

Accounting Policies & Notes to accounts

The Accounting Policies of the Trust are as follows:

1. The Trust maintains accounts on historical cost basis.
2. Current Assets, Loans & Advances and Liabilities are approximately of the value stated, if realized in the ordinary course of business.
3. The Trust follows accrual method of accounting for Expenses and Income.
4. Fixed Assets are stated at cost of acquisition plus incidental expenses. Depreciation is provided on written down value basis as per rates specified under Income Tax Act, 1961. No depreciation is however provided on Buildings.
5. As per past practice, the expenses and the incomes of Indian Journal of Pharmaceutical Sciences and Pharma Times have been transferred to The Indian Pharmaceutical Association.
6. It is not the practice of the Association to call for the Audited Accounts of the Branches and also to consolidate the same with the Centre's Accounts. The balances of the various branches are therefore as per the Books of Accounts of the Centre.
7. As per past practice, the advance subscription received from student members during the year has been treated as income of that year and also in the profit & loss account.
8. As per past practice, the subscription for life membership is credited to the capital fund, where as all other types of membership subscription are treated as revenue. The Share of Subscription from Membership fees has been provided as payable to state and local Branches as per the Bye Laws.
9. As per the past practice the income on earmarked funds is credited to each respective earmarked fund whereas all other interest on fixed deposits are treated as revenue. Expenses for these earmarked funds are reduced from the funds itself.
10. Service Tax Matter for FY 06-07 to 10-11 was in dispute. Matter was heard by office of additional commissioner of service tax and raised a demand of Rs 1 crore. IPA has appealed against the order of additional commissioner and matter is pending with Appellant Authority. No provision has been made in the books of accounts for the demand raised.

For Indian Pharmaceutical Association

W. Venkatesh Rao
President

H. M. Patil
Hon. Treasurer

S. S. Patil
Hon. General Secretary

For Maitra & Chopra
Chartered Accountants
Firm Registration No. 136366W

PN Maitra
PN Maitra
Partner
Membership No. 042527
Place: Mumbai
Date:



