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वैज्ञानिक तथा औद्योगिक अनुसंधान परिषद

अनुसंधान भवन 2 ,रफी अहमद किदवाई मार्ग, नई दिल्ली 11000

**Council of Scientific & Industrial Research**

Anusandhan Bhavan, Rafi Ahmed Kidwai Marg, New Delhi - 110 001

No. 42-3(2)/SAR/Accts/2013-14

Dated: 30.04.2014

The Controller of Finance & Accounts/  
Finance & Accounts Officer  
All CSIR Labs/Instts.

**Sub.: Accounting treatment of Accrued Interest and Advances -reg.**

Sir/Madam,

As you are aware that there are no clear guidelines on the treatment of Accrued Interest on Term Deposits made out of Externally Funded Projects, Lab Reserve Funds and Deposits in Margin Money for Opening L.C. Similarly, advances out of Externally Funded Projects are not being reflected anywhere in the annual accounts.

Audit Party has been raising the issue of not reflecting accrued interest on these term deposits as well as advances out of Externally Funded Projects in the annual accounts of CSIR.

In view of the above, Competent Authority has decided that labs/Instts of CSIR will reflect the following items in Schedule-18: Contingent Liabilities and Notes to Accounts from the Financial Year 2013-14 onwards:-

1. **Accrued Interest on Investments made out of LRF Funds**
2. **Accrued Interest on Investments made out of Externally Funded Projects.**
3. **Accrued Interest on Deposits in Margin Money out of Externally Funded Projects.**
4. **All kinds of Advances granted out of Externally Funded Projects.**

Please ensure compliance of the above before finalizing the accounts for the Financial Year 2013-14.

Yours faithfully,

(R H Gautam)

Dy. Financial Adviser