

# Chapter - 7 "Reporting"

(9) CARO, 2020:

Para 3 (i) - Property, Plant and Equipment

3 (ii) - Inventories

3 (iii) - Investments, Guarantee, Securities, Loans and Advances

3 (iv) - Compliance of Sec. 185 and 186

3 (v) - Public Deposits

3 (vi) - Cost Records

3 (vii) - Statutory dues

3 (viii) - Unrecorded Income: - Transaction (not recorded) - S/D - Tax Assessments  
- If yes, Previously unrecorded income - recorded - Books

- 3 (ix) -
- (a) Default - Repayment - LIB / Jutt → Period and amount
  - (b) B.F.I. / O.L → Wilful Defaulter
  - (c) Term loan → Application ; If not - Diverted fund - amt / purpose.
  - (d) Short term loans → long term  
(OLD, CLC, WCL, BP/BP)
  - (e) Funds - raised / Obligations of S/A/J.V → Nature of term / amt.
  - (f) + loan - Pledge of securities - S/A/J.V → details. - repayment - default.

HLtd. ————— S Ltd. (100000 shares)

↓  
70000 shares @ 1000.

↓  
Pledge → SBI - loan 50,00,000

3 (x) - Application of Money - IPO / FPO (debt) - Delay, Default, Rectification

Preferential Allotment

Private Placement of Shares | - Sec. 42/62 - Compliance.

- Utilisation

- If no. - Amt. | nature of non-compliance.

✓ Para 3 (xi) - Fraud → By/on the company - Noticed / Reported - Nature and Amt.  
→ Sec. 143(12) - C.G. - ADT-04  
→ Considered W/B Complaints

✓ Para 3 (xii) - Nidhi Co. → Nof To Deposits - 1:20  
→ 10% Unencumbered T/D  
→ Defacet In payment of Interest or repayment of deposits

✓ Para 3 (xiii) - Related Parties → Compliance with Sections 177 and 188  
→ Disclosures in F.S. as per applicable AS.

Para 3 (xiv) - Internal audit System. → Existence - Commensurate - size / Nature  
→ Considered the report of Internal Auditor

Para 3 (xv) - Non cash drawaction with directors / person  
↓ 3 yrs.  
Sec. 192 - → Complied.

Para 3 (xvi) → Regn. with RBI  
→ Non-Banking financial OR housing financing activity - without CoR  
→ CIC - fulfil the criteria of CIC  
→ Exempted / unregd. CIC - fulfil the criteria  
→ > 1 CIC - No.

Para 3 (xvii) - CASH Losses - Current Year  
- Immediately preceding FY | Amount

Para 3 (xviii) - Resignation of st. auditors during the year  
↓ If yes.

Issues, Objections, concerns - raised by outgoing auditor - Considered

Para 3 (xix) - Financial Ratios	Auditor - opinion.
- Ageing and Expected date of realisation of F.A. and Payments of F.L.	↓ No. Mat. un. - Detractor.
- Other Imp. Accompanying f.s.	- Co-liabilities - <u>B/S</u> det.
- Auditor's knowledge of BoD/Mngt. plans.	year.

Para 3 (xx) - Unspent CSR - Ongoing Projects → unspent CSR A/c

Other than Ongoing → CSR Fund specified in Sch. VIII