

104<sup>th</sup> meeting of FIC - 03.02.2011

EMPLOYEES' PROVIDENT FUND ORGANISATION

*NEW DELHI*



**104<sup>th</sup> Meeting of the**

**FINANCE AND INVESTMENT  
COMMITTEE**

**[CENTRAL BOARD OF TRUSTEES, EMPLOYEES' PROVIDENT FUND]**

**on**

**03 /02/2011 at 11.30 A.M.**

**Venue:**

**Conference Hall, 3<sup>rd</sup> Floor,  
EPFO  
Head Office,  
Bhavishya Nidhi Bhawan,  
14, Bhikaiji Cama Place,  
New Delhi**

**Draft Minutes of the 104<sup>th</sup> meeting of Finance & Investment Committee held on  
03.02.2011**

The 104<sup>th</sup> meeting of the Finance and Investment Committee, Central Board of Trustees, Employees' Provident Fund was held at 11.30 AM on 03.02.2011, in the Conference Room, 3<sup>rd</sup> floor EPFO Head Office, New Delhi.

(a) The following were present in the meeting:

1.	Shri S. Chatterjee	Chairman, Finance and Investment Committee, CBT, EPF and Central Provident Fund Commissioner, Employees' Provident Fund Organisation, Head Office.
2.	Shri S.K.Verma	Director (Social Security ) MOL & E, New Delhi
3.	Shri A. D. Nagpal	Member, CBT, EPF (Employees' Representative)
4.	Shri Santosh Saraf	Member, CBT, EPF (Employers' Representative)
5.	Shri Sharad Patil	Member, CBT, EPF (Employers' Representative)
6.	Shri Rajesh Bansal	Convener and FA & CAO, EPFO

(b) The following officers attended:

1. Shri P.K.Udgata, RPFC (F & A)
2. Shri Shyam Sunder, Director (Audit)

Shri Chaman Kumar, Dr. G. Sanjeeva Reddy, Shri B.N. Rai and Dr. Ram S. Tameja could not attend the meeting and had sought leave of absence.

**Item No. 1: Audited Annual Accounts in respect of Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995 and Employees' Deposit Linked Insurance Scheme, 1976 for the financial year 2009-10**

At the outset the Chairman welcomed all the Committee members and made it open to the forum to deliberate on the Consolidated Audited Annual Accounts of the Organisation for the financial year 2009-10, the Separate Audit Report and Management Letter of the C&AG for the year ended 31<sup>st</sup> March 2010 alongwith the replies of the Organisation.

After a detailed deliberation the Finance & Investment Committee recommended that the Audited Annual Accounts of EPFO in respect of all the three Schemes for the financial year 2009-10 be placed before the Executive Committee, CBT,EPF.

***The meeting ended with vote of thanks to the Chair.***

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## EMPLOYEES' PROVIDENT FUND ORGANISATION

<b>AGENDA BOOK</b> <b>104<sup>th</sup> Meeting of the Finance &amp; Investment Committee, CBT, EPF</b>
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**Date: 03.02.2011**

**INDEX OF ITEMS**

**Time: 11.30 A.M**

<b>Item No.</b>	<b>Agenda</b>	<b>Page No.</b>
1.	Audited Annual Account in respect of Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995 and Employees' Deposit Linked Insurance Scheme, 1976 for the financial year 2009-10.	
2	Any other item with the permission of the chair	

104th Meeting of Finance & Investment Committee

**Agenda Item No.:**

**Audited Annual Account in respect of Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995 and Employees' Deposit Linked Insurance Scheme, 1976 for the financial year 2009-10.**

Para 74 of Employees' provident Fund Scheme, 1952 provides that the annual report on the work and activities of the Central Board and its audited accounts together with the report of Comptroller and Auditor General of India shall be considered by the Executive Committee and shall be placed for adoption at a meeting of the Board to be held before the Tenth of December following the close of the financial year concerned.

2. Para 74 also provides that if the report of the Comptroller and Auditor General is not received by the first of December following the close of the financial year to which it pertains, the audited accounts together with report of the Comptroller and Auditor General may be placed before the Executive Committee / Board separately from the annual report on the work and activities of the Board.

3. The annual accounts of EPFO for the year 2009-10, duly approved and authenticated by the Committee for approval of Annual Accounts comprising of Central Provident Fund Commissioner and Financial Advisor & Chief Accounts Officer, were submitted to the Director General of Audit, Central Expenditure (DGACE), New Delhi on 05-10-2010. The DGACE took up the audit on 28-10-2010 which was completed on 06-12-2010. The separate draft Audit Report was received from the DGACE only on 08-12-2010 for comments of the EPFO. The comments of the EPFO were forwarded to DGACE on 08-12-2010. Thereafter, Audit Certificate dated 31-12-2010 along with the Audit Report on accounts of Employees' Provident Fund Organisation for the year 2009-10 was received on 31-12-2010.

4. Further, the Chairman of Central Board of Trustees, Employees' Provident Fund in its 188<sup>th</sup> meeting held on 05.12.2009 has accepted the suggestion of Hon'ble CBT members for placing the Annual Accounts before the Finance & Investment Committee from the next year. Keeping in view of the some the audited annual account in respect of Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995 and Employees' Deposit Linked Insurance Scheme, 1976 for the year 2009-10 alongwith the Audit Report and the replies of the Organisation thereon are placed before the Finance & Investment Committee, EPF for consideration and recommendation to the Executive Committee of the Central Board of Trustees, EPF.

**Item No.1:- Audited Annual Account in respect of Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995 and Employees' Deposit Linked Insurance Scheme, 1976 for the financial year 2009-10.**

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# Consolidated Annual Accounts for the year 2009-2010

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**Employees' Provident Fund Organisation**  
**Head Office, New Delhi-110066**

**EMPLOYEES' PROVIDENT FUND ORGANISATION**  
**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR 2009-2010**  
**(EMPLOYEES' PROVIDENT FUNDS SCHEME, 1952)**

Previous year		2009-10		2008-09		2007-08		2006-07	
Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
4,459,242,194.75		5,886,242,489.51							
884,085,986.44		1,394,563,047.20							
91,917,809.77		128,375,115.66		15,015,840,016.03					
930,534,313.97		1,366,048,831.27		2,929,943,803.05					
1,539,863.82		1,070,124.66							
1,529,394,663.33		2,129,346,356.43		143,837,589.37					
81,698,104.82		108,648,974.81		196,891,973.12					
37,269,932.53		44,618,839.87		0.00					
0.00		0.00							
<b>8,015,660,849.43</b>		<b>11,038,913,789.41</b>							
0.00		0.00							
80,966,271.22		111,504,178.70							
0.00		0.00							
10,189,886,360.92		9,925,596,862.61							
<b>18,288,513,481.57</b>		<b>21,076,014,631.72</b>		<b>18,288,513,481.57</b>		<b>TOTAL</b>		<b>21,076,014,631.72</b>	

**EMPLOYEES' PROVIDENT FUND ORGANISATION  
INCOME AND EXPENDITURE APPROPRIATE ACCOUNT (2009-2010)**

Previous Year		Expenditure		Account		Previous Year		Income			
Rs.	P.			Rs.	P.	Rs.	P.	Rs.	P.		
0.00		1.	Excess Expenditure over income	0.00		10,189,888,360.92		1.	Excess of income over expenditure	9,925,598,662.81	
0.00		2.	Provision for Building Construction Fund	0.00		0.00		2.	Balance carried down to Balance Sheet	0.00	
		3.	Provision for Maintenance (Repair, Renewal and Replacement) Fund								
-81,686,104.62				-12,651,901.72							
10,271,582,485.74		4.	Balance carried down to Balance Sheet	9,938,248,584.33							
<b>10,189,888,360.92</b>		<b>TOTAL</b>		<b>9,925,598,662.81</b>		<b>10,189,888,360.92</b>		<b>TOTAL</b>		<b>9,925,598,662.81</b>	

Previous Year :

Rs. 0.00 Lakh

Rs. 0.00 Lakh

Rs. 0.00 Lakh

Rs. 6,247.24 Lakh

Foot Note :

(i) The accounts have been compiled on actual basis.

(ii) Interest earned on investment of surplus Administration Fund of previous years included in the current year

(iii) Expenditure incurred for Administration of Employees' Pension Scheme due from Govt.

(iv) Expenditure incurred for Administration of A.E.C.D.

(v) Estimated amount in arrear due from the employers but not received :

(a) Administrative charges

(b) Inspection charges

(c) Penal damages on Adm. Account

Current Year :

Rs. 0.00 Lakh

Rs. 0.00 Lakh

Rs. 0.00 Lakh

Rs. 10,967.17 Lakh

SA/-  
(ABHAY K. SINGH)  
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

SA/-  
(SAMIRENDRA CHATTERJEE)  
CENTRAL PROVIDENT FUND COMMISSIONER



**EMPLOYEES' PROVIDENT FUND ORGANISATION**  
**BALANCE SHEET AS AT 31ST MARCH, 2010**  
 (EMPLOYEES' PROVIDENT FUNDS SCHEME, 1952)

Previous year		Sl. No.	Particulars	Sl. No.	2009-10		2010-11		Sl. No.	Particulars	2010-11	
Rs.	P.				Rs.	P.	Rs.	P.			Rs.	P.
1,228,298,058,111.89		1.	Employees' Provident Fund A/c	III	1,429,894,003,769.82				1.	<b>Investment Account :</b>		
58,925,300,941.80		2.	Inoperative Account	IV	83,188,902,886.02	1,445,973,866,183.27			a)	Employees' Provident Fund	XV	1,696,473,032,394.55
1,827,182,275.10		3.	Special Reserve Fund A/c	V	1,765,286,648.48	5,082,555,954.07			b)	Staff Provident Fund A/c	XVI	6,205,001,149.45
		4.	<b>Interest Suspense A/c :</b>			13,259,114,845.22			c)	Pension-cum-Gratuity Fund	XVII	14,827,373,536.08
			(a) Balance in the Account to be credited to members Account upto 31.03.2010	VI	46,718,270,776.59	3,188,642,906.83			d)	Administration Fund	XVIII	56,372,590,939.49
37,212,711,824.08			(b) Amount received during the year and to be credited to members Account next year	VI	123,289,531,482.46	1,328,395,369.44			2.	<b>Land and Building :</b>		
109,755,921,612.76		5.	<b>Staff Provident Fund Account :</b>			367,854,780.53			a)	Assets acquired		3,292,170,003.63
4,465,800,526.30		a)	Staff Provident Fund A/c	VII	5,560,998,417.80	870,891,950.21			b)	Advances paid		1,397,588,188.44
372,561,179.36		b)	Staff Provident Fund Interest A/c	VIII	395,183,952.59	27,629,746.20			3.	Recoverable Advances (Staff)	XIX	326,284,047.13
13,423,212,636.07		6.	Pension-cum-gratuity A/c (Staff)	IX	14,850,877,687.75	452,435,217.66			4.	Special Reserve Fund (Recoverable)	XXIII	672,582,855.21
2,700,798,358.13		7.	Investment Fluctuation Account	X	2,700,798,358.13	62,432.70			5.	Security Deposits (Advance to parties)		27,629,746.20
4,827,517.46		8.	Security Deposits		6,243,367.46	-7,601,447,361.73			6.	Remittances in transit	XX	414,198,847.90
						1,571,124,130.81			7.	Cash in hand		56,733.20
									8.	Cash in Bank (Both SBI & RBI)	XXI	-8,098,337,416.91
									9.	Sundry Debits	XXII	1,781,490,627.89
<b>1,454,784,374,982.75</b>			<b>TOTAL</b>		<b>1,708,348,077,128.10</b>	<b>1,510,836,341,192.60</b>				<b>TOTAL</b>		<b>1,773,893,641,432.26</b>

**EMPLOYEES' PROVIDENT FUND ORGANISATION**  
**BALANCE SHEET AS AT 31ST MARCH, 2010**  
 (EMPLOYEES' PROVIDENT FUNDS SCHEME, 1952)

Assets		Liabilities		Assets		Liabilities	
Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
1,454,784,374,982.75			1,708,348,077,128.10	1,510,835,341,192.50			1,773,893,641,432.26
7,723,141,849.23		9. Building Construction Fund	XI	7,972,721,339.24			
		10. Building Maintenance (repair, renewal & replacement) Fund	XII		0.00		
12,651,901.72							
44,462,702,370.35		11. Revenue Surplus	XIII	54,400,069,715.67			
1,631,064.42		12. Group Insurance Scheme (New)		1,789,383.02			
3,850,838,024.03		13. Sundry Credits	XIV	2,970,983,868.23			
1,510,835,341,192.50		<b>TOTAL</b>		1,773,893,641,432.26		1,510,835,341,192.50	
						<b>TOTAL</b>	1,773,893,641,432.26

Previous YearFoot NoteCurrent Year

(i) The accounts have been compiled on actual basis.

(ii) Estimated amount due from the employers but not received:

Rs. 64,419.17 Lakh

(a) E.P.F. contribution  
(b) Penal damages on contribution, Adm. charges and inspection charges

Rs. 69,062.24 Lakh

Rs. 68,572.12 Lakh

(iii) The Investment of E.P.F., S.P.F. &amp; Pension-cum-Gratuity Fund are shown in the Balance Sheet at cost price after amortisation.

Rs. 70,801.81 Lakh

(iv) Out of the Building construction Fund of Rs. 797,27,21,339.24 the cost of Land and Building acquired as on 31.03.2010 including the advances paid is Rs. 488,97,58,172.07 and the balance of Rs. 328,29,63,167.17 is invested alongwith E.P.F. Administration Fund.

(v) All the fixed Assets except Land &amp; Building are treated as Revenue Expenditure and no depreciation is provided on Land &amp; Building as per Manual provisions.

sd/-  
(ABHAY K. SINGH)

FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
(SAMIRENDRA CHATTERJEE)  
CENTRAL PROVIDENT FUND COMMISSIONER

2008-2009		2008-2010	
Rs.	P.	Rs.	P.
<b>SCHEDULE No. I</b>			
<b>Details of Income :</b>			
14,187,113,083.18	1.	16,031,709,986.76	Administration Charges
732,477,532.87	2.	886,367,437.57	Inspection Charges
54,871,675.79	3.	48,347,164.98	Penal Damages
41,377,724.18	4.	31,535,200.83	7Q Interest
<u>15,015,840,016.03</u>		<u>18,997,959,790.12</u>	<b>Total</b>
<b>SCHEDULE No. II</b>			
<b>Receipts from Pension fund and other Accounts :</b>			
0.00	1.	0.00	From Pension Fund for Adm. of Employees' Pension Scheme, A.E (C.D.) Scheme
143,837,589.37	2.	123,800,000.70	From other Accounts
<u>143,837,589.37</u>		<u>123,800,000.70</u>	<b>Total</b>
<b>Details of receipt from other Accounts :</b>			
126,837,589.37	1.	123,800,000.00	From Administration A/c of E.D.L.I. Scheme
0.00	2.	0.00	From other Accounts
<u>126,837,589.37</u>		<u>123,800,000.00</u>	<b>Total</b>
<b>Less :</b>			
0.00	1.	0.00	Amount transferred to other Accounts
	2.		Transfer from Account No.2 to Account No.4 and vice versa as per Regional Offices Accounts and Central Office Accounts
<u>-17,000,000.00</u>		<u>-0.70</u>	<b>Total</b>
<u>143,837,589.37</u>		<u>123,800,000.70</u>	<b>Net Total</b>
<b>SCHEDULE No. III</b>			
<b>Employees' Provident Fund Account :</b>			
1,045,197,480,681.55		1,226,296,058,111.89	Balance as per last Balance Sheet
<b>Add :</b>			
231,427,024,449.91	1.	264,086,217,704.01	Contribution (including refund of withdrawal and transferred securities) received
1,038,931,158.58	2.	1,495,779,429.07	Contributions received by way of transferred securities (H.O. Office contra.)
92,681,486,406.75	3.	96,319,639,947.36	Interest credited to members Account
9,213,804,642.33	4.	11,023,001,333.98	Other Receipts
<u>1,379,628,727,337.12</u>		<u>1,599,220,696,626.31</u>	<b>Total</b>
<b>Less :</b>			
100,385,730,903.39	1.	109,372,615,144.74	Payment made during the year to outgoing members on final settlement
259,789,054.80	2.	348,741,991.00	Premia paid on members life insurance policy
16,184,871,230.00	3.	16,141,275,088.00	Loan paid during the year to the members
24,621,598,348.58	4.	28,280,228,513.92	Inoperative Account
11,800,579,688.46	5.	15,183,832,018.83	Miscellaneous payment amount of securities transferred back to exempted establishments
<u>153,232,659,225.23</u>		<u>169,326,692,766.49</u>	<b>Total</b>
<u>1,226,296,058,111.89</u>		<u>1,429,894,003,769.82</u>	<b>Balance as on 31st March</b>

2008-2009		2008-2010	
Rs.	P.	Rs.	P.
<b>SCHEDULE No. IV</b>			
<b>Inoperative Account :</b>			
38,377,003,934.25		38,377,003,934.25	Balance as per last Balance Sheet
<b>Add :</b>			
24,621,598,348.58	1.	24,621,598,348.58	Amount transferred during the year
<u>62,998,602,282.83</u>		<u>62,998,602,282.83</u>	<b>Total</b>
<b>Less :</b>			
4,073,301,341.23		4,073,301,341.23	Amount paid during the year
<u>58,925,300,941.60</u>		<u>58,925,300,941.60</u>	<b>Balance as on 31st March</b>
<b>SCHEDULE No. V</b>			
<b>Special Reserve Fund :</b>			
1,499,761,992.72		1,499,761,992.72	Balance as per last Balance Sheet
<b>Add :</b>			
0.00	1.	0.00	Amount recovered from Employers
127,479,789.38	2.	127,479,789.38	Interest on S.R.F. Account
<u>1,627,241,782.10</u>		<u>1,627,241,782.10</u>	<b>Total</b>
<b>Less :</b>			
59,487.00	1.	59,487.00	Amount paid from Special Reserve Fund
0.00	2.	0.00	Amount transferred to Death Relief Fund
<u>59,487.00</u>		<u>59,487.00</u>	<b>Total</b>
<u>1,627,182,275.10</u>		<u>1,627,182,275.10</u>	<b>Balance as on 31st March</b>
<b>SCHEDULE No. VI</b>			
<b>Interest Suspense Account :</b>			
132,975,711,913.94		132,975,711,913.94	Balance as per last Balance Sheet
<b>Less :</b>			
92,681,466,406.75	1.	92,681,466,406.75	Interest credited to members account
18,123.00	2.	18,123.00	Intt. paid on deposits refunded to exmpid.estt.
2,841,682,871.88	3.	2,841,682,871.88	Interest paid to vendors
127,479,789.38	4.	127,479,789.38	Interest accrued on S.R.F. A/c adjusted
0.00	5.	0.00	Interest accrued of Fluctuation A/c adjusted
12,332,818.75	6.	12,332,818.75	Overdraft interest charged by Bank
<u>95,763,000,089.86</u>		<u>95,763,000,089.86</u>	<b>Total</b>
37,212,711,824.06		37,212,711,824.06	Balance in the Accounts to be credited to the subscribers account upto 31.03.2010
<b>Add :</b>			
108,091,190,148.88	1.	108,091,190,148.88	Interest realised on investment of securities
0.00	2.	0.00	Interest on S.B. Accounts (Central)
14,838,348.18	3.	14,838,348.18	Interest on S.S. Accounts (Regional)
8,795,767.99	4.	8,795,767.99	Interest on securities received from estt.
1,583,824.00	5.	1,583,824.00	Interest realised from members on loans
1,839,533,527.93	6.	1,839,533,527.93	Penal damages and 7Q Interest on belated contributions received during the year
0.00	7.	0.00	Amount of loss on sale of securities credited
<u>109,755,921,612.76</u>		<u>109,755,921,612.76</u>	<b>Total</b>
<u>146,968,633,436.84</u>		<u>146,968,633,436.84</u>	<b>Balance as on 31st March</b>

2008-2009		SCHEDULE No. VII		2009-2010	
Rs.	P.	Rs.	P.	Rs.	P.
<b>A. Staff Provident Fund Account :</b>					
3,641,244,279.13		4,417,283,056.43			
Add :					
1,658,547,804.00	1.	2,350,789,177.00			
343,733,685.00	2.	391,465,955.00			
0.00	3.	0.00			
5,641,525,748.13		7,169,538,188.43			
Less :					
628,174,144.00	1.	795,305,930.50			
0.00	2.	0.00			
285,081,499.00	3.	291,690,782.00			
330,987,048.70	4.	545,187,989.00			
1,224,242,881.70		1,632,184,681.50			
4,417,283,056.43		5,527,353,506.93			
<b>B. S.P.F. A/c transferred from other Regions :</b>					
44,723,163.17		48,517,469.87			
330,987,048.70	Add :	545,187,989.00			
375,710,211.87		593,705,458.87			
327,192,742.00	Less :	560,060,548.00			
48,517,469.87		33,644,910.87			
4,465,800,526.30		5,560,998,417.80			
<b>SCHEDULE No. VIII</b>					
<b>Staff Provident Fund Interest Account :</b>					
284,871,306.63		372,581,179.36			
Add :					
441,886,057.66	1.	444,259,180.56			
4,089.00	2.	227.00			
728,561,433.28		616,820,586.92			
Less :					
343,733,665.00	1.	391,465,955.00			
10,266,588.93	2.	30,170,679.33			
354,000,253.93		421,636,634.33			
372,581,179.36		396,193,962.69			
<b>SCHEDULE No. IX</b>					
<b>Pension-cum-Gratuity Account :</b>					
12,042,371,818.73		13,423,212,636.07			
Add :					
170,000,000.00	1.	286,031,000.00			
34.00	2.	32.00			
1,238,751,654.63	3.	1,168,355,578.83			
769,933,650.47	4.	1,082,878,141.27			
14,221,057,156.83		15,960,477,388.17			
Less :					
769,933,650.47	1.	1,082,878,141.27			
27,910,869.29	2.	28,721,559.15			
797,844,519.76		1,109,599,700.42			
13,423,212,636.07		14,860,877,687.76			

2008-2009		SCHEDULE No. X		2009-2010	
Rs.	P.	Rs.	P.	Rs.	P.
<b>Investment Fluctuation Account :</b>					
2,700,798,358.13		2,700,798,358.13			
Add :					
0.00	A	0.00			
0.00	B	0.00			
0.00	C	0.00			
2,700,798,358.13		2,700,798,358.13			
Less :					
0.00		0.00			
2,700,798,358.13		2,700,798,358.13			
<b>SCHEDULE No. XI</b>					
<b>Building Construction Fund :</b>					
7,481,811,887.85		7,723,141,849.23			
Add :					
0.00	1.	0.00			
241,529,981.38	2.	249,578,490.01			
7,723,141,849.23		7,972,721,339.24			
<b>NOTE :</b>					
The cost of Land & Building acquired including advances paid as on 31.3.10 is Rs. 4,689,758,172.07 and the amount available for construction purposes as on 31.03.2010 is Rs. 3,282,963,167.17					
<b>SCHEDULE No. XII</b>					
<b>Building Maintenance (repair, renewal, replacement) Fund :</b>					
90,385,046.97		12,651,901.72			
Add :					
-81,898,104.62	1.	-12,651,901.72			
3,962,959.57	2.	0.00			
12,651,901.72		0.00			
<b>SCHEDULE No. XIII</b>					
<b>Revenue Surplus :</b>					
34,185,211,416.43		44,462,702,370.35			
Less :					
3,533,563.62	1.	2,186,584.01			
0.00	2.	0.00			
3,533,563.62		2,186,584.01			
Add :					
-557,948.20	1.	1,305,365.00			
10,271,582,465.74	2.	9,938,248,584.33			
10,271,024,517.54		9,938,583,929.33			
44,462,702,370.35		64,400,069,718.67			

2008-2009		2009-2010		2008-2009		2009-2010	
Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
<b>SCHEDULE No. XIV</b>				<b>SCHEDULE No. XVI</b>			
<b>Sundry Credits :</b>				<b>Investment Account of Staff Provident Fund :</b>			
<b>A. Regional :</b>				<b>Balance as per last Balance Sheet</b>			
1,580,899,472.21	a	726,722,676.33	(i) Suspense Account (Unclassified) (EPF)	4,278,158,229.01	Add :	2,464,379,164.38	Amount invested centrally (Purchase Price)
418,733,570.42		379,798,868.77	(ii) Suspense Account (Admn. Fund)	7,143,856,984.07		7,616,838,116.45	Total
0.00	b	0.00	Erroneous Receipt	2,081,301,000.00	Less :	1,311,933,969.00	Value of Securities redeemed during the year
53,534,921.47	c	53,534,921.47	Irregular payments	6,062,555,954.07		6,205,001,149.45	Balance as on 31st March
15,659,496.16	d	22,537,651.11	Over Payments				
0.00	e	0.00	A.E.C.D. (D.A.) Account				
0.00	f	0.00	Amount repayable to E.D.L.I. Account				
49,325,675.50	g	86,691,518.50	New Pension Scheme	12,042,719,436.02			
0.00				5,973,345,409.20			
0.00	a	0.00	Excess credits in E.P.F. Investment Account	18,016,064,845.22			
0.00	b	0.00	Excess credits in S.P.F. Investment Account	4,748,950,000.00			
0.00	c	0.00	Excess credits in Pen-cum-grat fund inv. A/c	13,269,114,845.22			
0.00	d	0.00	Amount not accounted for by the Regions though received in A/c No.5 from A/c No.1				
0.00	e	0.00	Amount credited to Account No. 1 but not debited to A/c No. 5	36,091,389,122.49			
121,313,339.00	f	121,313,339.00	Excess credits to Account No. 5	10,835,436,844.00	Add :	10,248,375,902.00	Investments made
1,578,178,791.39	g	1,552,632,008.17	Excess credits to Account No. 8	46,926,826,966.49		66,672,690,939.49	Total
23,295,988.88	h	26,852,095.88	Excess credits to Account No. 9	502,610,929.00	Less :	300,000,000.00	Value of securities redeemed during the year
900,789.00	i	900,789.00	Adv. From Govt. towards Disabilities Scheme	46,424,215,037.49		66,372,690,939.49	Balance as on 31st March
10,000,000.00		0.00					
3,880,838,924.03		2,970,983,668.33	Total				
<b>SCHEDULE No. XV</b>				<b>SCHEDULE No. XVII</b>			
<b>Investment A/c of Employees' Provident Fund :</b>				<b>Investment Account of Pension-cum-Gratuity Fund (Staff) :</b>			
<b>A. Securities purchased centrally (cost price) :</b>				<b>Balance as per last Balance Sheet</b>			
1,221,774,700,215.06		1,435,364,634,240.79	Balance as per last Balance Sheet	31,128,830.92	a	30,926,801.92	Conveyance advance
553,789,778,605.73	1.	392,149,495,875.21	Amount invested centrally (Cost Price)	222,380,569.25	b	186,154,745.25	House Building advance
0.00	2.	0.00	Gain on purchase of securities during the year	67,151.50	c	52,084.10	Fan advance
1,775,564,478,820.79		1,827,514,130,116.00	Total	24,114.75	d	74,889.75	Warm Clothing advance
0.00				18,681,760.00	e	17,238,531.00	Festival advance
340,199,844,580.00	1.	0.00	Loss on sale of securities during the year	4,367,828.30	f	2,224,357.30	Natural Calamity advance
340,199,844,580.00	2.	143,146,109,093.00	Value of securities redeemed during the year	12,893,290.34	g	13,557,365.34	Advance of Pay/DA/TA
1,435,364,634,240.79		1,435,364,634,240.79	Total	1,216.75	h	1,216.75	Food grain advance
				182,751.00	i	182,751.00	Advance to Staff Co-operative Canteen/Stores
				78,535,001.85	j	74,417,169.89	Computer Advance
				1,857,740.00	k	1,857,740.00	Unorganised Workers Social Security Scheme
				1,736,727.87	l	1,678,411.87	Miscellaneous Payments
				367,864,780.53		328,264,047.13	Total
<b>B. Securities transferred by Regions :</b>				<b>SCHEDULE No. XVIII</b>			
<b>Balance as per last Balance Sheet (A. Value)</b>				<b>Investment Account of Administration Fund :</b>			
9,570,300,785.90		10,609,231,942.48	Balance as per last Balance Sheet	<b>Balance as per last Balance Sheet</b>			
1,038,931,156.58	1.	1,495,779,429.07	Securities received (Accepted Value)	36,091,389,122.49		46,424,215,037.49	Balance as per last Balance Sheet
0.00	2.	0.00	Other Adjustments	10,835,436,844.00	Add :	10,248,375,902.00	Investments made
10,609,231,942.48		12,105,011,371.55	Total	46,926,826,966.49		66,672,690,939.49	Total
0.00				502,610,929.00	Less :	300,000,000.00	Value of securities redeemed during the year
0.00	1.	0.00	Securities returned back to establishments	46,424,215,037.49		66,372,690,939.49	Balance as on 31st March
10,609,231,942.48	2.	0.00	Other Adjustments				
1,446,973,856,183.27		1,446,973,856,183.27	Total (A) + (B)				
<b>SCHEDULE No. XIX</b>				<b>SCHEDULE No. XX</b>			
<b>Recoverable Advances (Staff) as on 31-03-2010 :</b>				<b>Amount in Transit :</b>			
				51,048,898.28	a	78,900,205.28	E.P.F. Account No. 4
				379,364,896.13	b	323,277,219.37	E.P.F. Account No. 5
				12,021,423.25	c	12,021,423.25	S.P.F. Account No. 8
				0.00	d	0.00	Pension-cum-Gratuity Account No. 9
				0.00	e	0.00	Head Office A/c No.4a
				0.00	f	0.00	E.P.F. Investment Account
				0.00	g	0.00	S.P.F. Investment Account
				0.00	h	0.00	Pension-cum-Gratuity Fund Investment A/c
				482,435,217.66		414,198,847.90	Total

2008-2009		SCHEDULE NO. XXI		2009-2010	
Rs.	P.			Rs.	P.
<b>Cash Book Balance as on 31-03-2010 :</b>					
<b>(A) State Bank of India :</b>					
-10,421,934,242.75		a	E.P.F. Account No. 1	-9,046,976,862.50	
625,494,945.92		b	E.P.F. Account No. 2	769,047,163.46	
139,652,854.25		c	E.P.F. Account No. 4	135,420,028.27	
-205,530,622.89		d	E.P.F. Account No. 5	-238,917,473.67	
2,563,520.12		e	E.P.F. Account No. 8	14,225,430.62	
1,002.66		f	E.P.F. Account No. 9	1,634.66	
29,323,170.47		g	Head Office	23,414,681.02	
4,640,738.13		h	NATRSS	7,062,936.63	
31,830,085.84		i	EPF Appellate Tribunal	37,584,997.64	
<b>-9,793,988,538.25</b>			<b>Total (A)</b>	<b>-8,289,167,483.67</b>	
<b>(B) Reserve Bank of India :</b>					
2,049,282,189.05		a	E.P.F. Investment Account	176,497,594.62	
88,794,315.79		b	S.P.F. Investment Account	452,051.64	
154,484,691.68		c	Pension-cum-Gratuity Investment A/c	23,670,420.50	
<b>2,292,561,176.52</b>			<b>Total (B)</b>	<b>200,520,066.76</b>	
<b>-7,501,447,361.73</b>			<b>Total (A) + (B)</b>	<b>-8,098,337,416.91</b>	

		SCHEDULE NO. XXII			
<b>Sundry Debits :</b>					
<b>A. Suspense Account (Unclassified) :</b>					
608,221,369.02		(i)	Suspense Account (Unclassified) (EPF)	721,115,186.92	
188,078,077.62		(ii)	Suspense Account (Admn. Fund)	178,040,774.47	
53,534,921.47		B.	Irregular Payments	53,534,921.47	
15,659,496.16		C.	Over Payments	22,537,651.11	
<b>D. Erroneous Debit to Account Nos. 5, 8 &amp; 9 :</b>					
400,544,298.70		a	Excess accounted for by R.Os as transfer to A/c No.5 from A/c No.1 and vice-versa	397,096,451.70	
73,712,001.55		b	Extra debit made to Account No.5 by bank	125,821,879.55	
210,758,392.32		c	Amount debited to A/c No.5 but not credited to A/c No.1 & vice-versa	262,727,346.70	
20,438,794.97		d	Excess accounted for by R.Os as transfer to A/c No.8 from A/c No.2 and vice-versa	20,438,794.97	
176,779.00		e	Erroneous debit made to Account No.8	177,619.00	
0.00		f	Erroneous debit made to Account No.9	0.00	
<b>1,671,124,130.81</b>			<b>Total</b>	<b>1,781,490,627.88</b>	

		SCHEDULE NO. XXIII			
<b>Special Reserve Fund (Recoverable) :</b>					
638,044,787.21			Balance as per last Balance Sheet	670,891,950.21	
32,847,163.00		Add :	Amount paid to Members during the year	1,690,706.00	
670,891,950.21			<b>Total</b>	<b>672,582,656.21</b>	
0.00		Less :	Amount received from Employers	1.00	
<b>670,891,950.21</b>			<b>Balance as on 31st March</b>	<b>672,582,655.21</b>	

**EMPLOYEES' PENSION SCHEME, 1995**  
**RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR 2009-2010**  
**(Contribution Account)**

PREVIOUS YEAR		Receipts		Payments		PREVIOUS YEAR		Payments	
Rs.	P.		Rs. P.	Rs.	P.		Rs. P.		Rs. P.
959,205,667,956.61		1.	Opening Balance as on 01-04-2009	1,100,538,082,616.81		1.	<u>Amount paid to outgoing members/beneficiaries :</u>		
93,205,564,757.55		2.	(i) Contribution of Employers	99,305,242,771.43			(a) Amount of Employee's share with interest		0.00
7,850,000,000.00			(ii) Contribution of Govt. 2009-2010	3,017,500,000.00		0.00	(b) Withdrawal/Retirement benefits	19,502,726,214.51	
			(iii) Arrears of contribution of Govt. up to the year 2008-2009	6,922,500,000.00		16,692,757,641.02	(c) Life Assurance benefits	3,604,072.00	
3,822,200,000.00						6,609,846.00	(d) Pension	34,864,097,537.25	
32,368,900,000.00		3.	Interest on the balance in the Public Account	35,989,400,000.00		31,208,426,537.87			
5,686,336.77		4.	Interest on Saving Bank Account	7,774,198.97		193,466,011.69	2.	Amount paid as commission for disbursement of pension	174,573,904.26
53,400,221,342.37		5.	Interest received on Securities	59,326,275,576.00			3.	Amount paid towards Pension Fund Admn. Expenses	0.00
620,187,110.63		6.	Penal Damages	522,913,802.68		0.00	4.	Amount of securities transferred on grant of exemption	0.00
		7.	<u>Other receipts :</u>			0.00	5.	Amount paid as accrued interest on purchase of Securities	1,937,605,993.44
49,076,355.00			(a) Regional Contribution A/c No. 10	29,630,040.70		0.00	6.	<u>Other payments :</u>	
0.00			(b) Central Contribution A/c No. 11	0.00		1,850,748,436.64	(a) Regional Contribution A/c No. 10	4,100,303.04	
						15,500,523.41	(b) Central Contribution A/c No. 11	42,513,606.89	
						21,912,245.49	7.	Closing Balance as on 31-03-2010	1,249,110,097,375.40
						1,100,538,082,616.81			
1,150,527,503,858.93			<b>TOTAL</b>	1,305,659,319,006.59		1,150,527,503,858.93	<b>TOTAL</b>	1,305,659,319,006.59	

sd/-  
 (ABHAY K. SINGH)  
 FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
 (SAMIRENDRA CHATTERJEE)  
 CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' PENSION SCHEME, 1995**  
**RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR 2009-2010**  
**(Administration Account)**

PREVIOUS YEAR		RECEIPTS		AMOUNT		PAYMENTS		AMOUNT	
Rs.	P.			Rs.	P.	Rs.	P.	Rs.	P.
		1.	Amount received from Government towards cost of administration 2009-2010	0.00	0.00	1.	Balance amount incurred from EPF Administration Account B/F as on 01.04.2009		0.00
		2.	Amount received from Pension Fund towards Admn. Expenses	0.00	0.00	2.	<u>Payment on Administration :</u>		
		3.	Amount received from EPF Admn. Account C/F	0.00	0.00	(i)	<u>Revenue Expenditure :</u>		
						(a)	Salaries	0.00	
						(b)	Allowance & Honorarium	0.00	
						(c)	Travelling Allowance	0.00	
						(d)	Pension Gratuity (Staff)	0.00	
						(e)	S.P.F. D.L.I. Benefits	0.00	
						(f)	Other Charges	0.00	
						(g)	Grants	0.00	
						(h)	Charges on maintenance and repairs of Office Building	0.00	
							<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>
							<u>(ii) Capital Expenditure :</u>		
							Construction (Office Building etc.)		0.00
0.00			<b>TOTAL</b>	0.00			<b>TOTAL</b>		0.00

sd/-  
 ( ABHAY K. SINGH )  
 FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
 ( SAMIRENDRA CHATTERJEE )  
 CENTRAL PROVIDENT FUND COMMISSIONER



**EMPLOYEES' PENSION SCHEME, 1995  
BALANCE SHEET AS AT 31ST MARCH, 2010**

Balance as at 31st March Previous year			Liability			Balance as at 31st March Previous year			Assets		
Rs.	P.	No.	Rs.	P.	No.	Rs.	P.	No.	Rs.	P.	No.
1,100,538,082,816.81			1,249,110,097,375.40			412,131,720,241.88		II	458,081,120,241.88		
0.00			0.00			889,842,512,118.33		III	791,331,011,933.31		
0.00			0.00			0.00			0.00		
1,529,008,702.28			1,230,769,454.19		I	-1,585,714,511.39		IV	-977,587,713.18		
						370,919,287.30			290,016,386.89		
						1,507,652,182.99		V	1,838,283,981.71		
1,102,067,089,319.09			1,250,340,866,829.59			1,102,067,089,319.09			1,250,340,866,829.59		
			TOTAL			TOTAL			TOTAL		

## Previous Year

Rs. 41,098.20 Lakh

Rs. 722,96,15,287.50

Rs. 0.00 Lakh

Rs. 35,967.03 Lakh

## Foot Note

- Pension Contribution due from employers of exempted and unexempted establishments as on 31.03.2010
- Pension Contribution due from Government as on 31.03.2010
- Pension Administrative Cost due from Pension Fund as on 31.03.2010
- Penal damages due on EPS contribution as on 31-03-2010
- The investment in securities are shown in Balance Sheet at cost price after amortisation.
- The accounts have been compiled on actual basis.

## Current Year

Rs. 40,499.04 Lakh

Rs. 1,111,54,38,890.00

Rs. 0.00 Lakh

Rs. 37,795.82 Lakh

sd/-  
( ABHAY K. SINGH )  
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
( SAMIRENDRA CHATTERJEE )  
CENTRAL PROVIDENT FUND COMMISSIONER

2008-2009		2009-2010		2008-2009		2009-2010	
Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
<b>SCHEDULE No. I</b>				<b>SCHEDULE No. V</b>			
<b>Sundry Credits :</b>				<b>Sundry Debits :</b>			
843,304,988.81	1.	Account No. 10	508,171,114.78	973,822,970.98	1.	Account No. 10	1,098,726,957.91
685,701,713.47	2.	Account No. 11	724,598,339.43	165,897,256.32	2.	Account No. 11	163,630,770.32
<u>1,529,006,702.28</u>		Balance as on 31st March :	<u>1,230,769,454.19</u>	191,763,025.60	3.	Excess accounted for by R.Os as transfer from A/c.10 to 11 & vice-versa	201,763,057.60
<b>SCHEDULE No. II</b>				176,168,930.11	4.	Amount debited to A/c No.11 but not credited to A/c No.10 & vice-versa	<u>172,163,195.88</u>
<b>Amount kept in deposit with Public A/c :</b>				<u>1,607,662,182.99</u>	<b>Balance as on 31st March :</b>		
388,090,620,241.86		Balance as per last Balance Sheet	412,131,720,241.86	<u>1,638,283,981.71</u>			
0.00	Add :	(i) Amount deposited in Public Account	0.00				
3,822,200,000.00		(ii) Arrears of Govt. share upto 2008-09	6,922,500,000.00				
7,850,000,000.00		(iii) Govt. share of contribution for 2008-10	3,017,500,000.00				
<u>32,368,800,000.00</u>		(iv) Interest on Public Account	<u>35,989,400,000.00</u>				
<u>412,131,720,241.86</u>		Balance as on 31st March :	<u>458,081,120,241.86</u>				
<b>SCHEDULE No. III</b>							
<b>Investment in Securities :</b>							
<b>A. Securities purchased centrally (C.P.) :</b>							
591,519,914,082.59		Balance as per last Balance Sheet	689,642,512,118.33				
328,235,240,235.74	1.	Amount invested centrally (Cost Price)	156,542,241,055.98				
0.00	2.	Gain on purchase of securities	0.00				
<u>328,235,240,235.74</u>		Total	<u>156,542,241,055.98</u>				
0.00	Less :	1. Loss on sale of securities	0.00				
228,112,642,200.00		2. Securities redeemed during the year	54,853,741,241.00				
<u>228,112,642,200.00</u>		Total	<u>54,853,741,241.00</u>				
<u>689,642,512,118.33</u>		Balance (A) as on 31st March :	<u>791,331,011,933.31</u>				
<b>B. Securities transferred by Regions :</b>							
0.00		Balance as per last Balance Sheet (Accepted Value)	0.00				
0.00	Add :	1. Securities received (Accepted Value)	0.00				
0.00		2. Other adjustment	0.00				
<u>0.00</u>		Total	<u>0.00</u>				
0.00	Less :	Securities returned to establishments (Accepted Value)	0.00				
<u>0.00</u>		Balance (B) as on 31st March :	<u>0.00</u>				
<u>689,642,512,118.33</u>		Total (A+B)	<u>791,331,011,933.31</u>				
<b>SCHEDULE No. IV</b>							
<b>Cash Book Balance :</b>							
-1,615,744,270.44	1.	Account No. 10	-1,329,635,997.42				
-831,559,719.17	2.	Account No. 11	-640,782,813.77				
661,589,478.22	3.	Balance with SBI Mumbai	992,851,088.01				
<u>-1,565,714,511.39</u>		Balance as on 31st March :	<u>-977,567,713.18</u>				

**EMPLOYEES' DEPOSIT LINKED INSURANCE SCHEME, 1976**  
**RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR 2009-2010**  
*(Contribution Account)*

PROVIDENT FUND		S. No.	Particulars	Receipts		PROVIDENT FUND		S. No.	Particulars	Payments	
Rs.	P.			Rs.	P.	Rs.	P.			Rs.	P.
63,764,956.30	1.96	1.	Opening Balance as on 01-04-2009	72,698,562.81	60.00	486,253,949.02	0.00	1.	Assurance Benefits	494,773,109.00	0.00
3,683,956,214.37		2.	(i) Contribution of Employers	4,232,216,418.78				2.	Amount refunded to employers on grant of exemption		0.00
	0.00		(ii) Contribution of Government		0.00		0.00	3.	Amount paid as accrued interest on purchase of securities	122,827,398.92	
	0.00		(iii) Arrears of Contribution of Govt. for		0.00			4.	Other payments in:		
3,606,900,000.00		3.	Interest on investment in Public Account	3,913,500,000.00		108,434,114.85		Account No. 21	893,611.00		
2,196,348,819.32		4.	Interest on investment in securities	2,078,945,938.73		880,358.64		Account No. 25	13,080.00		
4,739,007.63		5.	Interest on S.B. Accounts	4,431,851.45		8,750.00		5.	Closing Balance as on 31-03-2010	82,338,059,805.10	
37,243,341.73		6.	Penal Damages	29,867,875.48		72,698,562,816.60					
		7.	Other receipts in:								
	74,304.00		Account No. 21	52,103.00							
	0.00		Account No. 25	0.00							
<b>73,284,217,989.01</b>			<b>TOTAL</b>	<b>82,956,566,804.02</b>		<b>73,294,217,989.01</b>		<b>TOTAL</b>	<b>82,956,566,804.02</b>		

sd/-  
 ( ABHAY K. SINGH )  
 FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
 ( SAMIRENDRA CHATTERJEE )  
 CENTRAL PROVIDENT FUND COMMISSIONER

**EMPLOYEES' DEPOSIT LINKED INSURANCE SCHEME, 1976  
RECEIPT AND PAYMENT ACCOUNT FOR THE YEAR 2009-2010  
(Administration Account)**

Previous year		S. No.	Receipts	Amount		Previous year		S. No.	Payments	Amount	
Rs.	P.			Rs.	P.	Rs.	P.			Rs.	P.
12,024,192.107.96		1.	Opening Balance as on 01-04-2009	13,044,625.192.53				1.	Payment on Administration :		
		2.	Administrative Charges received from the employers during the year	132,297,600.08		45,042,850.45		(a)	Revenue Expenditure :	Rs.	P.
118,006,179.27						8,929,959.26			1. Salaries	59,254,974.74	
						926,482.73			2. Allowance & Honoraria	14,089,495.43	
20,057,601.82		3.	Inspection Charges received	20,590,571.90		9,399,338.50			3. T.A. & L.T.C.	1,296,718.34	
						15,554.18			4. Pension/Gratuity (Staff)	13,798,473.04	
1,933,747.88		4.	Penal Damages	1,506,404.75					5. Staff Provident Fund DLI Benefits	10,809.34	
						15,448,430.95			6. Other charges (Recurring and non-recurring)	21,508,569.27	
		5.	Amount received from Govt. towards cost of Administration of the fund for the year 2009-2010	0.00		376,483.97			7. Grants	450,695.35	
0.00						825,213.18			8. Maintenance and repairs of office buildings etc.	1,097,444.19	
						80,966,271.22			<b>TOTAL</b>	<b>111,504,179.70</b>	111,504,179.70
		6.	a) Interest received in investment from Administration A/c.	1,039,296,667.00				(b)	Capital Expenditure :		
862,186,481.00			b) Interest on S.B. A/c.	217,727.34		1,022,742.84			Construction of office building/ staff quarters etc.		1,035,270.97
158,823.31			c) Interest on Advances	0.00							
0.00											
		7.	Other receipts :					2.	Other payments :		
109,439.35			Account No. 22	27,110.29		28,181.02			Account No. 22		132,756.95
0.00			Account No. 24	0.00		0.00			Account No. 24		0.00
								3.	Closing Balance as on 31-03-2010		14,125,869,064.27
						13,044,625,192.53					
<b>13,128,642,387.81</b>			<b>TOTAL</b>	<b>14,238,661,273.89</b>		<b>13,128,642,387.81</b>			<b>TOTAL</b>		<b>14,238,661,273.89</b>

sd/-  
(ABHAY K. SINGH)  
FINANCIAL ADVISOR & CHIEF ACCOUNTS OFFICER

sd/-  
(SAMIRENDRA CHATTERJEE)  
CENTRAL PROVIDENT FUND COMMISSIONER



2008-2009			2009-2010			2008-2009			2009-2010					
Rs.	P.		Rs.	P.		Rs.	P.		Rs.	P.				
<b>SCHEDULE No. I</b>			<b>SCHEDULE No. II</b>			<b>SCHEDULE No. V</b>			<b>SCHEDULE No. VI</b>					
<b>Sundry Credits :</b>			<b>A. Investment in Securities :</b>			<b>Amount due from E.P.F. Administration A/c :</b>			<b>Cash Book Balance :</b>					
47,317,967.49	1.	Excess credit in A/c No. 21	43,204,042.84		Balance as per last Balance Sheet	131,210,158.80	1.	Account No. 21	306,551,528.92					
94,215,372.21	2.	Excess credit in A/c No. 25	123,059,879.21		Add :	33,700,593.66	2.	Account No. 25	45,842,092.80					
1,344,081.55	3.	Excess credit in R.B.I. A/c	1,344,081.55		Amount invested centrally (Cost Price)	5,218,943.57	3.	Account No. 22	8,268,644.24					
17,595,128.95	4.	Excess credit in A/c No. 22	16,743,509.59		Total	6,848,483.98	4.	Account No. 24	4,891,078.57					
48,541,524.39	5.	Excess credit in A/c No. 24	48,097,781.39		Less :	279,455,159.51	5.	Balance with SBI	49,172,523.19					
209,014,054.59		Balance as on 31st March	232,449,274.58			456,431,289.52		Balance as on 31st March	413,525,866.52					
<b>SCHEDULE No. III</b>			<b>SCHEDULE No. IV</b>			<b>SCHEDULE No. VII</b>			<b>SCHEDULE No. VIII</b>					
<b>Amount deposited in Public A/c :</b>			<b>Amount invested :</b>			<b>Remittance in Transit :</b>			<b>Sundry Debits :</b>					
42,433,814,794.14		Balance as per last Balance Sheet	46,040,714,794.14		Balance as per last Balance Sheet	13,012,824,450.42		From A/c No. 21 to 25	98,025,045.98		52,489,180.11	1.	Account No. 21	56,125,144.78
0.00	1.	Deposits made during the year	0.00		Add :	28,000,000.00		From Bank to A/c No. 25	532,224.15		16,789,950.45	2.	Account No. 25	15,758,458.45
0.00	2.	Govt. share of contribution	0.00		Amount deposited during the year	1,038,296,687.00		From A/c No. 22 to 24	15,830,291.07		10,214,299.54	3.	Account No. 22	10,309,807.33
0.00	3.	Govt. share arrears	0.00		Interest on SDA during the year	14,080,121,117.42		Balance as on 31st March	112,387,561.18		11,820,421.32	4.	Account No. 24	11,720,441.32
3,608,900,000.00	4.	Interest on balance in Public Account	3,913,500,000.00		Total	14,080,121,117.42					16,139,697.04	5.	Excess accounted for by R.Os as transfer from A/c.22 to 24 & vice-versa	16,608,121.04
46,040,714,794.14		Balance as on 31st March	49,954,214,794.14		Less :	0.00					13,237,558.14	6.	Excess accounted for by R.Os as transfer from A/c.21 to 25 & vice-versa	13,237,558.14
<b>SCHEDULE No. III</b>			<b>SCHEDULE No. IV</b>			<b>SCHEDULE No. VII</b>			<b>SCHEDULE No. VIII</b>					
<b>Amount deposited in Public A/c :</b>			<b>Amount invested :</b>			<b>Remittance in Transit :</b>			<b>Sundry Debits :</b>					
12,050,837,859.42		Balance as per last Balance Sheet	13,012,824,450.42		Balance as per last Balance Sheet	13,012,824,450.42		From A/c No. 21 to 25	98,025,045.98		52,489,180.11	1.	Account No. 21	56,125,144.78
0.00	1.	Deposits made during the year	0.00		Add :	28,000,000.00		From Bank to A/c No. 25	532,224.15		16,789,950.45	2.	Account No. 25	15,758,458.45
0.00	2.	Govt. share of contribution	0.00		Amount deposited during the year	1,038,296,687.00		From A/c No. 22 to 24	15,830,291.07		10,214,299.54	3.	Account No. 22	10,309,807.33
0.00	3.	Govt. share arrears	0.00		Interest on SDA during the year	14,080,121,117.42		Balance as on 31st March	112,387,561.18		11,820,421.32	4.	Account No. 24	11,720,441.32
3,608,900,000.00	4.	Interest on balance in Public Account	3,913,500,000.00		Total	14,080,121,117.42					16,139,697.04	5.	Excess accounted for by R.Os as transfer from A/c.22 to 24 & vice-versa	16,608,121.04
46,040,714,794.14		Balance as on 31st March	49,954,214,794.14		Less :	0.00					13,237,558.14	6.	Excess accounted for by R.Os as transfer from A/c.21 to 25 & vice-versa	13,237,558.14
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12,050,837,859.42		Balance as per last Balance Sheet	13,012,824,450.42		Balance as per last Balance Sheet	13,012,824,450.42		From A/c No. 21 to 25	98,025,045.98		52,489,180.11	1.	Account No. 21	56,125,144.78
0.00	1.	Deposits made during the year	0.00		Add :	28,000,000.00		From Bank to A/c No. 25	532,224.15		16,789,950.45	2.	Account No. 25	15,758,458.45
982,185,491.00	2.	Interest on SDA during the year	1,038,296,687.00		Amount deposited during the year	1,038,296,687.00		From A/c No. 22 to 24	15,830,291.07		10,214,299.54	3.	Account No. 22	10,309,807.33
13,012,824,450.42		Balance as on 31st March	14,080,121,117.42		Total	14,080,121,117.42		Balance as on 31st March	112,387,561.18		11,820,421.32	4.	Account No. 24	11,720,441.32
0.00		Amount redeemed during the year	0.00		Less :	0.00					16,139,697.04	5.	Excess accounted for by R.Os as transfer from A/c.22 to 24 & vice-versa	16,608,121.04
13,012,824,450.42		Balance as on 31st March	14,080,121,117.42		Balance as on 31st March	14,080,121,117.42					13,237,558.14	6.	Excess accounted for by R.Os as transfer from A/c.21 to 25 & vice-versa	13,237,558.14

**SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF EMPLOYEES' PROVIDENT FUND ORGANISATION (EPFO) FOR THE YEAR ENDED 31 MARCH 2010**

SEPARATE AUDIT REPORT – OBSERVATIONS	COMMENTS OF THE ORGANISATION
<p>We have audited the attached Balance Sheet of Employees' Provident Fund Organization (EPFO) as at 31 March 2010 and the Income &amp; Expenditure Account/Receipts &amp; Payments Account for the year ended on that date under Section 19 (2) of the Comptroller &amp; Auditor General's (Duties, Powers &amp; Conditions of Service) Act, 1971 read with Section 5A (6) of the Employees' Provident Fund and Miscellaneous Provision Act, 1952. These financial statements include the accounts of 40 Regional offices (ROs) of the Employees' Provident Fund Organization. These financial statements are the responsibility of the EPFO's management. Our responsibility is to express an opinion on these financial statements based on our audit.</p> <p>2. This Separate Audit Report contains the comments of the Comptroller and Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Law, Rules &amp; Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any are reported through Inspection Reports/CAG's Audit Reports separately.</p> <p>3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.</p> <p>4. Based on our audit, we report that:</p> <p>i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.</p> <p>ii. The Balance Sheet, Income &amp; Expenditure Account and Receipts &amp; Payments Account dealt with by this report have not been drawn up in the common format of accounts for central autonomous bodies approved by the Government of India, Ministry of Finance.</p> <p>iii. In our opinion, proper books of accounts and other relevant records have been maintained by the EPFO as required under Section 5A (6) of the Employees' Provident Fund and Miscellaneous Provision Act, 1952 in so far as it appears from our examination of such books.</p> <p>iv. We further report that</p>	<p>1. No Comments, being factual.</p> <p>2. No Comments, being factual.</p> <p>3. No Comments, being factual.</p> <p>4. The Accounts have been prepared in the format as provided under Para 55 of the Employees' Provident Fund Scheme, 1952 read with Section 5A (5) of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952.</p>

<p><b>A. BALANCE SHEET</b></p> <p><b>A.1. LIABILITIES</b></p> <p><b>A.1.2 Inoperative Account Rs.8318.69 crore (Schedule IV)</b></p> <p>The above head was understated by Rs.68.43 crore due to disclosure of the amount at Rs. 359.97 crore instead of Rs.428.40 crore under above head in respect of the accounts of EPFO's Regional Office Raipur (Chattisgarh).</p>	<p>A.1.2 The Regional Office, Chattisgarh after re-verification of their records have intimated that the difference between the two figures was due to the cleaning of data and the difference of Rs.68.43 crore will be reconciled / adjusted during the financial year 2010-11.</p>																																																																					
<p><b>A.1.3 Interest Suspense Account (Schedule VI) – Rs. 16998.78 crore</b></p> <p>The above include total amount of Rs. 4671.83 crore available for crediting into EPF subscribers accounts as on 31.3.2010. However, it was observed that interest on 4.72 crore members' accounts were yet to be credited and were pending as on 31.3.2010. The actual interest liability on 4.72 crore pending accounts is not ascertainable. In the absence of the same the adequacy of above balance of Rs. 4671.83 crore to meet the future interest liability for pending accounts can not be verified in audit.</p>	<p>A.1.3 The actual interest liability on 4.72 crore members' accounts pending as on 31.03.2010 can be ascertained only when all the accounts are updated.</p> <p>An attempt was made by the Investment Monitoring Cell (IMC) to workout the estimated interest liability on all the pending accounts (by adopting standard accounting principles), as per which a surplus of Rs.1731.57 crore in the Interest Suspense Account as on 31.03.2010 was estimated.</p> <p>It may be mentioned in this context that the interest rate declared every year is also on certain estimates of receipt and liability, and the actual can only be known only after all the accounts are updated.</p>																																																																					
<p><b>A.2. ASSETS</b></p> <p><b>A.2.1. Investment Account</b></p> <p>There are differences between the figures of balance sheets and details of investments furnished by the EPFO in the Employees' Provident Fund (EPF), Staff Provident Fund (SPF), Pension-cum-Gratuity Fund, Employees' Pension Scheme (EPS) and Employees' Deposit Linked Insurance (EDLI) as tabulated below:</p> <p style="text-align: center;">(Rs. in crore)</p> <table border="1" data-bbox="225 1283 874 1921"> <thead> <tr> <th rowspan="2">Source of investment</th> <th colspan="3">Balance Sheet of Employees' Provident Fund</th> <th rowspan="2">Balance Sheet of EPS</th> <th rowspan="2">Balance Sheet of EDLI</th> </tr> <tr> <th>EPF</th> <th>SPF</th> <th>Pension-cum-Gratuity</th> </tr> </thead> <tbody> <tr> <td>Balance as per Balance Sheet (a)</td> <td>169647.30 (schedule XV)</td> <td>620.50 (schedule XVI)</td> <td>1482.74 (schedule XVII)</td> <td>124939.21 (schedule II &amp; III)</td> <td>6195.27 (schedule II &amp; III)</td> </tr> <tr> <td>Details furnished by the EPFO:</td> <td></td> <td></td> <td></td> <td></td> <td></td> </tr> <tr> <td>Central Govt. Securities</td> <td>40899.82</td> <td>221.48</td> <td>464.92</td> <td>30503.13</td> <td>1143.84</td> </tr> <tr> <td>State Govt. Govt. Guaranteed Securities</td> <td>25644.61</td> <td>123.68</td> <td>328.35</td> <td>15026.70</td> <td>694.04</td> </tr> <tr> <td>Special Deposit Scheme</td> <td>2643.07</td> <td>2.76</td> <td>9.43</td> <td>2934.70</td> <td>109.8</td> </tr> <tr> <td>Public Sector Financial Institutions/Pvt. Sector bonds</td> <td>52577.51</td> <td>83.33</td> <td>91.79</td> <td>1400.52</td> <td>2.5</td> </tr> <tr> <td>Public Account</td> <td>46516.36</td> <td>173.48</td> <td>562.83</td> <td>28117.27</td> <td>1226.18</td> </tr> <tr> <td>Total (b)</td> <td>0.00</td> <td>0.00</td> <td>0.00</td> <td>45806.11</td> <td>4995.42</td> </tr> <tr> <td>Difference (a)-(b)</td> <td>168281.37</td> <td>604.73</td> <td>1457.32</td> <td>123790.43</td> <td>8171.76</td> </tr> <tr> <td></td> <td>1365.93</td> <td>15.77</td> <td>25.42</td> <td>1148.78</td> <td>23.51</td> </tr> </tbody> </table>	Source of investment	Balance Sheet of Employees' Provident Fund			Balance Sheet of EPS	Balance Sheet of EDLI	EPF	SPF	Pension-cum-Gratuity	Balance as per Balance Sheet (a)	169647.30 (schedule XV)	620.50 (schedule XVI)	1482.74 (schedule XVII)	124939.21 (schedule II & III)	6195.27 (schedule II & III)	Details furnished by the EPFO:						Central Govt. Securities	40899.82	221.48	464.92	30503.13	1143.84	State Govt. Govt. Guaranteed Securities	25644.61	123.68	328.35	15026.70	694.04	Special Deposit Scheme	2643.07	2.76	9.43	2934.70	109.8	Public Sector Financial Institutions/Pvt. Sector bonds	52577.51	83.33	91.79	1400.52	2.5	Public Account	46516.36	173.48	562.83	28117.27	1226.18	Total (b)	0.00	0.00	0.00	45806.11	4995.42	Difference (a)-(b)	168281.37	604.73	1457.32	123790.43	8171.76		1365.93	15.77	25.42	1148.78	23.51	<p>A.2.1. The difference in the holdings as shown in the balance sheet and in the holdings held in the investment section is essentially due to the fact that while the holdings are reflected at the cost price after amortization in the balance sheet, they are kept at the face value in the investment section.</p> <p>The differential between the cost price after amortization and the face value would, therefore, depend upon the extent of premium paid and to the extent the premium thus paid has already been amortized. As securities are regularly purchased, the calculation of amortization is a dynamic and ongoing process and is handled through dedicated software for computing the same.</p>
Source of investment		Balance Sheet of Employees' Provident Fund					Balance Sheet of EPS	Balance Sheet of EDLI																																																														
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<p><b>A.2.2. Fixed Assets</b> No depreciation had been provided on 'Buildings' resulting in overstatement of fixed assets and understatement of expenditure.</p> <p>A.2.3 Expenditure incurred on fixed assets except land and buildings has been treated as revenue expenditure resulting in understatement of fixed assets and overstatement of revenue expenditure. The accounting policy of charging expenditure on fixed assets, other than land and building, as revenue expenditure was in violation of accepted accounting principles and Accounting Standard 10.</p>	<p><b>A.2.2 &amp; A.2.3</b> As per provisions of the Accounting Manual of EPF Organisation, all the assets except land &amp; building are treated as revenue expenditure and no depreciation is provided on land &amp; building. This fact has also been disclosed by way of a footnote to the Balance Sheet as well as in note on the Accounting Policy of the EPFO forwarded with the Annual Accounts of the EPFO for the year 2009-10 and the same has been adopted as per the format of accounts prescribed by Govt. in consultation of CAG of India. Hence, the expenditure incurred on other items is part of revenue expenditure. This practice is being consistently followed since inception.</p>																												
<p><b>A.2.4 Remittance in transit (EPF-Schedule XX, EPS-Item 5 of Balance Sheet and EDLI-Schedule VII)</b></p> <p>The Regional offices had transferred the funds of Rs. 81.66 crore (EPF Scheme: Rs. 41.42 crore, Employees' Pension Scheme: Rs.29.00 crore and Employees' Deposit Linked Insurance Scheme: Rs. 11.24 crore) to EPFO (HQ) classifying under the head 'Remittances in Transit'. Organisation is also showing these amounts in the Balance Sheet under the same head and the same have not reconciled. It was observed that out of which Rs. 78.87 crore pertains for more than one year.</p>	<p><b>A.2.4</b> Necessary correspondence is being made with State Bank of India as well as our Regional/Sub-Regional Offices to carry out the required rectifications.</p>																												
<p><b>A.2.5. Sundry Debits( Schedule XXII-EPF)</b></p> <p>Above includes cumulative balance of overpayments and irregular payments of Rs.2.25 crore and Rs.5.35 crore respectively as on 31 march 2010 as tabulated below:</p> <table border="1" data-bbox="167 1124 776 1306"> <thead> <tr> <th colspan="4">(Rs. In crore)</th> </tr> <tr> <th>Sl.No.</th> <th>Year</th> <th>Overpayments</th> <th>Irregular Payments</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>2005-06</td> <td>0.78</td> <td>5.15</td> </tr> <tr> <td>2.</td> <td>2006-07</td> <td>1.07</td> <td>5.21</td> </tr> <tr> <td>3.</td> <td>2007-08</td> <td>2.09</td> <td>5.21</td> </tr> <tr> <td>4.</td> <td>2008-09</td> <td>1.57</td> <td>5.35</td> </tr> <tr> <td>5.</td> <td>2009-10</td> <td>2.25</td> <td>5.35</td> </tr> </tbody> </table> <p>Amount of overpayment and irregular payments is increasing every year, which is a serious system lapse.</p>	(Rs. In crore)				Sl.No.	Year	Overpayments	Irregular Payments	1.	2005-06	0.78	5.15	2.	2006-07	1.07	5.21	3.	2007-08	2.09	5.21	4.	2008-09	1.57	5.35	5.	2009-10	2.25	5.35	<p><b>A.2.5</b> After detection of over/irregular payments, the loss is made good by taking appropriate punitive actions against the responsible officials by the concerned unit. These payments are properly accounted for, and monitored through Over Payment Register and Over Payment Review Committee. Most of the amount under this head relates to the older period. The Regional Offices have filed civil suits/criminal proceedings against the employees of the organisation as well as some of the outsiders involved in these payments for recovery of this amount. Investigations/cases are being followed up regularly by the Regional Offices concerned.</p>
(Rs. In crore)																													
Sl.No.	Year	Overpayments	Irregular Payments																										
1.	2005-06	0.78	5.15																										
2.	2006-07	1.07	5.21																										
3.	2007-08	2.09	5.21																										
4.	2008-09	1.57	5.35																										
5.	2009-10	2.25	5.35																										
<p><b>B. Notes on Accounts and Accounting Policies and Accounting Standards</b></p> <p><b>B.1.</b> EPFO has enclosed an Annexure with accounts titled, "Note on the Accounting Policy of the EPF Organization". However, no schedule number for the same is given. Further no schedule on Notes on Accounts has been attached with the accounts.</p> <p><b>B.2.</b> EPFO is violating Accounting Standard-13 (Accounting for Investments) in specific.</p>	<p><b>B.1.</b> The Annexure enclosed with the Accounts is just for information of the Audit which does not form the part of the Accounts.</p> <p><b>B.2.</b> Since all the investments in EPFO are long term in nature and are not tradable, they are shown at cost price after amortization in Balance Sheet. Moreover, on maturity, amount of the face value of holding is received irrespective of the market value.</p>																												
<p><b>C: General</b></p> <p><b>C.1. Common Format of Accounts:</b></p> <p>EPFO has not adopted the Common Format of Accounts prescribed by the Government of India, Ministry of Finance. Organization informed (November 2009) the likelihood of adopting Common Format of accounts from 2011-2012.</p>	<p><b>C.1.</b> Efforts are going on to prepare the Accounts in the Common Format prescribed by Government of India, Ministry of Finance at the earliest.</p>																												

<p><b>C.2. Annual valuation:</b></p> <p>As per paragraph 32 Employees Pension Scheme, 1995, the Union Government is required to get annual valuation of the Employees' Pension Fund conducted by a Valuer appointed by it. The Valuation Report as on 31.3.2006 received from Valuing Actuary has not yet been adopted by the Central Board/Central Government and the annual valuation for the year 2007-08, 2008-09 and 2009-10 is yet to be conducted. Such valuation could have an impact on the liabilities of EPFO.</p>	<p><b>C.2.</b> The 9<sup>th</sup> &amp; 10<sup>th</sup> (combined) Valuation Report as on 31-03-2006 was placed before the Central Board of Trustees in its 190<sup>th</sup> meeting held on 15-09-2010. Also for 11<sup>th</sup>, 12<sup>th</sup> &amp; 13<sup>th</sup> annual valuations as on 31-03-2007, 31-03-2008 &amp; 31-03-2009 respectively, the Valuer has already been appointed by the Central Government and the task is being carried out by the appointed Valuer.</p>
<p><b>D: Grants-In-aid</b></p> <p>The Employees' Provident Fund Organization is mainly financed by receipts from the contributions and from the levy of administrative charges. No grant was received by the Organization from the Government of India during the year 2009-10.</p>	<p><b>D.</b> No Comments, being factual.</p>
<p><b>E. Management letter</b></p> <p>Deficiencies which have not been included in the Audit Report have been brought to the notice of the Central Provident Fund Commissioner, EPFO through a management letter issued separately for remedial/corrective action.</p> <p><b>v.</b> Subject to our observation in the preceding paragraphs, we report that the Balance sheet and Income &amp; Expenditure Account/Receipts &amp; Payments Account dealt with by this report are in agreement with the books of accounts.</p> <p><b>vi.</b> In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in Annexure to this Audit Report give a true and fair view in conformity with the accounting principles generally accepted in India,</p> <p><b>a.</b> in so far as it relates to the Balance Sheet, of the state of affairs of the Employees' Provident Fund Organization as at 31 March 2010; and</p> <p><b>b.</b> in so far as it relates to the Balance Sheet, of the state of affairs of the Employees' Provident Fund Organization as at 31 March 2010; and in so far as it relates to Income &amp; Expenditure Account of the surplus for the year ended on that date.</p>	<p><b>E.</b> Deficiencies observed by the C&amp;AG have been noted and corrective actions are being taken.</p> <p><b>v.</b> No Comments, being factual.</p> <p><b>vi.</b> No Comments, being factual/Audit Certificate.</p>

For and on behalf of the C&AG of India

Place: New Delhi  
Date: 31-12-10

Sd/-  
Director General of Audit  
(Central Expenditure)

**Annexure to the Separate Audit Report**

Separate Audit Report (Annexure) – Observations	Comments of the Organisation
<p><b>1. Adequacy of Internal audit system</b></p> <ul style="list-style-type: none"> <li>• Out of the total 124 units, internal audit of 68 units were planned but 65 units were audited which is about 52.42% of the total units. This indicates that coverage of Internal Audit is not adequate.</li> <li>• Proper follow up action was not taken to get the objections settled as 4886 paras were outstanding as on 31-3-2010.</li> </ul>	<p><b>1.</b></p> <ul style="list-style-type: none"> <li>• The audits of most of the offices were due for more than one year and there were only 15 Internal Audit Parties working. Since about 6-7 years were pending for many offices, effective workload handled was much more in real terms. In the current year more than 90% of offices have been brought upto current year status.</li> <li>• As already explained above, the IAPs were given the first priority of completing the audit of all offices to current year. The offices have started responding to the observations in the current year and replies are being regularly received. The posts of Deputy Directors are also being filled up, by which the internal monitoring mechanism will be strengthened.</li> </ul>
<p><b>2. Adequacy of Internal Control System Monitoring</b></p> <ul style="list-style-type: none"> <li>• The Management's response to Govt. audit objections was not effective as 1650 paras pertaining to period from 1991-93 to 2009-10 were outstanding.</li> <li>• According to the Annual Report of the Organization for the year 2009-10, 4.72 crore numbers of accounts were pending updation. This has resulted in huge increase in the Interest Suspense Account. This reflects lack of internal control system of EPFO towards ensuring updation of accounts.</li> </ul>	<p><b>2.</b></p> <ul style="list-style-type: none"> <li>• The Audit of most of the Offices were due for more than one year and there were 15 Internal Audit Parties working. In the current year as on 31-12-2010 more than 90% of offices have been brought upto current year status.</li> </ul> <p>As already pointed above, the IAPs were given the first priority of completing the audit of all offices. The Field Offices have started responding to the observations in the current year and replies are being regularly received. The posts of 15 Deputy Directors who are supposed to head the Zonal Audit are being filled up as 8 officers as DD(A) have been shortlisted. This will further strengthen the monitoring of the Internal Audit.</p> <ul style="list-style-type: none"> <li>• The pendency in updation of Annual Statement of Accounts is due to various reasons which include delay in submission of returns by the employers, delay in declaration of rate of interest by the Govt. and intervention by the court/legal fora.</li> </ul> <p>However, efforts at all level of the Organisation being made on priority to monitor the issuance of accounts.</p>
<p><b>3. System of Physical verification of assets</b></p> <ul style="list-style-type: none"> <li>• The physical verification of fixed assets for the year 2009-2010 provided to audit in respect of EPFO Hqrs. only.</li> </ul>	<p><b>3.</b></p> <ul style="list-style-type: none"> <li>• Since the Assets are maintained and controlled locally, the details are being furnished to audit by the field offices directly during audit of the respective offices.</li> </ul>
<p><b>4. System of Physical verification of inventory</b></p> <ul style="list-style-type: none"> <li>• Physical verification in respect of books and publications and stationery and consumables provided to audit in respect of EPFO Hqrs. only.</li> </ul>	<p><b>4.</b></p> <ul style="list-style-type: none"> <li>• The Inventory of the said items are maintained and controlled locally, the details are being furnished to audit by the field offices directly during audit of the respective offices.</li> </ul>
<p><b>5. Regularity in payment of statutory dues.</b></p> <ul style="list-style-type: none"> <li>• No payment over six month in respect of statutory dues was outstanding as on 31-3-2010.</li> </ul>	<p><b>5.</b></p> <ul style="list-style-type: none"> <li>• No Comments, being factual.</li> </ul>

## CORRIGENDUM

### Finance & Investment Committee 104<sup>th</sup> Meeting to be held on 03.02.2011

**ITEM NO.: 1: AUDITED ANNUAL ACCOUNTS IN RESPECT OF EMPLOYEES' PROVIDENT FUND SCHEME 1952, EMPLOYEES' PENSION SCHEME 1995 AND EMPLOYEES' DEPOSIT LINKED INSURANCE SCHEME 1976 FOR THE FINANCIAL YEAR 2009-10**

SEPARATE AUDIT REPORT – OBSERVATIONS	EXISTING COMMENTS OF THE ORGANISATION	MODIFIED COMMENTS OF THE ORGANISATION
<p><b>A.1.3 Interest Suspense Account (Schedule VI) – Rs. 16998.78 crore</b></p> <p>The above include total amount of Rs. 4671.83 crore available for crediting into EPF subscribers accounts as on 31.3.2010. However, it was observed that interest on 4.72 crore members' accounts were yet to be credited and were pending as on 31.3.2010. The actual interest liability on 4.72 crore pending accounts is not ascertainable. In the absence of the same the adequacy of above balance of Rs. 4671.83 crore to meet the future interest liability for pending accounts can not be verified in audit.</p>	<p><b>A.1.3</b> The actual interest liability on 4.72 crore members' accounts pending as on 31.03.2010 can be ascertained only when all the accounts are updated.</p> <p>An attempt was made by the Investment Monitoring Cell (IMC) to workout the estimated interest liability on all the pending accounts (by adopting standard accounting principles), as per which a surplus of Rs.1731.57 crore in the Interest Suspense Account as on 31.03.2010 was estimated.</p> <p>It may be mentioned in this context that the interest rate declared every year is also on certain estimates of receipt and liability, and the actual can only be known only after all the accounts are updated.</p>	<p><b>A.1.3</b> The overall corpus of all the EPF members (4.72 crore of members) at the macro level has been taken into account and the actual interest due on it at the declared rate has been calculated. It will not make any difference even if all the 4.72 crore member accounts are updated or not. The total corpus on which interest is to be paid will be the sum of all these individual accounts which we have already considered.</p>