

E^4



Your Partner In Progress Since 1992

Annual Report
2022-2023

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ELCIA Office Bearers



Executive Committee Members



Seetharam MR
Immd Past President - ELCIA
Synthesis Winding Technologies Pvt Ltd



Veerabhadrappe GS
Immd Past Secretary - ELCIA
Syscon Instruments Pvt Ltd



Adinarayan Rao
Committee Member - ELCIA
Timken Engineering and
Research India Pvt Ltd



Bakthavatchalam S
Committee Member - ELCIA
Sil-Kee Electronics Pvt Ltd



Chethan Hegde
Committee Member - ELCIA
Bhavani Industries



Haridas PV
Committee Member - ELCIA
Tech Mahindra Ltd



Lakshmikanth R
Committee Member - ELCIA
Konar Engineering



Muralidhar R
Committee Member - ELCIA
BMPL



Nagaraj H
Committee Member - ELCIA
Velankani Electronics Pvt Ltd



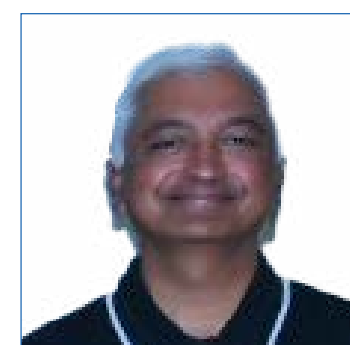
PS Thind
Committee Member - ELCIA
RNT Engineering Pvt Ltd



Vinay Baijal
Committee Member - ELCIA
Siemens Technology and
Services Pvt Ltd



Veerappan V
Co-opted Member - ELCIA
Tessolve



Sriram M Doraiswamy
Invited Member - ELCIA
Infosys Limited



Reshmi Shankar
Committee Member - ELCIA
Wipro Ltd



Deepak S Mehta
Co-opted Member - ELCIA
Shreetronics Enterprises



Vinay Kumar
Invited Member - ELCIA
Verbinden Communication Pvt Ltd



Ramya Rayachoti
Invited Member - ELCIA
BMPL



Vaidyanathan A
Committee Member - ELCIA
PAQS



Bhavani Shankar
Co-opted Member - ELCIA
Tata Power Company Ltd



Nandini B
Invited Member - ELCIA
Tescom Pvt Ltd

ELCIA Presidents



Riaz Tareen
Bifora watch Co Ltd.
(1991-1996)



NR Shurpalekar
Hewlett Packard India Ltd.
(1996-1997)



Nagaraj M.V.
VXL Instruments Ltd.
(1997-2001)



Prakash Rao
Filcon Electronics Pvt Ltd.
(2001-2005)



Kiron Shah
Velankani Information
Systems Ltd.
(2005-2007)



Charles Henry Hawkes
Infosys Technologies Ltd.
(2007-2009)



Rajnarayan G
Radel Electronics Pvt Ltd
(2009-2011)



Babu Rangaswamy
Hewlett Packard Global Soft
Pvt Ltd
(2011-2013)



Aruna C Newton
Infosys Ltd
(2013-2015)



Ramamchandran R
Customised Technologies
Pvt Ltd.
(2015-2017)



Raghunandan CB
Wipro Ltd.
(2017-2019)

ELCIA Presidents



ಎಲೆಕ್ಟ್ರಾನಿಕ್ ಸಿಟಿ ಇಂಡಸ್ಟ್ರೀಸ್ ಅಸೋಸಿಯೇಶನ್
ELECTRONICS CITY INDUSTRIES ASSOCIATION
No. 10/11, ELCIA Complex, Electronics City - West, Bangalore - 560101
Tel: 080-26011112 Website: www.elcia.org E-MAIL: info@elcia.org

32nd ELCIA ANNUAL GENERAL MEETING (AGM) FOR THE YEAR 2022 -23

Notice is hereby given that the 32nd Annual General Meeting of the Electronics City Industries Association (ELCIA) will be held in person on **Friday, 8th Sep 2023** from 4.30 PM onwards at The Oterra, West Phase, Electronics City, Bangalore -100.

AGENDA

1. To consider and adopt the minutes of the 31st Annual General Meeting held on 26th Aug 2022 at Koramangala Club, Bangalore
2. To consider and adopt the audited balance sheet of ELCIA as on 31st March 2023 and the income & expenditure for the year ended on that date.
3. To consider resolution if any, moved by the Executive Committee or other members with written notice of a minimum 10 days prior to the AGM in accordance with the existing rule on the subject.
4. To declare the results of the election held for the Executive Committee 2023 -25.
5. To appoint the auditors for the year 2023-24 and fix their remuneration.
6. Open House discussions

By the order of the Executive Committee

Sri Ram Kumar V
Secretary

Electronics City, Bangalore
10th August 2023



2021-22

Ramesh Kumar
President

V. Balasubramaniam
Vice President

V. Sri Ram Kumar
Secretary

Sujaya Shankaranarayanan
Treasurer

Self-regulation since 1992



President's Message



Dear Leaders,

"Success is not a place at which one arrives but rather the spirit with which one undertakes and continues the journey." – This quote from Alfred Nobel is in line with the success through the journey of ELCIA.

ELCIA is a unique organization – That took up the responsibility of developing Electronics City by managing the infrastructure for over 20 years till ELCITA was formed, battling odds in creating a cohesive environment for large, medium, small, and micro member companies. Today it stands as India's shining example of what can be achieved by vision, courage, initiative, and collaboration based on strong fundamentals, ethical governance, and a value-based system.



ELCIA has constantly reinvented itself to remain relevant to the diverse environment in Electronics City by impactful work. Our ELCIA Trust supports neighboring government schools, ELCITA ensures good governance in the Township, and ELCIA Cluster works towards the benefit of MSMEs. The latest endeavor, ESDC, imparts vocational skills to the underserved, while also up-skilling and re-skilling Employees of member companies. Each one of these entities is on its journey to establish itself and ELCIA endeavors to support them as appropriate. In my opinion, together E^4 pillars collaborate to service

all of you for a better business ecosystem and quality of life.

As mentioned in my acceptance speech in 2021, we, the EC has tried to walk through the vision statement – Enable, Enrich and Enhance and do our best in supporting MSMEs in particular. Large companies, unlike MSMEs, are mostly self-reliant. Post the devastating pandemic in 2019-20, MSMEs were struggling for survival. Hence, we reached out to all our members to understand their aspirations and immediate needs, which led to establishing a business support system for both short-term gain and long-term growth. Just to reiterate the initiatives that have started in 2021-22 and 22-23 will continue based on your interest and participation.

1. ESDC: Sowing seeds for a brighter tomorrow - ELCIA Skill Development inaugurated in Dec 2021 aims to become a preferred skilling institution for aspiring young individuals to enhance their skills by delivering world-class training and providing exciting job opportunities. Being third-party aggregator (TPA), ESDC is implementing Apprenticeship training policies of both GoI and GoK and connecting job aspirants and apprentices to companies. It is collaborating with colleges, ITIs and schools to create awareness about the skilling and job opportunities. ESDC also provides soft skills training and job-specific training for employees of member companies, under Continuous Education program (CEP).
2. MSME Business review and advisory MSME Business Review and Advisory is a virtual and private advisory board meeting of entrepreneurs where they act as advisors to each other and provide authentic, realistic, pragmatic business advice to help them grow. The board meetings are conducted using a process which involves brainstorming and deep dive review of a business situation, by participating entrepreneurs, such that their rich experience is utilized to create new solutions to the problems presented by the entrepreneur seeking advice from the board.
3. Consultant Network Large companies have designated departments for legal, finance, HR, marketing, IR, IPR and many others as required by them. But MSMEs with small number of employees cannot afford to have dedicated departments and many times most of the activities will have to be shared by few senior management executives. This was clearly indicated by a survey conducted early last year. Hence it was decided to create virtual departments using consultants engaged by ELCIA and support MSMEs. Expert consultants assist members in overcoming challenges, increasing revenue, and achieving growth while

adhering to ethical business practices. They provide comprehensive support in various areas, including Government interactions, Finance, IR& HR, Legal matters, Intellectual property rights (IPR), conventional & digital marketing as well as Investment Banking (IB).

4. ELCIA and SIDBI collaboration: ELCIA has signed an MoU with SIDBI which provides for quick dispensation of loans to MSMEs along with better terms and conditions. Encouraged by the response from some of you, SIDBI is planning to open an office in Electronics City.
5. ELCIA Cluster required support to be self-sustaining and grow the business. ELCIA responded and added an additional layer of management and support through an expert consultant network. ELCIA Cluster CFC has been rebranded as ELCIA Tech Hub, it has got a new webpage and access to digital marketing. Efforts are on to improve operational efficiency. The much-needed extension of the CFC-Tech Hub building was completed in 2023.
6. Enhanced Interaction with ELCITA has helped in the functioning of both ELCIA and ELCITA. I would like to thank ELCITA for the Socio-Economic fund of Rs 2 Cr per year which is being utilized to support the consultant network and ELCIA Tech Hub improvement in operations. Suggestions made by ELCIA are well received and implemented by ELCITA. Thank you ELCITA team.
7. Financials will be presented by our Treasurer; however, I would like to inform all of you that we received a refund of Rs 3.17 Cr in 2023 from IT department.
8. There were many events with the Skill development ministry, External Affairs Ministry, IT/ BT department of GoK, BBMP which added value to ELCIA. We participated in trade shows as ELCIA pavilion and promoted our member companies. We had valued visitors both national and international who appreciated ELCIA journey.

ELCIA has provided me with numerous opportunities in these two decades, to positively contribute to the development of Electronics City. It was a privilege for me to be nominated by Infosys to shoulder this responsibility. The period 2021~23 was exceptionally exciting, as the team displayed empathy, energy and enthusiasm in implementing innovative initiatives aligned on the way to our vision, which was key to ascertaining ELCIA's role as a business catalyst.

Electronics City is a diverse and dynamic ecosystem that contributes significantly to the country's GDP. ELCIA, certainly, has a long road ahead. Hat's off to all the visionaries, past presidents, executive committee members, members and employees of Electronics City who played a stellar role in creating and steering this progressive community, positioning ELCIA to reach new dimensions by future leaders.

It is a great achievement and pride that India's Chandrayan-3 soft-landed on the south-pole of the moon and that our members have contributed to its success. Similarly, many other members have played a significant part in transforming the country's diverse canvas of products and services. Our PM envisioned India's next target to be Sun and Venus – for us at ELCIA sky is not the limit.

"Coming together is a beginning. Keeping together is progress. Working together is success."
— Henry Ford

With Best wishes

Bhawesh Kumar
President - ELCIA

Secretary's Report



Dear Leaders,

Warm greetings and best wishes to each one of you. I am pleased to present the ELCIA annual report for the fiscal year 2022-23.

ELCIA has been playing a crucial role in promoting collaboration, knowledge sharing, and initiatives that benefit its member companies.

Association provides a platform for industries, businesses, and professionals to come together, exchange ideas, and work towards the collective betterment of the industrial ecosystem.

Over the years, ELCIA has established itself as a key player in driving industry advancements, facilitating partnerships, and supporting the growth of both large and small enterprises. Through its diverse range of activities, ELCIA contributes to the economic and technological progress of the Electronics city and beyond. ELCIA focuses on various aspects such as skill development, capacity building, upskilling programs, and awareness sessions to empower its member companies and enhance their competitiveness in the market.

During FY 2022-23, ELCIA has diligently carried forward the successful initiatives of the previous year.



To recap our vision,

Enable – Enrich – Enhance the business of member companies.

To achieve this, the 2021-23 Executive Committee was committed to being transparent in transactions, candid in deliberations with a focus on objectives, and stood united in decision-making.

Here is the brief report of the activities of ELCIA in FY 2022 -23 in line with our vision.

1. Consultant Program:

Initiative launched last year, has maintained its impressive momentum. This unique program involves onboarding diverse consultants into the ELCIA consultant panel, who offer their expert guidance to member companies at a discounted rate. New additions to our panel are Marketing and Investment Banking consultants, introduced in response to the specific needs of our member companies. As of today, we have engaged 7 consultants, facilitating a total of 40 informative sessions. The impact of these programs is evident, with 300+ consultations and member companies substantially benefitting from their insights and advice.



2. Continuous Education Program (CEP):

In the evolving landscape of the post-COVID era, acquiring advanced skills is becoming critical. Recognizing the requirement of upskilling for employees in our member companies, ELCIA has pioneered a program for continuous education. This program entails meticulously organized training sessions facilitated by accomplished instructors. A specialized plumbing course was organized in collaboration with Water and Plumbing Sector Skill Council, under Ministry of Skill Development & Entrepreneurship and. All the participants were certified as proficient plumbers, which is recognised by the Government of India. This



upskilling initiative directly results in a favourable impact on company performance. I request you to nominate your employees for these training programs, enabling them for enhanced performance and hence better confidence.

3. ELCIA Skill Development Centre – ESDC:

Commenced during the preceding fiscal year, the newly established division within ELCIA has been making consistent and robust advancements. The 2 main programs in this area are

A. STRIVE Program: Apprenticeship Promotion program.

- a. As detailed in the previous year's report, this initiative is backed by the World Bank with the aim of fostering apprenticeship within the member industries. As of now, the ESDC has achieved notable success, facilitating placements of 406 apprentices in 54 companies.



- b. In order to drive the program's promotion, a series of initiatives were undertaken:

- i. ELCIA took the initiative to sponsor the Skill Tech Expo hosted at the Government ITI College.
- ii. Additionally, awareness sessions on apprenticeship were held across multiple schools and Industries.

B. Vocational Training: ELCIA imparted industry-specific technical skill sets to a diverse group, ranging from school dropouts to SSLC, PUC, and Degree holders under Chief Minister's Kaushalya Karnataka Yojane - CMKKY and ELCIA Industry-oriented certified technical training. These training efforts seamlessly facilitated their transition into apprenticeships and permanent employment within various industries. This dual-impact approach not only benefited the individuals but also addressed the industries' need for skilled manpower. Under this program, 143 students have been trained and placed. We are happy to inform you that 42 students are specially-abled students.



4. MoU with SIDBI:

Acquiring capital expenditure (Capex) or operational expenditure (Opex) loans from banks has consistently proven to be a challenging and intricate procedure for MSMEs. Recognizing the significance of this matter, ELCIA signed a Memorandum of Understanding (MOU) with SIDBI, streamlining the loan sanctioned process. ELCIA-certified member companies are privy to simplified loan access with reduced paperwork/requirements. I encourage our member industries to harness the full potential of this scheme.

In order to advocate for this program, ELCIA organized an informative session highlighting the diverse schemes offered by SIDBI.



5. Capacity Building Program:

Through this endeavour, ELCIA sought to elevate the expertise/ knowledge of its member enterprises.

- a. Stanford Seed Program: An enlightening session aimed at creating awareness about a distinctive program tailored exclusively for CEOs and founders, offering invaluable guidance through Stanford University. I am delighted to share that Mr. Vinay Kumar, Founder CEO of Verbinden, has been chosen for this prestigious program from the South Asia region., I encourage you to participate in such programs and leverage the opportunities presented by this institute.



- b. CYSECK (GoK)-IISc Workshop on Fundamentals of IT & OT Security for MSMEs: This session garnered significant appreciation from the MSMEs within ELCIA. Considering the feedback received and the mounting significance of Cybersecurity for MSMEs, we have decided to organize the subsequent session to delve even deeper into the subject matter.



- c. Visit to Toyota: In order to gain insights into Toyota's exemplary practices, a visit was organized for members' employees of member companies.



6. Brand ELCIA:

The current committee has exerted significant efforts in elevating the stature of Brand ELCIA, consequently branding member industries. A few initiatives under this are listed below.

- a. Electronics City proudly hosted the inaugural 'Bangalore IT. Com' in 1998, a momentous event that has since evolved into the renowned 'Bengaluru Tech Summit'. As a practice, the ELCIA pavilion provided a complimentary exhibition space for member companies to showcase their products and services. Delighted to share that the ELCIA Pavilion was inaugurated by the former Chief Minister of Karnataka, Mr. Basavaraj Bommai.



b. Productronica and Electronica Exhibition: This is a leading International Trade Fair for Electronic Components, Products, Systems, Applications and Solutions in India. ELCIA secured space in the exhibition and extended significantly subsidized stalls within the ELCIA pavilion (216 Sq Mtr) for its member companies.



c. An ELCIA delegation attended the IMTEX exhibition, engaging in valuable dialogues with the exhibitors and other esteemed dignitaries present.



d. ELCIA team attended in the Aero India event, where Hical Technologies featured a stall highlighting their notable accomplishments in the aerospace sector. I take immense pride in sharing that Hical Technologies is a distinguished supplier to prestigious ISRO space endeavours – Gaganyaan and Aditya mission. My heartfelt congratulations to Ms. Sujaya Shashikiran, MD and her team



7. With over a decade of existence, the ELCIA complex underwent essential maintenance, including improved parking area to accommodate additional cars.

8. SVEEP Program - Systematic Voters' Education and Electoral Participation: As prelude to 2023 Karnataka elections, recognizing the significance of bringing in voter awareness, ELCIA organized a voter education program in collaboration with BBMP. Sincere thanks to Tech Mahindra for hosting the event.



9. Health Camp: Employee health significantly influences performance, as a content and healthy employee becomes a valuable asset to the company. To promote well-being, a complimentary medical camp was organized to assess Bone Mineral Density (BMD). Over 100 employees from diverse member companies participated in the BMD testing.



10. Kanyathon by IFIM: To celebrate International Women's Day, IFIM organized a marathon that received enthusiastic participation from companies across Electronics City. ELCIA team actively joined this event, which aimed to raise awareness and support educating girl children.



11. The ELCIA Team participated with great enthusiasm in a 5KM marathon orchestrated to raise funds for scholarships benefiting deserving, high-achieving students. This initiative was led by Mr. Tejasvi Surya, Member of Parliament for Bangalore South.



12. Kannada Rajyotsava: In 1956, the unification of Karnataka took place, and to commemorate this significant event, the Kannada Cultural Department of GoK organized the 'Koti Kanta Gayana' – all the companies were asked to sing songs listed by the department. ELCIA enthusiastically collaborated in the celebrations, participated in an essay writing competition and hosting a cultural event as well.



13. ELCIA and ELCITA jointly celebrated Dussehra, with the EC members gracing the occasion.

14. ELCIA Women's Day Celebration: ELCIA celebrated International Women's Day and all the women participated enthusiastically



15. ELCIA Cluster:

- ELCIA cluster needs experts to turn around and be sustainable - Support like Accounts consultant, Plant head, and expert technical consultants for the mechanical section has been extended.
- During the fiscal year 2022, the ELCIA cluster witnessed the formation of a new managing committee for the term 2022-24, with Mr. Muralidhar assuming the role of President. Within this context, the ELCIA Executive Committee appointed me (Sriram Kumar) and Ms. Sujaya Shashikiran to the ELCIA Cluster Management Committee. In an unprecedented move, today marks the confluence of the ELCIA Cluster's Annual General Meeting and the ELCIA AGM. Later in the evening, Mr. Muralidhar will present the cluster report as part of the ELCIA Cluster AGM proceedings.
- ELCIA constructed additional space required for ELCIA Cluster building, and the inauguration of this space took place on June 28, 2023.
- ELCIA members were interested in business opportunities that drone deployment can offer. ELCIA Cluster entered into a Memorandum of Understanding (MoU) with Flying Wedge, paving the way for collaborative indigenous production of Made-In-India Drones.



16. ELCIA, a distinguished association, attracts a multitude of national and international visitors seeking to understand the remarkable journey and achievements of the organization.

- Some of these visits also provide an opportunity for the member companies to explore business opportunities in the international market. One such visit was from Consulate General of Belgium, - Govt of Flanders
- A delegation from Manchester, UK visited ELCIA
- GIZ facilitated a group of international educational research students from Germany, for a visit to ELCIA to gain insights in to our ESDC program.
- MBA students from SPAIN visited ELCIA to understand the formation of Electronics City as a Cluster and expressed their appreciation for the significant progress of ELCIA thus far.



17. ELCIA Coffee Table Book:

ELCIA remains a steadfast driving force dedicated to bolstering the pursuits of its member organizations. Since its formation in 1992, ELCIA's narrative has traced a remarkable trajectory characterized by profound growth and pivotal transitions. Guided by the foresight and leadership of our President, we are pleased to announce the impending unveiling of the ELCIA Coffee Table book, a project that encapsulates our journey. Furthermore, we are delighted to inform you that the long-anticipated Blue Book (ELCIA Directory of Member Industries) will also be presented on this momentous occasion.

18. New members:

I extend a warm welcome to our new members who have joined our esteemed fraternity - Times Microwave Systems, an Amphenol Company, and Ctrl S. Welcome to ELCIA.



On behalf of all the committee members, I seize this moment to express my gratitude to each and every one of you. With your continued participation, I am confident that ELCIA will undoubtedly achieve even greater heights in the times ahead.

Thank you!

Sriram Kumar V
Secretary - ELCIA



Finance Report



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF ELECTRONICS CITY INDUSTRIES' ASSOCIATION

Opinion

We have audited the financial statements of **ELECTRONICS CITY INDUSTRIES' ASSOCIATION** ("the Association"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Income and Expenditure for the year ended on that date, 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 give the information in the manner so required and give a true and fair view in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India, of the state of affairs of the Association as at March 31, 2023, and its Income and Expenditure Account for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs). 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 Association in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for Financial Statements

The Association's members are responsible for preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Association in accordance with accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Association and for preventing and detecting frauds and other irregularities.

Selection and application implementation and maintenance 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.

In preparing the financial statements, members are responsible for assessing the association'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 members intend to cease operations, or has no realistic alternative but to do so.

Those members are also responsible for overseeing the Association's financial reporting process.

Auditor's responsibility for the Audit of 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 entity'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 entity 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.

We communicate with those charged with governance 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 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.

For P.V. Menon & Associates
Chartered Accountants
Firm's Regn.No.: 002066S

K.B. Parameswaran
(Partner)

Membership No.: 202735
UDIN: 23202735RGWNGY/066

Place: Bengaluru
Date: 25th August, 2023



ELECTRONICS CITY INDUSTRIES ASSOCIATION 7(P), ELCIA Complex, Electronics City-560100 BALANCE SHEET AS AT MARCH, 2023			
PARTICULARS	Sch No	As at 31.03.2023	As at 31.03.2022
SOURCES OF FUNDS			
Capital Fund	2	11,77,700	11,57,700
Reserves and Surplus	3	7,40,22,664	7,16,11,396
Development Corpus Fund	4	1,96,19,151	1,96,19,151
Building Corpus Fund	5	4,64,92,723	4,64,92,723
Total		14,13,12,237	13,88,80,970
APPLICATION OF FUNDS			
Property, Plant & Equipment	6	6,33,42,581	5,86,51,895
		6,33,42,581	5,86,51,895
Current Assets, Loans & Advances			
Dues from Members	7	70,65,802	51,88,380
Cash and Bank balances	8	6,37,72,890	6,06,15,719
Loans and Advances	9	5,18,28,050	4,67,05,141
		12,26,66,741	11,25,09,240
Less: Current Liabilities and Provisions			
Current Liabilities	10	4,46,97,086	3,22,80,165
Net Current Assets		7,79,69,655	8,02,29,075
Total		14,13,12,237	13,88,80,970
Notes to Accounts 1			
Schedules form an integral part of the Balance sheet			
As per report of even date attached			
For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 002066S		For Electronics City Industries Association	
K. B. Parameswaran Partner Membership No. 202735		Bhawesh Kumar President	
Place : Bangalore Date : 25/08/2023		Sriram Kumar V Secretary	
		Sujaya Shashikiran Treasurer	

ELECTRONICS CITY INDUSTRIES ASSOCIATION 7(P), ELCIA Complex, Electronics City-560100 INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH, 2023			
Particulars	Sch No.	Year ended 31.03.2023	Year ended 31.03.2022
INCOME			
Maintenance Fund Collections	11	1,18,63,950	1,31,65,830
Membership fees		2,94,000	6,02,000
Rent received		1,33,22,366	1,18,33,256
Interest Income		29,76,616	27,41,752
Grant Received for Strive Skill Development Project	12	32,66,221	-
Grant Received for Socio Economic Development Project		73,47,832	-
Training Income - CMKKY		4,91,176	2,85,376
Other income	13	2,30,757	1,91,259
TOTAL A		3,97,92,917	2,88,19,473
EXPENDITURE			
Strive Skill Development Project Expenses		19,32,154	-
Socio Economic Development Project Expenses		73,47,832	-
Contribution to ELCIA Trust Midday Meal programme		45,54,650	49,88,610
Contribution to ELCIA Cluster for Oxygen Concentrators		-	10,00,000
Donations		-	8,00,000
Estate maintenance expenses	14	22,52,128	26,13,326
Administration expenses	15	1,69,28,021	1,47,84,149
Depreciation	6	43,66,865	43,35,254
TOTAL B		3,73,81,649	2,85,21,340
Excess of Income over expenditure(A-B)		24,11,268	2,98,133
Appropriated as under :			
Transferred to Reserves & Surplus Account		24,11,268	2,98,133
Notes to Accounts	1		
Schedules form an integral part of the income and Expenditure account For Electronics City Industries Association			
As per report of even date attached			
<p>For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 0020665</p> <p>K.B. Parameswaran Partner Membership No. 202735</p> <p>Place : Bangalore Date : 25/08/2023</p> <p>Bhawesh Kumar President</p> <p>Sriram Kumar V Secretary</p> <p>Sujaya Shashikiran Treasurer</p>			

ELECTRONICS CITY INDUSTRIES' ASSOCIATION

Schedule - 1 - Notes to Accounts for the year ended 31st March 2023

1. Significant Accounting Policies

These accounts are prepared under the historical cost basis of accounting and evaluated on a going concern basis. The significant accounting policies adopted in the preparation of the Financial Statements are:

a) Revenue is recognized on accrual basis except

- Maintenance fees from members in respect of closed units is recognized as income on cash basis with effect from 01.04.2005.
- Maintenance Fee is a voluntary contribution from members and is recognized on accrual basis only if there is a firm commitment from the contributing members and a reasonable certainty of collection.
- Membership Annual Subscription Fee - Membership fee is being accounted as per the by-laws of the Association
- In case of donations / grants received with restriction as to their end use, revenue is recognized only when the conditions of the donation / grant are fully met, and the Trust has no obligation to return any part thereof which is unutilized. Until such time, the amounts are retained as Current Liabilities

b) Fixed assets are stated at cost of acquisition less depreciation.

c) Depreciation on fixed assets has been charged on the written down value method, by adopting the rates of depreciation specified in the Income Tax Act 1961.

d) A provision is recognized if, as a result of a past event, the association has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

e) The presentation 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.

2. In the opinion of the Executive Committee, the value on realization of current assets, loans & advances will, in the ordinary course of business, not be less than the amount at which they are stated in the Balance Sheet.

3. Land amounting to Rs. 2,38,23,463 in Schedule No - 5 (Fixed Assets) includes leasehold land of Rs. 2,15,02,985 pursuant to the lease cum sale agreement dated May 16, 2011, with Karnataka State Electronics Development Corporation Limited (KEONICS). The lease period is for 10 years, which expired on May 15, 2021. The sale deed is in the process of being registered.

4. Contingent Liabilities, not provided for

Service Tax:

- ELCIA has been availing services from CISF till October 2013 for the benefit of members and protection of estate property in Electronic City. CISF has received a notice from Service Tax department for the period financial year 2007 till 2011 on the grounds that, CISF has not billed ELCIA for service tax. CISF has contended that, they are an exempt entity and hence not required to bill service tax. CISF has filed an appeal with the Service Tax department. In the event service tax department passes an order against CISF, CISF may pass-on the liability to ELCIA. The demand raised by the service tax department is Rs. 76,67,875 along with interest and penalty. The matter is pending. Based on advice received that there is not likely to be any liability for ELCIA, no provision has been made in the books of accounts.
- As per the assessment order issued on March 2, 2018 the Joint Commissioner of Central Tax had raised a demand for service tax amounting to Rs.56,19,984 for the period April 2008 to March 2011 with interest and penalty. ELCIA has gone on appeal and Office of Commissioner of Central Tax (Appeals-I) vide order dated 31-12-2021 has remanded back the earlier order to the adjudicating authority for fresh adjudication after giving an opportunity to the assessee / Appellant to present their case. Based on advice received that there is not likely to be any liability for ELCIA, no provision has been made in the books of accounts.
- The Commissioner has passed an assessment order relating to short payment of service tax w.r.t Renting of Immovable Property Service and Clubs or Association Service for the period 2006-07 and 2009-10. The order dated 15-06-2016 confirmed a demand of Rs.37,08,228. ELCIA has filed an appeal with Hon'ble Customs, Excise & Service Tax Appellate Tribunal (CESTAT) on the aforesaid demand and presently the same is pending before Hon'ble CESTAT for final hearing.

5. Provision for Police Station rent

Karnataka State Small Industries Development Corporation Ltd (KSSIDC) had allocated Flat No. A 101, Block 1, to ELCIA from 12.10.2006 for the rental amount of Rs.19,168 exclusive of tax with the objective to establish Law and Order Police Station. ELCIA has transferred the said flat to Police station. Aftermath, ELCIA had paid the partial rent of Rs. 14,40,246 from 2006 to 2012. KSSIDC had written many times to ELCIA/Police station asking for the remaining amount. As on 31.10.2019, the total amount outstanding with respect to this premises is Rs. 53,87,753.

Further to the above, from 08.05.2015, Police had started using Flat B-102, Block 1 for storing seized Furniture and Equipment without prior intimation to KSSIDC. Police had not vacated the premises even after receiving the notices from KSSIDC. As on 31.10.2019, the total outstanding amount with respect to this premises is Rs.14,35,305.

Further, KSSIDC had allocated Flat No. A 213 from 01.04.2010 for the rental amount of Rs.16,488 exclusive of tax with the objective to establish Traffic Police Station. As on 31.10.2019, the total amount outstanding with respect to this property is Rs.55,39,087.



As per the meeting between ELCIA, KSSIDC and Law and Order Police station held on 5th November, 2019 it was agreed that rent for Traffic Police station at Electronic City, be paid by the Police Department effective from 1st November, 2019, hence no provision has been made for rent at ELCIA books since April 2021.

6. The long pending litigation with Income tax department came to a close consequent to the favorable orders being passed by Hon'ble Income Tax Appellate Tribunal for AY 2011-12 vide their order dated 21-02-2018 and favorable order of CIT (Appeals) NFAC for AY 2012-13 & AY 2013-14 vide order dated 16-08-22 and 23-06-22 deleting the additions made by the then AO's 143(3) orders. ELCIA received complete refund of TDS and regular payments along with section 244A interest amounting to Rs.3.17 Crore in June 2023 the details of the same are given below.

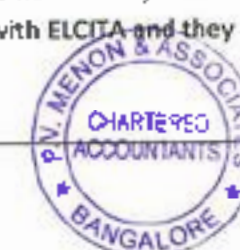
Assessment Year	TDS	Sec 244A Interest	Total	Less: Refund already issued	Net Refund received in June 23
AY 2011-12	1,16,79,788	39,70,809	1,56,50,597	33,80,270	1,22,70,327
AY 2012-13	1,00,40,303	28,34,314	1,28,74,617	17,76,560	1,10,98,057
AY 2013-14	57,33,109	26,63,601	83,96,710	-	83,96,710
Total	2,74,53,200	94,68,724	3,69,21,924	51,56,830	3,17,65,094

7. Consequent to completion of Income Tax assessment for the AY 2014-15, ELCIA received a notice for a claim of Rs. 27,63,452 and ELCIA filed an appeal with the Commissioner of Income Tax Appeals. During the Year 2018-19 ELCIA received demand Notice from Tax Recovery Officer (Exemptions) for the same case and paid Rs.5,52,690 being 20% of tax demanded under protest as on 24th July 2019. With respect to the above CIT (Appeals) NFAC passed favorable orders under section 250 dated 23-06-2022, which is pending with department side to give effect to the of refund of TDS.

8. It has been a practice that every year, 1/3rd of AMF voluntarily collected from its members by ELCIA is donated to ELCIA trust. During the FY 2022-23, an amount of Rs.45,54,650 (Previous year Rs.49,88,610) was paid to ELCIA Trust on this account.

9. ELCIA entered into an MOU dated 2nd May, 2022 with ELCITA, whereby ELCITA has agreed to pay a grant amount of 2 Crore (inclusive of all taxes) towards Socio Economic Development program of ELCIA members at Electronic City. The purpose of the grant was to support industries in E City to resolve the problem being faced by the industry and put the business in the path of growth. This would be achieved by hiring experts in various areas/ verticals or hiring expert consultants/ firms to get relevant and timely advice. During the year ELCIA received an amount of Rs.1.50 Crore towards this project.

As per the MOU "The amount paid is required to be expended within the same financial year, unexpended amounts are required to be reimbursed to ELCITA on 31st March of the same financial year" During the year ELCIA spent Rs.96.35 lakhs (Rs.73.47 lakhs towards the program and balance towards related GST liability). But the unexpended amount of Rs.53.64 lakhs was not returned to ELCITA as envisaged in the MOU. This amount has already been spent by ELCIA between April to August 2023 towards the program in consultation with ELCITA and they have given their concurrence to this.



10. Previous years' figures have been re-grouped and re-arranged wherever necessary.

For P.V. MENON & ASSOCIATES
Chartered Accountants
Firm Regn No. 002066S

K.B Parameswaran
Partner
Memb.No.201735

Place: Bangalore
Date: 30/08/2023



For Electronics City Industries' Association

Bhawesh Kumar
President

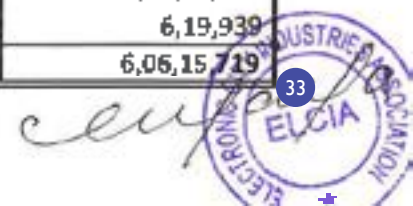
Sujaya Shashikiran
Treasurer

Sriram Kumar V
Secretary



ELECTRONICS CITY INDUSTRIES ASSOCIATION
7(P), ELCIA Complex, Electronics City-560100
SCHEDULES TO BALANCE SHEET AS AT MARCH 31, 2023

Particulars	As At 31.03.2023	As At 31.03.2022
Schedule - 2		
Capital Fund (Admission Fees)		
Opening Balance	11,57,700	11,47,700
Add : Collected during the year	20,000	10,000
Total	11,77,700	11,57,700
Schedule - 3		
Reserves and Surplus		
Opening balance	7,16,11,396	7,13,13,263
Add : Transferred from Income and expenditure Account	24,11,268	2,98,133
Total	7,40,22,664	7,16,11,396
Schedule - 4		
Development Corpus Fund		
Opening balance	1,96,19,151	1,96,19,151
Add : Collected during the year	-	-
Less : Utilized during the year	-	-
Total	1,96,19,151	1,96,19,151
Schedule - 5		
Building Corpus Fund		
Opening balance	4,64,92,723	4,64,92,723
Add : Collected during the year	-	-
Less : Utilized during the year	-	-
Total	4,64,92,723	4,64,92,723
Schedule - 6		
Fixed Assets :	6,33,42,581	5,86,51,895
(Attached Separately)		
Schedule - 7		
Dues From Members		
Dues From Members	2,07,69,740	1,77,11,540
Less: Provision for bad debts	(1,37,03,938)	(1,25,23,160)
Total	70,65,802	51,88,380
Schedule - 8		
Cash and Bank balances		
Cash in hand	15,708	668
Balance with banks in current accounts	1,35,24,751	1,25,58,933
Balance with member banks in deposit accounts :		
Indian Bank	2,22,11,140	2,07,47,407
Indian Bank KSSIOB	6,88,444	6,55,395
ICICI Bank	32,12,612	30,70,533
IDBI BANK	2,40,28,649	2,29,62,844
Interest accrued on Fixed Deposits	91,586	6,19,939
Total	6,37,72,890	6,06,15,719



Particulars	As At 31.03.2023	As At 31.03.2022
Schedule - 9		
Loans and Advances		
Advances recoverable in cash or kind	1,30,12,474	1,08,75,971
Advance income tax incl.TDS (net of provision)	3,57,66,582	3,30,40,077
Deposits	30,48,993	27,89,093
Total	5,18,28,050	4,67,05,141
Schedule - 10		
Current Liabilities		
Sundry creditors for Other Expenses	50,46,867	6,65,929
Rental Deposits	1,55,22,221	1,55,22,221
Caution Money Deposit	47,82,684	47,82,684
Retention Money Deposit	6,05,099	4,93,283
Payable to Elcia Trust	31,29,840	25,66,530
Advance from ELCTA	63,29,558	-
Advance Strive Project	7,33,779	-
Advance form Customers	72,732	18,878
Statutory Liabilities	4,26,751	1,60,585
Other liabilities	80,46,555	80,70,055
Total	4,46,97,086	3,22,80,165



ELECTRONIC CITY INDUSTRIES ASSOCIATION 71P, ELCTA Complex, Electronics City 560100 Schedule Forming an Integral Part of the Balance Sheet as at March 31, 2023									
Sl.No.	Particulars	Rate (%)	WDV as on 01.04.2022	Additions during the year		Total	Sale / Exchange	Depreciation for the year	WDV as on 31.03.2023
				More than 180 days	Less than 180 days				
1	BLOCK - A Land	-	2,38,23,463	-	-	2,38,23,463	-	-	2,38,23,463
	TOTAL (A)		2,38,23,463			2,38,23,463			
2	BLOCK - B Building - ELCTA Complex	10%	22,71,278	-	-	22,71,278	-	2,31,128	20,40,150
	Building - ARSME	10%	25,46,334	-	-	25,46,334	-	7,58,643	17,87,691
	Building - Conference Hall	10%	2,56,17,914	-	-	2,56,17,914	-	15,65,795	1,40,52,119
	Capital Work in Progress - ELCTA Training Center at ELCTA Park	-	-	-	59,82,207	59,82,207	-	-	59,82,207
	TOTAL (B)		2,58,25,526		59,82,207	3,18,07,733		25,47,553	2,89,10,181
3	BLOCK - C Furniture & Fixture	10%	22,38,458	1,47,665	-	23,86,123	21,66,413	2,46,641	21,39,471
	Furniture & Fixture - STRIVE	10%	-	-	1,13,000	1,13,000	2,13,000	10,890	2,02,110
	TOTAL (C)		22,38,458	1,47,665	1,13,000	24,99,123	23,79,423	2,57,531	22,41,692
4	BLOCK - D Machinery & Boilers (exp Phase II)	15%	1,91,807	-	-	1,91,807	-	24,773	1,67,034
	Motor for Lifting 33 L - KAS-1417 (412)	25%	-	18,43,139	-	18,43,139	-	2,75,474	15,67,665
	TOTAL (D)		1,91,807	18,43,139	-	20,34,946	-	3,00,247	17,34,699
5	BLOCK - E Equipment & Installation	15%	2,71,277	-	-	2,71,277	2,51,277	37,707	2,33,570
	Installation - Initial in ELCTA Bldg	15%	21,17,234	-	-	21,17,234	21,17,234	5,17,584	15,99,650
	L.P.S.	15%	3,37,916	-	-	3,37,916	3,17,956	20,489	3,17,427
	IT Surface Pumping System	15%	723	-	-	723	723	109	614
	OP Gas equipment	15%	66,176	9,000	-	75,176	75,176	31,236	43,940
	Mobile hand set	15%	17,118	-	-	17,118	17,118	1,838	15,280
	Motor	15%	2,81,212	-	-	2,81,212	2,81,212	17,595	2,63,617
	Video meeting	15%	14,792	-	-	14,792	14,792	2,319	12,473
	Ladder	15%	9,100	-	-	9,100	9,100	1,365	7,735
	Submersible pump	15%	47,728	-	-	47,728	47,728	6,408	41,320
	2 HP 110V/10 Submersible Pump	15%	4,363	-	-	4,363	4,363	1,234	3,129
	EWBS System	15%	49,416	-	-	49,416	49,416	7,432	41,984
	Generator set	15%	68,843	-	-	68,843	68,843	10,764	58,079
	Tools & Equip	15%	3,315	-	-	3,315	3,315	397	2,918
	Pump & Machinery	15%	1,85,924	-	-	1,85,924	1,85,924	28,039	1,57,885
	All Equipments	15%	2,09,179	-	-	2,09,179	2,09,179	30,232	1,78,947
	Camera & Video camera	15%	36,094	-	-	36,094	36,094	5,414	30,680
	CD RW	15%	2,176	-	-	2,176	2,176	1,091	1,085
	Audio	15%	2,480	-	-	2,480	2,480	372	2,108
	Sound system & Video projector	15%	9,760	-	-	9,760	9,760	1,464	8,296
	TOTAL (E)		73,806	-	-	73,806	73,806	11,671	62,135



PARTICULARS	Year ended 31.03.2023	Year ended 31.03.2022
Schedule - 15		
Administration Expenses		
Advertisement Charges	3,70,945	22,952
Audit fees	75,000	50,000
Covid-19 Expenses	-	39,542
Electricity charges Cluster Building	36,61,897	20,72,868
Exhibition Expenditure	2,32,211	7,92,052
House Keeping Services	1,17,947	-
Insurance Expenses	39,985	12,217
Internet and Server Domain Charges	1,00,946	57,250
Take Development expenses	1,14,000	-
Meeting expenses	12,18,671	4,20,003
Membership & Subscription	20,947	15,000
Miscellaneous expenses	2,07,722	11,924
Payable to ELCITA Expensed off	-	13,02,034
Pooja Expenses	2,20,981	1,31,121
Printing and stationery	51,483	1,42,207
Provision for Member Dues	11,80,778	34,32,374
Professional & consultancy charges	56,58,840	40,22,011
Rates & Taxes	7,71,329	6,29,887
Repairs & maintenance	16,19,145	3,05,248
Skill Development Expenses (CMKKY Project)	5,67,718	2,99,393
Softskill Training Expenses	1,47,920	-
Software Renewal expenses	1,19,316	1,52,806
Survey Charges	-	3,00,000
Telephone & postage	92,066	72,513
Training Course Expenses	3,000	536
Welfare expenses	3,35,173	1,95,211
Web Development Charges	-	3,05,000
Total	1,69,28,021	1,47,84,149



ELCIA Trustees



Seetharam MR
Chairman – ELCIA Trust
Synthesis Winding
Technologies Pvt Ltd



Bhawesh Kumar
Vice-Chairman – ELCIA Trust
Infosys Ltd



Sriram Kumar V
Secretary – ELCIA Trust
Fanuc India Pvt Ltd



Vaidyanathan A
Trustee – ELCIA Trust
PAQS



G S Veerabhadrapa
Trustee – ELCIA Trust
Syscon Instruments Pvt Ltd



Lokesh MS
Trustee – ELCIA Trust
Synthesis Winding
Technologies Pvt Ltd



Rama N.S.
Advisor

ELCIA Trust Chairman's Note



Dear Members,

The ELCIA Trust's enduring commitment to Enhancing Education for Local Government School Children with initial support to feed 500 students through a mid-day meal program (prepared and distributed by one of the member company's canteens), we have progressed significantly, now providing nourishment to over 5000+ children. This gratifying journey is set to persist, embodying our unwavering dedication.



In the aftermath of the COVID-19 pandemic, there was a substantial rise in the enrolment of students in government schools, coupled with an increase in the per-meal cost. This elevation, stagnant for the past 3-4 years, resulted in ELCIA Trust facing a twofold expansion of its budget. Thanks to generous donations by ELCIA member company employees and fundraising events conducted by member companies, Elcia Trust was able to meet this unanticipated expense.



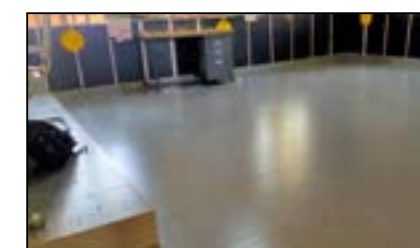
As a part of ELCIA Trust's persistent community engagement efforts, the provision of Free Drinking Water to the adjacent villages, Dodathogur and Konappana Agrahara continuous.

Under the Vidhya Nidhi and Vidhya Shresta scheme, the trust is providing scholarships for meritorious needy Students to pursue higher education and professional courses after 10th Grade.



The ELCIA Trust is improving educational institutions through infra upgradation. Following are the few projects undertaken in this financial year by ELCIA Trust and its member organizations.

Sl no	School	Infra Development	Sponsored by
1	Hebbagudi School	Hand wash unit	Momentive India
2	Shikaripalya	Toilet Block	Momentive India
3	Konapana Agrahara Primary School	Water Pipeline Setup	ELCIA Trust
4	Thimaiah Reddy School	Pit Cleaning	ELCIA Trust
5	Parapana agrahara School	New Sump Instalation	ELCIA Trust
6	Thirupalya School	Flooring Work for 3 Classrooms	ELCIA Trust
7	Shikariplaya Azad Model School	Black Board Painting	ELCIA Trust
8	Vittasandra School	Toilet Repair and Pain	ELCIA Trust
9	Basapura School	New School rooms were rented to accommodate the school in the interim period	ELCIA Trust
10	Chikkathoguru School	Ground Cleaning	ELCIA Trust
11	Thirupalya Schools	Safety grill for Staircase	ELCIA Trust
12	Basapura School	Window Mess	ELCIA Trust
13	Parappana Agrahara	Window Mess	ELCIA Trust



Recognizing the need for enriching education via the distribution of learning materials, ELCIA Trust donated the following items to the govt schools.

Sl no	School	Materials
1	Parapana agrahara, Basapura and CHikathogur schools	Notebooks and Pencils
2	Vittasandra School	Notebook, Library racks and Printer
3	Konapana agrahara School	Ruled A4 long Sheets
4	Shikariplaya	Table and Chairs
5	Konapanna agrahara High School	Steel Cupboards
6	Govindashety Palya	Nalikali tables and Chairs
7	Parapana agrahara School	All in One printer, Stationery and Sports Kit
8	Sanitary Napkins to all the schools	To the girl students above 5th Std
9	Doddathoguru	Nalikali tables and Chairs
10	Basapura	Nalikali tables and Chairs



ELCIA's commitment extends beyond educational interventions; it also embraces personal growth through empowerment workshops. As part of this initiative, the Trust organized the following workshops, greatly benefiting the students.

Sl no	School Name	Topic	Member company name
1	Sri Anantnagar School	Information Security while using Mobile phones	Deutsche Bank
2	Konapana agrahara High School	Awareness program in Green Environmental Aspects	GIZ & Green Skill Academy
3	Gollahalli School	Menstruation Awareness	Aurigen Oncology



As previously mentioned, the Trust established stalls across numerous member companies to gather funds for the mid-day meal initiative. IIITB collaborated in this endeavour, contributing to the fundraising through their 'Miles for Meals' 10K marathon event, which proved to be immensely impactful.

This year, the Trust embarked on a novel initiative - the 'Library on Wheels,' made possible by the generous support of M/s. Aurigen Oncology Ltd. Collaborating with Aurigen, ELCIA Trust unveiled the Library on Wheels, a mobile vehicle designed to visit neighbouring government schools, enabling students to borrow, and read books. This pioneering initiative aims to cultivate reading habits, other than textbooks, among children, seamlessly trying to transition students from a 'mobile to a mobile library'.



The Konappanna Agrahara High School, necessitated to accommodate a metro train station, was relocated from Hosur Main Road to the interiors of Doddanagamangla village. Amidst this transition, a new school building emerged; however, lacking adequate transportation, the school witnessed both students and teachers requesting transfers. Recognizing the pressing need, ELCIA Trust initiated a bus service, taking students from old school premises on Hosa Road to the new premises in the interiors of the East Phase. Collaborating closely with the school's Headmistress (HM), the Trust is actively pursuing the introduction of BMTC bus services along this route, with hopes for a swift response from BMTC.

Remarkably, the academic year 2022-23 bore the brunt of the pandemic, severely hampering the education of the 8th and 9th-grade students. Consequently, the success rate in passing percentage of 10th-grade students witnessed a significant decline. Recognizing this challenge, ELCIA Skill Development Centre- ESDC intervened to provide crucial support to these students who faced setbacks. Through supplementary coaching and counselling, the centre extended free extra classes, enabling some motivated students to successfully pass and continue their formal education. For those facing difficulties, ESDC offered comprehensive guidance, discussing vocational training and apprenticeship opportunities as alternative paths to pursue. ELCIA member companies happily engaged them under apprenticeship program.

Prathibha Karanji is an annual interschool competition organized by the Government of Karnataka to identify and recognize creative students. ELCIA Trust has been a consistent supporter of this event, contributing by presenting mementos to participating teachers and providing sweets for all the students.

Always looking for ways to enhance the experience of children of Government Schools, ELCIA Trust supported Independence Day Celebrations at several schools through generous support from Yokogawa.

These initiatives reflect our unwavering commitment to fostering positive change in our community. Through collaborative efforts and dedicated partnerships, we are making strides toward a brighter future for the generations to come. Let us continue to stand together, driven by the belief that every small action can create a profound impact.

With this, I want to thank the staff of ELCIA, ELCIA Trust and ELCITA for giving their hearts to the activities and



causes of the Trust; all the generous donors for their contributions, all the Trustees for the deep and emotional involvement, the ELCIA Executive Committee and ELCITA for the unstinted support all through.

Before concluding, I want to tell you all a little bit about the incoming Chairperson Mr. Bhawesh Kumar. With his focus on excellence and his single-minded focus on meticulous planning and implementation, I believe that the activities of the Trust will move into a different orbit.

I conclude by requesting you all to continue lending your generous and wholehearted support to the incoming committee.

Thank you.

Seetharam MR
Chairman - ELCIA Trust





Finance Report

P.V. MENON & ASSOCIATES CHARTERED ACCOUNTANTS



P.V. MENON ICAI
K.R. PARAMESWARAN ICAI
SOLMIYA MARIA JOSE ICAI

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of ELCIA Trust

Opinion

We have audited the financial statements of ELCIA Trust ("the trust"), which comprise the Balance Sheet as at March 31, 2023, the Income and Expenditure Statement and Receipts & Payments Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the trust as at March 31, 2023, 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 trust in accordance with the Code of Ethics issued by ICAI 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 and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the trust in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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, management is responsible for assessing the trust'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 management either intends to liquidate the trust or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the trust'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 trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 trust'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 trust 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.



We communicate with those charged with governance 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 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.

Place: Bangalore
Date: 25th August, 2023

For P.V. Menon & Associates
Chartered Accountants
Firm's Regn No.: 002066S

K.B. Parameswaran
(Partner)

Membership No.: 202735
UDIN: 23202735BGWN1A9243



ELCIA Trust 7(P),ELCIA Complex ,Electronics City-560100 BALANCE SHEET AS AT 31st MARCH 2023			
PARTICULARS	Sch.	As at 31.03.2023	As at 31.03.2022
SOURCES OF FUNDS			
Members' Account			
Corpus Fund	1	87,88,996	87,88,996
Income & Expenditure Account	2	1,04,44,142	1,04,28,581
Total		1,92,33,138	1,92,17,577
APPLICATION OF FUNDS			
Fixed Assets			
Property, Plant & Equipment	3	32,26,894	31,67,131
		32,26,894	31,67,131
Current Assets			
Cash and Bank Balances	4	1,28,19,580	1,30,37,301
Loans & Advances	5	38,85,106	27,06,133
Other Current Assets	6	5,36,014	5,15,082
		1,72,40,700	1,62,58,516
Less : Current Liabilities & Provisions	7	12,34,457	2,08,069
Net Current Assets		1,60,06,243	1,60,50,447
Total		1,92,33,138	1,92,17,577
Notes to Accounts 14 Schedules form an integral part of the Balance sheet As per my report in Form 10BB of even date <div> <div> For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 002066S Sd/- K.B. Parameswaran Partner Membership No. 202735 Place : Bangalore Date : 25/08/2023 UDIN: 23202735BGWNHA9243 </div> <div> For ELCIA Trust Sd/- M R Seetharam Chairman Sd/- V Sriram Kumar Secretary </div> </div>			

ELCIA Trust 7(P),ELCIA Complex ,Electronics City-560100 INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 31.03.2023			
PARTICULARS	Notes	For the Period ended 31.03.2023	For the Period ended 31.03.2022
INCOME			
Donations received	8	1,47,16,262	2,12,38,309
Interest income	9	7,44,198	5,66,956
Other Income	10	1,86,860	14,558
Total A		1,56,47,320	2,18,19,823
EXPENDITURE			
Covid -19 Expenses	11	-	1,29,28,793
Expenditure on Charitable Objects	12	1,39,59,191	81,25,333
Administrative Expenses	13	12,12,497	9,08,323
Depreciation	3	4,60,071	20,89,895
Total B		1,56,31,759	2,40,52,343
Excess of Expenditure over Income (A-B)		15,561	(22,32,521)
Transferred to Balance Sheet		15,561	(22,32,521)
Notes to Accounts 14 Schedules form an integral part of the Income and Expenditure account As per my report in Form 10BB of even date <div> <div> For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 002066S Sd/- K.B. Parameswaran Partner Membership No. 202735 Place : Bangalore Date : 25/08/2023 UDIN: 23202735BGWNHA9243 </div> <div> For ELCIA Trust Sd/- M R Seetharam Chairman Sd/- V Sriram Kumar Secretary </div> </div>			

Electronic City Industries Association Trust			
Schedules forming an integral part of the Financial Statements			
Sch	Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
8	Donation received		
	Donation AMF	37,49,835	41,80,115
	Donation From Elcia	4,50,000	6,00,000
	DONATION FROM FLEXTRONICS	-	10,350
	Donation From Geetha and Prakash	-	20,700
	Donation to Help Basavaraj Family	-	3,24,700
	Donation From Tejas Network Limited	-	4,65,000
	Donation From Moog Controls	-	6,93,152
	DONATION FROM YOKOGAWA INDIA PVT LTD	36,960	7,00,000
	Donation From Teknic Electromechanics	30,000	30,000
	Donation From Teknic Euchner	27,500	25,000
	Donation Form Fanuc India Private Limited	25,00,000	-
	Donation for Mid-Day Meal	6,50,151	-
	Donation From Aurigene Oncology Limited	23,36,000	-
	Donation From EC Members	2,000	-
	Donation From Members	10,000	-
	Donation From Momentive	32,21,816	-
	Donation From Tessolve Semiconductor Private Ltd	15,00,000	-
	Donation From Usha	-	20,000
	Donation from Aurigene Technologies	2,02,000	17,00,000
	Donation received in kind	-	15,46,262
	Donation for Covid -19 Relief	-	1,09,23,030
		1,47,16,262	2,12,38,309
9	Interest received		
	Interest Received From Bank - Savings Deposits	18,036	7,384
	Interest Received From bank - Fixed Deposits	7,26,162	5,59,572
		7,44,198	5,66,956
10	Other Income		
	Interest on Income Tax Refund	3,868	14,558
	Profit on Sale of Asset	1,67,735	-
	Miscellaneous Income	15,257	-
		1,86,860	14,558
11	Covid -19 Expenses		
	Food & Ration supplies	-	13,12,866
	Covid Medicines and supplies	-	1,64,087
	Fee paid to teaching staff	-	1,02,500
	Nebulizer	-	21,250
	Oxygen Concentrator	-	78,03,090
	Plus Oximeter	-	15,000
	Ventilator- Prisma Vent 50C	-	35,10,000
		-	1,29,28,793

12	Expenditure on Charitable Objects		
	School Building project expenses	15,85,864	22,24,217
	School operating expenses	14,96,427	10,85,396
	Scholarships / Education support	1,00,000	3,50,000
	Mid Day Meals Scheme	96,16,900	23,01,120
	Help Basavaraj Family	-	3,24,700
	Donations to Charitable Society	1,00,000	10,09,900
	Vidya Nidhi Program	10,60,000	8,30,000
		1,39,59,191	81,25,333
13	Administrative expenses		
	Vehicle Maintenance	8,22,342	6,93,100
	Printing & Stationary	-	2,440
	Audit Fee	50,000	35,400
	Insurance	1,01,502	1,22,652
	Office Expenses	10,000	200
	Web Domain Elcia Trust	9,815	4,864
	Meeting Expenses	529	9,100
	General Expenses	74,079	-
	Rates & Taxes	17,701	28,979
	Library Books	65,000	-
	Interest on TDS	160	213
	Courier charges	-	5,754
	Event Workshop	10,800	-
	Miscellaneous Expenses	13,997	5,620
	Advances Written off	36,572	-
	Total	12,12,497	9,08,323

<p>ELCIA Trust</p> <p>7(P),ELCIA Complex ,Electronics City-560100</p> <p>Schedule Forming an Integral Part of the Balance Sheet as at Mar 31, 2023</p> <p>Depreciation Schdeule as per Income Tax Act, 1961</p>										
SCHEDULE - 3 : Property, Plant & Equipment										
Sl. No	Particulars	Rate In %	WDV as on 01.04.2022	Additions		Sale / Exchange	Total	Depreciation for the year	WDV as on 31.02.2023	WDV as on 31.03.2022
				More than 180 days	Less than 180 days					
1	Vehicles	15%	31,58,890	-	-	1,62,265	29,96,625	4,49,494	25,47,131	31,58,890
2	Office Equipment	15%	8,164	-	-	-	8,164	1,225	6,940	8,164
3	Computers	40%	76	-	46,610	-	46,685	9,352	37,333	76
4	Capital Work in Progress - Mobile Library	-	-	-	6,35,490	-	6,35,490	-	6,35,490	-
	TOTAL		31,67,131	-	6,82,100	1,62,265	36,86,964	4,60,071	32,26,894	31,67,131
	Previous Years		37,21,235	4,838	15,30,952	-	52,57,025	20,89,895	31,67,130	37,21,236

Leaders of ELCIA Cluster



Muralidhar. R
President
BMPL



P.S. Thind
Vice President
RNT Engineering Private Limited



G.S. Veerabhadrapa
Secretary
Syscon Instruments Private Limited



Vaidyanathan A
Treasurer
PAQS



Nandini. B
Joint Secretary
TESCOM Private Limited



A J Hegde
Member
Bhavani Industries



Bakthavatchalam S
Member
Sil-Kee Electronics Private Limited



Sujaya Shashikiran
Member
Hical Technologies Private Limited



Sriram Kumar. V
Member
FANUC India Private Limited

ELCIA Cluster President's Note



Dear Members,

It is an honour to address you today at the Annual General Meeting of ELCIA Cluster.

I would like to begin by expressing my heartfelt appreciation to all the stakeholders present here today. Over the years, our Cluster has played a role in fostering growth and development in the mechanical and electronic engineering sectors. By providing state-of-the-art facilities and sharing resources, we have not only enhanced the capabilities of individual organizations but also bolstered the overall competitiveness of our industries.

I would like to inform you all about the transformational changes that were brought in the working of Cluster. Under the Socio-Economic program of ELCITA (Electronic City Industrial Township Authority), financial resources were allocated to ELCIA (Electronic City Industries Association) with the aim of providing support to MSMEs within Electronic City. ELCIA Cluster being the common facility centre for MSMEs, has derived the maximum benefits. ELCIA engaged senior consultants in the areas of accounts & finance, marketing, operational metrics, statutory compliances, Govt incentives, exports, IPRs, labour, IR etc. ELCIA took the necessary steps to ensure that these consultants were effectively utilized to enhance the operations and functioning of the Cluster. To broad base the high value add customers, our present website is being revamped for digital marketing. This apart, senior managers like the Cluster Head and Mechanical Head were deputed to manage the Cluster professionally.

Let me brief you on the working of Cluster in 2022-23. The Cluster has served 104 customers including 63 new customers. A total of 1330 orders were executed. In tune with its policy of serving industries like SPMs, aerospace, prototype manufacturers, environment testing etc where order quantity ranges from one to few numbers requiring frequent changes in setups, the Cluster is continuously evolving to meet this challenge. The Cluster has also increased the vendor base of suppliers to overcome limitations of machine capacity availability. The focus for the future is on higher value addition, quality and adherence to on-time delivery.

During the year, Cluster has taken all steps to streamline the operations by the implementation of Tranzact ERP and recruitment of personnel for all engineering functions such as purchase, stores, production planning & control, testing, and quality apart from taking fresh operators for the machinery. The Cluster also commissioned one CNC Turning lathe as it was a necessity for the mechanical division. The electronic division managed by expert group for SMT line assembly and testing facility has contributed significantly to shore up bottom-line.

During the year, the Cluster has entered into mutually beneficial understandings with a supplier to Railways and a Drone manufacturer. As in the past, the Cluster has received support from leading MSMEs in electronic city. The collaborative environment that we have fostered here allows us to tackle complex challenges, explore new frontiers, and push the boundaries of what is possible. The Cluster would also work in the direction of training technicians / engineers in areas of design, assembly and manufacture.

To further boost the infrastructure, ELCIA has taken up construction of the additional building of 500 sq m (5000 sft) during the year. The building was inaugurated in July 2023.

However, as we gather here today, let us not underestimate the challenges that lie ahead. Rapid technological advancements, changing market dynamics, and the need for sustainable practices demand our unwavering

attention. It is imperative that we continue to invest in improving productivity, and new process development, promote collaboration, and foster a culture of lifelong learning and innovation.

I urge all the stakeholders present here to proactively engage with each other. Let us share our knowledge, expertise, and experience for the collective benefit of all. Together, we can overcome any obstacles that come our way and find innovative solutions that propel our industries forward.

I would also like our Cluster to further strengthen its ties with academia, industry associations, and government bodies. By forging strong partnerships, we can leverage each other's strengths, pool resources, and create an environment that nurtures talent and encourages entrepreneurship. We realise that the impact of our work extends far beyond the confines of Cluster as it positively affects our industries, our economy and our society at large.

In conclusion, I extend my heartfelt appreciation to everyone associated with our Cluster. In particular for Government support through MD, KCTU and Director, MSME DC and President ELCIA. I take this opportunity to thank all our Customers, Suppliers, employees, and all other stakeholders.

Let us embrace the opportunities before us and continue to build a brighter future through engineering innovation.

Thank you, and I wish you a successful and productive Annual General Meeting.

Muralidhar R
President - ELCIA Cluster





Finance Report

P.V. MENON & ASSOCIATES CHARTERED ACCOUNTANTS

P.V. MENON FCA
K.B. PARAMESWARAN FCA
SOURMYA MARIA JOSE FCA



INDEPENDENT AUDITOR'S REPORT

To the Members of ELCIA Cluster

Opinion

We have audited the accompanying financial statements of ELCIA Cluster ("the Society"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Income and Expenditure for the year 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 give the information in the manner so required and give a true and fair view in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India, of the state of affairs of the Society as at March 31, 2023, and its Income and Expenditure Account for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs). Our responsibilities under these 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 Association in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for Financial Statements

The Association's members are responsible for preparation of these financial statements that give a true and fair view of the financial position and financial performance, and cash flow of the Company in accordance with accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding of the assets of the Association and for preventing and detecting frauds and other irregularities.



selection and application implementation and maintenance 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.

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

These members are also responsible for overseeing the Association's financial reporting process.

Auditor's responsibility for the Audit of 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 entity'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 entity 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.

We communicate with those charged with governance 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 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.

Place: Bangalore
Date: 25th August, 2023

For P.V. Menon & Associates
Chartered Accountants
Firm's Regn No.: 0020665

K.B. Parameswaran
(Partner)

Membership No.: 202735
UDIN: 23202735BGNWNG71368



ELCIA CLUSTER BALANCE SHEET AS AT MARCH 31, 2023			
PARTICULARS	Note	As at 31.03.2023 RS.	As at 31.03.2022 RS.
SOURCES OF FUNDS			
Membership Fee	1	3,80,000	3,80,000
CFC Fund	2	8,18,52,992	8,90,49,387
Total		8,22,32,992	8,94,29,387
APPLICATION OF FUNDS			
Property, Plant & Equipment	3	4,97,31,182	5,53,65,049
Capital work-in-progress		5,62,717	5,62,717
Current Assets and Loans & Advances			
Cash and Bank Balances	4	75,02,271	78,89,923
Loans & Advances	5	1,94,62,476	2,03,37,842
Trade Receivables	6	80,99,279	67,22,144
Inventories	7	5,52,829	10,62,020
		3,56,16,855	3,60,11,928
Less :Current Liabilities & Provisions	8	1,67,11,023	1,52,67,678
Net Current Assets		1,89,05,832	2,07,44,250
Debit Balance in Income & Expenditure Account	9	1,30,33,260	1,27,57,366
Total		8,22,32,992	8,94,29,387
<p>As per our report of even date</p> <p>For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 002066S</p> <p>For ELCIA CLUSTER Muralidhar R President</p> <p>G.S. Veerbhadrappa Secretary</p> <p>A Vaidyanathan Treasurer</p> <p>Place : Bangalore Date : 25/08/2023</p>			

ELCIA CLUSTER INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023			
PARTICULARS	Note	For the year ended 31.03.2023 RS.	For the year ended 31.03.2022 RS.
(I) INCOME			
Direct Income	9	1,65,68,870	1,64,02,380
Other Income	10	77,905	10,00,000
		1,66,46,775	1,74,02,380
(II) EXPENDITURE			
Direct Expenses	11	1,08,85,253	97,00,917
Consumable Stores	12	53,80,715	16,72,087
Depreciation	3	13,61,509	15,20,368
Other expenses	13	29,57,089	17,19,900
		2,05,84,566	1,46,13,271
Surplus Before prior period adjustment		(39,37,791)	27,89,109
Prior period adjustment (Refer Note 14)	14	(36,61,897)	(20,42,000)
(I)-(II) Surplus/(Deficit) Transferred to Balance Sheet		(2,75,894)	48,31,109
<p>As per our report of even date</p> <p>For P.V.MENON & ASSOCIATES Chartered Accountants Firm Regn.No. 002066S</p> <p>For ELCIA CLUSTER Muralidhar R President</p> <p>G.S. Veerbhadrappa Secretary</p> <p>A Vaidyanathan Treasurer</p> <p>Place : Bangalore Date : 25/08/2023</p>			

ELCIA CLUSTER

Notes on significant accounting policies applied in preparation of financials.

- 1 **Background**
ELCIA CLUSTER is a Society registered under the Karnataka Societies Registration Act, 1960, as an initiative of the Electronic City Industries' Association (ELCIA) for the benefit of its MSME members and other MSME units who may be admitted as members.

ELCIA CLUSTER is the SPV established under the Cluster Development Programme of the Ministry of MSME, Government of India (GoI). It is aimed at facilitating growth of existing MSMEs to enable them to move up the value chain through the creation of a Common Facilities Center (CFC). The GoI is the majority contributor in the SPV through the contribution of 70% of the total capital investment for the CFC. 15% is contributed by the Government of Karnataka and balance 15% by ELCIA and Members of ELCIA CLUSTER.
- 2 **Significant Accounting Policies**
 - a) **Basis of Preparation**
The financial statements are prepared and presented on a going concern basis under historical cost convention on an accrual basis to comply with the Accounting standards specified by the 'Institute of Chartered Accountants of India'. The accounting policies have been consistently applied and consistent with those used in the previous year unless otherwise stated.
 - b) **Revenue Recognition**
Revenue is recognized to the extent that it is probable that the economic benefits will flow to the association and the revenue can be reliably measured.
 - c) **Provisions**
A provision is recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. Provision is not discounted to its present value and is determined based on the best estimate required to settle the obligation at the year end date.
These are reviewed at each year end date and adjusted to reflect the best current estimate.
 - d) **Fixed Assets**
Fixed assets are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any cost directly attributable to bringing the asset to its present condition for intended use. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.
 - e) **Depreciation**
Method of depreciation applied by the AOP is WDV and the rates specified in Sec 32 of the Income tax Act, 1961 is considered for calculation. As per which, the depreciation on these assets are calculated from the date of put to use. In case if an asset is put to use for more than 180 days, it is depreciated at full rate, otherwise at half of the rate specified in the Act.

Block	Percentage
Furniture & Fittings	10%
Plant & Machinery	15%
Computers	40%
Measuring Instruments	15%
Office Equipment	15%
Leasehold Improvements	10%

Proportionate Depreciation on fixed assets acquired out of Government grants received from Karnataka State Government & Central Government are adjusted against capital grants under CFC Fund. Balance depreciation is charged of to Profit & Loss account.
 - f) **Provisions**
A provision is recognized if, as a result of a past event, the association has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

- g) **Inventories:**
Inventories are valued at cost or net realisable value whichever is lower. Inventories are stated on the basis of stock taken, valued and certified by the management.
- h) **Other accounting policies**
 - a) Membership fee payable at time of joining as per the Bye Laws of the Association is capitalized.
 - b) Contribution to Common Facility Centre (CFC Fund) consisting of voluntary contributions from members, ELCIA and Government grants, are treated as Capital contributions and capitalized in the Balance Sheet.
 - c) The presentation 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.
 - d) In the opinion of the Executive Committee, the value on realization of current assets, loans & advances will, in the ordinary course of business, not be less than the amount at which they are stated in the Balance Sheet.



ELCIA CLUSTER

Notes forming an integral part of Balance Sheet as at March 31, 2023

Note: 1 Membership Fee

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Opening balance	3,80,000	3,80,000
Add : Collection during the year	-	-
Total	3,80,000	3,80,000

Note: 2 CFC Fund

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
a) Capital Contribution from Members & ELCIA	2,24,70,985	2,24,70,985
b) Capital Grants:		
From Ekia		
From Karnataka State Government	2,16,35,000	2,16,35,000
From Central Government	9,71,37,625	9,71,37,625
	11,87,72,625	11,87,72,625
Less: Depreciation on assets purchased	(5,93,90,618)	(5,21,94,227)
	5,93,82,007	6,65,78,398
Total (a) + (b)	8,18,52,992	8,90,49,382

Note: 3 Fixed Assets: See the separate sheet attached

Note: 4 Cash and Bank Balances

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Cash in hand	1,687	35,439
Balance in current account with bank	75,00,584	78,54,484
Total	75,02,271	78,89,923

Note: 5 Loans & Advances

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Rental Deposit - ELCIA	75,00,000	75,00,000
GST Tax Credit	1,14,23,079	1,21,19,306
Tax Deducted at source	2,33,563	4,08,022
Prepaid Insurance Exps	52,803	6,615
Advance to Employee	19,032	-
Other Deposit & Advances	2,34,000	2,34,000
Total	1,94,62,476	1,03,57,842

Note: 6 Trade Receivables

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Sundry Debtors	80,99,279	67,22,144
Total	80,99,279	67,22,144

Note: 7 Inventories

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Tools & Spares:		
Opening Stock	34,255	35,175
Purchases during the year	7,60,349	-
Utilised during the year	7,26,242	(920)
Closing Stock	68,362	34,255
Raw Materials		
Opening Stock	-	-
Purchases during the year	23,93,542	10,23,977
Utilised during the year	20,73,084	(10,23,977)
Closing Stock	3,20,458	-
Consumables:		
Opening Stock	10,27,765	4,16,133
Purchases during the year	17,17,633	12,58,822
Utilised during the year	25,81,389	(6,47,190)
Closing Stock	1,64,009	10,27,765
Total	5,52,829	10,62,020

Note: 8 Current Liabilities & Provisions

PARTICULARS	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
Due to ELCIA	1,00,00,000	1,00,00,000
Sundry creditors	66,51,148	52,25,019
TDS Payable Accounts	6,874	2,659
Provision for Audit Fees Payable	50,000	40,000
Total	1,67,11,023	1,52,67,678



Note: 9 Debit balance in Income & Expenditure Account

PARTICULARS	As at 31.03.2022 Rs.	As at 31.03.2021 Rs.
Opening balance	1,27,57,366	1,75,88,474
less : Surplus Transferred from Income & Expenditure Account	2,75,894	(48,31,109)
Total	1,30,33,260	1,27,57,366



ELCIA CLUSTER

Notes forming an integral part of the Balance Sheet as at March 31, 2023

Note- 3: Property, Plant & Equipment

Sl.No.	Particulars	Rate (%)	WDV as on 01.04.2022 Rs.	Additions during the year		Deletions Rs.	Total Rs.	Depreciation for the year Rs.	WDV as on 31.03.2023 Rs.
				More than 180 days Rs.	Less than 180 days Rs.				
1	Plant & Machinery	15%	4,84,97,845	28,34,500	-	-	5,13,32,345	76,99,852	4,36,32,493
2	Furniture & Fixtures	10%	14,56,654	-	14,656	-	14,71,310	1,46,398	13,24,912
3	Computers	40%	1,62,856	-	-	-	1,62,856	65,142	97,714
4	Measuring Instruments	75%	18,35,559	-	-	-	18,35,559	2,73,334	15,60,225
5	Office Equipments	15%	1,59,668	20,300	21,092	-	2,01,060	28,577	1,72,483
6	Leasehold Improvements	10%	23,82,392	33,483	-	-	24,15,875	2,41,587	21,74,287
7	Intangible Asset	25%	93,540	-	-	-	93,540	23,335	70,005
8	Electrical Fittings	10%	3,84,695	-	-	-	3,84,695	38,470	3,46,226
9	Land & Building	10%	3,92,040	-	-	-	3,92,040	39,204	3,52,836
Total			5,53,65,049	26,88,283	35,748	-	5,82,89,080	85,57,899	4,97,31,182

Less: Depreciation proportionate to Govt Grants
Net Depreciation to Income & Expenditure A/c

71,96,391
13,61,509



ELCIA CLUSTER

Notes forming an integral part of Income and Expenditure for the year ended March 31, 2023

Note: 9 Direct Income

PARTICULARS	For the year ending 31.03.2023 Rs.	For the year ending 31.03.2022 Rs.
Job Work Charges	1,65,68,870	1,61,02,380
Total	1,65,68,870	1,61,02,380

Note: 10 Other Income

PARTICULARS	For the year ending 31.03.2023 Rs.	For the year ending 31.03.2022 Rs.
Interest on income tax refund	13,869	-
Creditors Written off-No Longer Payable	58,568	-
Discount Received	5,168	-
Grant received from ELCIA	-	10,00,000
Total	77,505	10,00,000

Note: 11 Direct Expenses

PARTICULARS	For the year ending 31.03.2023 Rs.	For the year ending 31.03.2022 Rs.
Salary & Wages	56,81,124	51,89,075
Electricity & Genset Charges	41,55,190	38,16,435
Freight Charges	9,868	-
Material Testing	3,150	-
Waste Management	33,069	-
Facility charges for Cylinders	36,000	-
Transportation, Loading & Unloading Expense	6,253	5,800
Fabrication	66,323	-
Purchases - (ITC Unclaimed)	98,472	-
Job Work (Outsourcing)	7,93,804	7,61,606
Total	1,09,85,253	97,00,917

Note: 12 Consumables

PARTICULARS	For the year ending 31.03.2023 Rs.	For the year ending 31.03.2022 Rs.
Raw Materials	20,73,084	10,23,977
Consumables	29,81,389	4,47,190
Tools & Spares	7,26,242	920
Total	53,80,715	14,72,087

Note: 13 Other expenses

PARTICULARS	For the year ending 31.03.2023 Rs.	For the year ending 31.03.2022 Rs.
Audit Fees	50,000	40,000
AGM Expenses	1,75,577	88,000
Bank Charges	95	177
Accounting & Book Keeping Charges	20,000	-
Insurance Exps	99,293	1,11,893
Miscellaneous Expenditure	1,838	8,568
Office Expenses	19,011	10,108
Postage & Courier	4,527	-
Printing & Stationary	77,917	82,065
Professional & Consulting Charges	8,31,000	1,50,000
Rates and Taxes	2,741	2,738
Repair & Maintenance	8,98,351	7,81,811
Staff Welfare	2,77,907	1,63,545
Telephone Exps	19,382	21,634
Travelling and Conveyance Allowance	1,56,445	1,14,833
License Fee	48,780	-
Bad Debts	2,02,287	65,455
Web Development & Hosting Charges	71,899	53,678
Total	29,57,089	17,19,900

Note 14 - Electricity Charges

Cluster is using the electricity supplied through the meter belonging to ELCIA. ELCIA in EC meeting dated 28th August 2022 has approved to waive the Electricity charges payable by Cluster to the extent of Rs.34,61,897 for full financial year 21-22 (FY Rs.20,42,000 for the period Jan 20 to March 21) as a measure of financial support for Cluster operations. Accordingly the waived electricity charges of the previous year has been credited to Income & Expenditure Account as a Prior period adjustment.

Note 15 - Previous years' figures have been re-grouped and re-arranged wherever necessary.

As per our report of even date

For P.V.MENON & ASSOCIATES
Chartered Accountants
Firm Regn No. 0020665

K.B.Parameswaran
Partner
M. No.202735

Place : Bangalore
Date : 25/08/2023

For ELCIA CLUSTER

Muralidhar R.
President

G.S.Veerabhadra
Secretary

A.Vaidyanathan
Treasurer





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