VARANASI NAGAR NIGAM

BALANCE SHEET AS ON 31.03.2026

INDEPENDENT AUDITOR'S REPORT

To,

The Municipal Commissioner,

Varanasi Nagar Nigam,

Sigra, Varanasi.

We have audited the accompanying financial statements of **Varanasi Nagar Nigam, Varanasi** Financial Year 2025-26. The Financial Statements comprise of the Balance Sheet as at March 31, 2026, and the statement of Income & Expenditure account and Notes to the Accounts (hereinafter referred to as "the Financial Statements").

Responsibilities of Management and Those Charged With Governance for the Financial Statements.

The management is responsible for the preparation of the financial statements that give a true and fair view of the financial position and financial performance of Varanasi Nagar Nigam. 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.

Auditor's Responsibilities for the Audit of the financial statements

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error in making those risk assessments, the auditors consider internal control relevant to Nagar Nigam's preparation and fair presentation of the financial statements in order to design audit

S V & Co. Varanasi Chartered Accountants

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procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, subject to our Observations on Financial Statements enumerated in **Annexure "A"**, the aforesaid financial statements give the information required by the statue in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the organization as at March 31, 2026, and of Surplus as per Income & Expenditure account for the year then ended.

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 entity in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the applicable Uttar Pradesh Municipal Accounts Manual. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

For S V & CO.
Chartered Accountants

S V & Co. Varanasi Chartered Accountants

Shree Prakash Pandey
Partner

Membership No. 402307
UDIN: 26402307DEYYGX4505

Date: 29.05.2026
Place: Varanasi

BRANCH OFFICE : 76, PARK STREET, KOLKATA - 700 017

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ANNEXURE "A" OF THE INDEPENDENT AUDITOR'S REPORT

Major observations reported on audit of accounts for theFinancialYear2024-25:

- Statutory liabilities of PF, **Labor Cess**, TDS, GST & GST TDS and Royalty have not been timely deposited on due dates. Party-wise & year-wise details of such liabilities could not be ascertained.
- **Retirement benefits** are accounted for on a Cash Basis instead of the mandated Accrual Basis, without any structural actuarial valuation system to estimate long-term liabilities.
- It was observed that the Corporation has recorded significant additions to its infrastructure and **fixed assets** during the financial year under review. However, the Corporation has not maintained a proper, updated Fixed Assets Register detailing the quantitative descriptions, identification marks, and location-wise tracking of individual assets. Furthermore, no physical verification of fixed assets was carried out by the management during the year to corroborate their physical existence and actual condition. So we are unable to arrive at its appropriate value.
- Certain operational municipal assets have been depreciated fully to their cost value, overlooking the standard accounting requirement to retain a nominal residual value in the books.
- It was observed under the head **'Deposits Received'** that substantial amounts collected from various contractors and suppliers as **Security Deposits** and **Earnest Money Deposits** remain outstanding from earlier financial periods without any structural adjustment, forfeiture, or refund. Also it was observed that several individual **"Creditors – Contractors & Suppliers"** ledgers continue to exhibit non-moving balances, with zero transactional activity (neither debits nor credits) during the entire financial year. In the absence of a structured age-wise detail, period-end external balance confirmations, or direct reconciliations with the respective parties, the correctness, completeness, and current legal validity of these outstanding deposit balances remain unverified..
- It was observed that **stock** of Jalkal Department physically issued to different municipal zones still recorded as stock in hand due to the absence of authorized indent forms from the receiving departments. Furthermore, the cost of old, slow-moving stock could not be verified because their original purchase bills and invoices were missing from the records.
- It was observed that the Corporation has disbursed significant operational and project-related **advances to various external government bodies**, engineering wings, and state-level departments for executing municipal works. However, there is no established mechanism to monitor the actual field utilization of these funds or to obtain periodic utilization certificates (UCs) from the respective departments. Many of these executive accounts show long-standing debit balances carried forward from previous years without timely financial adjustments or project square-offs. In the absence of an active tracking and

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reconciliation system, the true status of work completion against these advanced funds remains unverified.

For S V & CO.
Chartered Accountants

Shree Prakash Pandey
Partner

Membership No. 402307
UDIN: 26402307DEYYGX4505

Date: 29.05.2026
Place: Varanasi

VARANASI NAGAR NIGAM

BALANCE SHEET AS ON 31ST MARCH, 2026

Code No.	Item / Head of Account	Schedule No.	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4	5
	LIABILITIES			
	Reserve & Surplus			
3-10	Municipal (General) Fund	B-1	17,80,14,49,455	16,29,53,20,826
3-11	Earmarked Funds	B-2	1,62,09,090	1,62,09,090
3-12	Reserves	B-3	4,86,87,43,926	3,25,20,89,608
	Total Reserves & Surplus		**22,68,64,02,471**	**19,56,36,19,524**
3-20	**Grants, contribution for specific purposes Loans**	**B-4**	**9,14,20,75,001**	**8,23,09,44,775**
3-30	Secured Loans	B-5	50,00,00,000	-
3-31	Unsecured Loans	B-6	-	-
	Total Loans		**50,00,00,000**	**-**
	Current Liabilities and Provisions			
3-40	Deposits Received	B-7	31,62,06,352	16,50,17,676
3-41	Deposit Works	B-8	-	-
3-50	Other Liabilities (Sundry Creditors)	B-9	2,83,16,75,642	2,79,75,19,843
3-60	Provisions	B-10	-	-
	Total Current Liabilities and Provisions		**3,14,78,81,994**	**2,96,25,37,519**
	TOTAL LIABILITIES		**35,47,63,59,467**	**30,75,71,01,818**
	ASSETS			
	Fixed Assets			
4-10	Gross Block	B-11	12,00,71,23,922	9,96,83,17,359
4-11	Less: Accumulated Depreciation		2,83,87,68,282	2,36,46,54,942
	Net Block		9,16,83,55,641	7,60,36,62,417
4-12	Capital Work-in-progress		15,20,69,448	10,21,13,497
	Total Fixed Assets		**9,32,04,25,088**	**7,70,57,75,913**
	Investments			
4-20	Investment-General Fund	B-12	5,78,71,10,991	2,32,12,63,993
4-21	Investment-Other Funds	B-13	1,45,47,77,158	1,52,80,06,724
	Total Investments		**7,24,18,88,149**	**3,84,92,70,717**
	Current Assets, Loans and Advances			
4-30	Stock in Hand (Inventories)	B-14	3,15,90,171	7,46,20,545
4-31	Sundry Debtors (Receivables)			
	Gross amount outstanding	B-15	1,16,19,27,280	1,66,17,33,156
4-32	Less: Accumulated provision against and doubtfull Receivables		-	-
	Net Amount Outstanding			
4-40	Prepaid Expenses	B-16	-	-
4-50	Cash and Bank Balances	B-17	7,41,27,07,160	7,40,29,94,083
4-60	Loans, advances and deposits	B-18	1,62,88,26,169	1,38,37,11,954
4-61	Less: Accumulated provision against Loans			
	Net Amount Outstanding		-	-
	Total Current Assets, Loans and Advances		**10,23,50,50,780**	**10,52,30,59,738**
4-70	**Other Assets**	B-19	-	-
4-80	**Miscellaneous Expenditure (to the extent not written off)**	B-20	8,67,89,95,449	8,67,89,95,449
	TOTAL ASSETS		**35,47,63,59,467**	**30,75,71,01,818**

The above Balance Sheet has been compiled and prepared by the management of Varanasi Nagar Nigam with the assistance of FLC appointed for assisting in implementation of DEAS.

"In Terms of Our Separate Report of Even Date Attached"

For Achal Srivastava & Co.
Chartered Accountants

SRIVASTAVA & Co. Chartered Accountants

Achal Srivastava
Partner

Date: 29.05.2026
UDIN: 26405982RPWJPG4420
Place: Varanasi

S V & Co. Varanasi Chartered Accountants

UDIN: 26402307DEYYGX4505

For and on behalf of Varanasi Nagar Nigam

Chief Finance & Account Officer
Varanasi Nagar Nigam
मुख्य वित्त एवं लेखाधिकारी
नगर निगम वाराणसी

Municipal Commissioner
Varanasi Nagar Nigam
नगर आयुक्त
नगर निगम वाराणसी

VARANASI NAGAR NIGAM

Schedule B-1 : Municipal (General) Fund [Code No. 310]

Code No.	Particulars	Balance at the beginning of the year on 01.04.2025 (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	Balance at the end of the year on 31.03.2026 (Rs.)
1	2	3	4	5 (3+4)	6	7 (5-6)
310-10	Municipal Fund	16,29,53,20,826	-	16,29,53,20,826	-	16,29,53,20,826
310-90	Excess of Income & Expenditure	-	1,50,61,28,630	1,50,61,28,630	-	1,50,61,28,630
	Total Municipal Fund (310)	**16,29,53,20,826**	**1,50,61,28,630**	**17,80,14,49,455**	**-**	**17,80,14,49,455**

Code No.	Particulars	Balance at the beginning of the year on 01.04.2024 (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	Balance at the end of the year on 31.03.2025 (Rs.)
1	2	3	4	5 (3+4)	6	7 (5-6)
310-10	Municipal Fund	15,31,31,43,001	17,42,34,273	15,48,73,77,274	-	15,48,73,77,274
310-90	Excess of Income & Expenditure	-	80,79,43,552	80,79,43,552	-	80,79,43,552
	Total Municipal Fund (310)	**15,31,31,43,001**	**98,21,77,825**	**16,29,53,20,826**	**-**	**16,29,53,20,826**

S V & Co. Varanasi Chartered Accountants

Field Level Consultant

मुख्य वित्त एवं लेखाधिकारी
नगर निगम वाराणसी

Chief Account and Finance Officer

नगर आयुक्त
नगर निगम वाराणसी

Municipal Commissioner

VARANASI NAGAR NIGAM

Schedule B-2 : Earmarked Funds

Schedule B-2: Special Funds/Sinking Fund/Trust or Agency Fund [Code No. 311]

Particulars	Special Fund 1 (Rs.)	Special Fund 2 (Rs.)	Special Fund 3 (Rs.)	Special Fund 4 (Rs.)	Special Fund 5 (Rs.)	Pension Fund (Rs.)	General Provident Fund (Rs.)
(a) Opening Balance	1,62,09,090	-	-	-	-	-	-
(b) Additions to the Special Fund							
(i) Transfer from Municipal Fund	-	-	-	-	-	-	-
(ii) Interest/Dividend earned on Special Fund Investment	-	-	-	-	-	-	-
(iii) Profit on disposal of Special Fund Investments	-	-	-	-	-	-	-
(iv) Appreciation in Value of Special Fund Investment	-	-	-	-	-	-	-
(v) Other Addition (Specify nature)	-	-	-	-	-	-	-
Total (b)	-	-	-	-	-	-	-
Total (a+b)	**1,62,09,090**	-	-	-	-	-	-
(c) Payments out of funds							
(i) Capital Expenditure on							
Fixed Assets*	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
(ii) Revenue Expenditure on							
Salary, Wages and allowances etc.	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-
Other Administrative Charges	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
(iii) Other :							
Loss on disposal of Special Fund Investments	-	-	-	-	-	-	-
Diminution in Value of Special Fund Investments	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
Total of (i+ii+iii) (c)	-	-	-	-	-	-	-
Net balance at year end (a+b)-(´c)	**1,62,09,090**	-	-	-	-	-	-
Grand Total of Special Grants	**1,62,09,090**						

S V & Co. Varanasi Chartered Accountants

ACHAL SRIVASTAVA & Co. Chartered Accountants

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VARANASI NAGAR NIGAM

Schedule B-2 : Earmarked Funds

Schedule B-2: Special Funds/Sinking Fund/Trust or Agency Fund [Code No. 311]

Particulars	Special Fund 1 (Rs.)	Special Fund 2 (Rs.)	Special Fund 3 (Rs.)	Special Fund 4 (Rs.)	Special Fund 5 (Rs.)	Pension Fund (Rs.)	General Provident Fund (Rs.)
(a) Opening Balance	1,62,09,090	-	-	-	-	-	-
(b) Additions to the Special Fund							
(i) Transfer from Municipal Fund	-	-	-	-	-	-	-
(ii) Interest/Dividend earned on Special Fund Investment	-	-	-	-	-	-	-
(iii) Profit on disposal of Special Fund Investments	-	-	-	-	-	-	-
(iv) Appreciation in Value of Special Fund Investment	-	-	-	-	-	-	-
(v) Other Addition (Specify nature)	-	-	-	-	-	-	-
Total (b)	-	-	-	-	-	-	-
Total (a+b)	**1,62,09,090**	-	-	-	-	-	-
(c) Payments out of funds	-	-	-	-	-	-	-
(i) Capital Expenditure on							
Fixed Assets*	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
(ii) Revenue Expenditure on							
Salary, Wages and allowances etc.	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-
Other Administrative Charges	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
(iii) Other :							
Loss on disposal of Special Fund Investments	-	-	-	-	-	-	-
Diminution in Value of Special Fund Investments	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	-
Total of (i+ii+iii) (c)	-	-	-	-	-	-	-
Net balance at year end (a+b)-(c)	**1,62,09,090**	-	-	-	-	-	-
Grand Total of Special Grants	**1,62,09,090**						

S V & Co. Varanasi Chartered Accountants

Achal Srivastava & Co. Chartered Accountants

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VARANASI NAGAR NIGAM

Schedule B - 3 : Reserves [Code No. 312]

Code No.	Particulars	Balance at the beginning of the year on 01.04.2025 (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	Balance at the end of the year on 31.03.2026 (Rs.)
1	2	3	4	5 (3+4)	6	7 (5-6)
312-10	Capital Contribution	-	-	-	-	-
312-11	Capital Reserve	-	-	-	-	-
312-20	Borrowing Redemption Reserve	-	-	-	-	-
312-30	Special Funds (Utilised)	3,25,20,89,608	1,61,66,54,318	4,86,87,43,926	-	4,86,87,43,926
312-40	Statutory Reserve	-	-	-	-	-
312-50	General Reserve	-	-	-	-	-
312-60	Revaluation Reserve	-	-	-	-	-
	Total Reserve Funds	**3,25,20,89,608**	**1,61,66,54,318**	**4,86,87,43,926**	**-**	**4,86,87,43,926**

Field Level Consultant

मुख्य वित्त एवं लेखाधिकारी
Chief Account and Finance Officer

नगर आयुक्त
Municipal Commissioner
नगर निगम वाराणसी

VARANASI NAGAR NIGAM

Schedule B - 3 : Reserves [Code No. 312]

Code No.	Particulars	Balance at the beginning of the year on 01.04.2024 (Rs.)	Additions during the year (Rs.)	Total (Rs.)	Deductions during the year (Rs.)	Balance at the end of the year on 31.03.2025 (Rs.)
1	2	3	4	5 (3+4)	6	7 (5-6)
312-10	Capital Contribution	-	-	-	-	-
312-11	Capital Reserve	-	-	-	-	-
312-20	Borrowing Redemption Reserve	-	-	-	-	-
312-30	Special Funds (Utilised)	2,83,27,79,663	41,93,09,945	3,25,20,89,608	-	3,25,20,89,608
312-40	Statutory Reserve	-	-	-	-	-
312-50	General Reserve	-	-	-	-	-
312-60	Revaluation Reserve	-	-	-	-	-
	Total Reserve Funds	**2,83,27,79,663**	**41,93,09,945**	**3,25,20,89,608**	**-**	**3,25,20,89,608**

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VARANASI NAGAR NIGAM

Schedule B- 4 : Grants & Contribution for Specific Purposes [Code No. 320]

Particulars	Grants from Central Government (Rs.)	Grants from State Government (Rs.)	Grants from Government Agencies (Rs.)	Grants from Financial Institution (Rs.)	Grants from Internation Organisation (Rs.)	Grants from Welfare Bodies (Rs.)	Others (Rs.)
(a) Opening Balance	5,79,44,02,684	1,33,74,29,032	1,09,91,13,060	-	-	-	-
(b) Addition to the Grants							
(i) Grants received during the year	2,53,02,24,318	1,51,83,96,059	5,55,00,000	-	-	-	-
(ii) Interest/Dividends earned on Grant Investments	38,89,246	24,05,781	18,66,480	-	-	-	-
(iii) Profit on Disposal of Grant Investments	-	-	-	-	-	-	-
(iv) Appreciation in value of Grant Investments	-	-	-	-	-	-	-
(v) Other addition (Specify nature)	1,02,78,69,746	4,98,90,729	-	-	-	-	-
(Vi) Interest & Charge (Specify nature)	9,36,14,972	2,23,98,879	12,67,444	-	-	-	-
Total (b)	**3,65,55,98,282**	**1,59,30,91,448**	**5,86,33,924**	-	-	-	-
Total (a+b)	**9,45,00,00,966**	**2,93,05,20,480**	**1,15,77,46,984**	-	-	-	-
(c) Payments out of Funds							
(i) Capital Expentiture on							
Fixed Assets	95,90,39,644	63,92,98,694	1,83,15,980	-	-	-	-
Others	-	-	-	-	-	-	-
Sub-total	**95,90,39,644**	**63,92,98,694**	**1,83,15,980**				
(ii) Revenue Expenditure on							
Salary, Wages and allowances etc.	83,42,97,280	8,79,70,759	-	-	-	-	-
Rent	-	-	-	-	-	-	-
Other administrative charges	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Sub-total	**83,42,97,280**	**8,79,70,759**	-	-	-	-	-
(iii) Other :							
Loss on disposal of Grant Investments	-	-	-	-	-	-	-
Diminution in Value of Grant Investments	-	-	-	-	-	-	-
Grants transferred	1,80,04,91,976	5,67,79,095	-	-	-	-	-
Sub-total	**1,80,04,91,976**	**5,67,79,095**	-	-	-	-	-
Total of (i+ii+iii) (c)	**3,59,38,28,900**	**78,40,48,548**	**1,83,15,980**	-	-	-	-
Net balance at year end (a+b) - (c)	**5,85,61,72,066**	**2,14,64,71,932**	**1,13,94,31,004**	-	-	-	-
Total Grants & Contribution for Specific Purposes	**9,14,20,75,001**						

S V & Co. ★ Varanasi ★ Chartered Accountants

ACHAL SRIVASTAVA & Co. Chartered Accountants

Field Level Consultant

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नगर निगम वाराणसी

Chief Account and Finance Officer

नगर आयुक्त
Municipal Commissioner
नगर निगम वाराणसी

VARANASI NAGAR NIGAM

Schedule B- 4 : Grants & Contribution for Specific Purposes [Code No. 320]

Particulars	Grants from Central Government (Rs.)	Grants from State Government (Rs.)	Grants from Government Agencies (Rs.)	Grants from Financial Institution (Rs.)	Grants from Internation Organisation (Rs.)	Grants from Welfare Bodies (Rs.)	Others (Rs.)
(a) Opening Balance	5,62,84,19,288	72,38,32,480	1,08,20,70,561	-	-	-	-
(b) Addition to the Grants							
(i) Grants received during the year	1,56,58,42,327	1,16,66,93,492	2,52,57,660	-	-	-	-
(ii) Interest/Dividends earned on Grant Investments	6,16,646	12,91,001	1,79,04,591	-	-	-	-
(iii) Profit on Disposal of Grant Investments	-	-	-	-	-	-	-
(iv) Appreciation in value of Grant Investments	-	-	-	-	-	-	-
(v) Other addition (Specify nature)	-	-	-	-	-	-	-
(Vi) Interest & Charge (Specify nature)	10,57,49,180	1,65,17,253	19,49,028	-	-	-	-
Total (b)	1,67,22,08,153	1,18,45,01,746	4,51,11,279	-	-	-	-
Total (a+b)	**7,30,06,27,441**	**1,90,83,34,226**	**1,12,71,81,840**	-	-	-	-
(c) Payments out of Funds							
(i) Capital Expentiture on							
Fixed Assets	58,36,95,502	6,79,80,103	2,78,97,680	-	-	-	-
Others	-	-	-	-	-	-	-
Sub-total	**58,36,95,502**	**6,79,80,103**	**2,78,97,680**	-	-	-	-
(ii) Revenue Expenditure on							
Salary, Wages and allowances etc.	61,66,01,831	18,17,73,759	-	-	-	-	-
Rent	-	-	-	-	-	-	-
Other administrative charges	-	-	-	-	-	-	-
Others	4,70,27,424	31,84,06,819	1,71,100	-	-	-	-
Sub-total	**66,36,29,255**	**50,01,80,577**	**1,71,100**	-	-	-	-
(iii) Other :							
Loss on disposal of Grant Investments	-	-	-	-	-	-	-
Diminution in Value of Grant Investments	-	-	-	-	-	-	-
Grants transferred	25,89,00,000	27,44,514	-	-	-	-	-
Grants Trf	-	-	-	-	-	-	-
Sub-total	**25,89,00,000**	**27,44,514**	-	-	-	-	-
Total of (i+ii+iii) (c)	**1,50,62,24,757**	**57,09,05,194**	**2,80,68,780**	-	-	-	-
Net balance at year end (a+b) - (c)	**5,79,44,02,684**	**1,33,74,29,032**	**1,09,91,13,060**	-	-	-	-
Total Grants & Contribution for Specific Purposes	**8,23,09,44,775**						

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VARANASI NAGAR NIGAM

Schedule B-5 : Secured Loans [Code No. 330]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
330-10	Loans from Central Government	-	-
330-20	Loans from State Government	-	-
330-30	Loan from Government Bodies and Association	-	-
330-40	Loan from International Agencies	-	-
330-50	Loan from Bank and other financial Institution	-	-
330-60	Other Term Loan	-	-
330-70	Bond & Debentures	50,00,00,000	-
330-80	Other Loans	-	-
	Total Secured Loans	**50,00,00,000**	**-**

Schedule B- 6 : Unsecured Loans [Code No. 331]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
331-10	Loans from Central Government	-	-
331-20	Loans from State Government	-	-
331-30	Loan from Government Bodies and Association	-	-
331-40	Loan from International Agencies	-	-
331-50	Loan from Bank and other Financial Institution	-	-
331-60	Other Term Loan	-	-
331-70	Bond & Debentures	-	-
331-80	Other Loans	-	-
	Total Unsecured Loans	**-**	**-**

Schedule B- 7 : Deposits Received [Code No. 340]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
340-10	From Contractors	28,12,64,247	15,34,81,832
340-20	From Revenues	-	-
340-30	From Staff	36,500	36,500
340-80	From Others	3,49,05,605	1,14,99,344
	Total Deposits Received	**31,62,06,352**	**16,50,17,676**

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Schedule B- 8 : Deposits Works [Code No. 341]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
341-10	Civil Works	-	-
341-20	Electrical Works	-	-
34-80	Others	-	-
	Total Deposits Works	-	-

Schedule B- 9 : Other Liabilities (Sundry Creditors) [Code No. 350]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
350-10	Creditors (Contractors/Suppliers)	2,02,21,47,512	1,97,78,41,636
350-11	Employee Liabilities	23,99,93,249	25,41,96,778
350-12	Interest Accured and Due	1,89,57,024	2,54,53,004
350-20	Recovereis Payable	1,05,49,431	-
350-30	Government Dues Payable	-	-
350-40	Refunds Payable	-	-
350-41	Advance Collection of Revenues	-	-
350-80	Others	54,00,28,425	54,00,28,425
	Total Other liabilities (Sundry Creditors)	**2,83,16,75,642**	**2,79,75,19,843**

Schedule B- 10 : Provisions [Code No. 360]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
360-10	Provisions for Expenses	-	-
360-20	Provisions for Interest	-	-
360-30	Provision for Other Assets	-	-
	Total Provisions	-	-

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VARANASI NAGAR NIGAM

Schedule B -11 : Fixed Assets [Code No. 410 & 411]

Code No.	Particulars	Gross Block				Accumulated Depreciation				Net Assets	
		Opening Balance 01.04.2025 (Rs.)	Addition during the period (Rs.)	Deduction during the period (Rs.)	Cost at the end of the year 31.03.2026 (Rs.)	Opening Balance 01.04.2025 (Rs.)	Addition during the period (Rs.)	Deduction during the period (Rs.)	Total at the end of the year 31.03.2026 (Rs.)	At the end of Previous Year 31.03.2025 (Rs.)	At the end of Current Year 31.03.2026 (Rs.)
1	2	3	4	5	6	7	8	9	10	11	12
410-10	Land	3,25,81,86,091	-	-	3,25,81,86,091	-	-	-	-	3,25,81,86,091	3,25,81,86,091
410-20	Buildings	65,88,70,105	5,47,92,089.00	-	71,36,62,194	26,61,76,576	2,10,57,912	-	28,72,34,488	39,26,93,529	42,64,27,706
	Infrastructure Assets										
410-30	Road and Bridges	2,08,77,97,476	98,95,61,818.00	-	3,07,73,59,294	40,15,44,053	11,75,08,151	-	51,90,52,204	1,68,62,53,423	2,55,83,07,090
410-31	Sewerage and Drainage	1,08,69,07,559	23,90,86,454.00	-	1,32,59,94,013	28,23,75,805	4,71,23,266	-	32,94,99,071	80,45,31,754	99,64,94,942
410-32	Waterways	84,16,06,975	24,82,25,134.00	-	1,08,98,32,109	43,37,82,436	8,41,81,397	-	51,79,63,833	40,78,24,539	57,18,68,276
410-33	Public Lighting	37,66,75,757	17,10,06,677.00	-	54,76,82,434	12,04,23,853	5,52,50,296	-	17,56,74,149	25,62,51,904	37,20,08,285
	Other Assets										
410-40	Plant & Machinery	36,80,22,829	5,45,05,687.00	-	42,25,28,516	17,61,57,927	3,33,91,605	-	20,95,49,532	19,18,64,902	21,29,78,984
410-50	Vehicles	76,50,80,855	5,22,63,483.00	-	81,73,44,338	41,96,73,208	5,81,16,395	-	47,77,89,604	34,54,07,646	33,95,54,734
410-60	Office & Other Equipment	3,54,40,257	46,56,221.00	-	4,00,96,478	1,90,19,755	18,90,793	-	2,09,10,548	1,64,20,502	1,91,85,930
410-70	Furniture, Fixtures Fittings and Electrical Appliances	2,81,74,792	22,08,938.00	-	3,03,83,730	1,80,50,004	11,83,713	-	1,92,33,717	1,01,24,788	1,11,50,014
410-80	Other Fixed Assets	46,15,54,664	22,25,00,062.00	-	68,40,54,726	22,74,51,324	5,44,09,812	-	28,18,61,136	23,41,03,340	40,21,93,590
	Total	9,96,83,17,359	2,03,88,06,563.00	-	12,00,71,23,922	2,36,46,54,942	47,41,13,339	-	2,83,87,68,282	7,60,36,62,417	9,16,83,55,641

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VARANASI NAGAR NIGAM

Schedule B -11 : Fixed Assets [Code No. 410 & 411]

Code No.	Particulars	Gross Block				Accumulated Depreciation				Net Assets	
		Opening Balance 01.04.2024 (Rs.)	Addition during the period (Rs.)	Deduction during the period (Rs.)	Cost at the end of the year 31.03.2025 (Rs.)	Opening Balance 01.04.2024 (Rs.)	Addition during the period (Rs.)	Deduction during the period (Rs.)	Total at the end of the year 31.03.2025 (Rs.)	At the end of Previous Year 31.03.2024 (Rs.)	At the end of Current Year 31.03.2025 (Rs.)
1	2	3	4	5	6	7	8	9	10	11	12
410-10	Land	3,25,81,86,091	-	-	3,25,81,86,091	-	-	-	-	3,25,81,86,091	3,25,81,86,091
410-20	Buildings	64,27,34,964	1,61,35,141	-	65,88,70,105	24,57,49,407	2,04,27,169	-	26,61,76,576	39,69,85,557	39,26,93,529
	Infrastructure Assets										
410-30	Road and Bridges	1,69,35,36,659	39,42,60,817	-	2,08,77,97,476	31,85,04,309	8,30,39,744	-	40,15,44,053	1,37,50,32,350	1,68,62,53,423
410-31	Sewerage and Drainage	94,69,82,989	13,99,24,570	-	1,08,69,07,559	24,19,97,791	4,03,78,014	-	28,23,75,805	70,49,85,197	80,45,31,754
410-32	Waterways	69,25,94,813	14,90,12,162	-	84,16,06,975	38,98,84,190	4,38,98,247	-	43,37,82,436	30,27,10,624	40,78,24,539
410-33	Public Lighting	22,66,98,196	14,99,77,561	-	37,66,75,757	8,14,01,411	3,90,22,442	-	12,04,23,853	14,52,96,785	25,62,51,904
	Other Assets					-	-				
410-40	Plant & Machinery	35,59,78,013	1,20,44,816	-	36,80,22,829	14,24,59,845	3,36,98,082	-	17,61,57,927	21,35,18,168	19,18,64,902
410-50	Vehicles	64,76,60,747	11,74,20,108	-	76,50,80,855	36,47,12,836	5,49,60,373	-	41,96,73,208	28,29,47,911	34,54,07,646
410-60	Office & Other Equipment	2,95,34,151	59,06,106	-	3,54,40,257	1,73,52,974	16,66,780	-	1,90,19,755	1,21,81,176	1,64,20,502
410-70	Furniture, Fixtures Fittings and Electrical Appliances	2,63,96,298	17,78,494	-	2,81,74,792	1,69,81,118	10,68,887	-	1,80,50,004	94,15,181	1,01,24,788
410-80	Other Fixed Assets	40,78,10,252	5,37,44,412	-	46,15,54,664	18,67,61,708	4,06,89,616	-	22,74,51,324	22,10,48,544	23,41,03,340
	Total	8,92,81,13,172	1,04,02,04,187	-	9,96,83,17,359	2,00,58,05,590	35,88,49,352	-	2,36,46,54,942	6,92,23,07,582	7,60,36,62,417

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Schedule B - 12 : Investments- General Fund [Code No. 420]

Code No.	Particulars	With whom Invested	Face Value Rs.	Current year Carrying Cost (Rs.)	Previous year Carrying Cost (Rs.)
1	2	3	4	5	6
420-10	Central Government Securities			-	-
420-20	State Government Securities			-	-
420-30	Debentures and Bonds			-	-
420-40	Preference Shares			-	-
420-50	Equity Shares			-	-
420-60	Units of Mutual Funds			-	-
420-80	Other Investments			5,78,71,10,991	2,32,12,63,993
	Total of Investments Other Fund			**5,78,71,10,991**	**2,32,12,63,993**

Schedule B - 13 : Investments- Other Fund [Code No. 421]

Code No.	Particulars	With whom Invested	Face Value Rs.	Current year Carrying Cost (Rs.)	Previous year Carrying Cost (Rs.)
1	2	3	4	5	6
421-10	Central Government Securities			-	-
421-20	State Government Securities			-	-
421-30	Debentures and Bonds			-	-
421-40	Preference Shares			-	-
421-50	Equity Shares	99,75,000	100	99,75,00,000	99,75,00,000
421-60	Units of Mutual Funds			-	-
421-80	Other Investments			45,72,77,158	53,05,06,724
	Total of Investments General Fund			**1,45,47,77,158**	**1,52,80,06,724**

Schedule B-14 : Stock in Hand (Inventories) [Code 430]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
430-10	Stores	3,15,90,171	7,46,20,545
430-20	Loose Tools	-	-
430-30	Others	-	-
	Total Stock in Hand	**3,15,90,171**	**7,46,20,545**

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VARANASI NAGAR NIGAM

Schedule B - 15 : Sundry Debtors (Receivables) [Code No. 431]

Code No.	Particulars	Gross Amount (Rs.)	Provision for Outstanding Revenues (Rs.)	Net Amount (Rs.)	Previous year Amount (Rs.)
1	2	3	4	5 (3-4)	6
431-10	Receivables for Property Taxes				
	Less than 5 year*	-	-	52,46,56,673	85,07,01,489
	More than 5 Year*	-	-	-	-
	Sub Total	-	-	**52,46,56,673**	**85,07,01,489**
431-91	Less : State Government Cesses/ Levies in Taxes - Control Account	-	-	-	-
	Net Receivables of Property Taxes	-	-	**52,46,56,673**	**85,07,01,489**
331-19	Receivables of other Taxes				
	Less than 3 years*	-	-	60,03,86,529	81,09,23,451
	More than 3 years*	-	-	-	-
	Sub Total	-	-	**60,03,86,529**	**81,09,23,451**
431-99	Less: State Governmrnt Cesses/ Levies in Taxes - Control Account	-	-	-	-
	Net Receivables of Other Taxes	-	-	**60,03,86,529**	**81,09,23,451**
431-20	Receivables of Cess Income				
	Less than 3 years*	-	-	-	-
	More than 3 years*	-	-	-	-
	Sub-Total	-	-	-	-
431-30	Receivables for Fees and User Charges				
	Less than 3 years*	-	-	-	-
	More than 3 years*	-	-	-	-
	Sub-Total	-	-	-	-
431-40	Receivables from other Sources				
	Less than 3 years*	-	-	3,68,84,078	1,08,216
	More than 3 years*	-	-	-	-
	Sub-Total	-	-	**3,68,84,078**	**1,08,216**
431-50	Receivables from Government	-	-	-	-
	Total of Sundry Debtors (Receivables)	-	-	**1,16,19,27,280**	**1,66,17,33,156**

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Schedule B- 16 : Prepaid Expenses [Code No. 440]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
440-10	Establishment	-	-
440-30	Administrative	-	-
440-20	Operations & Maintenance	-	-
	Total Prepaid Expenses	-	-

Schedule B - 17 : Cash and Balances [Code No. 450]

Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
450-10	Cash	3,96,99,331	4,16,171
	Balance with Bank - Municipal Funds		
450-21	Nationalised Banks	82,58,71,097	84,36,72,406
450-22	Other Scheduled Banks	1,32,34,06,133	1,16,21,15,055
450-23	Scheduled Co operative Banks	-	-
450-24	Post Office	-	-
	Sub-Total	**2,14,92,77,230**	**2,00,57,87,461**
450-41	**Balance with Bank - Special Funds**		
450-42	Nationalised Banks	3,75,41,127	44,87,29,597
450-43	Other Scheduled Banks	3,02,59,631	7,02,02,099
450-44	Scheduled Co-operative Banks	-	-
	Post Office	-	-
	Sub-Total	**6,78,00,757**	**51,89,31,696**
	Balance with Bank - Grant Funds		
450-61	Nationalised Banks	2,99,75,21,558	4,31,42,00,892
450-62	Other Scheduled Banks	2,15,84,08,284	56,36,57,863
450-63	Scheduled Co operative Banks	-	-
450-64	Post Office	-	-
	Sub-Total	**5,15,59,29,842**	**4,87,78,58,755**
	Total Cash and Bank Balance	**7,41,27,07,160**	**7,40,29,94,083**

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Schedule B - 18 : Loans, Advances and Deposits [Code 460]

Code No.	Particulars	Opening Balance at the beginning of the year (Rs.) 01.04.2025	Paid during the Current Year (Rs.)	Recovered during the year (Rs.)	Balance outstanding at the end of the year (Rs.) 31.03.2026	Balance outstanding at the end of the year (Rs.) 31.03.2025
1	2	3	4	5	6	7
460-10	Loans and Advances to Employees	-	-	-	-	-
460-20	Employee Provident Fund Loans	-	-	-	-	-
460-30	Loans to Others	72,43,18,340	-	-	72,43,18,340	72,43,18,340
460-40	Advances to Suppliers and Contractors	-	-	-	-	-
460-50	Advance to Others	54,96,36,860	2,02,83,53,812	1,78,32,75,597	79,47,15,075	54,96,36,860
460-60	Deposits with External Agencies	9,49,09,524	36,000	-	9,49,45,524	9,49,09,524
460-80	Other Current Assets	1,48,47,230	-	-	1,48,47,230	1,48,47,230
	Sub-Total	**1,38,37,11,954**	**2,02,83,89,812**	**1,78,32,75,597**	**1,62,88,26,169**	**1,38,37,11,954**
461	**Less:** Accumulated Provisions against [Schedule B - 18 (a)]	-	-	-	-	-
	Total Loans, Advances and Deposits	**1,38,37,11,954**	**2,02,83,89,812**	**1,78,32,75,597**	**1,62,88,26,169**	**1,38,37,11,954**

Schedule B - 18 (a) : Accumulated Provisions against Loans, Advances and Deposits (Code No. 461]

Code No.	Particulars	Current year Amount (Rs.)	Previous year Amount (Rs.)
1	2	3	4
461-10	Loans	-	-
461-20	Advances	-	-
461-30	Deposits	-	-
	Total Accumulated Provision	-	-

Note : The total of this Schedule should be equalling to the amount as per the total in Schedule B- 18.

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Schedule B - 19 : Other Assets [Code No. 470]

Code No.	Particulars	Current year Amount (Rs.)	Previous year Amount (Rs.)
1	2	3	4
470-10	Deposit Works	-	-
470-20	Other Assets Control Accounts	-	-
	Total Other Assets	-	-

Schedule B - 20 : Miscellaneous Expenditure (to the extent not written off) [Code No. 480]

Code No.	Particulars	Current year Amount (Rs.)	Previous year Amount (Rs.)
1	2	3	4
480-10	Loan Issue Expenses Deffered	-	-
480-20	Discount on Issue of Loans	-	-
480-30	Deffered Revenue Expenses	-	-
480-90	Other	8,67,89,95,449	8,67,89,95,449
	Total Miscellaneous Expenditure	**8,67,89,95,449**	**8,67,89,95,449**

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Municipal Commissioner

VARANASI NAGAR NIGAM

INCOME AND EXPENDITURE STATEMENT AS ON 31ST MARCH, 2026

Code No.	Item / Head of Account	Sc. No.	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4	5
	INCOME			
1-10	Tax Revenue	I-1	1,59,64,38,894	1,40,30,31,209
1-20	Assigned Revenue & Compensation	I-2	49,46,31,594	36,63,39,470
1-30	Rental Income from Municipal Properties	I-3	6,05,39,459	6,05,91,668
1-40	Fees & User Charges	I-4	43,60,75,163	23,95,65,860
1-50	Sale & Hire Charges	I-5	1,53,96,119	1,10,78,062
1-60	Revenue Grants, Contributions & Subsidies	I-6	6,41,47,05,353	5,95,31,00,645
1-70	Income from Investment	I-7	8,70,91,903	4,15,40,829
1-71	Interest Earned	I-8	4,78,85,814	4,51,73,260
1-80	Other Income	I-9	2,57,29,868	3,26,05,603
A	**TOTAL - INCOME**		**9,17,84,94,168**	**8,15,30,26,605**
	EXPENDITURE			
2-10	Establishment Expenses	I-10	3,80,49,75,885	3,47,91,71,814
2-20	Administrative Expenses	I-11	14,51,66,658	8,79,05,921
2-30	Operations & Maintenance	I-12	3,06,42,93,145	3,04,77,61,360
2-40	Interest & Finance Expenses	I-13	1,60,206	5,63,110
2-50	Programme Expenses	I-14	18,36,56,305	22,85,66,237
2-60	Revenue Grants, Contributions & Subsidies	I-15	-	-
2-70	Provisions & Write Off	I-16	-	-
2-71	Miscellaneous Expenses	I-17	-	1,60,284
2-72	Depreciation		47,41,13,339	35,88,49,352
B	**TOTAL - EXPENDITURE**		**7,67,23,65,538**	**7,20,29,78,078**
A-B	**Gross surplus/ (deficit) of income over expenditure before Prior Period Items**		**1,50,61,28,630**	**95,00,48,527**
2-80	Less: Prior Period Items (Net)	I-18	-	(14,21,04,975)
	Gross surplus/ (deficit) of income over expenditure after Prior Period Items		**1,50,61,28,630**	**80,79,43,552**
2-90	Less: Transfer to Reserve Funds			
	Net Balance being surplus / deficit carried over to Municipal Fund		**1,50,61,28,630**	**80,79,43,552**

The above Income & Expenditure has been compiled and prepared by the management of Varanasi Nagar Nigam, with the assistance of FLC appointed for assisting in implementation of DEAS.

For Achal Srivastava & Co.
Chartered Accountants

"In Terms of Our Separate Report of Even Date Attached"

Achal Srivastava
Partner

UDIN: 26402307DEYYGX4505

Date: 29.05.2026
Place: Varanasi

For and on behalf of Varanasi Nagar Nigam

मुख्य वित्त एवं लेखाधिकारी
नगर निगम वाराणसी
Chief Finance & Account Officer
Varanasi Nagar Nigam

नगर आयुक्त
नगर निगम वाराणसी
Municipal Commissioner
Varanasi Nagar Nigam

VARANASI NAGAR NIGAM

Schedule I-1: Tax Revenue [Code No. 110]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
110-01	Property Tax	75,16,41,370	71,16,23,209
110-02	Water Tax	66,23,22,626	36,71,98,000
110-03	Sewerage Tax	18,23,34,499	32,42,10,000
110-04	Conservancy Tax	-	-
110-05	Lighting Tax	-	-
110-06	Education Tax	-	-
110-07	Vehicle Tax	-	-
110-08	Tax on Animals	-	-
110-09	Electricity Tax	-	-
110-10	Professional Tax	-	-
110-11	Advertisement Tax	1,40,399	-
110-12	Pilgrimage Tax	-	-
110-51	Octroi & Toll	-	-
110-52	Cess	-	-
110-80	Other Tax (Entertainment Tax)	-	-
	Sub- Total	**1,59,64,38,894**	**1,40,30,31,209**
	Less:		
110-90	Tax Remissions and Refund [Schedule I-1(a)]	-	-
	Sub- Total	-	-
	Total Tax Revenue	**1,59,64,38,894**	**1,40,30,31,209**

Schedule I-1(a):Remissions and Refund of Taxes

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Property Tax	-	-
	Octroi and Toll	-	-
	Cess Income	-	-
	Advertisement Tax	-	-
	Others	-	-
	Total Refund and Remission of Tax Revenue	-	-

S V & Co. Varanasi Chartered Accountants

ACHAL SRIVASTAVA & Co. Chartered Accountants

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VARANASI NAGAR NIGAM

Schedule I-2:Assigned Revenue & Compensation [Code No 120]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
120-10	Taxes and Duties Collected by Others	49,46,31,594	36,63,39,470
120-20	Compensations in lieu of Taxes/ Duties	-	-
120-30	Compensations in lieu of Concessions	-	-
	Total assigned revenues and compensation	**49,46,31,594**	**36,63,39,470**

Schedule I-3:Rental Income From Municipal Properties [Code No 130]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
130-10	Rent from Civic Amenities	5,94,93,113	5,95,80,956
130-20	Rent from Office Buildings	17,280	-
130-30	Rent from Guest Houses	-	-
130-40	Rent from Lease of Lands	-	-
130-80	Other Rents	10,29,066	10,10,712
	Sub-Total	**6,05,39,459**	**6,05,91,668**
	Less:		
130-90	Rent Remission and Refunds	-	-
	Sub-Total	-	-
	Total Rental Income from Municipal Properties	**6,05,39,459**	**6,05,91,668**

Schedule I-4:Fees and User Charges [Code No 140]

Schedule I-4(a):Fees and User Charges --Function Wise

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Municipal Body	-	-
	Administration	-	-
	Finance, Accounts, Audit	-	-
	Election	-	-
	Record Room	-	-
	Estate	-	-
	Storage & Purchase	-	-
	Workshop	-	-
	Census	-	-
	Total Income from Fees & User ChargesFunction Wise	-	-

ACHAL SRIVASTAVA & Co. Chartered Accountants

S V & Co. Varanasi Chartered Accountants

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Schedule I-4 (b): Fees and User Charges - Income Head Wise [Code 140]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
140-10	Empanelment & Registration charges	15,61,423	17,01,500
140-11	Licensing Fees	1,70,82,660	2,06,92,361
140-12	Fees from Grant of Permit	-	-
140-13	Fees from Certificate or Extract	36,22,700	26,75,420
140-14	Development Charges	1,04,20,240	-
140-15	Regularisation Charges	-	-
140-20	Penalties & Fines	2,43,75,404	1,92,56,044
140-40	Other Fees	11,39,68,702	7,48,23,577
140-50	User Charges	11,05,00,870	7,24,38,937
140-60	Entry Fees	-	-
140-70	Service/Administrative Charges	15,44,55,715	4,78,94,766
140-80	Other Charges	87,450	83,255
	Sub-Total	**43,60,75,163**	**23,95,65,860**
	Less:		
140-90	Rent, Remission & Refunds	-	-
	Sub-Total	-	-
	Total Income from Fees & User Charges Income Head Wise	**43,60,75,163**	**23,95,65,860**

Schedule I-5 : Sale and Hire Charges [Code No. 150]

Schedule I-5(a) : Sale and Hire Charges -- Function Wise

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Municipal Body	-	-
	Administration	-	-
	Finance, Accounts, Audit	-	-
	Election	-	-
	Record Room	-	-
	Estate	-	-
	Storage & Purchase	-	-
	Workshop	-	-
	Census	-	-
	Total Income from Sale & Hire Charges-Function Wise	-	-

Achal Srivastava & Co. Chartered Accountants

S V & Co. Varanasi Chartered Accountants

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Schedule I-5 (b) : Sale and Hire Charges - Income Head Wise [Code no. 150]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
150-10	Sale of Products	9,600	5,000
150-11	Sale of Forms & Publications	1,53,27,019	71,55,123
150-12	Sale of Stores & Scrap	-	39,12,939
150-30	Sale of Others	-	-
150-40	Hire Charges for Vehicles	12,000	-
150-41	Hire Charges for Equipment	47,500	5,000
	Total Income from Sale & Hire Charges - Income Head Wise	**1,53,96,119**	**1,10,78,062**

Schedule I-6 : Revenue Grants, Contributions & Subsidies [Code No 160]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
160-10	Revenue Grant	5,80,73,31,485	5,95,31,00,645
160-20	Re- imbursement of Expenses	-	-
160-30	Contribution towards schemes	60,73,73,868	-
	Total Revenue Grants, contributions & Subsidies	**6,41,47,05,353**	**5,95,31,00,645**

Schedule I-7 : Income from Investments-General Fund [Code No. 170]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
170-10	Interest on Investments	7,69,14,502	4,15,40,829
170-20	Dividend	-	-
170-30	Income from projects taken up on Commercial Basis	-	-
170-40	Profit on sale of Investments	1,01,77,401	-
170-80	Others	-	-
	Total Income from Investments	**8,70,91,903**	**4,15,40,829**

ACHAL SRIVASTAVA & Co. Chartered Accountants

S V & Co. Varanasi Chartered Accountants

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Schedule I-8 : Interest Earned [Code No. 171]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
171-10	Interest from Bank Accounts	4,26,21,362	4,51,73,260
171-20	Interest on Loans and Advances to Employees	-	-
171-30	Interest on Loans to others	52,64,452	-
171-80	Other Interest	-	-
	Total - Interest Earned	**4,78,85,814**	**4,51,73,260**

Schedule I-9 : Other Income [Code No. 180]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
180-10	Deposits Forfeited	-	-
180-11	Lapsed Deposits	-	-
180-20	Insurance Claim Recovery	-	-
180-30	Profit on Disposal of Fixed Assets	-	-
180-40	Recovery from Employees	2,85,405	1,62,867
180-50	Unclaimed Refund/ Liabilities	-	-
180-60	Excess Provisions written back	-	-
180-80	Miscellaneous Income	2,54,44,463	3,24,42,736
	Total Other Income	**2,57,29,868**	**3,26,05,603**

Schedule I-10 : Establishment Expenses [Code No. 210]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Municipal Body	-	-
	Administrative	-	-
	Finance, Accounts, Audit	-	-
	Election	-	-
	Record Room	-	-
	Stores & Purchase	-	-
	Workshop	-	-
	Census	-	-
	Total Establishment Expenses- Function Wise	-	-

ACHAL SRIVASTAVA & Co. Chartered Accountants

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Schedule I-10 (b): Establishment Expenses -Expenditure Head Wise

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
210-10	Salaries, Wages and Bonus	2,77,39,25,766	2,36,69,15,475
210-20	Benefits and Allowances	1,39,71,842	86,43,799
210-30	Pension	82,60,45,983	96,16,60,278
210-40	Other Terminal & Retirement Benefits	19,10,32,294	14,19,52,263
	Total Establishment Expenses- Expenses Head Wise	**3,80,49,75,885**	**3,47,91,71,814**

Schedule I-11: Administrative Expenses -Code No.220

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Municipal Body	-	-
	Administrative	-	-
	Finance, Accounts, Audit	-	-
	Election	-	-
	Record Room	-	-
	Stores & Purchase	-	-
	Workshop	-	-
	Census	-	-
	Total Administrative Expenses - Function Wise	-	-

Schedule I-11:(b) Administrative Expenses -Expenditure head-wise

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
220-10	Rent, Rates and Taxes	-	-
220-11	Office Maintenance	6,77,78,396	1,56,76,987
220-12	Communication Expenses	24,79,852	8,65,481
220-20	Books & Periodicals	-	-
220-21	Printing and Stationery	17,60,729	12,00,696
220-30	Traveling & Conveyance	50,57,457	26,03,306
220-40	Insurance	16,66,075	14,95,226
220-50	Audit Fees	-	-
220-51	Legal Expenses	28,65,469	20,46,330
220-52	Professional and Other Fees	1,76,23,635	72,82,412
220-60	Advertisement and Publicity	2,21,01,714	3,29,30,296
220-61	Membership & Subscriptions	-	-
220-80	Other Administrative Expenses	2,38,33,330	2,38,05,187
	Total Administrative Expenses - Expenses Head wise	**14,51,66,658**	**8,79,05,921**

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VARANASI NAGAR NIGAM

Schedule I-12: Operations and Maintenance Expenses Code No.230

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
		-	-
	Municipal Body	-	-
	Administrative	-	-
	Finance, Accounts, Audit	-	-
	Election	-	-
	Record Room	-	-
	Stores & Purchase	-	-
	Workshop	-	-
	Census	-	-
	Total Operations & Maintenance Expenses - Functions wise	-	-

Schedule I-12(b): Operations and Maintenance- Expenditure head wise

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
230-10	Power & Fuel	11,94,05,186	87,01,10,017
230-20	Bulk Purchases	23,66,79,034	-
230-30	Consumption of Stores	16,76,37,909	4,70,63,889
230-40	Hire Charges	2,04,48,898	1,65,15,701
230-51	Repairs & Maintenance-Infrastructure Assets	1,24,40,12,778	1,32,93,25,502
230-52	Repairs & Maintenance- Building	3,14,84,602	3,06,85,187
230-53	Repairs & Maintenance-Civic Amenities	38,53,26,273	11,48,82,799
230-54	Repairs & Maintenance - Vehicles	5,48,06,802	1,36,43,186
230-59	Repairs & Maintenance - Others	9,40,89,587	2,53,11,665
230-80	Other Operating & Maintenance Expenses	71,04,02,076	60,02,23,414
	Total Operations & Maintenance - Expense Head wise	**3,06,42,93,145**	**3,04,77,61,360**

Schedule I-13: Interest & Finance Charges [Code No. 240]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
240-10	Interest on Loans from Central Government	-	-
240-20	Interest on Loans from State Government	-	-
240-30	Interest on Loans from Government Bodies & Associations	-	-
240-40	Interest on Loans from International Agencies	-	-
240-50	Interest on Loans from Banks & Other Financial Institutions	-	-
240-60	Other Interest	-	4,08,791
240-70	Bank Charges	1,60,206	1,54,319
240-80	Other Finance Expenses	-	-
	Total Interest & Finance Charges	**1,60,206**	**5,63,110**

S V & Co. Varanasi Chartered Accountants

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VARANASI NAGAR NIGAM

Schedule I-14: Programme Expenses [Code No. 250]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
250-10	Election Expenses	54,144	4,76,86,832
250-20	Own Programmes	4,83,41,644	3,04,60,048
250-30	Share in Programmes of Others	13,52,60,517	15,04,19,357
	Total Programme Expenses	**18,36,56,305**	**22,85,66,237**

Schedule I-15: Revenue Grants, Contributions & Subsidies [Code No. 260]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
260-10	Grants [give details]	-	-
260-20	Contributions [give details]	-	-
260-30	Subsidies[give details]	-	-
	Total Revenue Grants, Contributions & Subsidies	-	-

Schedule I-16: Provisions & Write off [Code No. 270]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
270-10	Provisions for Doubtful Receivables	-	-
270-20	Provision for Other Assets	-	-
270-30	Revenues written off	-	-
270-40	Assets written off	-	-
270-50	Miscellaneous Expenses written off	-	-
	Total Provisions & Write off	-	-

Schedule I-17:Miscellaneous Expenses [Code No. 271]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
271-10	Loss on disposal of Assets	-	-
271-20	Loss on disposal of Investments	-	-
271-40	Accidental Loss	-	-
271-50	House Tax	-	1,60,284
271-80	Other Miscellaneous Expenses		
	Total Miscellaneous Expenses	-	**1,60,284**

ACHAL SRIVASTAVA & Co. Chartered Accountants

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VARANASI NAGAR NIGAM

Schedule I-18: Prior Period Items (Net) [Code No. 280]

Minor Code No.	Particulars	Current Year Amount (Rs.)	Previous Year Amount (Rs.)
1	2	3	4
	Income		
280-10	Taxes	-	-
280-20	Other- Revenues	-	-
280-30	Recovery of revenues written off	-	-
280-40	Other Income	-	-
	Sub - Total Income (a)	-	-
	Expenses		
280-50	Refund of Taxes	-	-
280-60	Refund of Other -Revenues	-	-
280-80	Other Expenses	-	14,21,04,975
	Sub - Total Income (b)	-	**14,21,04,975**
	Total Prior Period Items (Net) (a-b)	-	**(14,21,04,975)**

ACHAL SRIVASTAVA & Co. Chartered Accountants

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VARANASI NAGAR NIGAM

CASH FLOW STATEMENT

Particulars	Current Year 2026 (Rs.)	Previous Year 2025 (Rs.)
Cash Flow From Operating Activities		
Gross surplus/ (deficit) over expenditure	**1,50,61,28,630**	**80,79,43,552**
Adjustments for:		
Add:		
Depreciation	47,41,13,339	35,88,49,352
Interest and Finance expenses	1,60,206	5,63,110
Provisions write off	-	-
Less:		
Profit on disposal of assets	-	-
Dividend Income	-	-
Interest Income	(4,78,85,814)	(4,51,73,260)
Investment Income	(8,70,91,903)	(4,15,40,829)
Adjusted income over expenditure before effecting changes in current assets and current liabilities and extra ordinary items	**1,84,54,24,458**	**1,08,06,41,925**
Changes in current assets and current liabilities		
(Increase)/ decrease in Sundry debtors	49,98,05,876	6,85,74,706
(Increase)/ decrease in Stock in hand	4,30,30,374	(3,97,11,111)
(Increase)/ decrease in Prepaid expenses	-	-
(Increase)/ decrease in Other current assets	(24,51,14,215)	(21,77,33,161)
(Decrease)/ increase in Deposits received	15,11,88,677	(89,08,929)
(Decrease)/ increase in Deposits works	-	-
(Decrease)/ increase in Other current liabilities	3,41,55,799	74,32,23,285
(Decrease)/ increase in Provisions	-	-
Extra Ordinary Items	-	-
Net cash generated from/ (used in)operating activities	**2,32,84,90,969**	**1,62,60,86,715**
Cash Flow From Investing Activities		
(Purchase) of Fixed Assets & CWIP	(2,08,87,62,514)	(1,04,02,04,187)
Increase/ (Decrease) in Grants received for specific purpose	91,11,30,226	79,66,22,447
(Purchase)/Disposal of Investment	(3,39,26,17,432)	(1,48,92,87,306)
Increase/ (Decrease) in reserves	1,61,66,54,318	41,93,09,945
Increase/ (Decrease) in municipal fund	-	17,42,34,273
Add:		
Proceeds from disposal of assets	-	-
Proceeds from disposal of investments	-	-
Investment income received	4,78,85,814	4,51,73,260
Interest income received	8,70,91,903	4,15,40,829
Net Cash generated from/ (used in) Investing Activities	**(2,81,86,17,686)**	**(1,05,26,10,739)**

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VARANASI NAGAR NIGAM

CASH FLOW STATEMENT

Particulars	Current Year 2026 (Rs.)	Previous Year 2025 (Rs.)
Cash Flow From Financing Activities		
Add:		
Loan from banks/ others received	50,00,00,000	-
Less:		
Loans repaid during the period	-	-
Loans and advances to employees	-	-
Loans to others	-	-
Finance Expenses	(1,60,206)	(5,63,110)
Net Cash generated from/ (used in) Financing activities	**49,98,39,794**	**(5,63,110)**
Net Increase/ (Decrease) In Cash and Cash Equivalents	**97,13,077**	**57,29,12,866**
Cash and Cash Equivalents at the beginning of the period	7,40,29,94,083	6,83,00,81,217
Cash and Cash Equivalents at the end of the period	**7,41,27,07,160**	**7,40,29,94,083**
Note:		
1. Cash and Cash Equivalents comprise		
Cash in Hand	3,96,99,331	4,16,171
Bank balances- with municipal fund	2,14,92,77,230	2,00,57,87,461
Bank balances- with special fund	6,78,00,757	51,89,31,696
Balances with banks- grant funds	5,15,59,29,842	4,87,78,58,755
Total	**7,41,27,07,160**	**7,40,29,94,083**

For Achal Srivastava & Co.
Chartered Accountants

Achal Srivastava
Partner

Date: 29.05.2026
Place: Varanasi

For and on behalf of Varanasi Nagar Nigam

मुख्य वित्त एवं लेखाधिकारी
Chief Finance & Account Officer
नगर निगम वाराणसी
Varanasi Nagar Nigam

नगर आयुक्त
Municipal Commissioner
नगर निगम वाराणसी
Varanasi Nagar Nigam

ACHAL SRIVASTAVA & Co. Chartered Accountants CA

S V & Co. Varanasi Chartered Accountants

VARANASI NAGAR NIGAM

NOTE ON ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2026

GUIDING FACTOR

The U.P. Municipal Accounting Manual has been the Guiding Factor for the whole process of Accrual Based Double Entry Accounting System. Different Chapters are there in the Manual on different issues related to compilation of accounting entries and for preparation of Financial Statement. To the extent any discrepancy is noticed subsequently in coming years suitable rectification will be made as per the norms given in the U.P. Municipal Accounting Manual.

A. SIGNIFICANT ACCOUNTING POLICIES:

This is the Balance Sheet as on 31st March 2026 of the Varanasi Nagar Nigam (hereinafter known as VNN). This task required reliance to be placed on certain assumptions and information for the preparation of the said Balance Sheet and Income & Expenditure Account. Reliance was also placed on the various records, registers and data made available by various departments. The followings are the methodologies and assumptions adopted for the preparation of Financial Statements of VNN.

Basis of Accounting:

a) VNN is maintaining its accounts on an Accrual system of accounting except otherwise stated.

b) The Assets and Liabilities of Varanasi Nagar Nigam have been determined and reflected in these Financial Statements to the best extent possible after thorough due diligence. Owing to the nature of working of Nagar Nigam, there may be a chance that some Assets or Liabilities are not identified/recognized. The process of Identification and Quantification of all assets and liabilities is underway on a day-to-day basis.

c) Grants and Funds relating to Central Government and State Government have been depicted in the Financial Statements on the basis of disbursements letters received from implementing agencies, records and information as available up to 31st March, 2026.

B. NOTES TO ACCOUNTS:

LIABILITIES & GENERAL FUNDS: -

1. **Municipal (General) Fund**
   Balance represents the opening balance adjusted for the excess/(deficit) of income over expenditure in the previous and current years.

2. **Reserves**
   This includes the amount of various grants utilized up to 31.03.2026 for creation of fixed assets in the Books of Accounts.

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3. Grants, Contribution for Specific Purposes

These include the amount of grant unutilized up to 31.03.2026 under the heads:

Central Government- 14th Finance Commission & 15th CFC Grant, JICA Fund Grant, JNNURM Grant, Sansad Kota Nidhi, APJ Abdul Kalam, Atal Mission AMRUT Yojana, Hriday Yojana, Namami Gange Yojana, & Swachh Bharat Mission etc.

State Government- Purvanchal Vidhayak Kota Nidhi, Malin Basti Sudhar Yojana, State Finance Commission, Ganga Ghat Punruddhar Nidhi, Ganna Vikas Kendra Padav, Nagriya Jal Nikasi Yojana, Nagariya Sadak Sudhar Yojana, Nagariy Jhil/Talab/Pokhara Sanrakshan Yojana, Pashu Badhalay, Beniyabag, Pashu Badhalay Kamal Garaha, Pashu Shav Utsarjan Nidhi, Ghat Improvement at River Ganga, Kanha Gaushala & Besahara, Pashu Vadh Shala Orderly Bazar, Pashu Govans Ashray Yojana, Kanha Pashu Ashray Yojana, Assi Foods Street Grant, G-20, UP Pollution Control Board & Rastriya Sahari Ajivika Mission, Shelter Home Nidhi, Tvarit Arthik Vikas Yojna, Dev Deepawali Grant, Sewage Treatment Plant (STP), Upavan Yojana etc.

Other Government Agencies- Diesel to CNG Boat Fund, Khidkiya Ghat Fund and Varanasi Vikas Pradhikaran as per the information given by the various departments.

4. Municipal Bond (Secured Loan)

During the FY 2025-26 Municipal Bonds of Rs 50,00,00,000/- is issued which are treated as secured loans because the repayment of principal and interest is fully targeted on municipal tax inflows and dedicated structural revenue streams.

5. Deposits Received

a) The Balance represents the Earnest Money Deposit and Security Deposit collected from the Vendors/Contractors/Public. Balances are subject to reconciliation and confirmation.

b) Deposits Received from Others include an opening balance of Rs. 1,11,05,731 carried forward from earlier periods in Jalkal Vibhag, which is subject to confirmation. In the absence of detailed subsidiary records and supporting vouchers, the completeness and accuracy of this liability cannot be ascertained at this stage

6. Other Liabilities

a. This represents amounts payable towards various Supplies / Contracts / Expenses as well as statutory dues remitted after the Balance Sheet date.

b. Retirement Benefits are accounted for on Cash Basis.

7. Contingent Liabilities

a) Contingent Liabilities in respect of schemes handed over by U.P. Jal Nigam is similar as per Previous Year Balance Sheet(i.e., Rs.39,66,864/-) in absence of any settlement in this regard.

b) A contingent liability of Rs. 1,44,85,307 is identified against ESIC Recovery Notice No. SRO/VNS/REC/28000103170001001/R.P. No. 296 dated 23.04.2026, covering dues from March 2008 to January 2012, in line with the Hon'ble High Court's order dated

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14.10.2025. Pending ongoing verification and structural reconciliation by the Department, no formal provision has been created

ASSETS: -

1. FIXED ASSETS

Fixed Assets are stated at cost less depreciation. Additions to the Fixed Assets have been made on the basis of accounting entries made during the year.

In case of certain assets acquired by VNN, due to non-availability of cost of acquisition the cost of such assets are taken at an identification value of Rs.1.

In case of assets wherein the economic life has been exhausted but are still in continuous use, has been valued at an identification value of Rs.1/-

All gifted assets and scrapped assets are valued at Rs.1.

Depreciation: The Depreciation has been calculated on the basis of written down value method at the following rates:

Particulars	Rate of Depreciation
Buildings	5%
Roads & Bridges	5%
Sewerage and Drainage	5%
Furniture, Fixtures, Fittings and Electrical	10%
Office & Other Equipment	10%
Plant & Machinery	15%
Vehicles	15%
Public Lighting	15%
Waterways	15%
Other Fixed Assets	15%
Intangible Assets	25%

Depreciation has been provided at half of the rates given above in respect of those assets which have been purchased on or after 1st October 2025.

No Depreciation has been provided on assets which are valued at Rs.1.

Listing of Fixed Assets and its valuation is under process and accordingly Fixed Assets Register shall be updated.

2. INVESTMENTS

a) As per directions of Government of India (GOI) the grants share provided by GOI for SPV (Varanasi Smart City Ltd) is to be treated as ULB (Varanasi Nagar Nigam) contribution

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therefore Equity with SPV (Varanasi Smart City Ltd) is capitalized under Investment against grant received from GOI.

b) The Jalkal Vibhag maintains its financial investments primarily in the form of Fixed Deposits (FDs) with scheduled banks. These investments are systematically classified and categorized under 'Investment General Fund' and 'Investment Other Fund' based on their nature and source of funding. These balances represent funds earmarked for specific department schemes, operational reserves, and general development funds

c) Auto Sweep Term Deposits have been created, which has been disclosed under this head.

3. CURRENT ASSETS

i. Stock in Hand: -

a) Stores/Materials are treated as part of stock in hand.

b) Stores stock data have been taken on the basis of information furnished by concerned departments.

c) Stores consumption has been booked on the basis of physical balance at the end of the Year

d) Stocks of Consumables in various department of the VNN as at the end of the year are taken, valued and certified by the Management and incorporated in Financial Statements.

ii. Loans & Advances: -

a) Represents advances to others including advances to implementing agencies, temporary advances and reimbursements claimed for expenses etc. Some Banks deduct TDS from interest paid on MOD which is capitalized under Loans & Advances.

b) Amount of Deposit with ESIC of **Rs.1,00,31,831/-** has been recovered by ESIC Department is under Litigation.

iii. Sundry Debtors (Receivables): -

It includes the amount of Property Tax, Water Tax, Sewer Tax and Shop Rent Receivables.

iv. Cash & Bank Balances: -

a) Cash & Bank Balances excludes the Auto Sweep Term Deposits (disclosed under Investment head) made as on 31.03.2026.

ACHAL SRIVASTAVA & Co. Chartered Accountants

S & Co. Varanasi Chartered Accountants

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b) Bank Accounts with Nagariya Sahkari Bank ltd., Varanasi i.e., S.B. A/c no. 5139 Balance as on 31.03.2004 Rs 6,35,153.48/- and FDR A/c of Rs. 30,00,000/-(Present FDR nos. 001576 and 001577 dated 19.03.2004 for face value of Rs. 30,84,495/- and Rs. 15,30,386/- respectively) are continuing since 31.03.2004 because of suspension of banking operations since 1999 and thereafter cancellation of license of the bank by the Reserve Bank of India on 05.06.2004 as informed to us . As above FDR's are subject to renewal from time to time but interest accrued on same could not be taken into account and will be considered at the time of realization.

c) All Bank Accounts Balances are reconciled.

REVENUE RECOGNITION

Revenue on account of Taxes and Rent has been recognized on Accrual Basis. Other Revenues has been recognized on Cash Basis.

Interest on Investment recognized in the books on Accrual basis unless the Management unable to ascertain the accrued interest then the Interest recognized on Cash Basis.

For ACHAL SRIVASTAVA & CO.
Chartered Accountants

Achal Srivastava
Partner

S V & Co. Varanasi Chartered Accountants

FOR AND ON BEHALF OF VARANASI NAGAR NIGAM

मुख्य वित्त एवं लेखाधिकारी
नगर निगम वाराणसी
Chief Finance & Account Officer
Varanasi Nagar Nigam

नगर आयुक्त
नगर निगम वाराणसी
Municipal Commissioner
Varanasi Nagar Nigam