



IJR & CO.

Chartered Accountants

SCO 323, Second Floor, Sector 9, Panchkula-134109 Haryana

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AUDITOR'S REPORT TO THE MEMBERS

We have audited the attached Balance Sheet of M/S SANDEEP VIHAR (AWHO) WELFARE & MAINTENANCE SOCIETY, GHS-79, SECTOR 20 PANCHKULA as at 31st March, 2020 and also the Income & Expenditure Account for the year ended on the date annexed thereto. These financial statements are the responsibility of the Society's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

1. We certify that the Balance Sheet and the Income & Expenditure account are in agreement with the books of account maintained at the Office of President, GHS – 79, Sector 20, Panchkula (HR).
2. We report that:-
 - a) We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit.
 - b) In our opinion proper books of accounts as required by the law, have been kept by the society so far it appears from the examination of these books.
 - c) The Balance Sheet and the Income & Expenditure Account dealt with by this report are in agreement with the Books of Accounts.
3. In our opinion and the best of our knowledge and according to the explanations given to us, the accounts give the information required by the Society Regulation Act, 1860 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, subject to our comments and observations given under Annexure 'A' attached to our report:
 - In the case of the Balance Sheet of the state of affairs of the society as at 31st March 2020;
 - In the case of Income & Expenditure Account of the society of the surplus of the society for the year ended on that date and;
 - In the case of the Receipts and Payments Account of the Society for the year ended on that date.

**For IJR & CO.
Chartered Accountants
FRN : 0032881N**

**CA Ravi Maan
(ACA, Partner)
M. No. : 546270**

**SCO 323, Second Floor, Sector 9, Panchkula-
134109 Haryana**



**Date : 01/10/2020
Place : Panchkula**

M/S SANDEEP VIHAR (AWHO) WELFARE & MAINTENANCE SOCIETY

GHS-79, SECTOR-20, PANCHKULA

Reporting Points:-

- 1) We have noticed that society doesn't maintain the Fixed Assets Register; therefore we were unable to physically verify the Fixed Assets with the actual assets purchased. The Depreciation on Assets have been charged based on the Values of the last year's audited Balance Sheet and purchases made during the year. The purchase/sale/disposal have been verified with the appropriate cash book and bank book.
- 2) Rest of the Fixed Assets of the Society are subject to verification.
- 3) The major portion of the society's income after the Charges from Members are the Interest Received from the Bank Balances and the FD's.
- 4) **3RD LEC:**
 - a) Society had been taking money from the members on account of 3rd LEC as posted/provided in the Previous Year's Audit Report. The sum was invested in 6 savings A/cs on 2nd January, 2018 in Kotak Mahindra Bank.
 - b) Society has transferred the money taken on account of 3rd LEC during the FY 2018-19 i.e. collected in the current FY to a New A/c - 3rd LEC (Resale) A/c.
 - c) Release of 3rd LEC Payments has been initiated. Details are as follows:

Total Refunded amount	:	Rs. 94,77,734/-
Pending 3 rd LEC amounts	:	Rs. 5,79,24,173/-
Interest Earned during the year	:	Rs. 39,04,987/-
 - d) The Society's policy is to refund the 3rd LEC amount to its respective owners if not charged by HUDA. In such a case interest accumulated on 3rd LEC Savings A/cs shall also be refunded appropriately. Thus, shown as current liability. Also these Savings A/cs are not being used for any other society purpose.
- 5) The society has made expenses during the year relating to overhauling of Fixed Assets which increases the useful life of assets and thus such expenses have been capitalized. Also Depreciation has been charged accordingly.
- 6) Detail of Society Charges are as follows:

Period	Society charges to be received from 556 members	Society charges actually received
2019-20	1,33,44,000 (556*24,000)	1,23,17,905 (+) 47,27,500 (Opening Advances) (-) 34,52,200 (Closing Advances*) =1,35,93,205(Balance)

There is an excess of 2,49,205 (1,35,93,205-1,33,44,000) in the Society's collection from Members which are received from Debtors amounting to Rs. 1,56,960/- and the Balance Rs. 92,245/- as Miscellaneous receipts from Tenants during the year.

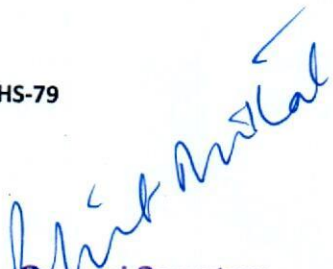
***Closing Advances are to be considered in the FY 2020-21.**

- 7) Duties & Taxes Payable as on 31st March, 2020 have been paid before the due date of Filing of Income Tax Return for the AY 2020-21.
- 8) General Reserve of Rs. 1,56,000/- is transferred to Members' Capital as per the management's recommendation.
- 9) Recoverable from AWHO and Payment from Enhanced Compensation are still an opening balance which are being carried forward over the years and whose adjustment has not been made in the FY 2019-20 as well by the management. Efforts should be made to write off or reconcile recoverable from AWHO.
- 10) Major portion of the expenses comprise of Salaries, Electricity Expenses, Repair & Maintenance & Security Expenses.
- 11) Building and General Development Fund from New Members amounting to Rs. 57,30,000/- has been transferred to New Fund namely, Long Term Development/Corpus Fund as per the Society Bye-Laws.
- 12) No expenses have been made from the Long Term Development Fund/Corpus Fund and the same is not allowed as per the Society Bye-Laws.

For Sandeep Vihar (AWHO) Welfare & Maintenance Society GHS-79


President (PRESIDENT)
Sandeep Vihar (AWHO)
Welfare & Maint Society
GHS-79, Sector-20
Panchkula (Haryana)


Treasurer (TREASURER)
Sandeep Vihar (AWHO)
Welfare & Maint Society
GHS-79, Sector-20
Panchkula (Haryana)


General Secretary (GENERAL SECRETARY)
Sandeep Vihar (AWHO)
Welfare & Maint Society
GHS-79, Sector-20,
Panchkula (Haryana)