

AJKR AND ASSOCIATES
CHARTERED ACCOUNTANTS

4262/3, FIRST FLOOR, FLAT NO. 102, ANSARI ROAD, DARYAGANJ, DELHI-110 002

AUDITOR'S REPORT

The Members

Sree Narayana Guru Co-operative Thrift & Credit Society Limited
RB-2, PKT-3, Sector-7, Dwarka,
New Delhi-110075

Dear Members'

We have audited the attached Balance Sheet of Sree Narayana Guru Co-operative Thrift & Credit Society Limited for the year ended 31st March, 2017 together with the Income & Expenditure Account for the year ended on that date. 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.

We have conducted our Statutory Audit in accordance with auditing standard & practices accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mismanagement. An audit includes examining, on test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management as well as evaluating the overall financial statements presentations. We believe that our audit provide as reasonable basis for our opinion.

On the basis of the audit as indicated in Para above, we report as under :

- a. We have obtained all the information and explanation, which to the best of our knowledge and belief were necessary for the purpose of audit.
- b. In our opinion, the Balance Sheet and the Income & Expenditure account dealt with by this report are in conformity with the books of account.
- c. In our opinion, proper books of accounts as required under the Act, Rules & Bye-laws have been kept by the society, for the year under review.
- d. In our opinion and to the best of our information and according to explanation given to us, and as shown by the books of the society, the said accounts exhibit a true and fair view :-
 - i) In case of Balance Sheet of the state of affairs of the society as on 31st March, 2017 and
 - ii) In case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended 31st March, 2017.
- e. Our detailed report in Part-A, Part-B and Part-C is attached.

For AJKR and Associates
Chartered Accountants

sd/-
Partner
M.S. No. : 016935

Place : New Delhi
Dated : 18.08.2017

**AJKR AND ASSOCIATES
CHARTERED ACCOUNTANTS**

4262/3, FIRST FLOOR, FLAT NO. 102, ANSARI ROAD, DARYAGANJ, DELHI-110 002

DETAILED AUDIT REPORT FOR THE YEAR 2016-2017

SREE NARAYANA GURU CO-OPERATIVE THRIFT & CREDIT SOCIETY LIMITED

PART-'A'

**OBJECTIONS POINTED OUT IN PREVIOUS AUDIT REPORT
AND THEIR COMPLIANCE BY THE MANAGEMENT**

No major objections raised in previous year audit report.

PART-'B'

DETAILED COMMENTS ON THE WORKING OF THE SOCIETY

1. The society is functioning from the registered office and as informed and certified by the management, the members are being allowed to inspect documents of the society including audit reports. Further we did not come across any complaint from any member regarding non compliance of above by the management, during the course of our audit.
2. The society periodically reconciles its accounts with the accounts of members and outside parties including bank at the close of the co-operative year with general cashbook. Bank accounts are tallied with the passbook/bank statements issued by the banks.
3. The society is lending loans to its members only within their borrowing limits.
4. The Managing Committee has implemented the decision of the General Body in letter and spirit and in accordance with the co-operative principles.
5. There is no unresolved dispute or pending complaint against the society, as certified by the management. The dues from members are being recovered in the normal course, but there are certain chronic defaulters which are forwarded to Arbitration for recovery process.
6. The Managing Committee is putting best efforts for continuous and smooth running of the affairs of the society. The meetings of the Managing Committee were held regularly.
7. The lists of members enrolled and resigned during 2016-2017 are enclosed. List of total members along with their ledger balances as on 31st March, 2017 is also enclosed.
8. Certificate from the custodian of record regarding possession of documents, records and cash is enclosed.

9. The Society is maintaining bank accounts with South Indian Bank, State Bank of Travancore Dhanlaxmi Bank & Delhi State Co-operative Bank. The bank account are reconciled with the books of the Society.
10. Budget is being prepared by the society. We have been explained that day-to-day expenditures have been incurred on need basis.

COMMENTS ON THE MAJOR ITEMS OF BALANCE SHEET/INCOME & EXPENDITURE A/C

1. SHARE CAPITAL

The balance under this head as on 31st March, 2017 was Rs. 19914800.00 as against Rs. 17573050.00 as on 31st March, 2016.

2. COMPULSORY DEPOSITS :

The balance under this head as on 31st March, 2017 was Rs. 42817266.00 as against Rs. 37343113.00 as on 31st March, 2016.

3. MONTHLY INCOME SCHEME (FD) :

The balance under this head as on 31st March, 2017 was Rs. 119359645.00 as against Rs. 43827382.00 as on 31st March, 2016.

4. FIXED DEPOSITS :

The balance under this head as on 31st March, 2017 was Rs. 128602806.00 as against Rs. 81541226.00 as on 31st March, 2016.

5. LOAN TO MEMBERS (REGULAR LOANS) :

The balance under this head as on 31st March, 2017 was Rs. 93560967.00 as against Rs. 92426958.00 as on 31st March, 2016. During the year, Loans amounting to Rs. 37113565.00 disbursed by the Society.

6. INTEREST PAYABLE ON DEPOSITS :

The balance under this head as on 31st March, 2017 was Rs. 12499213.00 as against Rs. 6851725.00 as on 31st March, 2016.

7. INCOME & EXPENDITURE ACCOUNT :

The main source of income of society during the year under audit was interest on loan amounting to Rs. 12251073.00 & Bank Interest (S.B A/c) Rs. 1054071.00. The society also earned interest on advance given towards payment of land for Housing Project amounting to Rs. 24482540.00. The major heads of expenses were interest on deposits amounting to Rs. 27508617.00, salaries Rs. 854983.00, Rent Rs. 443000.00, Incentives Rs. 447711.00 & Honorarium Rs. 250000.00. The society earned a surplus of Rs. 5456899.77 for the year ended 31st March, 2017 as against Rs. 2823539.60 for the year ended 31st March, 2016.

PART-C

Major Irregularities / Objections observed during the course of Audit

1. Balance outstanding in members ledger accounts whether debit or credit are subject to confirmation from them as on 31.03.2017.
2. Under the objects of the society, the society has started Housing Scheme for the members and employees and their Children & in the process of purchasing land in L Zone under MPD 21. Rs. 225924720.00 given by the society for purchase of land for housing projects & other expenses included interest of Rs. 53789950.04 incurred for Housing projects out of which contribution of Rs. 85007860.00 received from members of housing project and remaining amount paid by the society as advance on interest. The ownership of the above land will remain with Housing project members only. For this, amendments in By-laws of the society is required and also terms and conditions of the same should be approved in General Body meeting of the society.
3. Rs. 259588.00 is outstanding (NEFT/Mobile transfer) in Unclaimed deposits for which no member details made available.

For AJKR and Associates

Chartered Accountants

sd/-

Partner

M.S. No. : 016935

Place : New Delhi

Dated : 18.08.2017

SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD
BALANCE SHEET AS ON 31st MARCH, 2017

2015-16	LIABILITIES	2016-17	2015-16	ASSETS	2016-17
1,75,73,050.00	Share Money	1,99,14,800.00		FIXED ASSETS	
8,15,41,226.00	Deposit	12,86,02,806.00	10,98,331.60	As per Annexure attached	9,67,638.37
4,38,27,382.00	Fixed Deposits	11,93,59,645.00	10,23,85,000.00	Cost of Land for Housing for members	22,59,24,720.00
13,08,275.00	Monthly Income Scheme (FD)	22,46,328.00			
3,73,43,113.00	Recurring Deposit	4,28,17,266.00		CURRENT ASSETS	
66,91,409.00	Compulsory Deposits	1,22,94,137.00		CASH & BANK BALANCES	
20,64,446.00	Saving Deposit	2,33,114.00		Cash In Hand	19,331.00
	Special Saving Deposit			South Indian Bank	17,35,223.00
18,37,176.90	Reserve & Surplus	32,01,401.84		Delhi State Co-Operative Bank Ltd	10,559.00
3,41,529.00	Bad Debts Funds	6,14,374.00		State Bank of Travancore (C-A/c)	52,98,570.00
12,12,271.00	Self Insurance	3,45,579.00		Dhanlaxmi Bank Ltd.	40,76,545.46
17,79,197.70	Profit & Loss A/C	14,59,625.52		State Bank of Travancore (Saving)	69,13,019.00
				State Bank of Travancore (Housing)	58,09,581.50
				FD with South Indian Bank	50,00,000.00
				FD with State Bank of Travancore	90,00,000.00
39,675.00	Unclaimed Deposit	2,59,588.00		LOANS & ADVANCES	
68,51,725.00	Expenses Payable	1,24,99,213.00		Regular Loan	9,35,60,967.00
1,28,800.00	Interest Payable on deposits	1,17,600.00		Emergency Loan	2,92,141.00
50,000.00	Audit fees payable	50,000.00		Consumer Loan	49,59,311.00
-	Education Fund Payable	27,88,002.00		Interest Receivable	51,87,804.00
-	Dividend Payable (2016-17)	14,001.00		Interest Receivable on Housing	38,13,548.00
-	TDS payable	13,01,400.00		Gold Loan	1,85,990.00
5,62,57,659.00	Gift to member	8,50,07,860.00		Loan Against Deposit	15,81,842.00
	Contribution received from members for Land			Security For Building	50,00,000.00
				Amount recoverable from Member of Housing	5,37,89,950.04
				Tax Deducted at Source	-
25,88,46,934.60		43,31,26,740.37	25,88,46,934.60		43,31,26,740.37

As per our Audit Report of even date attach
For AJKR and Associates
Chartered Accountants

sd/-

Partner

MS. No.016935

Place : New Delhi

Date : 18.08.2017

For Sree Narayana Guru Co-operative Thrift & Credit Society Ltd.



President



Secretary



Treasurer

SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD
RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED ON 31st MARCH 2017


RECEIPTS	AMOUNT	PAYMENTS	AMOUNT
To Opening Balance			23,489.00
CASH IN HAND	1,52,679.00	PETROL/CNG EXP	4,47,711.00
SOUTH INDIAN BANK	7,77,880.00	INCENTIVE	1,28,800.00
DELHI STATE CO-OP BANK	10,149.00	AUDIT FEE	1,86,757.00
STATE BANK OF TRAVANCORE (Saving)	1,23,02,813.00	ADVERTISEMENT	1,82,69,582.00
STATE BANK OF TRAVANCORE (C-A/c)	4,77,889.00	INTEREST PAID	8,54,983.00
DHANLAXMI BANK	2,31,44,312.46	SALARIES	4,43,000.00
STATE BANK OF TRAVANCORE (Housing)	25,04,766.00	RENT	1,15,020.00
DOCUMENTATION CHARGES	16,800.00	PRINTING & STATIONERY	50,000.00
INTEREST RECEIVED FROM BANK	10,54,071.00	CO OP. EDUCATION FUND	36,000.00
UNCLAIMED DEPOSIT	2,22,163.00	ELECTRICITY EXPENSES	54,036.00
CHEQUE BOUNCE CHARGES RECEIVED	15,900.00	OFFICE EXPENSES	71,027.00
COMPULSORY DEPOSIT	70,12,711.00	TELEPHONE EXPENSES	1,31,700.00
PENALTY ON CD	4,899.00	CONVEYANCE	16,480.00
CONSUMER LOAN	29,33,634.00	DIWALI EXPENSES	33,022.00
INTEREST ON CL	8,43,491.00	BANK CHARGES	8,700.00
PENAL INTEREST ON CL	30,858.00	OFFICE EQUIPMENTS	33,077.00
EMERGENCY LOAN	4,89,215.00	REPAIR & MAINTENANCE	70,000.00
INTEREST ON EL	41,282.00	ACCOUNT MAINTENANCE CHARGES	24,619.00
PENAL INTEREST ON EL	2,264.00	POSTAGE & COURIER CHARGES	46,000.00
FIXED DEPOSIT	14,88,75,441.00	WEBSITE AMC SOFTWARE	17,440.00
GOLD LOAN PRINCIPAL	3,31,666.00	MEETING EXPENSES	2,70,906.00
INTEREST ON GOLD LOAN	58,772.00	AGM EXPENSES	33,898.00
LOAN AGAINST FDR	24,64,073.00	COMPUTER EXPENSES	2,50,000.00
INTEREST ON FD LOAN	1,79,346.00	HONORARIUM	39,882.00
SELF INSURANCE	2,09,125.00	STAFF WELFARE	36,000.00
SAVING DEPOSIT	12,02,77,272.00	TDS	2,86,848.00
PROCESSING FEES	48,460.00	ARBITRATION EXPENSES	75,575.00
RECURRING DEPOSIT	32,50,571.00	LEGAL & PROFESSIONAL FEE	15,38,558.00
MONTHLY INCOME SCHEME (FD)	10,88,70,582.00	COMPULSORY DEPOSIT	32,80,790.00
LOAN PRINCIPAL	3,59,79,556.00	INTEREST PAID ON CD	1,64,055.00
INTEREST ON LOAN	1,09,44,657.00	CONSUMER LOAN	5,17,555.00
PENAL INTEREST	1,50,403.00	EMERGENCY LOAN	10,18,13,861.00
NOTICE CHARGES	28,850.00	FIXED DEPOSIT	30,80,000.00
ADMISSION FEE	51,600.00	LOAN PRINCIPAL FDR	17,250.00
FORMS - LOAN AND OTHERS	18,992.00	IT RETURN FILING FEES	10,75,817.00
CLOSING CHARGES	11,769.00	SELF INSURANCE	11,46,74,544.00
SHARE MONEY	26,40,050.00	SAVING DEPOSIT	3,10,757.00
SPECIAL SAVING DEPOSIT	1,52,51,368.00	INTEREST PAID ON SAVING DEPOSIT	23,12,518.00
LEGAL FEE RECOVERED	42,548.00	RECURRING DEPOSIT	3,33,38,319.00
INTEREST RECEIVED (HOUSING)	2,10,14,967.00	MONTHLY INCOME SCHEME	3,71,13,565.00
ARBITRATION FEES	46,936.00	LOAN PRINCIPAL	2,98,300.00
BANK CHARGES	3,450.00	SHARE MONEY	18,75,494.00
RECEIPT FROM HOUSING PROJECT	16,55,500.00	DIVIDEND (2015-16)	2,250.00
INCOME FROM SSD	7,60,000.00	UNCLAIMED DEPOSIT	1,09,000.00
TDS	41,114.00	SECURITY EXPENSES	1,70,82,700.00
LAND CONTRIBUTION RECEIVED	2,87,50,201.00	SPECIAL SAVING DEPOSIT	9,775.00
		GENERAL INSURANCE	18,53,100.00
		EXPENSES FOR HOUSING	50,00,000.00
		FD WITH SOUTH INDIAN BANK	90,00,000.00
		FD WITH SBT	19,015.00
		COMPUTER AND PARTS	12,000.00
		MARRIAGE GIFTS	174.00
		MISC. EXPENSES	17,35,78,267.50
		PAYMENT FOR LAND	
		Closing Balance	19,331.00
		CASH IN HAND	17,35,223.00
		SOUTH INDIAN BANK	52,98,570.00
		STATE BANK OF TRAVANCORE (C-A/c)	10,559.00
		DELHI STATE CO-OP BANK	40,76,545.46
		DHANLAXMI BANK	69,13,019.00
		STATE BANK OF INDIA (SAVING)	58,09,581.50
		STATE BANK OF TRAVANCORE (HOUSING)	
	55,39,95,045.46		55,39,95,045.46

As per our Audit Report of even date attach
For AJKR and Associates
Chartered Accountants

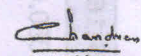
sd/-
Partner
MS. No.016935

Place : New Delhi
Date : 18.08.2017

For Sree Narayana Guru Co-operative Thrift & Credit Society Ltd.


President


Secretary


Treasurer

SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31st MARCH, 2017

2015-16	EXPENDITURE	2016-17	2015-16	INCOME	2016-17
7,05,150.00	To Salaries	8,54,983.00	80,800.00	By Admission Fees	51,600.00
45,939.00	To Office Expenses	54,036.00	1,05,954.00	By Penal Interest	1,50,403.00
25,000.00	To Election Expenses	-	1,33,44,248.00	By Loan Interest	1,09,44,657.00
11,900.00	To Diwali and Other Festival Expenses	16,480.00	11,400.00	By Cheque Bounce charge received	15,900.00
23,800.00	To Repair And Maintenance	7,200.00	5,28,730.00	By Interest Recd From Bank	10,54,071.00
4,11,000.00	To Rent	4,43,000.00	6,102.00	By Penalty on CD	4,899.00
35,000.00	To Electricity Expenses	36,000.00	1,26,855.00	By Gold Loan Interest	58,772.00
1,94,785.00	To AGM Expenses	2,70,906.00	504.00	By Gold Loan Penal Interest	-
1,19,41,915.00	To Interest Paid on deposits	2,39,17,070.00	2,750.00	By Notice Charges	28,850.00
1,25,450.00	To Conveyance	1,31,700.00	23,235.00	By Forms - Loan & Other	18,992.00
71,319.00	To Telephone Expenses	71,027.00	9,115.00	By Accounts closing Charges	11,769.00
27,85,701.00	To Interest Paid On CD	32,80,790.00	350.00	By Gold Loan Service Charges	-
20,895.00	To Postage & Courier Charges	24,619.00	78,659.00	By Processing Fees	48,460.00
16,217.00	To Bank Charges	29,572.00	30,158.00	By Loan Interest EL	41,282.00
1,03,000.00	To Security Expenses	1,09,000.00	32,139.00	By Interest on FD loan	1,79,346.00
2,38,133.00	To Interest Paid on Saving Deposit	3,10,757.00	15,47,973.00	By Interest on CL	8,43,491.00
1,89,878.40	To Depreciation	1,58,408.24	22,785.00	By Penal Interest on CL	30,858.00
97,765.00	To Printing & Stationery	1,15,020.00	12,600.00	By Documentation Charges	16,800.00
5,56,418.00	To Incentive	4,47,711.00	54,44,120.00	By Interest received from Housing	2,44,82,540.00
25,830.00	To Computer Expenses	33,898.00	1,482.00	By Panel Interest on EL	2,264.00
61,000.00	To Advertisement	1,86,757.00	1,259.00	By Letter of Guarantee	-
1,28,800.00	To Audit Fees (Current year)	1,28,800.00	55,674.00	By Prior period adjustment	-
35,000.00	To AMC software website	46,000.00	-	By Arbitration fees recovered	36,936.00
55,000.00	To Account Maintenance Charges	70,000.00	-	By Income From SSD	7,60,000.00
18,100.00	To Income tax return fees	17,250.00	-	By Legal Fees Recovered	29,598.00
6,713.00	To Meeting Expenses	17,440.00	-		
1,08,361.00	To Legal & Professional Expenses	62,625.00	-		
2,41,450.00	To Honorarium	2,50,000.00	-		
22,480.00	To Vehicle Maintenance (Car & Bike)	25,877.00	-		
1,42,542.00	To Arbitration Expenses	2,76,848.00	-		
31,781.00	To Staff Welfare	39,882.00	-		
23,506.00	To Petrol /CNG	23,489.00	-		
1,28,524.00	To Computer Software Charges	-	-		
-	To Dividend Paid (2015-16)	18,75,494.00	-		
-	To Members Marriage Gifts	12,000.00	-		
-	To General Insurance (fire & other)	9,775.00	-		
-	To Misc Expenses	174.00	-		
28,23,539.60	To Excess of Income over Expenditure	54,56,899.77	-		
2,14,66,892.00		3,88,11,488.00	2,14,66,892.00		3,88,11,488.00

SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31st MARCH, 2017

2015-16	EXPENDITURE	2016-17	2015-16	INCOME	2016-17
50,000.00 7,05,884.90 1,41,177.00 12,36,680.00 17,79,197.70	To Education Fund (Current Year) To General Reserve To Bad Debts Fund To Dividend payable (2016-17) To Gift To Member To Balance Excess of Income over Expenditure trf to B/S	50,000.00 13,64,224.94 2,72,845.00 27,88,002.00 13,01,400.00 14,59,625.52	28,23,539.60 10,89,400.00	By Excess of Income over Expenditure By Balance b/d of Previous year	54,56,899.77 17,79,197.70
39,12,939.60		72,36,097.47	39,12,939.60		72,36,097.47

As per our Audit Report of even date attach
 For AJKR and Associates
 Chartered Accountants

sd/-
 Partner
 MS. No.016935
 Place : New Delhi
 Date : 18.08.2017

For Sree Narayana Guru Co-operative Thrift & Credit Society Ltd.

 President
 Secretary
 Treasurer