

# SIKKIM DEMOCRATIC FRONT

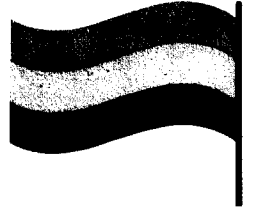
Reg. No. : 56|42|93|JS|11|2911 • Date : 13|05|1993

Head Office

Indira Bypass, Gangtok, East Sikkim

Ph : (03592)281586, Fax: (03592) 280595, Email: sdf.sikkim@gmail.com

Website: www.sikkimdemocraticfront.org | www.smilingsikkim.org



Ref No.: 34/SDF/GS/17

To,

The Secretary,  
Election Commission of India,  
Nirvachan Sadan, Ashok Road,  
New Delhi – 110001



Date: 24/10/2017

26/10/2017

Sir,

Sub : Submission of Audited Balance Sheet, Income & Expenditure, Cash Flow Statement and Receipts and Payments Account along with Audit Report for the Financial Year 2016-17

Enclosed herewith please find the following for your kind perusal and records.

Audited Balance Sheets, Income & Expenditure Account, Cash Flow Statement, Receipts & Payments Account along with Audit Report for the Financial Year 2015-2016.

I shall be thankful should you acknowledge the same.

Thanking You,

Yours faithfully,

(C.B. KARKI)  
Treasurer

Treasurer

Sikkim Democratic Front

Place : Gangtok

Date: 23<sup>rd</sup> October, 2017

**SIKKIM DEMOCRATIC FRONT  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

**STATEMENT OF ACCOUNTS FOR  
THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2017**

**AUDITORS' REPORT**

To The Members of M/S SIKKIM DEMOCRATIC FRONT

We have audited the attached Balance Sheet of **M/S SIKKIM DEMOCRATIC FRONT, INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM** as at 31st March, 2017 together with the Income and Expenditure Account, the Cash Flow Statement and Receipts & Payment Account of the Political Party for the year ended on that date annexed thereto. We enclosed in the Annexure a statement on the matters specified therein. These financial statements are the responsibility of the Political Party's Management. Our Responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes, examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that :

1. In our opinion, and according to the information and explanations given to us, there are adequate internal control procedures commensurate with size of the Political Party and nature of its activities for the purchase of fixed assets, other assets and collection of revenues.
2. The Political Party has maintained proper records of fixed assets showing full particulars including quantitative details and situation. The fixed assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the Political Party and nature of its assets. No material discrepancies were noticed on such verification as compared with the book records. No fixed assets have been revalued during the year.
3. On the basis of examination of the books of accounts carried out by us in accordance with generally accepted auditing practices, and according to the information and explanations given to us, no personal expenses of the members of the Political Party has been charged to the Income and Expenditure Account, other than those payable under contractual obligations or in accordance with generally accepted practice.

4. Further to our comments above:

In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet, Income & Expenditure Account and Cash Flow Statement read together with the notes thereon give a true and fair view in conformity with the Accounting Principles generally accepted in India –

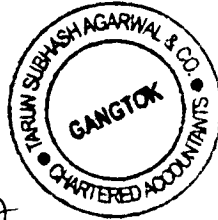
- (i) In the case of the Balance Sheet, of the state of affairs of the Political Party as at 31<sup>st</sup> March, 2017,
- (ii) In the case of the Income and Expenditure Account, of the Excess of Income over Expenditure of the Political Party for the year ended on that date, and
- (iii) In the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For **TARUN SUBHASH AGARWAL & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Regn. No. 327663E

NAME : TARUN KUMAR AGARWAL  
ADDRESS : GANGTOK, SIKKIM  
M. NO. : 302134

*Tarun Agarwal*

**PROPRIETOR**



DATE : 26-09-2017  
PLACE : GANGTOK

**SIKKIM DEMOCRATIC FRONT**  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2017**

SOURCES OF FUNDS	SCHEDULE	2016-17 AMOUNT [₹]	2015-16 AMOUNT [₹]
CORPUS & GENERAL FUND	A	9,94,32,852.03	8,97,59,596.58
CURRENT LIABILITIES & PROVISIONS	B	1,54,71,842.00	1,83,32,352.00
<b>TOTAL SOURCES OF FUNDS</b>		<b>11,49,04,694.03</b>	<b>10,80,91,948.58</b>
<b>APPLICATION OF FUNDS</b>			
FIXED ASSETS	C	9,43,04,091.28	9,63,97,121.01
TANGIBLE ASSETS		1,88,20,912.39	2,09,07,103.80
INTANGIBLE ASSETS		4,558.88	11,397.20
CAPITAL WORK-IN-PROGRESS		7,54,78,620.00	7,54,78,620.00
CURRENT ASSETS	D	2,05,89,236.75	1,16,83,710.57
LOANS, ADVANCES & DEPOSITS	E	11,366.00	11,117.00
<b>TOTAL APPLICATION OF FUNDS</b>		<b>11,49,04,694.03</b>	<b>10,80,91,948.58</b>

[SCHEDULE 'F' : Significant Accounting Policies and notes on the Balance Sheet and Statement of Income & Expenditure]  
This is the Balance Sheet referred to in our Report of even date.

FOR TARUN SUBHASH AGARWAL & CO.

Chartered Accountants  
Firm Regn. No. 327663E

*Tarun Agarwal*  
Tarun Kumar Agarwal  
Proprietor  
M. No.- 302134

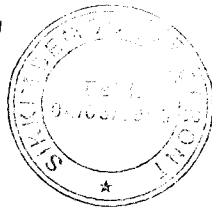


Place : Gangtok

Date : 26-09-2017

*[Signature]*  
Treasurer  
Sikkim Democratic Front

*[Signature]*  
S. K. PRADHAN  
Vice President  
Administrative Affairs  
Sikkim Democratic Front



**SIKKIM DEMOCRATIC FRONT**  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM

**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017**

INCOME	SCHEDULE	2016-17 AMOUNT [₹]	2015-16 AMOUNT [₹]
FEES & SUBSCRIPTIONS	I	77,65,158.00	35,00,368.00
GRANTS/DONATIONS/CONTRIBUTIONS	II	1,75,44,611.00	28,03,500.00
<b>TOTAL [A]</b>		✓ 2,53,09,769.00	63,03,868.00
<b>EXPENDITURE</b>			
ADMINISTRATIVE AND GENERAL EXPENSES	III	1,25,83,416.82	68,38,849.50
ELECTION EXPENSES	IV	2,18,251.00	-
FINANCE COSTS, DEPRECIATION AND AMORTISATION EXPENSES	V	22,70,455.73	22,51,190.87
<b>TOTAL [B]</b>		✓ 1,50,72,123.55	90,90,040.37
<b>SURPLUS/[DEFICIT] (A-B)</b>		1,02,37,645.45	(27,86,172.37)
<b>EXCEPTIONAL ITEM</b>		5,64,390.00	9,20,615.00
<b>SURPLUS/[DEFICIT]</b> [Balance being excess of Income over Expenditure ]		96,73,255.45	(37,06,787.37)
<b>BALANCE BEING SURPLUS/[DEFICIT] CARRIED TO CORPUS &amp; GENERAL FUND</b>		96,73,255.45	(37,06,787.37)

[SCHEDULE 'F' : Significant Accounting Policies and notes on the Balance Sheet and Statement of Income & Expenditure]  
This is the Income and Expenditure Account referred to in our Report of even date.

FOR TARUN SUBHASH AGARWAL & CO.

Chartered Accountants  
Firm Regn. No. 327603E

*Tarun Agarwal*  
Tarun Kumar Agarwal  
Proprietor  
M. No.- 302134

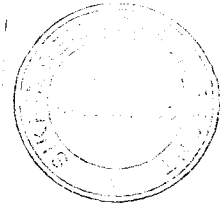


*[Signature]*  
Treasurer  
Sikkim Democratic Front

*[Signature]*  
S. K. PRADHAN  
Vice President  
Administrative Affairs  
Sikkim Democratic Front

Place : Gangtok

Date : 26-09-2017



**SIKKIM DEMOCRATIC FRONT**  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM

**RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017**

RECEIPTS	2016-17	2015-16	PAYMENTS	2016-17	2015-16
	AMOUNT [₹]	AMOUNT [₹]		AMOUNT [₹]	AMOUNT [₹]
To Opening Balance	1,16,83,710.57	1,39,11,293.13	By Payment of Liabilities [Annexure-5]	32,08,075.00	8,70,134.06
To Membership Fees :			By Computer & Peripherals	1,76,051.00	1,92,780.00
Primary	4,68,750.00	2,49,121.00	By Free Hold Land (Pakyong)	-	56,000.00
Active	62,09,238.00	25,18,785.00	By Laser Printer	1,24,200.00	-
CEC	10,87,170.00	7,32,462.00	By Audit Fees	18,750.00	-
To Donation Received in Cash	1,24,76,500.00	3,03,500.00	By Consultancy charges	1,43,750.00	-
To Donation received by Cheque / NEFT / RTGS	50,68,111.00	25,00,000.00	By Bank Charges	15,148.82	1,329.00
To Tata Utility (old)	1,00,000.00		By Honorarium to Party Workers	16,44,500.00	17,56,500.00
			By Electricity Charges Paid	21,087.00	48,696.00
			By News Paper & Periodicals	64,153.00	59,283.00
			By Fooding & Loading	-	55,240.00
			By Fuel Charges	56,740.00	62,850.00
			By Income Tax paid [Extraordinary item]	5,41,565.00	9,20,615.00
			By Postage & Telegraph	-	7,500.00
			By Printing & Stationery	3,48,400.00	2,74,377.00
			By Repairs & Maintenance	1,93,772.00	4,90,640.00
			By Telephone Expenses	29,283.00	2,15,296.00
			By Travelling & Conveyance	40,990.00	20,651.00
			By Sewerage charges	7,260.00	7,660.00
			By Water charges	-	13,015.00
			By Flags & Banners	11,80,120.00	4,71,800.00
			By AV Feed Transfer Service	8,41,000.00	-
			By Calender & Diary	19,99,751.00	6,30,000.00
			By Advertisement through Electronic Media [FM R]	-	2,51,438.00
			By Security Guard	1,80,027.00	2,22,181.00
			By SDF Day Meeting Expenses	49,29,161.00	13,76,192.50
			By Internet Expenses	-	5,27,273.00
			By Miscellaneous Expenses	1,710.00	-
			By Books [Distributed Free of Cost]	6,70,000.00	-
			By Election Expenses	68,500.00	-
			By Advance to Creditors	249.00	-
			By Closing Balance [Cash & Bank]	2,05,89,236.75	1,16,83,710.57
	<u>3,70,93,479.57</u>	<u>2,02,15,161.13</u>		<u>3,70,93,479.57</u>	<u>2,02,15,161.13</u>

This is the Receipts and Payments Account referred to in our Report of even date.

**FOR TARUN SUBHASH AGARWAL & CO.**

Chartered Accountants  
Firm Regn. No. 32763E

*Tarun Agarwal*  
Tarun Kumar Agarwal  
Proprietor  
M. No.- 302134

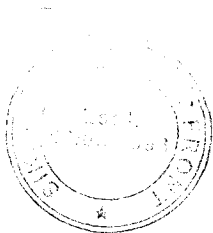
Place : Gangtok

Date: 26-09-2017



*[Signature]*  
Treasurer  
Sikkim Democratic Front

*[Signature]*  
S. K. PRADHAN  
Vice President  
Administrative Affairs  
Sikkim Democratic Front



**SIKKIM DEMOCRATIC FRONT**  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2017**

	[2016-17] AMOUNT [₹]	[2015-16] AMOUNT [₹]
<b>1 EXCESS OF INCOME OVER EXPENDITURE/(EXPENDITURE OVER INCOME) BEFORE TAX AND EXCEPTIONAL ITEMS</b>	<b>1,02,37,645.45</b>	<b>(27,86,172.37)</b>
DEPRECIATION & AMORTISATION EXPENSES	22,70,455.73	22,51,190.87
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>1,25,08,101.18</b>	<b>(5,34,981.50)</b>
<b>CHANGES IN WORKING CAPITAL</b>		
INCREASE IN ADVANCES	(249.00)	-
INCREASE IN RECEIVABLES	-	-
INCREASE/(DECREASE) IN CURRENT LIABILITIES	(28,60,510.00)	(5,23,206.06)
<b>CASH GENERATED FROM OPERATION BEFORE TAX AND EXCEPTIONAL ITEMS</b>	<b>96,47,342.18</b>	<b>(10,58,187.56)</b>
INCOME TAX REFUNDS/PAYMENTS (NET)[EXCEPTIONAL ITEM]	5,41,565.00	9,20,615.00
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>91,05,777.18</b>	<b>(19,78,802.56)</b>
<b>2 CASH FLOWS FROM INVESTING ACTIVITIES</b>		
PURCHASE OF FREEHOLD LAND	-	(56,000.00)
PURCHASE OF OTHER FIXED ASSETS	(3,00,251.00)	(1,92,780.00)
SALE OF ASSETS	1,00,000.00	-
<b>NET CASH FROM/(USED IN) INVESTMENT ACTIVITIES</b>	<b>(2,00,251.00)</b>	<b>(2,48,780.00)</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>89,05,526.18</b>	<b>(22,27,582.56)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>1,16,83,710.57</b>	<b>1,39,11,293.13</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>	<b>2,05,89,236.75</b>	<b>1,16,83,710.57</b>

[SCHEDULE 'F' : Significant Accounting Policies and notes on the Balance Sheet and Statement of Income & Expenditure]

This is the Cash Flow Statement referred to in our Report of even date.

FOR TARUN SUBHASH AGARWAL & CO.

Chartered Accountants  
Firm Regn. No. 327663E

Tarun Kumar Agarwal  
Proprietor  
M. No.- 302134



Place : Gangtok

Date : 26-09-2017



✓  
  
Treasurer  
Sikkim Democratic Front

S. K. PRADHAN  
Vice President  
Administrative Affairs  
Sikkim Democratic Front



**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

AS AT 31.03.2017  
 AMOUNT [₹]

AS AT 31.03.2017  
 AMOUNT [₹]

AS AT 31.03.2016  
 AMOUNT [₹]

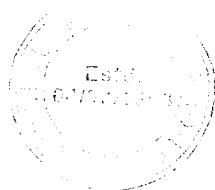
AS AT 31.03.2016  
 AMOUNT [₹]

**SCHEDULE 'A'**

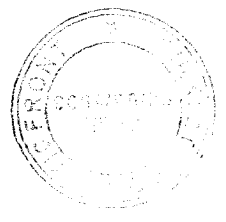
<b>OPENING BALANCE OF CORPUS &amp; GENERAL FUNDS</b>	<b>8,97,59,596.58</b>		<b>9,34,66,383.95</b>
<b>ADD: BALANCE OF SURPLUS/[DEFICIT] OF INCOME &amp; EXPENDITURE ACCOUNT</b>	<b>96,73,255.45</b>		<b>(37,06,787.37)</b>
<b>CLOSING BALANCE OF CORPUS &amp; GENERAL FUNDS</b>	<b>9,94,32,852.03</b>		<b>8,97,59,596.58</b>

**SCHEDULE 'B'**

<b>CURRENT LIABILITIES &amp; PROVISIONS</b>	<b>1,54,71,842.00</b>		<b>1,83,32,352.00</b>
Honorarium to Party Workers	1,49,500.00	-	
Telephone Expenses	643.00	15,545.00	
Office Rent	14,000.00	1,68,000.00	
Ground Rent	13,340.00	13,340.00	
Audit Fees	1,47,500.00	1,25,000.00	
Kamlesh Kumar Agarwal	1,51,10,545.00	1,76,10,545.00	
Nirman Photo Offset Pvt. Ltd.	-	3,78,800.00	
Sikkim Security Services Agency	-	3,261.00	
Electricity	36,314.00	17,861.00	



**SIKKIM DEMOCRATIC FRONT**  
 INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM



ASSETS	RATE	GROSS BLOCK (AT COST)										DEPRECIATION		NET BLOCK
		ADDITON					DEDUCTION / ADJUSTMENT					FOR THE CURRENT YEAR	ON DEDUCTION / ADJUSTED YEAR	
	%	AS AT 01.04.2016	LP TO SEPT 2016	FROM OCT. UP TO MAR 2017	FORM OCT TO SEPT. 2016	UP TO SEPT. 2016	FORM OCT TO MAR 2017	AS AT 01.04.2016 (CUMULATIVE)	ON DEDUCTION / ADJUSTED	FOR THE CURRENT YEAR	AS AT 31.03.2017 (CUMULATIVE)	AS AT 31.03.2017	AS AT 31.03.2016	
Lease hold Land [For Sixty Years]	0%	1,66,750.00	-	-	-	-	1,66,750.00	47,243.00	-	2,779.00	50,022.00	1,16,728.00	1,19,507.00	
Free Hold Land (Gangyong)	0%	10,50,050.00	-	-	-	-	10,50,050.00	-	-	-	10,50,050.00	10,50,050.00	10,50,050.00	
Free Hold Land (Gorehang)	0%	515.00	-	-	-	-	515.00	-	-	-	515.00	515.00	515.00	
Free Hold Land (Pakyong)	0%	15,80,000.00	-	-	-	-	15,80,000.00	-	-	-	15,80,000.00	15,80,000.00	15,80,000.00	
Lease Hold Land & Building at Lumsey	10%	1,80,000.00	-	-	-	-	1,80,000.00	-	-	18,00,000.00	36,00,000.00	1,44,00,000.00	1,62,00,000.00	
Furniture & Fixtures	10%	18,63,699.70	-	-	-	-	18,63,699.70	10,84,389.33	-	77,931.04	11,62,320.37	7,01,379.33	7,79,310.37	
TATA Utility (Old)	15%	2,00,000.00	-	-	-	-	2,00,000.00	77,175.00	77,175.00	-	-	1,22,825.00	1,22,825.00	
TATA Xenon (New)	15%	7,24,000.00	-	-	-	-	7,24,000.00	2,40,141.75	-	72,578.74	3,12,720.49	4,11,279.51	4,83,858.25	
(Crew Cab Pick Up)	15%	5,28,533.00	-	-	-	-	5,28,533.00	4,59,937.89	-	10,289.27	4,70,227.16	58,305.84	68,595.11	
Type Writer	15%	50,016.41	-	-	-	-	50,016.41	48,790.58	-	183.87	48,974.46	1,225.83	1,225.83	
Photo Copier	15%	77,918.00	-	-	-	-	77,918.00	33,578.27	-	6,650.96	40,229.23	37,688.77	44,339.73	
Air Conditioner	15%	1,07,000.00	-	-	-	-	1,07,000.00	89,094.19	-	2,685.87	91,780.06	15,219.94	17,905.81	
C C TV Camera	15%	56,847.00	-	-	-	-	56,847.00	15,775.00	-	6,160.80	21,935.80	34,911.20	41,072.00	
Fax Machine	15%	29,440.00	-	-	-	-	29,440.00	15,382.22	-	2,108.67	17,490.89	11,949.11	14,057.78	
Electronic Equipment & Fire Fighting System	15%	6,77,714.00	-	-	-	-	6,77,714.00	4,31,461.45	-	36,937.88	4,68,399.33	2,09,314.67	2,46,252.55	
Computer & Peripherals	60%	16,71,431.00	1,46,321.00	29,730.00	-	-	18,47,482.00	15,55,961.45	-	1,65,993.33	17,21,954.78	1,15,469.55	1,15,469.55	
Laser Printer	60%	2,82,434.00	1,24,200.00	-	-	-	4,06,634.00	2,79,601.87	-	76,219.28	3,55,821.15	50,812.85	2,832.13	
Sharp Copier/Printer	60%	71,400.00	-	-	-	-	71,400.00	70,943.20	-	274.08	71,217.28	182.72	456.80	
TOTAL TANGIBLE ASSETS		2,71,61,698.11	2,70,521.00	29,730.00	2,00,000.00	-	2,72,61,949.11	62,54,594.31	77,175.00	22,63,617.42	84,41,036.72	1,88,20,912.39	2,09,07,103.80	
Software Install	60%	1,91,339.00	-	-	-	-	1,91,339.00	1,86,762.20	-	2,746.08	1,89,508.28	1,830.72	4,576.80	
Website	60%	2,68,370.00	-	-	-	-	2,68,370.00	2,61,549.60	-	4,092.24	2,65,641.84	2,728.16	6,820.40	
TOTAL INTANGIBLE ASSETS		4,59,709.00	-	-	-	-	4,59,709.00	4,48,311.80	-	6,838.32	4,55,150.12	4,558.88	11,397.20	
TOTAL		2,76,21,407.11	2,70,521.00	29,730.00	2,00,000.00	-	2,77,21,658.11	67,02,906.11	77,175.00	22,70,455.73	88,96,186.84	1,88,25,471.27	2,09,18,501.00	
CAPITAL WIP	0%	7,54,78,620.00	-	-	-	-	7,54,78,620.00	-	-	-	-	7,54,78,620.00	7,54,78,620.00	
TOTAL ASSETS		10,31,00,027.11	2,70,521.00	29,730.00	2,00,000.00	-	10,32,00,278.11	67,02,906.11	77,175.00	22,70,455.73	88,96,186.84	9,43,04,091.28	9,63,97,121.00	

**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

	AS AT 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016	AS AT 31.03.2016
	AMOUNT [₹]	AMOUNT [₹]	AMOUNT [₹]	AMOUNT [₹]

**SCHEDULE 'D'**

**CURRENT ASSETS**

2,05,89,236.75

1,16,83,710.57

**CASH AT BANK**

[State Bank of India, Deorali, Gangtok]

Cash at Bank as at 31.03.2017 as per Bank Book

2,00,80,215.28 [Dr.]

48,75,719.10 [Dr.]

**CASH IN HAND**

5,09,021.47

68,07,991.47

**SCHEDULE 'E'**

**LOANS AND ADVANCES & DEPOSITS**

**11,366.00**

**11,117.00**

**LOANS AND ADVANCES**

5,866.00

5,617.00

Advance Payment to Anupam Art Printers

249.00

Advance Payment to Energy & Power Deptt.

5,617.00

5,617.00

**SECURITY DEPOSIT**

5,500.00

5,500.00

Deposited on 4th August, 1999 with the Department of

Telecommunication for connection with STD

facility at Head Office

5,000.00

5,000.00

Electric Meter

500.00

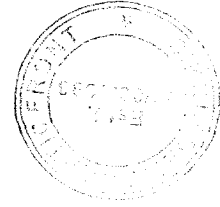
500.00



**SIKKIM DEMOCRATIC FRONT**

INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM

SCHEDULE 'I'	AMOUNT [₹]	[2016-17]	AMOUNT [₹]	[2015-16]	AMOUNT [₹]	[2015-16]
<b>FEE'S &amp; SUBSCRIPTIONS</b>						
Primary Membership Fees	4,68,750.00		2,49,121.00		2,49,121.00	
Active Membership Fees	62,09,238.00		25,18,785.00		25,18,785.00	
CEC Membership Fees	10,87,170.00		7,32,462.00		7,32,462.00	
						<b>35,00,368.00</b>
<b>SCHEDULE 'II'</b>						
<b>GRANTS/DONATIONS/CONTRIBUTIONS</b>						
Individual Donors	1,61,90,611.00		3,03,500.00		3,03,500.00	
Companies/Organisations	9,00,000.00		-		-	
Others (Partnership/Proprietorship firms)	4,54,000.00		25,00,000.00		25,00,000.00	
						<b>28,03,500.00</b>
<b>SCHEDULE 'III'</b>						
<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>						
Honorarium to Party Workers	16,44,500.00		17,56,500.00		17,56,500.00	
SDF Day Meeting Expenses [Annexure-1]	49,29,161.00		13,76,192.50		13,76,192.50	
Advertisement & Publicity [Annexure-2]	19,71,000.00		6,81,438.00		6,81,438.00	
Food & Lodging Expenses	-		55,240.00		55,240.00	
Printing & Stationery	3,48,400.00		2,74,377.00		2,74,377.00	
Books [Distributed Free of Cost]	6,70,000.00		-		-	
Banner	50,120.00		41,800.00		41,800.00	
Diary	-		6,30,000.00		6,30,000.00	
Office Rent	14,000.00		1,68,000.00		1,68,000.00	
Travelling & Conveyance	40,990.00		20,651.00		20,651.00	
Telephone Expenses	29,283.00		2,30,841.00		2,30,841.00	
Internet Expenses	-		5,27,273.00		5,27,273.00	
Post & Telegraph	-		7,500.00		7,500.00	
Security Guard	1,80,027.00		2,42,489.00		2,42,489.00	
Electricity Charges	57,401.00		66,771.00		66,771.00	
News Paper & Periodicals	64,153.00		59,283.00		59,283.00	
Bank Charges	15,148.82		1,329.00		1,329.00	
Calendar & Diary	19,99,751.00		-		-	
Repairs & Maintenance [Annexure-3]	1,93,772.00		4,90,640.00		4,90,640.00	
Rent, Rates & Taxes [Annexure-4]	7,260.00		20,675.00		20,675.00	
Fuel Charges	56,740.00		62,850.00		62,850.00	
Miscellaneous Expenses	1,710.00		-		-	
Consultancy Fees	1,43,750.00		-		-	
Audit Fees	1,66,250.00		1,25,000.00		1,25,000.00	
						<b>68,38,849.50</b>
						<b>1,25,83,416.82</b>
						<b>1,75,44,611.00</b>
						<b>77,65,158.00</b>



**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

	[2016-17] AMOUNT [₹]	[2016-17] AMOUNT [₹]	[2015-16] AMOUNT [₹]	[2015-16] AMOUNT [₹]
<b>SCHEDULE 'IV'</b>				
<b>ELECTION EXPENSES</b>		<b>2,18,251.00</b>		<b>-</b>
Flags	10,000.00		-	
Honorarium to Party Worker	1,49,500.00		-	
Printing & Stationery	44,500.00		-	
Telephone Expenses	251.00		-	
Vehicle Hire Charges	14,000.00		-	
<b>SCHEDULE 'V'</b>				
<b>FINANCE COSTS, DEPRECIATION &amp; AMORTISATION EXPENSES</b>		<b>22,70,455.73</b>		<b>22,51,190.87</b>
Depreciation	22,67,676.73		22,48,411.87	
Amortisation Expenses	2,779.00		2,779.00	



**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

	[2016-17] AMOUNT [₹]	[2016-17] AMOUNT [₹]	[2015-16] AMOUNT [₹]	[2015-16] AMOUNT [₹]
<b>ANNEXURE '1'</b>				
<b>SDF Day [4th March] Meeting Expenses</b>		<b>49,29,161.00</b>		<b>13,76,192.50</b>
Badges	77,500.00		-	
Cost of Stage, Decoration & Hiring of P A System	-		3,89,300.00	
Flags	-		1,52,975.00	
Event Management Charges	27,85,400.00		-	
Fooding to Party Workers	-		4,19,950.00	
Mineral Water	-		68,100.00	
Cloth Banners	-		1,26,600.00	
Cultural Program & Competions	8,87,000.00		-	
Hiring of Chairs	-		73,280.00	
Rent of Venue	1,10,000.00		-	
News Paper Distributed Free of Cost	7,49,261.00		-	
Pamphlets	20,000.00		-	
Books distributed Free of Cost	3,00,000.00		-	
Vehicle Hiring Charges	-		1,45,987.50	
<b>ANNEXURE'2'</b>				
<b>ADVERTISEMENT &amp; PUBLICITY</b>		<b>19,71,000.00</b>		<b>6,81,438.00</b>
AV Feed Transfer Service	8,41,000.00		2,51,438.00	
Party Flags, Flex & Banners	11,30,000.00		4,30,000.00	



**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

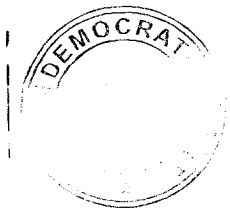
	[2016-17] AMOUNT [₹]	[2016-17] AMOUNT [₹]	[2015-16] AMOUNT [₹]	[2015-16] AMOUNT [₹]
<b>ANNEXURE '3'</b>				
<b>REPAIRS &amp; MAINTENANCE</b>		<b><u>1,93,772.00</u></b>		<b><u>4,90,640.00</u></b>
Repairs & Maintenance [Building]	26,907.00		11,300.00	
Repairs & Maintenance [Electricals]	18,837.00		-	
Repairs & Maintenance [Vehicle]	11,646.00		79,424.00	
Repairs & Maintenance [Computer]	1,36,382.00		29,600.00	
Computer & Peripherals	-		<u>3,70,316.00</u>	
<b>ANNEXURE '4'</b>				
<b>RENT, RATES &amp; TAXES</b>		<b><u>7,260.00</u></b>		<b><u>20,675.00</u></b>
Sewerage Charges	7,260.00		7,660.00	
Water Charges	-		<u>13,015.00</u>	
<b>ANNEXURE '5'</b>				
<b>PAYMENT OF LIABILITIES</b>		<b><u>32,08,075.00</u></b>		<b><u>8,70,134.06</u></b>
Nirman Photo Offset pvt. Ltd.	3,78,800.00		-	
Kamlesh Kumar Agarwal	25,00,000.00		-	
Electricity Payable	17,861.00		8,787.00	
Honorarium to Party Worker Payable	-		1,47,000.00	
Audit Fees	1,25,000.00		1,25,000.00	
Newspaper & Periodicals Payable	-		5,266.00	
Office Rent Payable	1,68,000.00		4,80,000.00	
Telephone Expenses Payable	15,153.00		67,879.56	
Water Charges Payable	-		2,107.50	
Sikkim Security Services Agency	<u>3,261.00</u>		<u>34,094.00</u>	



**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

**BANK RECONCILIATION STATEMENT**  
**STATE BANK OF INDIA**  
**DEORALI BRANCH, A/C NO. - 10770429073**

	AMOUNT [₹]	AMOUNT [₹]
<b>Bank Balance as on 31.03.2017 as per Bank Statement</b>		<b>2,00,94,517.28</b>
<b>Less: Cheques Issued but not presented to Bank</b>		<b>74,302.00</b>
(a) Triotech/15.03.2017/554929	29,700.00	
(b) Income Tax (TDS)/07.03.2017/554914	775.00	
(c) Income Tax (TDS)/09.03.2017/554915	2,000.00	
(d) Income Tax (TDS)/09.03.2017/554916	1,340.00	
(e) Income Tax (TDS)/09.03.2017/554918	4,140.00	
(f) Income Tax (TDS)/09.03.2017/554921	6,700.00	
(g) Income Tax (TDS)/09.03.2017/554923	1,493.00	
(h) Income Tax (TDS)/15.03.2017/554929	300.00	
(i) Income Tax (TDS)/15.03.2017/554927	<u>27,854.00</u>	
<b>Add: Cheques Deposited but not credited into Bank</b>		<b>60,000.00</b>
(a) Lily Bhutia/19.03.2016/	50,000.00	
(a) Malika Rai/11.03.2016/	<u>10,000.00</u>	
<b>Bank Balance as on 31.03.2017 as per Bank Book</b>		<b><u><u>2,00,80,215.28</u></u></b>





**SIKKIM DEMOCRATIC FRONT**  
**INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON BALANCE SHEET  
AND  
INCOME AND EXPENDITURE ACCOUNT**

**SCHEDULE 'F'**

**SIGNIFICANT ACCOUNTING POLICIES**

**1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS**

The financial statements have been prepared under the historical cost convention, on the accrual basis of accounting and in accordance with the fundamental accounting assumptions, viz Going Concern, Consistency and Accrual.

**2. RECOGNITION OF INCOME AND EXPENDITURE**

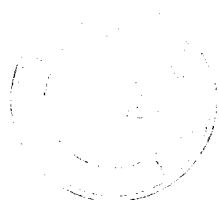
These accounts have been prepared under the historical cost convention on the basis of a going concern with revenues recognised and expenses accounted on their accrual including provisions/adjustments for obligations and amounts determined as payable or receivable during the year.

**3. FIXED ASSETS**

Fixed assets are stated at cost, less accumulated depreciation. Costs comprise of cost of acquisition and any attributable cost of bringing the asset to condition for its intended use.

**4. DEPRECIATION**

Depreciation is a measure of the wearing out, consumption or other loss of value of a depreciable asset arising from use, efflux of time or obsolescence through technology and market changes. Depreciation is allocated so as to charge a fair proportion of the depreciable amount in each accounting period during the expected useful life of the asset. Depreciation on Fixed Assets is being provided on "Written Down Value Method" (W.D.V.) at the rates specified in SCHEDULE 'C'. During financial year 2016-2017 depreciation has been charged as per the provision of Income Tax Act, 1961.



**SIKKIM DEMOCRATIC FRONT  
INDIRA BYE PASS, SICHEY BLOCK, EAST SIKKIM**

**NOTES ON THE BALANCE SHEET AND INCOME AND EXPENDITURE ACCOUNT**

1. The Political Party keeps and maintains a record of each voluntary contribution in excess of Rs. 20,000/- the names and address of person who have made such contribution, mode of payment and details of financial instrument and PAN numbers where applicable.
2. Taking into consideration Section 13A of the Income Tax Act, 1961, the income tax liability of the financial year 2016-2017 relevant to the assessment year 2017-2018 is zero. Hence, no provision for tax has been made in the financial year 2016-2017.
3. Expenditure in Foreign Currency is nil and earnings in Foreign Exchange is also nil.
4. The Financial Statements, i.e., the Balance Sheet, Income & Expenditure Account, Cash Flow Statement and Receipts & Payments Account have been prepared pursuant to guidance note on accounting and auditing of a Political Parties issued by the Institute of Chartered Accountants of India, New Delhi. Hence figures of previous year are grouped or regrouped wherever applicable.
5. According to the information and explanations given to us, the 36<sup>th</sup> Amendment Act was passed by the Parliament by which Article 371 F of the Constitution was inserted admitting Sikkim to the Union w.e.f 26.04.1975 as the 22<sup>nd</sup> State. As explained to us one of the most important provisions of Article 371 F is the protection that has been afforded with respect to the laws and acts that were in existence in the State of Sikkim prior to merger, the State expects that with the constitutional guarantees provided, all these laws would remain in force, however, in 1989, the Indian Income Tax Act was sought to be enforced in the State of Sikkim which, in the opinion of the State amounts to gross violation of Article 371 F of the Constitution.

**Pursuant to Circular No 1/2009 F.No.142/09/2009-TPL, Government of India, Ministry of Finance, Department of Revenue (Central Board of Direct Taxes), dated 27<sup>th</sup> March, 2009 and explanatory notes to the provisions of The Finance Act, 2008 in point no 6 under the head Exemption to a "Sikkimese" individual.**

**Section 10 of Income-tax Act relates to incomes which do not form part of total income. As a measure to promote socio-economic development, a new clause (26AAA) in section 10 has been inserted to provide exemption from income-tax to the following income, which accrues or arises to a Sikkimese individual –**

- a. Income from any sources in the State of Sikkim; or
- b. Income by way of dividend or interest on securities

However this exemption will not be available to a Sikkimese woman who, on or after 1<sup>st</sup> April, 2008, marries a non-Sikkimese individual. The term "Sikkimese" has been defined under the Explanation to the said clause.

**Applicability: This amendment has been made applicable with retrospective effect from 1<sup>st</sup> April, 1990 and shall accordingly apply for assessment year 1990-91 and subsequent assessment years.**



As a result an amount of Rs. 5,41,565.00 has been paid towards income tax including interest thereon as an exceptional and prior period item in the Financial Year 2008-09.

6. A building is under construction at Jorethang and shown in Schedule-'C' as capital work-in-progress under the head Garib Utthan Bhawan and the total amount incurred upto 31.03.2017 is Rs. 7,54,78,620.00 (Rupees Seven Crores Fifty Four Lacs Seventy Eight Thousand Six Hundred and Twenty only).
7. The manpower deployed at SDF Party office are working voluntarily. They are paid honorarium by the party. This has been confirming by the party as well as party worker.

SIGNATURE TO SCHEDULE 'A' TO 'F' & 'I' TO 'V', AND ANNEXURES '1' TO '5'

**For TARUN SUBHASH AGARWAL & CO.**  
**CHARTERED ACCOUNTANTS**  
**Firm Regn. No. 327663E**

NAME : TARUN KUMAR AGARWAL  
ADDRESS : GANGTOK, SIKKIM  
M. NO. : 302134

*Tarun Agarwal*

**PROPRIETOR**

DATE : 26-09-2017  
PLACE : GANGTOK



*[Signature]*  
Treasurer  
Sikkim Democratic Front

*[Signature]*  
S. K. PRADHAN  
Vice President  
Administrative Affairs  
Sikkim Democratic Front

