Chandran & Raman
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To
The Council of the Institute of Chartered Accountants of India

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Southern India Regional Council of the Institute of Chartered Accountants of India ("SIRC"), which comprise the Balance Sheet as at 31st March 2026, the Income and Expenditure Account and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements are prepared in all material respects in accordance with the Chartered Accountants Act, 1949 and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of SIRC as at 31st March 2026 its surplus and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the SIRC in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

The management is responsible for the preparation of these financial statements in accordance with the Chartered Accountants Act, 1949 ("the Act") that give a true and fair view of the financial position, financial performance and cash flows of the Southern India Regional Council ("SIRC") in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by the Institute of Chartered Accountants of India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the SIRC and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and

CHANDRAN & RAMAN ★ CHENNAI 600 004 ★ CHARTERED ACCOUNTANTS

design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management is responsible for assessing the SIRC'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 management either intends to liquidate the SIRC or to cease operations, or has no realistic alternative but to do so.

The management is responsible for overseeing the SIRC's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and quantitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effort of any identified misstatements in the financial statements.

We communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

Further, 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 have been kept by the Southern India Regional Council ("SIRC") so far as appears from our examination of those books;
c) The Balance Sheet, the Income and Expenditure Account, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

Place : Chennai
Date : 02.05.2026

For CHANDRAN & RAMAN
Chartered Accountants
Firm Registration No. 000571S

VARDHINI KALYANARAMAN

Digitally signed by VARDHINI KALYANARAMAN
Date: 2026.05.02 18:05:01 +05'30'

Vardhini Kalyanaraman
Partner
Membership No. 216576
UDIN: 26216576JVTZTA4999

CHANDRAN & RAMAN ★ CHENNAI 600 004 ★ CHARTERED ACCOUNTANTS

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

BALANCE SHEET AS ON 31ST MARCH 2026

(Amount in ₹)

Particulars	Note	As at 31 March 2026	As at 31 March 2025
I SOURCES OF FUNDS			
1 Funds			
(a) Unrestricted Funds			
i) General Funds	3	13,34,25,423	12,66,01,443
ii) Designated Funds	4	4,95,50,966	4,88,13,747
(b) Restricted Funds	5	61,28,035	51,92,045
		18,91,04,424	**18,06,07,235**
2 Current Liabilities			
(a) Payables	6	74,13,797	54,41,048
(b) Other current liabilities	7	36,57,436	46,52,009
(c) Short-term provisions	8	13,46,869	25,81,391
(d) Inter Units payable	9	6,44,87,037	5,97,53,124
		7,69,05,139	**7,24,27,572**
Total		**26,60,09,563**	**25,30,34,807**
II APPLICATION OF FUNDS			
1 Non-current assets			
(a) Property, Plant and Equipment	10	1,77,14,955	2,03,91,304
(b) Long Term Loans and Advances	11	11,47,066	10,86,262
		1,88,62,021	**2,14,77,566**
2 Current Assets			
(a) Receivables	12	22,830	48,283
(b) Cash and bank balances	13	22,47,78,767	20,95,56,713
(c) Short Term Loans and Advances	11	26,36,643	63,46,368
(d) Other current assets	14	55,50,596	69,51,409
(e) Inter Units receivable	15	1,41,58,706	86,54,468
		24,71,47,542	**23,15,57,241**
Total		**26,60,09,563**	**25,30,34,807**

Brief about the Entity 1
Summary of significant accounting policies 2
The accompanying notes 1 to 24 are an integral part of the financial statements

Note: Previous year figures have been regrouped / rearranged wherever necessary to conform to the current year classification.

As per our report on even date

For and on behalf of the Southern India Regional Council

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
FRN: 000571S

sd
CA. Subba Rao Muppala
Chairman

sd
CA. Sunil Kumar Mandava
Vice Chairman

sd
CA. Vardhini Kalyanaraman
Partner
M.No.216576

sd
CA. Pramod R Hegde
Secretary

sd
CA. Deepa Varghese
Treasurer

sd
S. Sabarigreesan
Deputy Secretary

Place: Chennai
Date: 02-05-2026

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2026

(Amount in ₹)

	Particulars	Note	For the year ended 31-03-2026	For the year ended 31-03-2025
I	**INCOME:**			
(a)	Donations & Grants	16	3,40,03,061	3,14,19,128
(b)	Fees from Rendering of Services	17	8,13,94,258	8,78,77,131
(c)	Income from Restricted funds	18	3,29,884	3,44,853
(d)	Other Income	19	1,31,81,925	1,34,41,521
	Total Income (I)		12,89,09,128	13,30,82,633
II	**EXPENSES:**			
(a)	Employee benefit expenses	20	1,34,95,345	1,19,66,413
(b)	Depreciation and amortization expense	21	42,56,595	33,45,862
(c)	Expenses from Restricted funds	22	5,18,894	3,81,569
(d)	Other expenses	23	10,32,66,104	10,57,67,886
	Total Expenses (II)		12,15,36,938	12,14,61,730
III	**Excess of Income over Expenditure for the year (I-II)**		**73,72,190**	**1,16,20,903**
	Appropriations / Transfer to funds			
	Building Fund (Ref. Significant Accounting Policies 2.14 -a)		7,37,219	11,62,090
	Coaching Class Fund (Ref. Significant Accounting Policies 2.14 -b)		-	-
	Earmarked Fund (Ref. Notes on Accounts 24.2)		-1,89,010	-36,716
	Balance transferred to General Fund		68,23,981	1,04,95,529
			73,72,190	**1,16,20,903**

The accompanying notes 1 to 24 are an integral part of the financial statements

For and on behalf of the Southern India Regional Council

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
FRN: 000571S

sd
CA. Subba Rao Muppala
Chairman

sd
CA. Sunil Kumar Mandava
Vice Chairman

sd
CA. Vardhini Kalyanaraman
Partner
M.No.216576

sd
CA. Pramod R Hegde
Secretary

sd
CA. Deepa Varghese
Treasurer

sd
S. Sabarigreesan
Deputy Secretary

Place: Chennai
Date: 02-05-2026

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2026

(Amount in ₹)

Particulars	For the year ended 31st March	
	2026	2025
A. CASH FLOWS FROM OPERATING ACTIVITIES		
NET SURPLUS	**73,72,190**	**1,16,20,903**
ADJUSTMENTS FOR:		
DEPRECIATION AND AMORTISATION	**42,56,595**	33,45,862
EB Deposit	**-**	-
INTEREST ON INVESTMENTS	**(1,31,25,621)**	(1,34,11,438)
OPERATING SURPLUS BEFORE WORKING CAPITAL CHANGES	**(14,96,836)**	**15,55,327**
INCREASE/(DECREASE) in Payables	**19,72,749**	22,87,942
INCREASE/(DECREASE) in Other current liabilities	**(9,94,573)**	(14,34,688)
INCREASE/(DECREASE) in Short-term provisions	**(12,34,522)**	18,18,961
INCREASE/(DECREASE) in Inter Units payable	**34,561**	**(1,31,877)**
(INCREASE)/DECREASE in Long-term loans and advances	**(60,804)**	(18,00,118)
(INCREASE)/DECREASE in Receivables	**25,453**	12,86,557
(INCREASE)/DECREASE in Short-term loans and advances	**37,09,725**	13,13,241
(INCREASE)/DECREASE in Other current assets	**14,00,813**	3,32,241
(INCREASE)/DECREASE in Inter units Receivable	**(55,04,238)**	16,88,866
NET CASH FROM OPERATING ACTIVITIES	**(21,47,672)**	**69,16,452**
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of Property, Plant And Equipment	**(15,80,246)**	(57,61,914)
Acquisition of Investments	**(1,41,17,869)**	(24,407)
Interest on Investments	**1,31,25,621**	1,34,11,438
NET CASH FROM INVESTING ACTIVITIES	**(25,72,494)**	**76,25,117**
C. CASH FLOWS FROM FINANCING ACTIVITIES	-	-
Increase in Grant	46,99,352	53,01,327
NET CASH FROM FINANCING ACTIVITIES	**46,99,352**	**53,01,327**
NET INCREASE/ DECREASE IN CASH AND CASH EQUIVALENTS	**(20,815)**	**1,98,42,896**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	**7,74,38,822**	**5,75,95,926**
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	**7,74,18,007**	**7,74,38,822**
Components of cash and cash equivalents		
Cash on hand	**19,360**	**32,229**
Cash at Bank	**46,66,706**	**71,87,714**
Deposits with original maturity of less than 3 months	**7,27,31,941**	**7,02,18,879**
Total cash and cash equivalents	**7,74,18,007**	**7,74,38,822**

The accompanying notes 1 to 24 are an integral part of the financial statements

For and on behalf of the Southern India Regional Council

As per our Report of even date

For CHANDRAN & RAMAN
CHARTERED ACCOUNTANTS
FRN: 000571S

sd
CA. Subba Rao Muppala
Chairperson

sd
CA. Sunil Kumar Mandava
Vice Chairman

sd
CA. Vardhini Kalyanaraman
Partner
M.No.216576

sd
CA. Pramod R Hegde
Secretary

sd
CA Deepa Varghese
Treasurer

sd
S Sabarigreesan
Deputy Secretary

Place: Chennai
Date: 02-05-2026

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

NOTE # 3 General Funds (Amount in ₹)

Particulars	As at	General Funds	Total
Balance at the beginning of the year	**March 31 2026**	**12,66,01,442**	**12,66,01,442**
	March 31 2025	11,61,05,914	11,61,05,914
Add: Appropriation from Income and Expenditure Account	**March 31 2026**	**68,23,981**	**68,23,981**
	March 31 2025	1,04,95,529	1,04,95,529
Balance at the end of the year	**March 31 2026**	**13,34,25,423**	**13,34,25,423**
	March 31 2025	12,66,01,443	12,66,01,443

NOTE # 4 Designated Funds (Amount in ₹)

Particulars	As at	Building Fund	Coaching class Fund	Total
Balance at the beginning of the year	**March 31 2026**	**1,79,71,574**	**3,08,42,173**	**4,88,13,747**
	March 31 2025	1,68,09,484	3,08,42,173	4,76,51,657
Appropriation from Income and Expenditure Account	**March 31 2026**	**7,37,219**	**-**	**7,37,219**
	March 31 2025	11,62,090	-	11,62,090
Balance at the end of the year	**March 31 2026**	**1,87,08,793**	**3,08,42,173**	**4,95,50,966**
	March 31 2025	1,79,71,574	3,08,42,173	4,88,13,747

NOTE # 5 Restricted Funds (Amount in ₹)

Particulars	As at	Earmarked Funds	Total
Balance at the beginning of the year	**March 31 2026**	**51,92,045**	**51,92,045**
	March 31 2025	50,28,761	50,28,761
Contribution received / **Addition during the year**	**March 31 2026**	**11,25,000**	**11,25,000**
	March 31 2025	2,00,000	2,00,000
Interest income during the year	**March 31 2026**	**3,29,884**	**3,29,884**
	March 31 2025	3,44,853	3,44,853
Utilised during the year	**March 31 2026**	**(5,18,894)**	**(5,18,894)**
	March 31 2025	(3,81,569)	(3,81,569)
Balance at the end of the year	**March 31 2026**	**61,28,035**	**61,28,035**
	March 31 2025	51,92,045	51,92,045

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
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Note# 6 Payables	**As at March 31, 2026**	**As at March 31, 2025**
(a) Total outstanding dues of micro, small and medium enterprises	**9,95,823**	16,51,841
(b) Total outstanding dues of creditors other than micro, small and medium enterprises	**64,17,974**	37,89,207
Total	**74,13,797**	**54,41,048**

Note# 7 Other current liabilities	**As at March 31, 2026**	**As at March 31, 2025**
(A) Fees received in advance		
(i) Revisionary Classes		
a) Foundation	**1,88,780**	1,40,484
b) Intermediate	**10,39,305**	9,48,146
c) Final	**2,33,600**	27,200
Sub-Total (A)	**14,61,685**	**11,15,830**
(B) Other liabilities		
(i) TDS payable	**6,42,247**	7,09,861
(ii) Library Deposit	**13,50,400**	13,31,400
(iii) Other payables	**2,03,104**	14,94,918
Sub-Total (B)	**21,95,751**	**35,36,179**
Total (A) + (B)	**36,57,436**	**46,52,009**

Note# 8 Short term Provisions	**Short term**	
	As at March 31, 2026	**As at March 31, 2025**
(a) Provision for expenses	**13,46,869**	25,81,391
Total	**13,46,869**	**25,81,391**

Note# 9 Inter units payable	**As at March 31, 2026**	**As at March 31, 2025**
(i) Regional Intra-Inter Unit A/c		
(a) Kumbakonam Branch of SIRC of ICAI	**-**	13,960
(b) Chennai DCO	**59,467**	44,619
(c) Bangalore Branch of SIRC of ICAI	**-**	12,517
(d) Hyderabad Branch of SIRC of ICAI	**18,856**	-
(e) Anantapur Branch	**27,334**	-
(ii) Capital Grant Items		
(a) Building Grant	**25,07,204**	25,07,204
(b) Capital Grant	**5,06,10,186**	4,62,53,138
(c) Library Grant	**1,12,63,990**	1,09,21,686
Total	**6,44,87,037**	**5,97,53,124**

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

Note # 10 Property, Plant and Equipment (Amount in ₹)

Particulars /Assets	**TANGIBLE ASSETS**								
	Electrical Installations	**Buildings**	**Computer & Accessories**	**Office equipment**	**Furniture & Fixtures**	**Air Conditioners**	**Lifts**	**Library Books**	**Total**
Gross Block									
At 1 April 2025	52,91,800	25,07,204	96,48,998	1,36,87,142	1,24,44,773	42,85,038	8,38,670	1,37,68,336	6,24,71,961
Additions	-	-	8,57,040	4,39,289	1,03,640	-	-	1,80,277	15,80,246
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
At 1 April 2024	52,91,800	25,07,204	62,88,199	1,19,17,656	1,24,44,773	38,87,747	8,38,670	1,35,33,998	5,67,10,047
Additions	-	-	33,60,799	17,73,349	-	3,97,291	-	2,34,338	57,65,777
Deductions/Adjustments	-	-	-	3,863	-	-	-	-	3,863
At 31 March 2026	**52,91,800**	**25,07,204**	**1,05,06,038**	**1,41,26,431**	**1,25,48,413**	**42,85,038**	**8,38,670**	**1,39,48,613**	**6,40,52,207**
At 31 March 2025	52,91,800	25,07,204	96,48,998	1,36,87,142	1,24,44,773	42,85,038	8,38,670	1,37,68,336	6,24,71,961
Depreciation/Adjustments									
Rate of Depreciation	**10%**	**5%**	**60%**	**15%**	**10%**	**15%**	**10%**	**100%**	
At 1 April 2025	22,95,445	8,43,875	62,92,907	75,85,088	76,96,964	28,40,581	7,57,461	1,37,68,336	4,20,80,657
Current Year Depreciation	2,99,636	83,166	20,67,478	9,24,276	4,76,972	2,16,669	8,121	1,80,277	42,56,595
Deductions/Adjustments									-
At 1 April 2024	19,62,517	7,56,331	51,90,931	67,24,650	71,69,430	26,48,500	7,48,438	1,35,33,998	3,87,34,795
Previous Year Depreciation	3,32,928	87,544	11,01,976	8,60,438	5,27,534	1,92,081	9,023	2,34,338	33,45,862
Deductions/Adjustments									-
At 31 March 2026	**25,95,081**	**9,27,041**	**83,60,385**	**85,09,364**	**81,73,936**	**30,57,250**	**7,65,582**	**1,39,48,613**	**4,63,37,252**
At 31 March 2025	22,95,445	8,43,875	62,92,907	75,85,088	76,96,964	28,40,581	7,57,461	1,37,68,336	4,20,80,657
Net Block									
At 31 March 2026	**26,96,719**	**15,80,163**	**21,45,653**	**56,17,067**	**43,74,477**	**12,27,788**	**73,088**	**-**	**1,77,14,955**
At 31 March 2025	29,96,355	16,63,329	33,56,091	61,02,054	47,47,809	14,44,457	81,209	-	2,03,91,304

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
SOUTHERN INDIA REGIONAL COUNCIL
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Note# 11 Loans and advances	Long Term		Short Term	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
(a) Loans and advances				
(i) Imprest Advance	**-**	-	**19,010**	59,400
(ii) Advance to others	**-**	-	**-**	7,33,407
Sub-Total-(a)	**-**	-	**19,010**	**7,92,807**
(b) Other loans and advances				
(i) EB Deposits	**11,47,066**	10,86,262	**-**	-
(ii) GST Appeal Deposit	**-**	-	**17,57,539**	17,57,539
(iii) Electronic Cash and Credit	**-**	-	**8,60,094**	37,96,022
Sub-Total-(b)	**11,47,066**	**10,86,262**	**26,17,633**	**55,53,561**
Total (a+b)	**11,47,066**	**10,86,262**	**26,36,643**	**63,46,368**

Note# 12 Receivables	As at March 31, 2026	As at March 31, 2025
(a) Receivable from Customers	**22,830**	48,283
Total	**22,830**	**48,283**

Note# 13 Cash and Bank Balances	As at March 31, 2026	As at March 31, 2025
A Cash and cash equivalents		
(a) Fixed Deposits with original maturity of less than three months	**7,27,31,941**	7,02,18,879
(b) Cash on hand	**19,360**	32,229
(c) Cash at Bank	**46,66,706**	71,87,714
Sub-Total (A)	**7,74,18,007**	**7,74,38,822**
B Other bank balances		
(a) Bank Deposits		
(i) Earmarked Bank Deposits	**61,28,035**	51,92,045
(ii) Deposits with original maturity for more than 3 months but less than 12 months	**14,12,32,725**	12,69,25,846
Sub-Total (B)	**14,73,60,760**	**13,21,17,891**
Total (A + B)	**22,47,78,767**	**20,95,56,713**

Note# 14 Other current assets	As at March 31, 2026	As at March 31, 2025
(a) Interest accrued but not due on deposits		
i) Interest Accrued-Fixed Deposits with Banks	**45,48,695**	54,63,381
ii) Interest Accrued on Earmarked Funds	**19,226**	24,592
(b) Prepaid expenses	**3,12,096**	1,40,563
(c) Tax deducted at source receivable	**6,70,579**	13,22,873
Total	**55,50,596**	**69,51,409**

Note# 15 Inter units Receivable	As at March 31, 2026	As at March 31, 2025
(a) Head Office	**1,41,58,706**	86,54,468
Total	**1,41,58,706**	**86,54,468**

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Note # 16 : Donations & Grants	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
i) Revenue Grant	**1,36,00,000**	1,18,00,000
ii) BOS Related Grant	**90,09,231**	79,93,991
iii) Membership Fee Grant	**73,13,720**	68,28,220
iv) Branch Administration Grant	**3,22,000**	3,15,000
v) Audit Fee Grant	**1,97,000**	1,64,000
vi) Income Support	**23,41,163**	30,08,517
vii) Reading Room Grant	**12,19,947**	13,09,400
Total	**3,40,03,061**	**3,14,19,128**

Note # 17 : Fees from rendering of services	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
i) Class Room Training		
a) Information Technology Training	**64,09,325**	46,43,275
b) Orientation	**1,02,44,000**	1,15,18,000
c) General Management and Communication Skills	**84,76,000**	93,86,000
d) Advanced Information Technology Course	**60,88,875**	62,18,500
	3,12,18,200	3,17,65,775
ii) Reading Room Income	**66,000**	57,300
	66,000	57,300
iii) Revisionary Classes		
a) Foundation	**27,58,304**	33,43,840
b) Intermediate	**44,87,741**	68,86,034
c) Final	**5,54,100**	24,68,100
	78,00,145	1,26,97,974
iv) Seminar income		
a) Members		
Regional Conference	**3,15,42,136**	3,09,21,840
Other than Regional Conference	**98,72,746**	1,14,96,258
b) Students	**8,95,031**	9,37,984
	4,23,09,913	4,33,56,082
Total	**8,13,94,258**	**8,78,77,131**

Note # 18 : Income from Restricted funds	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
i) Interest on Earmarked Funds	**3,29,884**	3,44,853
Total	**3,29,884**	**3,44,853**

Note # 19 : Other Income	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
a) Interest on Savings bank account	**3,12,522**	2,76,761
b) Interest on bank deposit	**1,27,95,737**	1,30,66,585
c) Miscellaneous Income	**73,666**	98,175
Total	**1,31,81,925**	**1,34,41,521**

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Note # 20 : Employee benefit expenses	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
a) Salaries, wages, bonus and other allowances	**1,16,30,586**	1,05,71,333
b) Contribution to provident and other funds	**9,91,762**	9,64,100
c) Staff welfare expenses	**8,72,997**	4,30,980
Total	**1,34,95,345**	**1,19,66,413**

Note # 21 : Depreciation and amortization expense	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
a) On tangible assets (Refer note 10)	**42,56,595**	33,45,862
Total	**42,56,595**	**33,45,862**

Note # 22 : Expenses from Restricted Funds	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
a) Expenses from Earmarked Funds	**5,18,894**	3,81,569
Total	**5,18,894**	**3,81,569**

Note # 23 : Other Expenses	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
a) Seminar Expenses		
i) Members		
Regional Conference	**2,92,67,987**	3,07,12,599
Other than Regional Conference	**70,29,277**	87,41,263
ii) Students	**74,65,168**	66,86,803
	4,37,62,432	4,61,40,665
b) Class Room Training expenses		
i) Information Technology Training	**62,96,877**	36,94,203
ii) Orientation	**62,11,500**	71,02,458
iii) General management and Communication Skills	**54,72,477**	56,77,312
iv) Advanced Information Technology Course	**54,07,837**	54,92,487
	2,33,88,691	2,19,66,460
c) Revisionary Classes expenses		
i) Foundation	**31,29,332**	38,78,864
ii) Intermediate	**37,83,345**	44,15,205
iii) Final	**15,13,836**	44,45,775
	84,26,513	1,27,39,844
d) Others		
i) Meeting Expenses	**27,70,242**	26,51,003
ii) Office & Administrative Expenses	**14,82,455**	7,35,245
iii) Power & Fuel	**31,40,182**	29,14,844
iv) Repairs & Maintenance	**7,52,825**	9,12,915
v) Travelling & Conveyance	**14,58,300**	15,09,199
vi) Auditor's Remuneration	**1,21,000**	1,10,000
vii) Printing & Stationery	**3,28,850**	2,76,923
viii) Communication Expenses	**1,18,440**	1,61,540
ix) Legal & Professional Expenses	**13,27,953**	10,91,488
x) Newsletter Expenses	**99,389**	2,68,257
xi) Manpower & Other Services	**1,14,61,176**	87,51,790
xii) Bank Commission	**51,144**	55,296
xiii) Technology Expenses	**7,46,494**	5,91,657
xiv) Magazines & Periodicals	**2,02,908**	3,40,498
xv) Expense Support Services	**23,41,163**	30,08,517
xvi) Reading Room Expenses	**12,85,947**	13,66,700
xvii) Advances written off as non-recoverable	**-**	1,75,046
	2,76,88,468	2,49,20,918
Grand Total	**10,32,66,104**	**10,57,67,886**

SIGNIFICANT ACCOUNTING POLICIES

1. Brief about the Entity

The Southern India Regional Council (SIRC) of the Institute of Chartered Accountants of India (ICAI) was established on 1st April 1952 vide Notification No 1-CA (2) /51 dated 22nd April 1951.

These financial statements are prepared pursuant to Regulation 138 of The Chartered Accountant Regulations, 1988, for incorporation in the books of Head Office viz., ICAI

2. Summary of Significant Accounting Policies

2.1 Basis of Preparation

The financial statements, comprising of Balance Sheet, Income and Expenditure Account and Cash Flow Statement together with Notes, are prepared under historical cost convention in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with applicable Accounting Standards issued by The Institute of Chartered Accountants of India, Technical Guide on Accounting for Not-for-Profit Organizations (NPOs) and Other pronouncements issued by the Institute of Chartered Accountants of India. The financial statements are prepared on going concern, under the historical cost convention and on accrual basis unless otherwise stated. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year, unless stated otherwise.

2.2 Use of Estimates

The preparation of the financial statements, in conformity with Indian GAAP, requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable.

2.3 Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and balances in savings bank account held with banks, together with other short-term, highly liquid investments (original maturity less than three months) that are readily convertible into known amounts of cash and which are subject to an insignificant risk of change in value.

2.4 Cash Flow Statement

Cash flows are reported using the indirect method, whereby net surplus is adjusted for the effects of transactions of non-cash nature. The cash flows from operating, investing

and financing activities of the Institute are segregated based on the available information.

2.5 Property Plant and Equipment (PPE)

PPEs are carried at cost less accumulated depreciation and impairment loss if any. The cost of PPE comprises its purchase price net of any trade discounts and rebates, import duties and other taxes (other than those subsequently recoverable from the tax authorities), directly attributable expenditure on making the asset ready for its intended use. Other incidental expenses, if any, attributable to acquisition of assets up to the date the asset is ready for its intended use are also capitalised.

2.6. Intangible Assets

Intangible assets are carried at cost less accumulated amortisation and impairment loss, if any. The cost of intangible assets comprises its purchase price net of any trade discounts and rebates, import duties and other taxes (other than those subsequently recoverable from the tax authorities), directly attributable expenditure on making the asset ready for its intended use, other incidental expenses, if any, attributable to acquisition of asset up to the date the asset is ready for its intended use.

2.7 Depreciation / Amortisation

a) Depreciation is provided on the written down value method at the following rates (p.a.), as approved by the Council of ICAI, based on the useful life of the respective assets.

Buildings	5%
Air-conditioner and Office Equipments	15%
Lifts, Electrical Installations and Furniture & Fixtures	10%
Vehicles	20%
Computers	60%

b) Library Books are depreciated at the rate of 100%, irrespective of the month of purchase, in the year of purchase.

c) Intangible assets comprising Computer Software is amortised on straight line basis over a period of three years.

d) Depreciation on additions is provided from the date the asset is put to use.

2.8 Revenue Recognition

a) Income from Coaching Classes is recognised when services are rendered and related costs are incurred.

b) Income from Management and Communication Skills Course (MCS), Orientation Course (OC), Information Technology Course (IT) and Advanced Information Technology Course (AIT) are recognised as income on receipt of the amount from Head Office.

c) Reimbursement claims of Head Office are accounted under 'Income Support Services' when claims are approved by the respective committees of Head Office and related expenses are booked under the head 'Expense Support Services'.

d) Income from Seminars is recognised when the seminars are conducted.

e) Interest on fixed deposits with banks is recognised on time proportion basis. Income from earmarked investments of specific funds is recognised in / credited to the Income & Expenditure Account and transferred to respective funds through appropriation.

2.9 Grants from Head Office

a) Revenue Grants are recognized on accrual basis as per the revenue budgets approved by the Head Office.

b) Capital Grants are recognized as and when the Capital expenditure claims are approved by Head Office.

2.10 Investments

Investments being Fixed Deposits with Banks are stated at period end value, including accrued interest.

2.11 Employee Benefits

Provision for provident fund, gratuity fund, compensated absence, long service awards, pension scheme and post-employment medical benefits are accounted at the Head Office of ICAI.

2.12. Segment Reporting

SIRC operates in the Southern Region as one organisation serving both members and students of ICAI. Hence there are no separate reportable segments.

2.13 Provisions and Contingencies

A provision is recognised when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the SIRC of ICAI, or is a present obligation that arises from past event but is not recognised because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a

reliable estimate of the amount of the obligation cannot be made. Contingent liabilities are disclosed and not recognised.

2.14 Appropriation to Reserves

(a) 10% of the total surplus of the period is transferred to Building Fund Reserve, as per the decision of the Regional Council.

(b) 50% of the Net Surplus of Coaching Classes is transferred to Coaching Class Reserve, as per the decision of the Regional Council.

(c) Net Interest on Earmarked Investments is appropriated to the respective Earmarked funds.

24. NOTES ON ACCOUNTS

24.1. Goods & Services Tax

Ineligible input tax credit, input credit attributable to exempted supplies has been charged off to the respective expense head in the Income and Expenditure Account.

24.2. Earmarked Funds

SIRC is having Earmarked Funds for holding memorial lectures, awarding prizes for meritorious CA students and for granting scholarships for CA students.

During the year, an amount of Rs. 3,29,884/- is received as interest on Earmarked fund, which is reported under "Interest on Earmarked Funds" in Note No. 18 of the Income and Expenditure Account.

Additionally, Rs. 5,18,894/- was utilized from the earmarked funds during the year, as reported in Note No.22.

24.3. Capital Grants

Claims for the capital expenses incurred for the year 2025-26 is to be submitted to Head Office and the same would be recognised in the subsequent financial year upon confirmation of the claim. Capital grant recognised during FY 2025-26 amounted to Rs.43,57,048.

24.4. Other matters

a) 57th Regional Conference of SIRC of ICAI

57th Regional Conference of SIRC of ICAI Statement of Income and Expenditure		
Particulars	**Amount (in Rs.)**	**Amount (in Rs.)**
Income **Seminar Income**		
Delegate Fees		**1,53,49,000**
(a) Member	1,50,98,000	
(b) Non member	2,10,000	
(c) Virtual	41,000	
Income From Exhibition Stall		**53,08,559**
Income From Journal Advertisement		**28,35,714**
Income From Sponsorships		**80,48,729**

Interest from Savings bank account		**134**
Total Income		**3,15,42,136**
Expenditure		
Kit to Delegates	41,04,940	
Catering Expenses	88,83,750	
Venue Charges	21,42,698	
Travelling and Stay Expenses	20,51,828	
Event Registration & scanning	1,25,000	
Printing and Stationeries	2,29,586	
Administrative Expenses	9,91,801	
Mementoes to Dignitaries, Speakers and Others	3,94,873	
Mementoes to Volunteers	2,25,205	
Event Management Expenses	88,50,000	
Cultural Event expenses	4,50,000	
SIRC Premier league expenses	7,63,306	
Audit fees - Statutory	30,000	
Audit fees - Internal	25,000	**2,92,67,987**
Excess of income over expenditure		**22,74,149**
Total Expenditure		**3,15,42,136**

b) Prior Period Expenses

There are no prior period expenses during the year ended 31/03/2026.

c) Details of Write Off / Write Back

There was no write off during the year ended 31/03/2026.

24.5. Contingent Liabilities:

		2025-26	2024-25
(i)	Claims against the Institute not acknowledged as debts	Rs. 2,01,63,712	Rs. 2,01,63,712

SIRC has received a demand of Rs. 2,01,63,712, covering the period from July 2017 to March 2022, pursuant to an order dated 21-12-2023. An appeal against the said order was filed before the First Appellate Authority on 20-03-2024. The hearing in respect of the GST appeal was held through virtual mode on 21.11.2025 and was attended by the Consultant from HO. The appeal has been rejected vide letter dated 30.01.2026. SIRC is in the process of filing a further appeal to concerned authority. The demand raised by the GST Department is disclosed as Contingent liability in the financial statements.

24.6. Capital Commitments: Nil (Previous Year: Nil)

24.7. Reimbursement claims from Head-office were netted off in the audited financial statements of the previous accounting years. The same has been regrouped and Income Support Services are classified under Donations and Grants and Expense support services are classified under other expenses. However, there is no impact on the surplus due to the regrouping.

24.8. Inter unit balances have reconciliation items which shall be accounted in the respective office in the process of reconciliation.

24.9. Previous year's figures have been regrouped / rearranged wherever considered necessary.

As per our report on even date

For and on behalf of the Southern India Regional Council

For CHANDRAN & RAMAN,
CHARTERED ACCOUNTANTS
FRN: 000571S

sd
CA. Subba Rao Muppala
Chairman

sd
CA. Sunil Kumar Mandava
Vice Chairman

sd
CA. Vardhini Kalyanaraman
Partner
M.No. 216576

sd
CA. Pramod R Hegde
Secretary

sd
CA. Deepa Varghese
Treasurer

sd
S. Sabarigreesan
Deputy Secretary

Place: Chennai
Date: 02.05.2026