



Driving India Into the Future

National Automotive Board

2013-14

THE ANPR REPORT



Annual Report 2013-2014



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TECHNOLOGY



RESEARCH & DEVELOPMENT

INNOVATION



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ABOUT NATIONAL AUTOMOTIVE BOARD

1. National Automotive Board (NAB) is an autonomous society, under Ministry of Heavy Industries incorporated in 2013 vide registration no. S/ND/311/2013 dated 27th August 2013 under Society Registration Act XXI of 1860 along with the Memorandum of Associations (MoA) and Rules & Regulations.
2. The society aims to bring together technical and domain expertise from the automotive sector on a single platform. This will facilitate collaboration among the various agencies and ministries involved in shaping policies, regulations, and interventions that affect the automotive industry. By doing so, it will provide a comprehensive approach to the growth and development of the sector.
3. The MoA of Society states the detailed aims and objectives of Society. The some of the key aims & objectives are as follows:
 - i. To function as a national repository of automotive sector related data, domain knowledge and expertise. To undertake analysis of such data for providing inputs for Government policy and regulation formulation.
 - ii. To ensure standardization of test procedures and protocols followed in the centres under NAB and undertake test centre co-relation audit and benchmarking.
 - iii. To be the appellate body for any automotive test and test centre disputes and redress complaints relating to certification & accreditation and testing done by Centres under NAB.
 - iv. To develop individual R&D proposals (DPRs) on behalf of testing centres, present these to funding agencies and obtain approvals. The R&D project implementation supervision, project monitoring and reporting of the outcomes of the R&D projects will also be supervised by NAB.
 - v. To administer, monitor, coordinate, regulate and synergize the functioning of the testing centres under DHI to ensure healthy competition amongst the centres, maintaining the required quality of service being offered, benchmarking of facilities.
 - vi. To ensure that there are optimum returns on the investments made by the Government in the test centres.
 - vii. To supervise, administer and coordinate with testing centres in matters related to new automotive initiatives, automotive policy, statutory compliances, grievance redressal and in respect of references from Government including matters related to statutory agencies of the Government like CVC, audit etc.
 - viii. To undertake capacity building, standardization of testing procedures, audit/accreditation and upgradation/expansion of the needs of the test centres.
 - ix. To take care of winding up and residual issues of NATIS.
 - x. To take up any other responsibilities and activities assigned to it by the Government or as decided by GC, NAB.

- xi. To offer consultancy and expertise to outside agencies for a fee as approved by the GC, NAB.
 - xii. To work with national/global consultants and experts, industry associations, national and international agencies associated with automotive policy formulation, testing, homologation, regulations, certification, accreditation, R&D, and new initiatives.
4. In terms of Rules & Regulations of Society, Governing Council is the governing body to whom the management of the society is entrusted. The Governing Council, for the purpose of registration, was constituted with eight members which now represented by 24 members of following “classes of members” of the Society:
- Ordinary Members;
 - Functional Members;
 - Member centres;
 - Affiliate Members;
 - Nominated Members;
 - Honorary Members;

Current composition of Governing Council

1.	Secretary, MHI- Chairman
2.	Additional Secretary & Finance Advisor, MHI
3.	Additional Secretary (Auto), MHI
4.	Functional Member, NAB
5.	Additional Secretary, Ministry of Environment, Forests and Climate Change (MoEFCC)
6.	Addl. Secretary (MVL), Ministry of Road Transport and Highways (MoRTH)
7.	Director (MKT), Ministry of Petroleum and Natural Gas (MoPNG)
8.	Chairman, SCALE Committee
9.	MD & CEO, Convergence Energy Services Limited (CESL)
10.	Director, MHI & Looking after Director (FPCAL), NAB, (Member Secretary, NAB)
11.	Director, MHI & looking after Director (OAADM), NAB
12.	President, SIAM
13.	President, ACMA
14.	President TMA
15.	President, ARAI
16.	Dr. Anish Shah, CEO & Managing Director, Mahindra Group
17.	Shri Shailesh Chandra, Managing Director, Tata Motors

18.	Shri Soumitra Bhattacharya, Managing Director, Bosch Limited
19.	Shri Deepak Jain, Chairman and Managing Director, Lumax
20.	Shri Gopal Mahadevan, Director Strategic Finance of Ashok Leyland
21.	Shri. Kavan Mukhtyar
22.	Director – ICAT
23.	Director – NATRAX
24.	Director – GARC

5. The sanctioned strength for the Society as approved by Department of Expenditure, Ministry of Finance is twenty five nos. comprising three members at the level of Joint Secretary and Chairman at level of Secretary to Gol.

6. The role and key functions of the Society are distinctly articulated in its Rules & Regulations as below:

- i. **Key Functions:** which inter-alia include: Administer, monitor, coordinate, regulate and synergize the functioning of the testing centres under DHI, capacity building, standardization of testing procedures, issuance of testing & homologation certificates based on test reports submitted to NAB by the testing centres. To be the repository of technical data, domain knowledge and expertise for providing advice, technical inputs and secretariat assistance for auto policy related issues, develop skills sets and competencies in the area of automotive R&D and testing etc.
- ii. **Core Functions:** which include inter-alia to prepare policies and carry out accreditation of test labs, look after the entire spectrum of initiatives and issues related to the electric mobility in automobile sector, design & administration of New Vehicle Assessment Program (NVAP), to function as a national repository of data relating to automotive sector and undertake analysis, collaborate with the road safety board under MoRTH, coordinate R&D Projects funded by various organizations like Cess Funds Projects, test facility planning, up gradation & expansion for test centre readiness, test centres co-relation audit and benchmarking. Appellate Body for any test related disputes, development of manpower capability in the areas of emerging automotive technologies, fostering and promoting exchange with industry and academia (MoU and international and national exchange programs).
- iii. **Facilitative Functions:** which include inter-alia to function as a National Certification Board for vehicles and components and to issue Certificates for vehicles and components based on the test reports issued by the accredited test agencies, study of feasibility for adoption of international harmonization of regulations, publication of standards, regulations and information of public interest, promotion of Indian regulatory system for automotive testing internationally etc.
- iv. In addition, NAB will take care of winding up and residual issues of NATIS.

7. NAB after the completion of National Automotive Testing R&D Infrastructure Project (NATRIP) in 2021 is monitoring and administrating the following testing centres developed under NATRIP. These centres are now fully functional. The brief on testing centres under NAB are as follows:

i) **International Centre for Automotive Technology (ICAT), Manesar, Haryana:**

The International Centre for Automotive Technology (ICAT) is a leading world class automotive testing, certification, homologation and R&D service provider under the aegis of National Automotive Board (NAB), Ministry of Heavy Industries (MHI), Government of India. ICAT has been notified by MoRTH as an authorized Test Agency under CMV Rule 126 for testing and certification of automotive vehicles and its components. Central Pollution Control Board (CPCB) has notified ICAT as an authorized testing centre for Emission and Noise type approval & CoP of Generator Sets. In addition to regulatory tests, ICAT also provides quality services to the industry in all the domains of automotive and non-automotive development, such as Powertrain, Noise Vibration and Harshness, Component, Fatigue, Photometry, Tyre & Wheel, Passive Safety, EMC and CAD & CAE. The centre has developed as Centre of Excellence (CoE) in following areas:

- Noise Vibration & Harshness (NVH)
- Component Development



ICAT, Campus -1 Manesar



ICAT, Campus -2 Manesar



Noise Vibration & Harshness (NVH)



Vehicle Test Lab

- ii) **Global Automotive Research Centre (GARC) in Chennai, Tamil Nadu:** Global Automotive Research Centre (GARC) is a prominent testing agency under the Ministry of Heavy Industry dedicated to advancing the automotive industry through comprehensive testing, validation and certification. GARC is one of the authorized test centres under CMV Rule 126 certified by MoRTH, Govt. of India. GARC has issued Type Approval Certificates for components to industries as per the CMVR. As an integral part of the automotive R&D ecosystem, GARC offers a range of service facilities aimed at testing various aspects of vehicles and their components. These services include safety evaluations, emissions testing, and performance assessments to ensure the overall reliability and compliance of automobiles with both national and international regulations. The centre has developed as Centre of Excellence (CoE) in following areas:
- Electromagnetic interference & Electromagnetic compatibility (EMC/EMI)
 - Advance Passive Safety (APSL)
 - Infotronics



GARC, Chennai



EMC/EMI Testing Lab



Advance Passive Safety Lab



EMC Lab

- iii) **National Automotive Test Tracks (NATRAX-Indore):** NATRAX is a notified test agency under Rule no 126 of Central Motor Vehicle Rule (CMVR). NATRAX is one of the state-of-the-art automotive testing, R&D and certification centre under NATRIP. NATRAX has comprehensive test facility and provides one stop solution for development of vehicle dynamics, certification and R&D projects globally for automotive industry through its proving ground facilities like test tracks & Vehicle Dynamics Laboratory (VDY) which is a centre-of-excellence. NATRAX proving grounds offers world class comprehensive vehicle testing and evaluation services for all categories of vehicles ranging from 2/3 wheelers to heavy commercial vehicles as per Indian as well as global standards. NATRAX is also establishing infrastructure facilities for testing, certification and development of electric vehicles under PM E-DRIVE scheme of Govt. of India. NATRAX became the 1st centre in the country to establish crash barrier testing facility to facilitate road safety infrastructure in the country. Similarly, Advance Driver Assistant System (ADAS) features testing has also started to help the cause of road safety. The centre has developed as Centre of Excellence (CoE) in following areas:

- Vehicle Dynamics (VDY)



NATRAX, Indore



Vehicle Dynamics (VDY)



High Speed Test Track



Noise & Sustainability Tracks

- iv) **National Institute of Automotive Inspection, Maintenance and Training (NIAIMT-Silchar):** NIAIMT-Silchar situated in extreme south of The State of Assam. NIAIMT is the only centre in N-E and East part of the country. NIAIMT-Silchar has two campuses of 20 acres & 60 acres at Jaffirbond and Dholchera respectively. It has three major activities in the area of (1) Automotive driving training (2) Mechanics Training and (3) Automated vehicle fitness test. Majority of its infrastructure is located in Jaffirbond. The facility at Dholchera has a hill track of length 1 KM. NIAIMT became operational from year 2011 with automated vehicle fitness test facility while rest of the facility was completed in 2013.



Jaffirbond Campus



Hill Driving Track at Dholchera Campus

8. All the Testing Centres of NAB are fully functional, self-sustainable and rendering world class testing, homologation services to industry and generating surplus from their operational revenue.
9. The Society is currently concentrating on establishing testing infrastructure for electric vehicles (EVs) and Electric Vehicle Supply Equipment (EVSE) at all its testing centres. This effort is designed to address the requirements of the automotive industry.



Driving India Into the Future

National Automotive Board

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FINANCIAL INFORMATION 2013-2014



Independent Auditor's Report

To

The Members,
National Automotive Board

Report on the Financial Statements

1. We have audited the accompanying financial statements of National Automotive Board (hereinafter referred to as "Society" in this report), which comprise the Balance Sheet as at March 31, 2014, the Income & Expenditure Account and Receipt and Payment Account for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the society in accordance with the applicable Accounting Standards as prescribed by Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society in preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion and Report

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the act in the manner so required and give a

true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Society as at March 31, 2014
- (b) In the case of the Income and Expenditure account of the Surplus (excess of income over expenditure) for the year ended on that date and
- (c) In the case of the Receipt and payment account of the receipt and payment of the Society for the year ended on March 31, 2014

Further we report that, subject to notes to accounts:

- (a) We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose for audit.
- (b) In our opinion proper books of accounts as required by law have been kept by the society so far as appears from our examination of these books
- (c) The Balance sheet, income and expenditure account, and receipt and payment account dealt with by this report are in agreement with the books of accounts.
- (d) In our opinion, The Balance sheet, income and expenditure account, and receipt and payment account comply with the relevant and applicable accounting standard.

For Sachin v Agarwal & Associates
Chartered Accountants
FRN REGN NO-014915C

Sachin Agarwal
Prop.
M.No. 408502

Place : New Delhi
Dated 09-10-2019

National Automotive Board

(Society registered under societies registration Act 1860)

Balance Sheet

as on 31.03.2014

(Amount in ₹)

LIABILITIES	AMOUNT	ASSETS	AMOUNT
CORPUS FUND RESERVE AND SURPLUS SURPLUS	1000000.00	Fixed Assets Current Assets Loans and Advances Advance to NATRIP Bank balance Cash Balance	1000000.00
	1000000.00		1000000.00

Significant Accounting Policies & Notes to Accounts

Schedule 1

AS PER OUR REPORT OF EVEN DATED ATTACHED
FOR **SACHIN V AGARWAL & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN REGN NO-014915C

CA SACHIN AGARWAL
PROP.
M.NO.-408502

UNDER SECRETARY

DIRECTOR

Place : New Delhi
Dated 09-10-2019

National Automotive Board

(Society registered under societies registration Act 1860)

Income and Expenditure Account

for the Year ending 31.03.2014

(Amount in ₹)

EXPENDITURE	AMOUNT	INCOME	AMOUNT
EXCESS INCOME OVER EXPENDITURE (SURPLUS)	1000000.00	Government Grants	1000000.00
	1000000.00		1000000.00

Significant Accounting Policies & Notes to Accounts**Schedule 1**

AS PER OUR REPORT OF EVEN DATED ATTACHED
 FOR **SACHIN V AGARWAL & ASSOCIATES**
 CHARTERED ACCOUNTANTS
 FRN REGN NO-014915C

CA SACHIN AGARWAL
 PROP.
 M.NO.-408502

UNDER SECRETARY

DIRECTOR

Place : New Delhi
 Dated 09-10-2019

Schedule -Grant

S.NO	PARTICULARS	AMOUNT
1	Preoperative Expenses	1000000.00

Schedule –Surplus

S.NO	PARTICULARS	AMOUNT
1	Preoperative Expenses	1000000.00

AS PER OUR REPORT OF EVEN DATED ATTACHED
FOR **SACHIN V AGARWAL & ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN REGN NO-014915C

CA SACHIN AGARWAL
PROP.
M.NO.-408502

UNDER SECRETARY

DIRECTOR

Place : New Delhi
Dated 09-10-2019

National Automotive Board

(Society registered under societies registration Act 1860)

Receipt and payment A/C

for the year ending 31.03.2014

(Amount in ₹)

RECEIPT	AMOUNT	PAYMENT	AMOUNT
I OPENING BALANCE	-	I Expenses	
II GRANT RECEIVED	-	II PAYMENT MADE AGAINST FUNDS	
III INCOME ON INVESTMENT FROM	-	III INVESTMENT AND DEPOSIT MADE	
IV INTEREST RECEIVED	-	IV EXPENDITURE ON FIXED ASSETS AND CAPITAL WORK IN PROGRESS	
V OTHER INCOME (SPECIFY)	-	V REFUND OF SURPLUS MONEY /LOANS	
VI AMOUNT BORROWED	-	VI FINANCE CHARGES (INTEREST)	
VII ANY OTHER RECEIPTS (GIVE DETAILS)	-	VII OTHER PAYMENT (SPECIFY)	
	-	VIII CLOSING BALANCE	

Significant Accounting Policies & Notes to Accounts**Schedule 1**

AS PER OUR REPORT OF EVEN DATED ATTACHED
 FOR **SACHIN V AGARWAL & ASSOCIATES**
 CHARTERED ACCOUNTANTS
 FRN REGN NO-014915C

CA SACHIN AGARWAL
 PROP.
 M.NO.-408502

UNDER SECRETARY

DIRECTOR

Place : New Delhi
 Dated 09-10-2019

NATIONAL AUTOMOTIVE BOARD

Schedule 1

Significant Accounting policies & Notes to Accounts

1. Background

National Automotive board is a registered society under the society registration act XXI of 1860. Its registration details are registration No. S/ND/311/2013 dated 27/08/2013.

The Primary objective of it is to support automotive sector as national repository /collect and analysis of its related data and make recommendation to the government.

Its members are from government official from department of heavy industries (DHI) and Industrialist from Automotive Industry etc. basically it is work as bridge between Government and automotive sector industries.

2. Significant Accounting policies

1. Method of Accounting

The society has followed accrual system of accounting, except as otherwise stated. These financial statements are prepared on historical cost In accordance with generally accepted accounting principles and accounting standard. All expenditure & income are accounted on Accrual basis expect otherwise stated.

2 Fixed Assets

Fixed Assets owned by the society are stated at their cost of acquisition inclusive of freight, duties and taxes and other direct expenses related to acquisition incurred for bringing the assets to working for its intended use.

At the time of disposal of fixed assets, written down value of assets is reduced and balance is booked as income /expenditure, as the case may be.

3 Depreciation

Depreciation has been provided on fixed assets at the rated prescribed under the income tax Act 1961, on Written down basis.

4 Employee Benefits

Bonus to employee are accounted on cash basis. Further, other benefits like leave encashment, Gratuity, provident funds & ESI are accounted on accrual basis. Employee Benefits have been given as per central government policies.

5 Income Recognition

All the Income and expenditure are accounted on accrual basis except where otherwise stated.

6 Grants

The society has been recognized the grants received from the government on the income approach as specified in the Accounting Standard issued by the ICAI in this respect.

The Grants received from the government has been recorded on the receipt basis .

7 Miscellaneous

- Expenses recorded on the basis when invoices/bill in this regard has been received by the society.
- Saving bank interest has been returnable to Government therefore it is shown as liabilities if any amount unpaid.
- TDS has been deducted at the time of payment.
- In the case of research and development expenses, TDS has not been deducted. It is assumed that liability to deduct TDS on research and development Agency.
- On the reimbursement of expenses, TDS has not been deducted. It is assumed that liability to deduct TDS is on the person who are actually expenses amount.
- Incentives which are given on the sale of electric vehicles have been recorded when claim has been filed by the concerned company to the society.
- The expenses which are incurred before the creation of society or opening of bank account of the society treated as inoperative Expenses and these expenses are write off over 5 year from the creation of society.

Notes to Accounts

1. Due to Ignore of law, Income tax return has not been filed by the society.
2. As per the para 10.2 of the rules and regulations of the National Automotive Board, There should be at least one Annual General Meeting should be conducted by the governing Body. It has not been done due to it not fully functional.
3. Applicability of the Act as per the para 1.0 of the rules and regulations of National Automotive Board " All the provisions of the societies Registration Act (XXI of 1860) (Punjab Amendment) Act, 1957 as extended to the National Capital territory of Delhi will apply to the society".
4. Management has reported that there is no any fraud /fire incurred during the audit period in the society.
5. The Balance of sundry creditors for incentive amount given to companies and other balances as are subject to confirmation.
6. There is first year of the society therefore previous year figures are not shown.

For **Sachin V Agarwal & Associates**

For National Automotive Board

Chartered Accountants

FRN REGN NO-014915C

CA SACHIN AGARWAL

PROP.

M.NO.-408502

UNDER SECRETARY

DIRECTOR

Place : New Delhi

Dated 09-10-2019

SEPARATE AUDIT REPORT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF NATIONAL AUTOMOTIVE BOARD FOR THE YEAR ENDED 31 MARCH 2014.

1. We have audited the attached Balance Sheet of National Automotive Board (NAB) as at 31 March 2014, the Income and Expenditure Account and Receipt and Payment Account for the year ended on that date under Section 20(1) of CAG (DPC) Act, 1971. The preparation of these financial statements is the responsibility of NAB's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. This Separate Audit Report (SAR) 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 statements with regard to compliance with the Law, Rules & Regulations (Propriety and Regularity) and efficiency-cum-performance aspects etc., if any, are reported through Inspection Reports/CAG's Audit Reports separately.
3. We have conducted our audit in accordance with Auditing Standards generally accepted in India. These Standards require that we plan and perform audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. As audit includes examining, on 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 the management as well as evaluating the overall presentations of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
 - 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;
 - ii. The Balance Sheet, Income and Expenditure Account and Receipt and Payment Account dealt with by this report have not been drawn up in the format approved by the Government.
 - iii. In our opinion, proper books of accounts and other relevant records have been maintained by the National Automotive Board in so far as it appears from our examination of such books.
 - iv. We further report that:

COMMENTS ON ACCOUNTS

(A) Grants in Aid

Grants-in-aid of ₹ 10 lakh was advanced to NATRiP implementing Society by the Department of Heavy Industries (DHI) in March 2013 vide letter dated 28.03.2013 with inter-alia stated that after

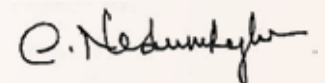
NAB is set up, the balance fund, if any has to be transferred to NAB. Accordingly, after being set up in August 2013, the same has been booked as grants by NAB.

(B) Management Letter

Deficiencies which have not been included in the Separate Audit Report would be brought to the notice of NAB, through a Management Letter for remedial/corrective action.

- v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet, Income and Expenditure Account and Receipt and Payment Account dealt with by this report are in agreement with the books of accounts.
 - vi. 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 to Accounts, and subject to the significant matters stated above and other matters mentioned in Annexure, give a true and fair view in conformity with accounting principles generally accepted in India.
- a) In so far as it relates to the Balance Sheet, of the state of affairs of National Automotive Board as at 31 March 2014; and
 - b) In so far as it relates to Income & Expenditure Account, of the surplus for the year ended on that date.

**For and on behalf of the
Comptroller & Auditor General of India**



**(C. Nedunchezian)
Principal Director of Audit
(Industry & Corporate Affairs)
New Delhi**

Place: New Delhi

Date: 06/11/2020

Annexure to Separate Audit Report

National Automotive Board

1. Adequacy of Internal Control System

The Board was not manned by regular manpower and activity of the Board was being looked after by the officials from the Department of Heavy Industry (DHI), in addition to their respective charge in the DHI. Hence, the Internal Control System is inadequate.

2. Adequacy of Internal Audit System

No internal audit system exists in NAB.

3. System of physical verification of Fixed Assets

The NAB did not have any Fixed Assets during the year ended March 2014.

4. System of Physical Verification of Inventory

The NAB did not have any inventory during the year ended March 2014.

5. Regularity in Payment of Statutory Dues

As it was the first year of operation of the society, no statutory payments were due to be paid.



Deputy Director/AMG-III

S. No.	SAR- FY 2013-14 (General Comments)	NAB's Explanation
A.	Grants in Aid Grants-in-aid of ₹10 lakh was advanced to NATRiP implementing Society by the Department of Heavy Industries (DHI) in March 2013 vide letter dated 28.03.2013 with inter-alia stated that after NAB is set up, the balance fund, if any has to be transferred to NAB. Accordingly, after being set up in August 2013, the same has been booked as grants by NAB	Noted
B.	Management Letter Deficiencies which have not been included in the Separate Audit Report would be brought to the notice of NAB, through a Management Letter for remedial/corrective action	Noted
	Annexure 1 to Separate Audit Report	
1	Adequacy of Internal Control System The Board was not manned by regular manpower and activity of the Board was being looked after by the officials from the Department of Heavy Industry (DHI), in addition to their respective charge in the DHI. Hence, the Internal Control System is inadequate.	Further, vide MHI order dated 17.03.2021, NAB has taken over the NATIS. As per the mandate, NAB commenced its operation with the support of secretariat NATIS and administrating the centres viz. GARC, NATRAX, ICAT etc., which were created under NATIS. Now, after amalgamation, these employees of NATIS (refer transferor society) are now the employees of NAB (refer transferee society). NATRIP project was completed in Year 2021 and the procedure of amalgamation of NATIS with NAB was taken place in February, 2023. Currently, to further support the NAB operations, additional Charge of the post of three (3) Functional Member, NAB and post of five (5) Director, NAB have been entrusted to the officials posted at MHI.
2	Adequacy of Internal Audit System No internal audit system exists in NAB.	Noted, it was the first year towards setting up of Society. After amalgamation of NATIS with NAB, Internal Audit has also been started from FY 2021-22 onwards.

3	System of physical verification of Fixed Assets The NAB did not have any Fixed Assets during the year ended March 2014	Noted
4	System of Physical Verification of Inventory The NAB did not have any inventory during the year ended March 2014	Noted
5	Regularity in Payment of Statutory Dues As it was the first year of operation of the society, no statutory payments were due to be paid	Noted



Driving India Into the Future

National Automotive Board

(A Registered Society under the Ministry of Heavy Industries, Government of India)

Regd. Office : Room No-123-C, Udhyog Bhawan,
Ministry of Heavy Industries, New Delhi-110011

Corporate Office : 2nd Floor, Administrative Building, International Centre
for Automotive Technology (ICAT) Campus-II, Sector-11,
IMT Manesar, Gurugram, Haryana-122051
Tel.: +91-124-6900000