

AUDITORS' REPORT

We have audited the attached Balance Sheet of Ghalib Memorial Co-operative Group Housing Society Limited, Plot No. 27, Road No. 42, Pitampura, Delhi-110034 (Registration No. 163(GH) dated 21.01.1977). as on 31st March' 2021 the Income & Expenditure Account and receipt and payment account annexed thereto 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 standards & 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 misstatement. 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 provides a 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, Income & Expenditure Account and Receipt & Payment Account dealt with by this report are in conformity with the books of account.
- b. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit.
- 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.



In our opinion and to the best of our information and according to explanation given to us, and as shown in the books of the society, the said accounts exhibit a true and fair view subject to our observations given in Part C of our report: -

- i) In the case of Balance Sheet of the state of affairs of the society as on 31st March' 2021 and
- ii) In the case of the Income & Expenditure Account, of the Deficit (Excess of expenditure over income) during the year ended on 31st March' 2021.

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

For Luthra And Chhabbra
Chartered Accountants

Partner
M.S. No. 522212



Place : New Delhi
Dated : 28.08.2021

UDIN: 21522212AAAAAF4710

**LUTHRA AND CHHABRA
(FORMERLY KNOWN AS GAMBHIR AND LUTHRA)
CHARTERED ACCOUNTANTS**

907, ITL TWIN TOWER, NETAJI SUBHASH PLACE, NEW DELHI-110034

DETAILED AUDIT REPORT FOR THE YEAR 2020-2021

GHALIB MEMORIAL CO-OPERATIVE GROUP HOUSING SOCIETY LTD.

PART 'A'

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

1. As per Balance Sheet of 31.03.2020, Principle amount, interest and penal interest payable to DCHFC is Rs. 23,59,49,414.11 whereas amount recoverable from members as per list provided to us is Rs. 17,57,15,715.18. Members' ledger balances whether debit or credit are subject to confirmations from them as on 31.03.2020.

Compliance : Not complied

2. The accounting records for the period prior to 8th June ,1992 were not available for our examination/audit which are stated to be not traceable.

Compliance : Not complied

3. The attached Balance Sheet as on 31st March,2020 does not includes the items of assets and Liabilities held by the society since prior to 8th June'1992 for want of missing records.

Compliance : Not complied

4. Embezzled amount of Rs. 717282.60 are recoverable from Mr. I.A. Farooqui.

Compliance : Amount recovered/adjusted during the year.

PART 'B'

DETAILED COMMENTS ON THE WORKING OF THE SOCIETY

- 1) At present the society is functioning from its registered office at 259, Ghalib Apartments, Plot No. 27, Road No. 42, Parwana Marg, Pitampura, Delhi-110034. As informed to us, the members are being allowed to inspect the documents including audit reports of the society
- 2) The society is periodically reconciling its accounts with the accounts of members & DCHFC. Amount payable to the DCHFC has been to the DCHFC by the society. However the confirmation from DCHFC is still awaited. The society has filed case against the DCHFC for non compliance. As per Balance Sheet of 31.03.2021, balance recoverable from members for DCHFC demand amounting to Rs. 23,59,49,414.11 whereas amount demand payable to DCHFC is Rs. 17,57,15,715.18.
- 3) As explained by the management of the society, the DCHFC has obtained an award no. 617/2000-01 for Rs. 1,39,02,782.00 for default in payment of loan for the period June'1990 to June'1997. The said award is already satisfied by the society as explained by the management of the society. Still the DCHFC is continuing with recovery proceedings based on the award till date. The society has filed case against DCHFC with the court of Financial Commissioner that the award has already been satisfied in 1997 itself but still they are continuing with the recovery of this amount. The next date of hearing is next 24.09.21.



- 4) The society has not raised any fund or borrowed any amount during the year under audit.
- 5) As accounting records, vouchers and requisite documents, information prior to 8th June, 1992 not available, it is not practicable to work out debt equity ratio of the society
- 6) No loans were extended by the society to its members or to any other parties during the current year nor any debt has been considered bad debt during the year.
- 7) The management committee of the society formed in 08.04.2012. Prior to 08.04.2012, Society's management was entrusted to the Administrator appointed u/s 32(1) of the Act on 12.01.2012. Last election was held on 07.04.2019.
- 8) The construction and allotment of flats were completed before the current audit period, so the question of financial & material management / control and allotment policy does not arise during the current year.
- 9) List of members at the close of the co-operative year is annexed.
- 10) The society does not own any fixed assets except some furniture items, Computer and a Flat. There is no cash credit extended to any members.
- 11) It not being a T/C Society or Co-operative Bank. The requirement regarding review of cash credit limit and loaning credit to any parties not applicable.
- 12) A certificate from the custodian of records regarding list of documents and records certifying possession thereof is annexed herewith.
- 13) The society is maintaining bank account with Indian Bank. The bank account is reconciled as on 31.03.2021.

INCOME & EXPENDITURE ACCOUNT:

The main sources of income of society during the year under audit are maintenance charges received from members Rs. 40,32,931.00. The major heads of expenses are wages paid to Electrician/plumbers/Gardeners etc. of Rs. 18,13,176.00, Electricity expenses of Rs.4,91,100.00, Legal expenses Rs. 8,14,150.00 and repairs and maintenance Rs. 5,85,709.00.

During the year, society is having Deficit (Excess of expenditure over income) of Rs. 2,84,028.85 (Previous Year Deficit was Rs. 1,61,631.00). The accumulated losses of the society as on 31.03.2021 are Rs. 5,55,85,932.64

PART – C

Major Irregularities/Objections observed during the course of Audit

1. As per Balance Sheet of 31.03.2021, Principle amount, interest and penal interest payable to DCHFC is Rs. 23,59,49,414.11 whereas amount recoverable from members as per list provided to us is Rs. 17,57,15,715.18. Members' ledger balances whether debit or credit are subject to confirmations from them as on 31.03.2021.
2. The accounting records for the period prior to 8th June ,1992 were not available for our examination/audit which are stated to be not traceable.
3. The attached Balance Sheet as on 31st March,2021 does not includes the items of assets and Liabilities held by the society since prior to 8th June'1992 for want of missing records.



DCHFC have appointed Assistant Collectors for recovery of its dues. However the society has filed a case against DCHFC in High Court of Delhi for cancellation of appointment of Assistant Collectors who was appointed by the DCHFC as explained by the management of the society. The next date of hearing is in the month of Oct'2021.

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For Luthra And Chhabbra
Chartered Accountants



Partner
M.S. No. 52221

Place : New Delhi
Dated : 27.08.2021

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GHALIB MEMORIAL CO-OPERATIVE GROUP HOUSING SOCIETY LTD.

PLOT NO.27, ROAD NO.42, PARWANA MARG, PITAMPURA, NEW DELHI -110034

BALANCE SHEET AS ON 31.03.2021

Amount 31.03.2020	Liabilities	Amount 31.03.2021	Amount 31.03.2020	Assets	Amount 31.03.2021
30,100.00	Share Capital Share Money	30,200.00	1,896,208.93	Fixed Assets (As per annexure attached)	1,733,628.93
235,949,414.11	Loan by DCHFC	235,949,414.11	175,715,715.18	Loans & Advances Loan Principal	175,715,715.18
			891,600.00	Maintenance Charges Receivable	1,164,000.00
			100,018.00	Interest Receivable on Maintenance Charges	100,018.00
			29,600.00	Wages Advance	43,400.00
			717,282.00	Recoverable from A.I. Farooqi	-
				Investments FD With Bank	500,000.00
			500,000.00	Interest Accrued on FDRs	33,826.00
			17,748.00		
				Cash & Bank Balances Cash in Hand	14,552.00
			108,259.00	Balance with Indian Bank	1,088,541.36
			701,179.21		
			55,301,903.79	Excess of Expenditure Over Income	55,585,932.64
235,979,514.11	Total Rs.	235,979,614.11	235,979,514.11	Total Rs.	235,979,614.11

As per our report of even date
For Luthra And Chhabbra
Chartered Accountants

Partner
MS No.



Place : New Delhi

Date : 28/04/2021

For Ghalib Memorial Co-operative Housing Society Ltd.

President

Secretary

Treasurer



Schedule For Fixed Assets as on 31.03.2021

Particulars	Rate of Dep.	Opening Balance 31.03.2020	Addition Before 30.09 After 30.09	Total	Depreciation	Closing Balance 31.03.2021
Almirah	10%	12,802.00	-	12,802.00	1,280.00	11,522.00
Building	10%	1,003,802.00	-	1,003,802.00	100,380.00	903,422.00
Camera	15%	137,996.33	-	137,996.33	20,699.00	117,297.33
Computer	40%	1,914.60	-	1,914.60	766.00	1,148.60
Cutter Machine	15%	3,721.00	-	3,721.00	558.00	3,163.00
Fogging Machine	15%	7,783.00	-	7,783.00	1,167.00	6,616.00
Furniture & Fixtures	10%	3,604.00	6,100.00	10,904.00	785.00	10,119.00
Guard Room	10%	416,195.00	-	416,195.00	41,620.00	374,575.00
LCD	15%	7,110.00	-	7,110.00	1,067.00	6,043.00
Main Gate	10%	70,124.00	-	70,124.00	7,012.00	63,112.00
Motor	15%	21,819.00	-	21,819.00	3,273.00	18,546.00
Printer	40%	10,028.00	-	10,028.00	4,011.00	6,017.00
Rack Almirah	10%	21,806.00	-	21,806.00	2,181.00	19,625.00
Rickshaw	15%	37,421.00	37,540.00	74,961.00	8,429.00	66,532.00
Water Fountain	10%	138,860.00	-	138,860.00	13,886.00	124,974.00
Website	25%	1,223.00	-	1,223.00	306.00	917.00
TOTAL		1,896,208.93	43,640.00	1,941,048.93	207,420.00	1,733,628.93



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GHALIB MEMORIAL CO-OPERATIVE GROUP HOUSING SOCIETY LTD.

PLOT NO.27, ROAD NO.42, PARWANNA MARG, PITAMPURA, NEW DELHI -110034

RECEIPTS & PAYMENT ACCOUNT AS ON 31.03.2021

In Rupees

RECEIPTS	AMOUNT	DISBURSEMENT	AMOUNT
OPENING BALANCES:			
Cash In Hand	108,259.00	Audit Fee	12,000.00
Indian Bank	701,179.21	Accounting Charges	40,000.00
		Bank Charges	4,721.85
Member Fee & Other Charges	5,108.00	Computer Expenses	11,500.00
Maintenance Fee	4,393,800.00	Conveyance	35,413.00
Common Fund	84,000.00	Electricals Fittings	130,645.00
Receipts from Vendors	10,150.00	Electricity Expenses	491,100.00
Development & Other Charges	155,000.00	Furniture & Fixtures	7,300.00
Misc. Receipt	3,160.00	GBM Expenses	5,000.00
Water Usage Charges	6,000.00	Labour Charges	104,135.00
Recovery From AI Farooqi	43,513.00	Legal Conveyance	7,030.00
		Legal Expenses	751,325.00
		Misc. Expenses	64,766.00
		Office Expenses	42,303.00
		Printing & Stationery	101,172.00
		Repair & Maintenance	585,709.00
		Rickshaw	37,540.00
		Staff Welfare & Refreshment	54,598.00
		TDS Interest	6,800.00
		TDS Paid	62,825.00
		Telephone Expenses	14,030.00
		Wages	1,813,176.00
		Wages Advance	15,300.00
		Website Expenses	8,687.00
CLOSING BALANCE:			
Cash In Hand		Cash In Hand	14,552.00
Indian Bank		Indian Bank	1,088,541.36
Total Rs.	5,510,169.21	Total Rs.	5,510,169.21

As per our report of even date
For Luthra And Chhabra
Chartered Accountants



Partner
MS No.

[Signature]
President

[Signature]
Secretary

[Signature]
Treas

Place : New Delhi
Date : 28/04/2021



GHALIB MEMORIAL CO-OPERATIVE GROUP HOUSING SOCIETY LTD.
PLOT NO.27, ROAD NO.42, PARVANA MARG, PITAMPURA, NEW DELHI - 110034
INCOME & EXPENDITURE ACCOUNT AS ON 31.03.2021

Amount	31.03.2020	Expenditure	Amount	31.03.2021	Income	Amount	31.03.2021
8,088.00	Accounting Charges	40,000.00	By	149,128.00	Common Fund	42,000.00	
12,980.00	Audit Fee (Previous Year)	-	Development & other charges	-	Maintenance Fee	155,000.00	
2,195.00	Bank Charges	12,000.00	4,240,300.00	-	Member Fee & Other charges	4,032,931.00	
3,800.00	Computer Expenses	4,721.85	-	200.00	Misc. Income	5,108.00	
43,325.00	Printing & Stationery	11,500.00	8,400.00	8,400.00	Receipts from Vendors	3,060.00	
202,593.00	Depreciation	207,420.00	43,600.00	43,600.00	Water usage charges	10,150.00	
8,720.00	Electron Expenses	-	94,000.00	94,000.00	Advertisement	6,000.00	
-	Electrical Fittings	130,645.00	3.00	3.00	Interest from Bank	-	
821,520.00	Electrical Expenses	491,100.00	17,748.00	17,748.00	Interest on FDR	16,078.00	
47,662.00	GBM Expenses	5,000.00	104,135.00	161,631.00	Excess of Expenditure over Income	284,028.85	
289,410.00	Labour Charges	104,135.00	-	-			
41,849.00	Festival Celebration Expenses	42,443.00	-	-			
39,111.00	Conveyance	42,443.00	-	-			
66,312.00	Misc. Expenses	64,766.00	-	-			
20,920.00	Office Expenses	42,303.00	-	-			
2,099.00	Postage	-	-	-			
4,000.00	Professional Expenses	-	-	-			
947,753.00	Repair & Maintenance	585,709.00	6,800.00	6,800.00			
9,255.00	TDS Interest	6,800.00	1,813,176.00	1,813,176.00			
1,685,257.00	Wages	8,687.00	54,598.00	54,598.00			
9,114.00	Website Expenses	8,687.00	54,598.00	54,598.00			
10,889.00	Staff welfare & Refreshment	54,598.00	14,030.00	14,030.00			
13,417.00	Telephone Expenses	14,030.00	424,440.00	424,440.00			
424,440.00	Legal Expenses	814,150.00	-	-			
301.00	Education Fund (Previous Year)	-	-	-			
4,715,010.00	Total	4,554,355.85	4,715,010.00	4,554,355.85	Total	4,554,355.85	

As per our report of even date
 For Luttra And Chhabbra
 Chartered Accountants
 Partner
 MS No.
 Place : New Delhi
 Date : 28/8/2021



For Ghalib Memorial Co-operative Housing Society Ltd.
 President
 Secretary
 Treasurer

