

**AUDITOR'S REPORT &
ANNUAL ACCOUNTS
2018-2019**

ACMA

Automotive Component Manufacturers Association of India

INDEPENDENT AUDITOR'S REPORT

To The Members of Automotive Component Manufacturers Association of India

Report on the Financial Statements

We have audited the financial statements of “**Automotive Component Manufacturers Association of India**”, which comprise Balance Sheet as at 31st March 2019, its Statement of Income & Expenditure and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility on Financial Statements

Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company 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 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.

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 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.

As audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls systems over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 March 31, 2019;
- (b) In the case of the Statement of Income & Expenditure, of the **surplus** for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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 it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Income and Expenditure, and the Cash Flow Statement 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 the written representations received from the Managing Committee Members as on 31st March, 2019 taken on record by the Managing Committee, none of the Managing Committee Member is disqualified as on 31st March, 2019 from being appointed as a Managing Committee Member in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There are no pending litigations against the company impacting its financial position;
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. The Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of Section 143 (11) of the Act is not applicable to the Company since Company is licensed u/s 8 of the Companies Act.

New Delhi
27th July 2019

sd/-
(K. K. Khanna)
Membership No. 007887
Partner
K. K. Khanna & Co.,
Chartered Accountants
Firm Reg. No. 002221 N

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of “**Automotive Component Manufacturers Association of India**”, ('the Company') as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

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 on Audit of Internal Financial Controls Over Financial Reporting (the 'Guidance Note') issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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, to the best of our information and according to the explanations given to us, 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 March 31, 2019, 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 issued by the Institute of Chartered Accountants of India.

New Delhi
27th July 2019

sd/-
(K. K. Khanna)
Membership No. 007887
Partner
K. K. Khanna & Co.,
Chartered Accountants
Firm Reg. No. 002221 N

**AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
BALANCE SHEET AS AT 31ST MARCH, 2019**

Particulars	Note No.	AS AT 31.03.2019	AS AT 31.03.2018
EQUITY AND LIABILITIES			
Funds			
General	2.1	847,900,592	810,561,364
Earmarked Funds	2.2	13,033,372	14,133,372
Govt. Grant for UNIDO-ACMA-DHI Partnership Program	2.3	26,767,123	(7,629,973)
		<u>887,701,087</u>	<u>817,064,763</u>
Non-Current Liabilities			
Long-Term Provisions	3	93,513,804	143,930,865
Current Liabilities			
Accounts Payable	4.1	32,983,462	25,171,773
Other Current Liabilities	4.2	70,938,742	76,577,164
		<u>197,436,008</u>	<u>245,679,802</u>
Total (Rs.)		<u>1,085,137,095</u>	<u>1,062,744,565</u>
ASSETS			
Non-Current Assets			
Fixed Assets			
Tangible Assets	5.1	99,493,812	69,585,855
Deferred Tax Assets (Net)		4,905,967	1,896,814
Long-Term Loans and Advances	5.2	117,896,585	152,669,924
		<u>222,296,364</u>	<u>224,152,593</u>
Current Assets			
Current Investment	6.1	504,039,000	473,139,000
Accounts Receivable	6.2	36,284,090	77,650,280
Cash and Cash Equivalents	6.3	196,605,493	154,981,255
Short-Term Loans and Advances	6.4	20,631,771	21,964,290
Other Current Assets	6.5	105,280,378	110,857,148
		<u>862,840,731</u>	<u>838,591,972</u>
Total (Rs.)		<u>1,085,137,095</u>	<u>1,062,744,565</u>

See accompanying notes forming part of the financial statements.

As per our Report of even date attached
For K.K. Khanna & Co.
Chartered Accountants
Firm Regn No:002221N

sd/-
(K.K. KHANNA)
Partner
Membership No.7887

sd/-
(VINNIE MEHTA)
Secretary
DIN 08112007

sd/-
(DEEPAK JAIN)
Vice President
DIN 00004972

sd/-
(A VENKATARAMANI)
President
DIN 00277816

Place : New Delhi
Date : 27.07.2019

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Note	YEAR ENDED 31.03.2019	YEAR ENDED 31.03.2018
Revenue from Operations	7	349,500,178	355,383,457
Other Income	8	<u>69,963,158</u>	<u>57,077,090</u>
Total (Rs.)		<u>419,463,336</u>	<u>412,460,547</u>
Expenses:-			
Cost of Services Provided	9	213,806,433	156,075,349
Employee Benefits Expense	10	93,815,810	84,984,014
Other Expenses	11	55,464,311	49,626,689
Depreciation		12,675,707	8,234,375
Tax Expenses:			
Current Tax	10,000,000		36,000,000
Deferred Tax	<u>(3,009,153)</u>	6,990,847	<u>3,375,240</u>
Total (Rs.)		<u>382,753,108</u>	<u>338,295,667</u>
Excess of Income over Expenditure		<u>36,710,228</u>	<u>74,164,880</u>
Total (Rs.)		<u>419,463,336</u>	<u>412,460,546</u>

As per our Report of even date attached
For K.K. Khanna & Co.
Chartered Accountants
Firm Regn No:002221N

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(K.K. KHANNA)
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President
DIN 00277816

Place : New Delhi
Date : 27.07.2019

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Year Ended 31.03.2019	Year Ended 31.03.2018
A. Cash flow from operating activities		
Excess of income over expenditure before tax	43,701,075	113,540,120
Adjustments for:		
Depreciation and amortisation on fixed assets in India	12,675,704	8,234,375
Profit on sale of fixed assets	(20,064,672)	(23,903)
Loss on sale of fixed assets	4,841	2,298
Provision for Leave encashment	1,734,373	1,407,485
Provision for Gratuity	1,296,857	3,616,600
Interest on investments	(48,022,203)	(52,888,605)
Assets written off	24,119	-
Decrease in Ear-marked Fund	(1,100,000)	(1,064,624)
Adjustment of Grant received from Govt. for ACMA-UNIDO	34,397,096	(4,378,151)
Payment of Service Tax of Past Years	-	(1,368,294)
Operating Profit before working capital changes	24,647,190	67,077,301
Adjustments for changes in working capital :		
(Increase)/Decrease in Accounts Receivable	41,366,190	(33,510,871)
(Increase)/Decrease in Other Current Assets	5,576,773	(39,889,412)
(Increase)/Decrease in Short-Term Loans and Advances	1,332,519	(7,189,629)
Increase/(Decrease) in Accounts Payable	7,811,689	1,175,670
Increase/(Decrease) in Current Liabilities	(5,638,424)	5,588,097
Cash Generated From Operations	75,095,937	(6,748,844)
Direct Taxes Paid	(28,265,900)	(38,411,859)
Net Cash Flow/ (used in) Operating Activities	A 46,830,037	(45,160,703)
B. Cash Flow From Investing Activities :		
Purchase of fixed assets	(43,965,562)	(3,655,770)
Purchase of fixed deposits with bank and other institutions	(30,900,000)	(53,550,000)
Proceeds from Sale of Fixed Assets	21,417,614	85,739
Interest on investments	48,022,203	52,888,605
Net Cash Flow/ (used in) Investing Activities	B (5,425,745)	(4,231,426)
C. Cash Flow From Financing Activities :		
Proceeds from Admission Fees	629,000	504,150
(Increase)/Decrease in Rent Deposits	-	(50,000)
(Increase)/Decrease in Security Deposits	(409,053)	(108,925)
Net Cash Flow/ (used in) Financing Activities	C 219,947	345,225
Net Increase / (Decrease) in Cash and Cash Equivalent (A+B+C)	41,624,239	(49,046,904)
Cash and Cash Equivalent at the beginning of the year	154,981,254	204,028,158
Cash and Cash Equivalent at the End of the year	196,605,493	154,981,254

As per our Report of even date attached
For K.K. Khanna & Co.
Chartered Accountants
Firm Regn No:002221N

sd/-
(K.K. KHANNA)
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Vice President
DIN 00004972

sd/-
(A VENKATARAMANI)
President
DIN 00277816

Place : New Delhi
Date : 27.07.2019

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2019

The Automotive Component Manufacturers Association of India (ACMA) is registered u/s 8 (formerly section 25) of Companies Act, 2013. ACMA is the apex body representing the interest of the Indian Auto Component Industry. ACMA's charter is to develop globally competitive Indian Auto Component Industry and strengthen its role in national economic development and also to promote business through international alliances.

NOTE: 1 *Significant Accounting Policies*

1.1 *ACCOUNTING CONVENTION*

The accompanying financial statements have been prepared in accordance with the historical cost convention and in accordance with the mandatory applicable accounting standards prescribed by the Chartered Accountants of India. The association follows accrual basis of accounting.

1.2 *USE OF ESTIMATES*

The preparation of financial statements requires estimate and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, the actual outcome may be different from the estimates. Difference between actual results and estimates are recognized in the period in which the results are known or materialize.

1.3 *FIXED ASSETS*

Fixed Assets (Tangible) are stated at cost, less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the assets to its location and working conditions for its intended use.

1.4 *DEPRECIATION*

Depreciation has been provided on written-down-value method as per guidelines laid in Schedule II of the Companies Act, 2013

1.5 *REVENUE RECOGNITION*

Income from events and various programs conducted by Association are being recognized based on arrangements / agreements with the concerned parties.

Membership Subscriptions are recognized on an accrual basis as and when subscriptions are due from its members

Interest on Investments and deposits are accrued on a time proportion basis.

1.6 *FOREIGN CURRENCY TRANSACTIONS AND TRANSLATIONS*

Transactions in foreign currency are recorded at the rates of exchange prevailing on the date of the transaction.

1.7 *CLASSIFICATION OF ASSETS AND LIABILITIES AS CURRENT AND NON-CURRENT*

All assets and liabilities are classified as current or non-current as per the criteria set out in Schedule III to the Companies Act, 2013.

1.8 *INVESTMENTS*

Investments are classified as current and non-current as per criteria set out in Schedule III to the Companies Act 2013.

1.9 As the accounts of Auto Expo Component Show 2018 and Motor Show 2018 were finalized in FY 2018-19, therefore the excess provision of share of surplus adjusted in FY 2018-19.

1.10 **PROVISION FOR DOUBTFUL DEBTS / ADVANCES**

Provision for doubtful debts is made for all debts which are outstanding for a period more than one year and in some cases more than six months.

1.11 **INCOME TAX**

Taxes are accounted for in accordance with Accounting Standard 22 "Accounting for Taxes on Income", taxes comprises both Current and Deferred Tax.

Current Tax is measured at the amount expected to be paid / recovered from the revenue authorities, using the applicable tax rates as per current law. The tax effect of the timing differences that results between taxable income and accounting income and are capable of reversal in one or more subsequent periods are recorded as a Deferred Tax Asset or Deferred Tax Liability. Deferred Tax Assets and Liabilities are recognized for future tax consequences attributable to timing differences. They are measured using the substantively enacted tax rates and tax regulations. The carrying amount of Deferred Tax Liabilities at each Balance Sheet date is reduced to the extent that it is no longer reasonably certain that sufficient future taxable income will be available against which the Deferred Tax Liabilities can be realized.

1.12 **IMPAIRMENT OF ASSETS**

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. An asset is treated as impaired, when the carrying value of assets exceeds its recoverable value. Based on such assessment, impairment loss, if any, is recognized in the Statement of Income & Expenditure Accounts for the period in which the asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

1.13 **CONTINGENT LIABILITIES**

a) **Liability Not Provided**

There is a tax demand of Rs.7,80,04,930/- pertaining to assessment year 2009-10. The demand is being contested in appeal before the Honorable Tribunal.

1.14 **GOVERNMENT GRANTS**

a) Government sanctioned a grant of Rs.612 lakh under MAI Scheme during the year, out of which Rs.350 lakh representing excess of expenditure over grant received were recoverable from Govt. Refer Note No. 6.5

b) In FY 2018-19, the Association received a Govt. Grant of Rs.491 lakh under UNIDO-ACMA-DHI Partnership Program. During the year, Association utilized Rs.147 lakh and adjusted the over spending of Rs.76 lakh of previous year against the grant, Refer Note No. 2.3

1.15 **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents for the purpose of Cash Flow Statement comprises cash in hand, bank balances and fixed deposits with banks.

1.16 Both current year and previous year figures have been re-grouped and re-arranged, wherever necessary, to conform to the present classification.

1.17 **EMPLOYEE BENEFITS**

The Association has classified various employee benefits as under:

a) **Defined Contribution Plans**

- i) Provident Fund
- ii) Superannuation Fund

The Provident Fund is operated by the Regional Provident Fund Commissioner and contributions to Superannuation Fund (based on percentage of salary) is managed by Life Insurance Corporation of India (LIC).

a) **Defined Benefit Plans**

- i) Gratuity
- ii) Leave Encashment

The Association has arrangement with Life Insurance Corporation of India for future payment of gratuities. Annual Gratuity contributions are made as determined by LIC.

Leave Encashment

Compensated absence payments are made to the employees on retirement / resignation from service. The expense is charged off as and when the leave accrues. The liability is actuarially ascertained centrally for the employees of ACMA with actuarial valuation carried out as at the Balance Sheet date. Short term employee benefits are recognized on an undiscounted basis whereas long term employee benefits are recognized on discounted basis.

DEFINED BENEFIT PLAN

The Employee's Gratuity Fund Scheme which is Defined Benefit Plan, is maintained by Life Insurance Corporation of India (LIC). The present value of obligation is based on Actuarial Valuation using Projected Unit Credit Method which recognizes each period of service as giving rise to additional unit of employees retirement and measures each unit separately to build up the final obligation.

Retirement Benefits

Disclosures in respect of defined benefit obligations (Gratuity)

- i) Reconciliation of opening and closing balances of the present value of defined benefit obligation :

<i>Particulars</i>	<i>As at March 31, 2019</i>	<i>As at March 31, 2018</i>
Opening defined benefit obligation	1,57,80,804	1,22,79,007
Current service cost	12,52,827	11,01,434
Past service cost	-	11,62,246
Interest Cost	12,19,856	9,25,837
Actuarial (gain) / loss	4,73,871	4,44,009
Benefits paid	(1,20,697)	(1,31,729)
Closing defined benefit obligation	1,86,06,661	1,57,80,804

- ii) Reconciliation of opening and closing balances of fair value of plan assets :

<i>Particulars</i>	<i>As at March 31, 2019</i>	<i>As at March 31, 2018</i>
Opening fair value of plan assets	1,04,18,642	1,05,33,445
Expected return on plan assets	8,33,491	7,90,008
Actuarial Gain / (Loss)	8,16,206	(7,73,082)
Contribution by Employer	-	-
Benefits Paid	(1,20,697)	(1,31,729)
Closing fair value of plan assets	1,19,47,642	1,04,18,642

- iii) Assets and liabilities recognized in the Balance Sheet :

<i>Particulars</i>	<i>As at March 31, 2019</i>	<i>As at March 31, 2018</i>
Present Value of funded obligation	1,86,06,661	1,57,80,804
Fair value of plan assets	1,19,47,642	1,04,18,642
Net liability recognized in the Balance Sheet	(66,59,019)	(53,62,162)

iv) Expenses recognized in the Income and Expenditure Account :

Particulars	As at March 31, 2019	As at March 31, 2018
Current Service Cost	12,52,827	11,01,434
Past Service Cost	-	11,62,246
Interest on obligation	12,19,856	9,25,837
Expected return on plan assets	(8,33,491)	(7,90,008)
Net actuarial loss recognized during the year	(3,42,335)	12,17,091
Expense recognized	12,96,857	36,16,600

v) Major categories of plan assets as a percentage of fair value of the total plan assets:

Particulars	As at March 31, 2019	As at March 31, 2018
Administered by Life Insurance Corporation of India	100%	100%

vi) Principal actuarial assumptions :

Particulars	As at March 31, 2019	As at March 31, 2018
Discount Rate	7.65%	7.73%
Expected rate of return of plan assets	7.59%	8.00%
Expected salary increase rate	6.00%	6.00%
Mortality table	IALM (2006-08)	IALM (2006-08)

vii) Information in respect of year ended as on March 31, 2019 and last 4 years are as follows :

Particulars	March 31, 2019	March 31, 2018	March 31, 2017	March 31, 2016	March 31, 2015
Defined benefit obligation	1,86,06,661	1,57,80,804	1,22,79,007	1,10,26,891	91,18,236
Fair value of plan assets	1,19,47,642	1,04,18,642	1,05,33,445	1,01,01,568	84,30,192
Net Liability	(66,59,019)	(53,62,162)	(17,45,562)	(9,25,323)	(6,88,044)

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

Particulars	As at 31 March 2019	As at 31 March 2018
EQUITY AND LIABILITIES		
Note - 2 FUNDS		
2.1 General		
As per last Balance Sheet	810,561,364	730,176,815
Add : Admission Fees Capitalised	629,000	504,150
Un-utilised Service Tax Provision already taxed written-back	-	5,715,519
	<u>811,190,364</u>	<u>736,396,484</u>
Add:		
Surplus for the year transferred from Income and Expenditure Account	36,710,228	74,164,880
Total (Rs.)	<u><u>847,900,592</u></u>	<u><u>810,561,364</u></u>
2.2 Earmarked Fund		
Fund for Cluster Projects		
As per last Balance Sheet	14,133,372	15,197,996
Less:		
Amount Utilised during the year	1,100,000	1,064,624
Total (Rs.)	<u><u>13,033,372</u></u>	<u><u>14,133,372</u></u>
2.3 Govt. Grant for UNIDO-ACMA-DHI Partnership Program		
As per last Balance Sheet	(7,629,973)	(3,251,822)
Add:		
Grant received during the year	49,087,496	20,564,000
	<u>41,457,523</u>	<u>17,312,178</u>
Less:		
Grant utilised during the year	14,690,400	24,942,151
Total (Rs.)	<u><u>26,767,123</u></u>	<u><u>(7,629,973)</u></u>

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

Particulars	As at 31 March 2019	As at 31 March 2018
Note - 3 NON CURRENT LIABILITIES		
Long Term Provisions		
Provision for Taxation	76,580,798	130,029,089
Provision for Gratuity	6,659,019	5,362,162
Provision for Leave Encashment	10,273,987	8,539,614
Total (Rs.)	93,513,804	143,930,865
Note - 4 CURRENT LIABILITIES		
4.1 Accounts Payable		
Sundry Creditors	28,334,227	21,719,086
Others	4,649,235	3,452,687
Total (Rs.)	32,983,462	25,171,773
4.2 Other Current Liabilities		
Advance Membership Subscription	1,527,146	2,376,959
Un-utilised MDA Grant pending refunding to Ministry of Commerce and Industry	1,739,671	1,739,671
Un-utilised MAI Grant pending refunding to Ministry of Commerce and Industry	1,500,001	-
Contribution from participating companies for ACMA-UNIDO Skilling Project	13,549,194	13,362,789
Employee Related Dues	6,748,547	-
Statutory Dues	5,562,113	4,022,406
Advance Collections for Projects	40,227,460	52,672,291
GST Due on Output Services - Credit Balance	84,609	2,289,383
Others	-	113,665
Total (Rs.)	70,938,741	76,577,164

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

Note - 5 NON-CURRENT ASSETS

5.1 Fixed Assets

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	Total as at 31.03.2018	Additions During The Year	Deductions During The Year	Total as at 31.03.2019	Upto 31.03.2018	Depreciation Adjusted	For the Year	Upto 31.03.2019	As at 31.03.2019	As at 31.03.2018
Tangible Assets										
BUILDING	118,588,799	-	2,492,789	116,096,010	57,634,060	1,889,485	2,957,430	58,702,004	57,394,006	60,954,739
FURNITURE FIXTURES	6,954,674	8,888,236	-	15,842,909	5,895,811	-	1,786,371	7,682,182	8,160,727	1,058,863
OFFICE EQUIPMENT	2,429,296	19,565,565	629,410	21,365,451	1,847,314	629,410	2,126,460	3,344,365	18,021,086	581,982
VEHICLE	11,572,993	10,720,515	4,264,237	18,029,271	8,551,959	3,540,866	2,895,370	7,906,463	10,122,808	3,021,034
OFFICE RENOVATION	7,658,949	334,177	-	7,993,126	5,963,002	-	504,450	6,467,452	1,525,674	1,695,947
LAN SYSTEM	5,527,925	3,873,672	1,145,108	8,256,489	3,721,407	1,089,879	2,001,975	4,633,502	3,622,987	1,806,518
WEBSITE	2,236,151	182,500	490,000	1,928,651	2,028,858	490,000	152,085	1,690,942	237,709	207,293
SOFTWARE	1,949,709	400,897	1,015,863	1,334,743	1,690,229	1,015,863	251,562	925,928	408,815	259,480
TOTAL(RS.)	156,918,496	43,965,562	10,037,407	190,846,651	87,332,639	8,655,504	12,675,703	91,352,839	99,493,812	69,585,855

NOTE :

1) Depreciation has been calculated as per the WDV Method laid in Schedule II of the Company Act, 2013, keeping in view the useful life of each asset.

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

	As at 31 March 2019	As at 31 March 2018
5.2 Long Term Loans and Advances		
Unsecured, considered good, unless otherwise stated		
Security Deposits	4,940,401	4,931,348
Rent Deposits	575,000	175,000
	5,515,401	5,106,348
Other Loans and Advances		
Tax Payments	112,381,184	147,563,576
	112,381,184	147,563,576
Total (Rs.)	117,896,585	152,669,924
Note - 6 CURRENT ASSETS		
6.1 Current Investments		
Fixed Deposits with HDFC	142,300,000	132,300,000
Fixed Deposits with HUDCO	25,000,000	57,600,000
Fixed Deposits with LIC Housing Finance Ltd.	141,150,000	99,150,000
Fixed Deposits with PNB Housing Finance Ltd.	55,500,000	77,000,000
Deposit with Govt. of India 8% Taxable Bond	106,000,000	106,000,000
Fixed Deposits with ICICI Home Finance Ltd.	23,000,000	-
Fixed Deposits with Can Fin Home Finance Ltd.	5,000,000	-
REC Capital Gain Bond	5,000,000	-
Deposit with Tax Free Bonds IRFC	588,000	588,000
Deposit with Tax Free Bonds NABARD	501,000	501,000
Total (Rs.)	504,039,000	473,139,000
6.2 Accounts Receivable		
Unsecured		
Over Six Months		
Considered good	1,813,988	1,937,655
Considered doubtful	1,408,412	1,321,591
Others		
Considered good	34,470,102	76,036,548
Considered doubtful	436,600	1,286,974
	38,129,102	80,582,768
Less :- Provision for Doubtful Debts	1,845,012	2,932,488
Total (Rs.)	36,284,090	77,650,280
6.3 Cash and Cash Equivalents		
Balance with Banks		
In Current Account	21,688,087	16,719,565
In Deposit with the maturity period of upto 12 months	109,600,000	47,707,684
In Deposit with the maturity period of over 12 months	65,238,456	90,524,003
Cash on hand	78,950	30,003
Total (Rs.)	196,605,493	154,981,254
6.4 Short Term Loans and Advances		
Unsecured, considered good, unless otherwise stated		
Loans and Advances to Employees	758,961	1,177,620
Prepaid Expenses	2,163,260	1,077,216
Other Advances	17,709,550	19,709,454
Total (Rs.)	20,631,771	21,964,290
6.5 Other Current Assets		
Interest Accrued on Deposits	63,749,403	73,576,669
GST Due on Output Services - Debit Balance	5,841,223	580,867
Grant Receivable from Ministry of Commerce & Industry under MAI Scheme:		
(i) excess of utilisation over grant received under MAI Scheme	34,966,530	30,292,778
(ii) Grant Receivable from MOCI under MAI Scheme for Exporters	650,000	-
(iii) Grant Receivable from Ministry of Heavy Industry (AEI Section) being utilised against grant sanctioned	-	6,297,000
3rd Installment of VRS Compensation	73,222	109,834
Total (Rs.)	105,280,378	110,857,148

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

Particulars	YEAR ENDED 31.03.2019	YEAR ENDED 31.03.2018
Note - 7 Revenue from Operations		
Revenue from Services Provided		
Subscription	53,853,652	51,932,737
Exhibitions		
Overseas	70,015,305	49,912,851
Domestic	22,046,591	70,992,900
Seminars, Conferences & Other Activities	92,109,597	79,688,236
Study Mission	2,801,000	-
Advertisement Receipts	1,565,565	1,886,733
Annual Awards	5,560,000	8,175,000
Cluster Projects	100,616,918	92,795,000
ACMA Centre of Excellence	931,550	-
Total (Rs.)	349,500,178	355,383,457
Note - 8 Other Income		
Interest Income	48,022,203	52,888,605
Publications	644,777	1,276,259
Bad Debt Recovery	-	211,059
Profit on Sale of Assets	20,064,672	23,903
Accounts Payable Written-Back	36,538	204,922
Other Non-operating income	1,194,968	2,472,343
Total (Rs.)	69,963,158	57,077,090
Note - 9 Cost of Service		
Exhibitions		
Overseas	57,748,996	40,025,405
Domestic	17,265,691	12,296,467
Seminars, Conferences & Other Activities	69,808,088	55,249,212
Study Missions	1,979,732	-
Annual Awards	7,383,026	5,204,732
Cluster Projects	49,614,497	43,299,533
ACMA Centre of Excellence	10,006,402	-
Total (Rs.)	213,806,433	156,075,349
Note - 10 Employee Benefits Expenses		
Salaries and Wages	80,403,469	70,882,612
Contribution to -		
Provident and other Funds	4,470,126	3,928,312
Superannuation Scheme	5,281,552	4,562,822
Gratuity Fund Contribution to LIC	50,079	37,270
ESI Contribution	64,960	64,408
Staff Welfare Expenses	514,394	484,505
Gratuity Expenses	1,296,857	3,616,600
Leave Encashment Provision	1,734,373	1,407,485
Total (Rs.)	93,815,810	84,984,014

AUTOMOTIVE COMPONENT MANUFACTURERS ASSOCIATION OF INDIA

Notes forming part of Financial Statements for the year ended 31st March, 2019

Particulars	YEAR ENDED 31.03.2019	YEAR ENDED 31.03.2018
Note - 11 Other Expenses		
Publications	1,627,216	1,579,951
Rent & Taxes	411,146	927,232
Travelling & Conveyance	5,346,386	5,043,436
Insurance Charges	182,695	167,082
Repair & Maintenance	1,846,417	1,643,294
Legal and Professional Charges	1,628,994	2,561,328
Audit Fee	425,000	400,000
Administrative Expenses	18,030,040	18,525,213
Retainership Fee	12,018,098	9,544,471
IR White Paper Expenses	-	232,058
Corporate Social Responsibilities	1,991,000	1,600,000
Study on Global Auto Components Aftermarket Industry - Market Dimensions and Addressable Opportunities	2,500,000	-
Study on Impact of Trade Agreement on Auto Component Industry in India	-	495,600
Re-Structuring of ACMA	327,500	-
Study on Digital Transformation Roadmap	1,500,000	-
Study on Monitoring and Enforcement of Standards for Auto Industry	2,649,705	-
Study on xEV market and opportunities for Component Suppliers	-	2,500,000
Compensation Benchmarking for ACMA Staff	-	620,000
Provision for Doubtful Debts	1,845,012	2,728,904
Loss on Sale of Assets	4,841	2,298
Assets Written-off	24,119	-
Accounts Receivable Written-off	-	206,702
Adjustment in respect of Previous Year	2,333,360	-
Bank Charges	85,304	44,027
Miscellaneous Expenses	687,478	805,092
Total (Rs.)	<u>55,464,311</u>	<u>49,626,689</u>

As per our Report of even date attached
For K.K. Khanna & Co.
Chartered Accountants
Firm Regn No:002221N

sd/-
(K.K. KHANNA)
Partner
Membership No.7887

sd/-
(VINNIE MEHTA)
Secretary
DIN 08112007

sd/-
(DEEPAK JAIN)
Vice President
DIN 00004972

sd/-
(A VENKATARAMANI)
President
DIN 00277816

Place : New Delhi
Date : 27.07.2019



The Capital Court, 6th Floor,
Olof Palme Marg, Munirka, New Delhi - 110 067
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