

AUDITORS' REPORT

To  
The Members  
Sree Narayana Guru Co-operative Thrift & Credit Society Limited  
RB-2, PKT 3, Sector 7, Dwarka,  
New Delhi-110 075

Dear Members'

We have audited the attached Balance Sheet of Sree Narayana Guru Co-operative Thrift & Credit Society Limited for the year ended 31<sup>st</sup> March'2020 together with the Income & Expenditure Account, Receipt & Payment 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 statement 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. In our opinion, the Balance Sheet and the Income & Expenditure account dealt with by this report are in conformity with the books of account.
- b. 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.
- c. 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 31<sup>st</sup> March' 2020 and



ii) In case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended 31<sup>st</sup> March' 2020.

d. Our detailed report in Part- A, Part-B and Part C is attached.

For D.C.G. & CO.

FRN: 004590N

Chartered Accountants

D.C. Gupta

Partner

MS. No. 82044



Place : New Delhi

Dated : 19/4/2020

UDIN: 20082044 AAAACIM 1404

DETAILED AUDIT REPORT FOR THE YEAR 2019-2020

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 2019-2020 are enclosed. List of total members along with their ledger balances as on 31<sup>st</sup> March' 2020 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 accounts 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 31<sup>st</sup> March' 2020 was Rs.26588922.00 as against Rs.24530822.00 as on 31<sup>st</sup> March' 2019.

**2. COMPULSORY DEPOSITS:**

The balance under this head as on 31<sup>st</sup> March' 2020 was Rs.56160153.00 as against Rs.51195577.00 as on 31<sup>st</sup> March' 2019.

**3. MONTHLY INCOME SCHEME(FD):**

The balance under this head as on 31<sup>st</sup> March' 2020 was Rs.128589883.00 as against Rs.122524657.00 as on 31<sup>st</sup> March' 2019.

**4. FIXED DEPOSITS:**

The balance under this head as on 31<sup>st</sup> March' 2020 was Rs.200347127.00 as against Rs.172486481.00 as on 31<sup>st</sup> March' 2019.

**5. LOAN TO MEMBERS(REGULAR LOANS):**

The balance under this head as on 31<sup>st</sup> March' 2020 was Rs.113762348.00 as against Rs.110064040.00 as on 31<sup>st</sup> March' 2019. During the year, Loans amounting to Rs.40521196.00 disbursed by the society.

**6. INTEREST PAYABLE ON DEPOSITS:**

The balance under this head as on 31<sup>st</sup> March' 2020 was Rs.18460624.00 as against Rs.20001125.00 as on 31<sup>st</sup> March' 2019.

**7. INCOME & EXPENDITURE ACCOUNT:**

The main source of income of society during the year under audit was interest on loans including FD Loans amounting to Rs. 17805717.00 & Bank Interest(FD) Rs. 1180298.00. The society also earned interest on advance given towards payment of land for Housing Project amounting to Rs. 29370067.80 The major heads of expenses were interest on deposits amounting to Rs.39918544.00, Salaries Rs.1873800.00, Rent Rs. 888000.00, Incentives Rs. 591649.00 & Honorarium Rs. 384000.00. The society earned a surplus of Rs.3450066.12 for the year ended 31<sup>st</sup> March' 2020 as against Rs.3439450.43 for the year ended 31<sup>st</sup> March' 2019.



D.C.G. & CO.

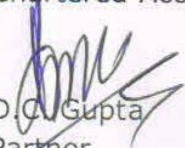
**Major Irregularities/Objections observed during the course of Audit**

1. Balance outstanding in members ledger accounts whether debit or credit are subject to confirmation from them as on 31.03.2020.
2. Under the objects of the society, the society has started Housing Scheme for the members and employees and their Children & has purchased agriculture Land in L Zone Under MPD 21. Cost of Land for housing project as on 31.03.2020 is Rs. 371644682.08 which includes Land cost, registration expenses & other expenses included interest payable on amount advanced by the society for Housing project out of which contribution of Rs. 75186606.00 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. 446880.00 (Last Year Rs. 393601.00) is outstanding in Unclaimed deposits which relates to NEFT/Mobile Transfer for which no member details made available

For D.C.G. & CO.

FRN: 004590N

Chartered Accountants

  
D.C. Gupta  
Partner

MS. No. 82044



Place : New Delhi

Dated : 19/4/2020

(9)  
SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD  
BALANCE SHEET AS ON 31ST MARCH 2020

2018-19	LIABILITIES	2019-20	2018-19	ASSETS	2019-20
2,45,30,822.00	<b>SHARE CAPITAL</b> Share Money	2,65,88,922.00	10,88,390.64 34,21,83,039.31	<b>FIXED ASSETS</b> (As per Annexure attached) Cost of Land for Housing Members	9,74,628.88 37,16,44,682.08
53,74,631.83	<b>RESERVES AND SURPLUS</b> General Reserve	62,37,148.83	27,742.08	<b>CASH &amp; BANK BALANCES</b> Cash in Hand	98,463.46
10,49,020.00	Bad Debts Funds	13,94,027.00	51,769.40	South Indian Bank	42,440.40
-	Self Insurance	4,33,608.00	11,340.00	Delhi State Co-Operative Bank Ltd	17,775.00
1,79,675.49	Income & Expenditure Account	2,45,103.62	1,06,141.90	State Bank of India (C/A)	1,45,917.32
	<b>MEMBERS' DEPOSITS</b>		1,51,993.90	State Bank of India (SB)	2,83,997.90
17,24,86,481.00	Fixed Deposits	20,03,47,127.00	-	Dhan Laxmi Bank (O/D)	1,91,631.68
12,25,24,657.00	Monthly Income Scheme (FD)	12,85,89,883.00	35,066.96	Dhan Laxmi Bank (Housing)	33,854.89
29,25,478.00	Recurring Deposit	30,62,126.00	1,65,301.73	State Bank of India (Housing)	10,486.83
5,11,95,577.00	Compulsory Deposits	5,61,60,153.00	1,35,00,000.00	FD with Dhan Laxmi Bank	70,00,000.00
1,53,68,032.00	Saving Deposits	1,67,54,572.00		<b>LOANS &amp; ADVANCES</b>	
3,93,601.00	Unclaimed Deposits	4,46,880.00	11,00,64,040.00	Regular Loans	11,37,62,348.00
7,68,10,206.00	Contribution Received from Members for Land	7,51,86,606.00	3,57,904.00	Emergency Loans	2,49,467.00
	<b>CURRENT LIABILITIES</b>		40,70,600.00	Consumer Loans	27,76,385.00
2,00,01,125.00	Interest Payable on deposits	1,84,60,624.00	78,02,505.00	Interest Receivable	88,61,522.00
1,20,960.00	Audit Fees Payable	1,20,960.00	1,66,957.00	Interest Receivable on FD Loan	21,45,650.00
50,000.00	Education Fund Payable	50,000.00	1,53,133.00	Interest Receivable on Gold Loan	2,75,641.00
31,66,814.00	Dividend Payable	21,27,114.00	11,62,160.00	Gold Loan	9,35,893.00
11,200.00	TDS Payable	11,700.00	1,54,31,562.00	Loan against Deposits	1,37,12,667.00
-	Expenses Payable	1,44,810.00	9,70,084.00	Special Saving Deposits	24,27,594.00
16,95,153.60	Dhan Laxmi Bank (O/D)	-	1,07,919.00	Interest Receivable on Bank FDR	4,96,805.00
			-	Income Tax Under Appeal	1,00,00,000.00
			1,21,222.00	Tax Deducted at Source (2017-18)	-
			1,54,562.00	Tax Deducted at Source (2018-19)	1,54,562.00
			-	Tax Deducted at Source (2019-20)	1,18,952.00
<b>49,78,83,433.92</b>		<b>53,63,61,364.44</b>	<b>49,78,83,433.92</b>		<b>53,63,61,364.44</b>

As per our Audit Report of even date attach

For D.C.G. & Co.

FRN: 004590N

Chartered Accountants

Partner

MS. No. 082044

Place : New Delhi

Date : 19/4/2020



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

President

Secretary

Treasurer



10

**SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD**

**Depreciation for the year ended 31.03.2020**

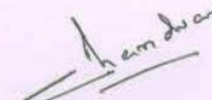
S. No.	Name of the Assets	Dep Rate	Opening Balance as on 01.04.2019	Addition made upto 30.09.2019	Addition made After 30.09.2019	Total balance as on 31.03.2020 before depreciation	Depreciation	Closing Balance as on 31.03.2020 after depreciation
1	Motor Cycle	15%	13,595.66	-	-	13,595.66	2,039.35	11,556.31
2	Office Equipment	15%	2,14,961.91	3,300.00	13,770.00	2,32,031.91	33,772.04	1,98,259.87
3	Air Conditioner	15%	1,18,752.85	-	-	1,18,752.85	17,812.93	1,00,939.92
4	Car	15%	87,501.82	-	-	87,501.82	13,125.27	74,376.55
5	Furniture & Fixture	10%	5,97,663.98	6,700.00	10,000.00	6,14,363.98	60,936.40	5,53,427.58
6	Computer & Parts	40%	55,914.43	4,200.00	-	60,114.43	24,045.77	36,068.66
	<b>TOTAL</b>		<b>10,88,390.64</b>	<b>14,200.00</b>	<b>23,770.00</b>	<b>11,26,360.64</b>	<b>1,51,731.76</b>	<b>9,74,628.88</b>

For Sree Narayana Guru Coop T/c Society Ltd.

  
(President)



  
(Secretary)

  
(Treasurer)

(11)

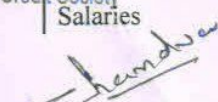
**SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD**  
**RECEIPTS AND PAYEMENTS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2020**

RECEIPTS	AMOUNT	PAYMENTS	AMOUNT
<b>Opening Balances:</b>		<b>Opening Balances:</b>	
Cash in Hand	27,742.08	Dhan Laxmi Bank (O/D)	16,95,153.60
Delhi State Co-op Bank	11,340.00	Advertisement	1,41,500.00
South Indian Bank	51,769.40	AGM Expenses	3,75,074.00
State Bank of India (CA)	1,06,141.90	Arbitration Expenses	1,40,835.00
State Bank of India (SB)	1,51,993.90	Audit Fees	1,20,960.00
Dhan Laxmi Bank (Housing)	35,066.96	Bank Charges	73,038.30
State Bank of India (Housing)	1,65,301.73	Vehicle Maintenance	15,672.00
Admission Fees	56,800.00	Compulsory Deposit	29,23,075.00
Bank Charges Recovered	3,325.00	Computer and Parts	4,200.00
Cheque Bounce Charges Recovered	7,652.00	Computer Expenses	30,763.00
Compulsory Deposit	78,87,651.00	Consumer Loan	3,35,207.00
Consumer Loan	16,29,422.00	Conveyance	2,47,293.00
Emergency Loan	6,10,257.00	Dividend Paid	31,55,282.00
FD with Dhan Laxmi Bank	2,80,00,000.00	Education Fund	50,000.00
Fixed Deposits	18,83,95,973.00	Electricity Expenses	1,21,013.00
G.L. Service Charge	2,000.00	Emergency Loan	5,01,820.00
Gold Loan Principal	6,23,267.00	FD With Dhanlaxmi Bank	2,15,00,000.00
Income from SSD	6,70,000.00	Fixed Deposits	16,05,35,327.00
Interest CL	6,22,600.00	Furniture & Fixtures	16,700.00
Interest EL	42,042.00	General Insurance	10,350.00
Interest FD Loan	6,04,128.00	Gold Loan Principal	3,97,000.00
Interest Gold Loan	71,724.00	Honorarium	3,84,000.00
Interest on IT Refund	39,158.00	Housing Keeping	31,000.00
Interest Received from Bank (SB)	12,866.00	Incentive	5,91,649.00
Interest Received From Bank (FD)	7,91,412.00	Income Tax Receivable	1,00,00,000.00
Loan Forms and Others	3,400.00	Interest Paid	3,67,62,861.00
Loan Interest	1,33,05,005.00	Interest Paid on Overdraft	60,986.00
Loan Principal	3,68,22,888.00	Interest Paid On C.D.	43,19,118.00
Loan Principal FDR	81,28,588.00	Interest Paid On O.D.	3,77,066.00
Monthly Income Scheme (FD)	7,72,09,383.00	Legal & Professional Expenses	2,90,120.00
Notice Charges	80,236.00	Loan Principal	4,05,21,196.00
Penal Interest	3,85,663.00	Loan Principal FDR	64,09,693.00
Penal Interest CL	31,036.00	Meeting Exp	15,171.00
Penal Interest EL	1,747.00	Member Marriage Gift	3,000.00
Processing Fees	50,400.00	Monthly Income Scheme (FD)	7,11,44,157.00
Recurring Deposit	49,53,251.00	Office Equipments	17,070.00
Saving Deposit	7,53,90,141.00	Office Expenses	53,530.00
Self Insurance	17,10,225.00	Petrol/CNG Expenses	23,537.62
Share Money	28,97,100.00	Post & Courier Expenses	19,127.00
SMS Charges	60,720.00	Printing & Stationery	1,08,972.00
Special Saving Deposits	1,00,56,740.00	Recurring Deposits	48,16,603.00
Unclaimed Deposit	66,400.00	Rent	8,88,000.00
Tax Deducted at Source (2017-18)	1,21,222.00	Repair & Maintenance	21,375.00
Land Cost	33,600.00	Tax Return Expenses	31,700.00
		Salaries	18,73,800.00

For Sree Narayana Guru Co-operative Thrift & Credit Society

  
President

  
Secretary

  
Treasurer





12

	Saving Deposit	7,40,03,601.00
	Security Expenses	1,19,000.00
	Self Insurance	12,76,617.00
	Share Money	8,39,000.00
	Software AMC	2,16,000.00
	Special Saving Deposits	1,15,14,250.00
	Staff Welfare	43,722.00
	Tax Deducted at Source (2019-20)	1,18,952.00
	TDS Payable	11,200.00
	Telephone Expenses	44,578.00
	Unclaimed Deposit	13,121.00
	Land Contribution	16,23,600.00
	Land Cost	1,25,174.97
	<b>Closing Balances:</b>	
	Cash in Hand	98,463.46
	Delhi State Co-op Bank	17,775.00
	South Indian Bank	42,440.40
	State Bank of India (CA)	1,45,917.32
	State Bank of India (SB)	2,83,997.90
	Dhan Laxmi Bank (O/D)	1,91,631.68
	Dhan Laxmi Bank (Housing)	33,854.89
	State Bank of India (Housing)	10,486.83
	<b>46,19,27,377.97</b>	<b>46,19,27,377.97</b>

As per our Audit Report of even date attach  
 For D.C.G. & Co.  
 FRN: 004590N  
 Chartered Accountants

Partner  
 MS. No. 082044

Place: New Delhi

Date: 19/11/2020



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

  
 President

  
 Secretary

  
 Treasurer

(13)

**SREE NARAYANA GURU CO-OPERATIVE THRIFT AND CREDIT SOCIETY LTD**  
**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2020**

2018-19	EXPENDITURE	2019-20	2018-19	INCOME	2019-20
39,220.00	To Account Maintenance Charges	-	70,000.00	By Admission Fees	56,800.00
1,14,655.00	To Advertisement	1,41,500.00	2,77,996.00	By Arbitration Fees Recovered	-
1,32,160.00	To Audit Fees	1,32,160.00	19,884.00	By Account Closing Charges	-
2,22,000.00	To AMC of Software	2,16,000.00	-	By Bank Charges Recovered	3,325.00
6,17,366.00	To AGM Expenses	3,75,074.00	17,261.00	By Cheque Bounce charge Received	7,652.00
2,73,532.00	To Arbitration Expenses	1,40,835.00	3,70,218.00	By Excess Provision of P. Yr w/back	11,532.00
66,462.77	To Bank Charges	73,038.30	1,300.00	By G.L.Service Charges	2,000.00
2,00,000.00	To Charity & Donation	-	2,47,502.00	By Gold Loan Interest	1,94,232.00
2,40,056.00	To Conveyance	2,47,293.00	4,36,895.00	By Interest on FD loan	25,82,821.00
9,930.00	To Computer Expenses	30,763.00	10,36,665.00	By Interest on CL	6,22,600.00
1,78,748.30	To Depreciation	1,51,731.76	36,116.40	By Interest Recd From Bank (SB)	12,866.00
1,66,529.00	To Electricity Expenses	1,25,423.00	2,70,86,987.00	By Interest Received from Housing Project	2,93,70,067.80
10,333.00	To General Insurance	10,350.00	5,45,000.00	By Income From SSD	6,70,000.00
3,87,000.00	To Honorarium	3,84,000.00	12,042.00	By Interest on Deposit	-
30,000.00	To House Keeping Charges	31,000.00	14,66,437.00	By Interest Recd From Bank (FD)	11,80,298.00
3,22,92,712.00	To Interest Paid on Deposits	3,52,22,360.00	1,45,62,961.00	By Loan Interest	1,43,64,022.00
40,52,440.00	To Interest Paid on CD	43,19,118.00	8,034.00	By Loan & Other Forms	3,400.00
30,316.00	To Interest Paid on Overdraft	60,986.00	70,688.00	By Loan Interest EL	42,042.00
5,56,023.00	To Interest Paid on OD	3,77,066.00	900.00	By Misc. Receipts	-
5,28,025.00	To Incentive	5,91,649.00	41,236.00	By Notice Charges	80,236.00
2,59,035.00	To Insurance Paid	-	3,18,949.00	By Penal Interest	3,85,663.00
-	To Legal & Professional Expenses	4,31,020.00	3,035.00	By Penalty on CD	-
14,542.00	To Meeting Expenses	15,171.00	69,400.00	By Processing Fees	50,400.00
8,000.00	To Members Marriage Gifts	3,000.00	48,304.00	By Penal Interest on CL	31,036.00
52,614.00	To Office Expenses	53,530.00	6,366.00	By Panel Interest on EL	1,747.00
59,512.00	To Postage & Courier Charges	19,127.00	2,23,350.00	By SMS Charges Recovered	60,720.00
95,441.00	To Printing & Stationery	1,08,972.00	-	By Interest on Income Tax Refund	39,158.00
36,442.90	To Petrol /CNG	23,537.62			
48,340.00	To Repair and Maintenance	21,375.00			
8,21,000.00	To Rent	8,88,000.00			
17,36,800.00	To Salaries	18,73,800.00			
43,338.00	To Staff Welfare	43,722.00			
1,14,000.00	To Security Expenses	1,19,000.00			
48,569.00	To Telephone Expenses	44,578.00			
35,116.00	To Tax Return Expenses	31,700.00			
17,818.00	To Vehicle Maintenance Exp.	15,672.00			
34,39,450.43	To Excess of Income over Expenditure	34,50,066.12			
<b>4,69,77,526.40</b>		<b>4,97,72,617.80</b>	<b>4,69,77,526.40</b>		<b>4,97,72,617.80</b>



C/f page -2



For Sree Narayana Guru Co-operative Thrift & Credit Society

*[Signature]*  
President

*[Signature]*  
Secretary

*[Signature]*  
Treasure

24

50,000.00	To Education Fund (Current Year)	50,000.00	34,39,450.43	By Excess of Income over Expenditure	34,50,066.12
8,59,862.61	To General Reserve	8,62,517.00	9,88,874.19	By Balance b/d of Previous Year	1,79,675.49
1,71,972.52	To Bad Debts Fund	3,45,007.00			
31,66,814.00	To Dividend Payable	21,27,114.00			
-	To Balance Excess of Income over	2,45,103.62			
1,79,675.49	Expenditure trf to B/S				
<b>44,28,324.62</b>		<b>36,29,741.62</b>	<b>44,28,324.62</b>		<b>36,29,741.62</b>

As per our Audit Report of even date attach

For D.C.G. & Co.

FRN: 004590N

Chartered Accountants

*[Signature]*  
Partner  
MS No. 082044

Place: New Delhi

Date: 19/11/2020



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

*[Signature]*  
President

*[Signature]*  
Secretary

Treasurer