. Deposit of statutory liabilities:**
In respect of statutory dues, according to the records of the Company, undisputed statutory dues with regard to Income-Tax, GST, Cess and other statutory dues have been generally regularly deposited with the appropriate Authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2022 for a period of more than six months from the date of becoming payable.
- VIII. Default in repayment of borrowings:**
Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks.
- IX. Funds raised and utilization:**
Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- X. Fraud and whistle-blower complaints:**
In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, that causes the financial statements to be materially misstated.
- XI. Managerial Remuneration:**
Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- XII. Nidhi Company:**
In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- XIII. Related Party Transactions:**
In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- XIV. Internal Audit:**
The company does not have an internal audit system commensurate with the size and nature of its business.

- XV. Preferential allotment:**
Based upon the audit procedures performed and the information and explanations given by the management, the company has not made preferential allotment or private placement of shares during the year under review.
- XVI. Non-Cash Transactions:**
Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- XVII. Cash Losses:**
The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- XVIII. Resignation of Statutory Auditors:**
There has been no instance of any resignation of the statutory auditors occurred during the year.
- XIX. Material uncertainty on meeting liabilities:**
No material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of 1 year from the balance sheet date.
- XX. Transfer to fund specified under Schedule VII of Companies Act, 2013:**
In respect of other than ongoing projects, the company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.
- XXI. Registration under RBI act:**
The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Bhubaneswar
Dated:

For JENA & CO.
CHARTERED ACCOUNTANTS
FRN-322563E



(CA. R.L. Jena, FCA, DISA (ICAI))
Mem. No. - 056618

ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 5(II)(f) of the Independent Auditor's Report of even date to the members of KIIT TECHNOLOGY BUSINESS INCUBATOR. On the standalone financial statements for the year ended 31st March, 2022.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS:

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

AUDITOR'S RESPONSIBILITY:

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design

and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION:

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

Place: Bhubaneswar
Dated:

For JENA & CO.
CHARTERED ACCOUNTANTS
FRN-322563E


(CA. R.L. Jena, FCA, DISA (ICAI))
Mem. No. - 056618

KIIT TECHNOLOGY BUSINESS INCUBATOR (KIIT-TBI)
KIIT SCHOOL OF BIOTECHNOLOGY, AT/PO-PATIA, KIIT UNIVERSITY, BHUBANESWAR-751024

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount in Rs)

Particulars	Sch. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Revenue From Grants ,Donations & R&D Programme	29	19,55,74,933	14,76,40,178.00
Incubator Income	30	9,15,10,291	11,05,06,161.00
Other Income	31	83,36,995	1,28,02,282
Total Revenue (A)		29,54,22,219	27,09,48,621
Staff Payment & Benefits	32	-	-
Training ,R&D Expenses	33	3,27,05,171	1,66,83,431
Administrative & General Expenses	34	4,32,31,586	4,38,73,466
Transportation Expenses	35	87,49,210	1,35,32,600
Repair & Maintenance Expenses	36	93,037	-
Finance Expenses	37	4,04,627	8,44,551
Other Expenses	38	32,630	35,697
Covid 19 Expenses	39	53,753	-
Project Implimentation Expenses	40	1,61,93,037	3,03,78,505
Depreciation & Amortisation Expenses	41	14,73,96,950	11,79,12,414
		1,10,23,482	98,02,381
Total Expenses (B)		25,98,83,483	23,30,63,046
Profit before tax (A-B)		3,55,38,737	3,78,85,575
Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
Profit (Loss) for the period from continuing operations		3,55,38,737	3,78,85,575
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit (Loss) for the period		3,55,38,737	3,78,85,575
Total		3,55,38,737	3,78,85,575

For JENA & CO.

Chartered Accountants

CA R.L. Jena, FCA, DISA (ICAI)
Membership No-056618
Firm Regd. No-322563E
UDIN:

Mrutyunjay Suar
Director
DIN 02541033

Sasmita Rani Samanta
Director
DIN 06419976

KIIT TECHNOLOGY BUSINESS INCUBATOR (KIIT-TBI)
KIIT SCHOOL OF BIOTECHNOLOGY, AT/PO-PATIA, KIIT UNIVERSITY, BHUBANESWAR-751024

BALANCE SHEET AS AT 31ST MARCH, 2022

(Amount in Rs)

Particulars	Sch. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
		(Rs)	(Rs)
I. EQUITY AND LIABILITIES			
(1) Capital Funds:			
(a) Capital Fund	3	32,53,23,458	32,53,23,458
(b) Reserves & Surplus	4	14,88,63,186	11,33,24,449
(c) Money received against share warrants	5	-	-
(2) Share application money pending for allotment	6	-	-
(3) Non-current Liabilities			
(a) Long-Term Borrowings	7	-	-
(b) Deferred Tax Liabilities (Net)	8	-	-
(c) Other Long Term Liability	9	-	-
(d) Long term Provisions	10	-	-
(4) Current Liabilities			
(a) Short-Term Borrowings	11	-	-
(b) Trade Payables	12	16,11,190	3,09,46,245
(c) Other Current Liabilities	13	24,56,21,168	15,95,46,372
(d) Short-Term Provisions	14	2,95,000	1,50,000
Total		72,17,14,001	62,92,90,523
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipments			
(i) Tangible Assets (WDV)	15	13,02,81,612	11,62,42,323
(ii) Intangible Assets	16	-	-
(iii) Capital Work-in-progress	17	-	-
(iv) Intangible assets under development	18	-	-
(b) Non-Current Investments (Equity Shares of Incubatees)	19	9,20,67,940	9,28,66,040
(c) Deferred tax assets	20	-	-
(d) Loan & Advances to Incubatees	21	6,29,35,797	6,29,35,797
(e) Other Non-current Assets	22	-	-
(2) Current-Assets			
(a) Current investments	23	-	-
(b) Inventories	24	-	-
(c) Trade Receivables	25	87,80,899	85,46,220
(d) Cash and Cash equivalents	26	41,04,83,482	33,75,06,177
(e) Short-term loans and advances	27	75,78,361	42,60,222
(f) Other Current Assets	28	95,85,910	69,33,744
Total		72,17,14,001	62,92,90,523

See accompanying notes to the Financial Statements.

As per our separate report of even date attached.

1 & 2

For JENA & CO.

Chartered Accountants

CA R.L. Jena, FCA, DISA (ICAI)
Membership No-056618
Firm Regd. No-322563E
UDIN:

Mrutyunjay Suar
Director
DIN 02541033

Sasmita Rani Samanta
Director
DIN 06419976

KIIT TECHNOLOGY BUSINESS INCUBATOR (KIIT-TBI)
KIIT SCHOOL OF BIOTECHNOLOGY, AT/PO-PATIA, KIIT UNIVERSITY, BHUBANESWAR-751024

RECEIPTS & PAYMENTS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

(Amount in Rs)			
Particulars	Sch. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
Opening Cash Balance	42	33,75,42,150	22,08,06,036
Receipts of Grants ,Donations & R&D Programme	43	26,82,37,718	20,94,66,818
Incubator Income	44	8,06,19,810	9,51,24,325
Other Income	45	23,81,169	53,13,165
Other Receipts	46	2,93,67,753	1,53,68,377
Total Receipts		71,81,48,600	54,60,78,721
Staff Payment & Benefits	47	3,24,37,718	1,69,28,559
Training ,R&D Expenses	48	3,88,42,808	3,81,55,970
Administrative & General Expenses	49	1,00,10,050	1,35,81,175
Transportation Expenses	50	95,699	1,31,080
Repair & Maintenance Expenses	51	5,32,148	4,13,522
Finance Expenses	52	32,630	35,638
Other Expenses	53	19,778	-
Covid 19 Expenses	54	1,61,93,037	12,21,323
Project Implimentation Expenses	55	14,73,96,950	11,74,39,251
Investment In Equity	56	77,01,900	-
Purchase of Assets	57	2,50,62,770	1,03,90,245
Loans & Advances (Assets)	58	64,70,183	1,01,89,808
Other Assets	59	2,39,000	50,000
Creditor Payments	60	2,26,30,247	-
Cash Closing Balance	61	41,04,83,682	33,75,42,150
Total Payments		71,81,48,600	54,60,78,721

For JENA & CO.

Chartered Accountants

CA R.L. Jena, FCA, DISA (ICAI)

Membership No-056618

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