



F.R.N. 022743N

# KAPISH JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

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## **INDEPENDENT AUDITOR'S REPORT**

**To**  
**The Trustee**  
**Escorts Benefit Trust**  
**15/5, Mathura Road, Faridabad**

### **Report on the Financial Statements**

We have audited the financial Statements of **Escorts Benefit Trust** (the 'Trust') which comprises the Balance Sheet as at 31<sup>st</sup> March 2021 and the Income & Expenditure account for the year then ended and a summary of significant accounting policies and other explanatory information on that date annexed thereto.

### **Opinion**

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at 31<sup>st</sup> March 2021 and of its financial performance for the year then ended in accordance with the Accounting standards issued by the Institute of Chartered Accountants of India (ICAI).

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. 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 entity in accordance with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Trustees and Those Charged with Governance for the Financial Statements**

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as trustees determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the entity's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financials Statements**

Our objectives are to obtain reasonable assurance about whether the financials 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 reasonable be expected to influence the economic decisions of users taken on the basis of these financial statements.

For **Kapish Jain & Associates**  
Chartered Accountants  
Firm Reg. No. 022743N

**Kapish Jain**

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st=Haryana,  
serialNumber=4abb7af5c30c0273d7820b1987ea58969  
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**CA Kapish Jain**  
Partner  
M.No. 514162  
UDIN 21514162AAAAFN6358

Dated: New Delhi  
Place: 10 May 2021

**ESCORTS BENEFIT TRUST**  
Balance Sheet as at March 31, 2021

(Amount in Rs.)					
LIABILITIES	As at March 31, 2021	As at March 31, 2020	ASSETS	As at March 31, 2021	As at March 31, 2020
<b><u>RESERVE FUND</u></b>			<b><u>INVESTMENTS</u></b>		
Balance as per last Balance Sheet	10,83,75,480	11,07,11,276	<b>Quoted Investment (At Cost)</b>		
Add: Surplus/(Deficit) of Income Over Expenditure as per Income & Expenditure	(8,514)	1,64,204	- In Equity Shares	-	-
	10,83,66,966	11,08,75,480	- In Mutual Funds		
Less: Amount paid to Hardship Committee for payment to FD holders of Escorts Finance Ltd.	-	25,00,000	Aditya Birla Sun Life M Term Plan Growth	3,99,36,603	4,00,00,000
	<b>10,83,66,966</b>	<b>10,83,75,480</b>	ABSL Credit Risk Fund- Growth Regular (Formerly known as Aditya Biral Sun Life Corp Bond Fund Growth)	3,36,10,381	3,36,10,381
<b><u>CURRENT LIABILITIES &amp; PROVISIONS</u></b>			HDFC Corp Debt Opportunities Fund Growth	3,48,26,673	3,48,26,673
Payable to Kapish Jain & Associates	14,160	28,320	<b><u>CASH &amp; BANK BALANCE</u></b>		
Provision for Tax	1,538	1,08,080	Balance with Scheduled Bank (State Bank of India) in Current Account	1,24,407	75,826
Other Liabilities	1,15,400	1,000			
	<b>10,84,98,064</b>	<b>10,85,12,880</b>		<b>10,84,98,064</b>	<b>10,85,12,880</b>

Significant accounting policies and notes to accounts are the integral part of Financial Statements

For and on behalf of the Escorts Benefit Trust

As per our report of even date attached  
For **KAPISH JAIN AND ASSOCIATES**  
Chartered Accountants  
Firm Regn no. 022743N

**Kapish Jain**

CA Kapish Jain  
Partner  
Membership No. 514162

Place : 10th May 2021  
Place : New Delhi

**BHARAT  
MADAN**

Bharat Madan  
Trustee  
Place:- Gurugram

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BHARAT MADAN  
Date: 2021.05.10  
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**SATYENDRA  
CHAUHAN**

Satyendra Chauhan  
Trustee  
Place:- Faridabad

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## ESCORTS BENEFIT TRUST

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

#### A. SIGNIFICANT ACCOUNTING POLICIES

##### **(a) Trust Information**

Escorts Benefit Trust (the 'Trust') is a trust created on December 01, 2010 having its registered office 15/5, Mahura Road, Faridabad. This trust has been created pursuant to the order of the Hon'ble High Court of Delhi vide order dated May 24, 2010 to pay to unpaid fixed deposit holder(s) of Escorts Finance Limited (EFL). Further, pursuant to the order of Hon'ble High Court, Delhi vide order dated March 04, 2011; 24,01,050 equity shares of Escorts Limited transferred to the Trust under the scheme of Arrangement and Compromise u/s 391 and 394 of the Companies Act, 1956 for making payment to the unpaid fixed deposit holder(s) of EFL to the extent of its maturity value.

##### **(b) Basis of Preparation**

The Financial Statements are prepared under the historical cost convention on accrual basis and in accordance with the generally accepted accounting principles and the applicable Accounting Standards issued by the Institute of Chartered Accountants of India.

##### **(c) Use of Estimates**

The preparation of financial statements is in conformity with the generally accepted accounting principles which require the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of financial statements. Actual results if they differ from those estimates are recognized in the current and future accounting periods.

##### **(d) Revenue Recognition**

Contribution to Trust Fund is recognized as income on receipt basis. Dividend income on investment is accounted for when the right to receive the dividend is established. Sales proceed from shares is recognized on accrual basis.

##### **(e) Investments**

All investments are stated at cost. Provision for diminution, if any, in the value of investments, other than temporary, is made in the books of accounts.

##### **(f) Employee Benefits**

The provisions of the Payment of Gratuity Act, 1972, the Employee State Insurance Act, 1948 and Employees Provident Fund and Miscellaneous Provision Act, 1952 are not applicable since there is no employee on roll of the Trust.

##### **(g) The figures have been rounded off to the nearest rupee.**

