



h. gambhir & co.

CHARTERED ACCOUNTANTS

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AUDITOR'S REPORT

To HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY,

We have audited the accompanying financial statements of **HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY**, which comprise of Balance Sheet, as at 31st March, 2019 and the Income and Expenditure Account for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the Accounting principles accepted in India. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and 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

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.

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 judgement, 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 controls relevant to the society's preparation and presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. 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.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements of **HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY**, for the year ended 31st March, 2019 are prepared, in all material respect 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 31st, 2019;
- (b) In the case of the Income and Expenditure Account, of the excess of Income over Expenditure of the Society for the year ended on that date.

For H.GAMBHIR & Co.
Chartered Accountants
(FRN000812N)



Nitin Aneja

Nitin Aneja
(Partner)

Membership No-099481

Place: Gurgaon
Date: 22.08.2019

HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON
(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT 2012)

BALANCE SHEET AS AT 31st MARCH 2019

	<u>SCHEDULE</u>	<u>31.3.2019</u> <u>Rs.</u>	<u>31.3.2018</u> <u>Rs.</u>
<u>SOURCES OF FUNDS</u>			
<u>CORPUS FUND</u>			
Admission fees	A	7,262,500	6,707,500
Reserve & Surplus	B	70,464,137	49,272,621
Specific Fund	C	14,812,479	10,828,110
Financial assistance under ASIDE Scheme of Govt.of India	D	6,622,113	6,622,113
Securities & Deposits	E	4,560,000	4,560,000
Escrow Fund	J	3,399,591	2,159,018
Lease Rent Payable		423,552	542,500
Total		107,544,372	80,691,862
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	H	834,762	817,562
Less : Depreciation		623,548	585,156
Net Block		211,214	232,406
<u>CURRENT ASSETS , LOANS AND ADVANCES</u>			
Cash & Bank Balance	F	90,754,308	65,537,185
Other Advances	G	16,578,850	14,922,271
Total		107,544,372	80,691,862
<u>SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS</u>			
I			

As per our report of even date

For H. Gambhir & Co.
Chartered Accountants
(FRN 000812 N)

Nitin Aneja
CA Nitin Aneja
Partner
(Membership No.099481)



For Haryana Environmental Management Society

President *[Signature]*

Secretary *[Signature]*

Treasurer *[Signature]*

Members *[Signature]*

PLACE : Gurgaon

DATED : 22 AUG 2019

HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON
(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT 2012)
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2019

	<u>SCHEDULE</u>	<u>31.3.2019</u>	<u>31.3.2018</u>
		<u>Rs.</u>	<u>Rs.</u>
<u>INCOME</u>			
Membership - Subscription		7,609,670	5,435,269
Fee from GEPIL		13,253,264	1,312,635
Interest		3,756,985	3,280,528
Total Rs.		<u>24,619,919</u>	<u>10,028,432</u>
<u>EXPENDITURE</u>			
<u>Office & Operational Expenses</u>			
Salary & Conveyance Allowance		1,241,887	1,118,129
Fee & Subscription Paid		13,830	39,480
Staff Welfare Expenses		43,284	32,011
Telephone, Postage & Courier		139,002	187,492
Bank Charges		7,016	4,668
Printing & Stationary		57,002	38,067
Expenses on Meetings & Seminars		249,525	34,020
Travelling & Conveyance Expenses		33,745	68,891
Annual General Meeting Expenses		112,723	-
Audit Fee		90,000	-
Legal & Professional Expenses		420,590	216,122
Election Expenses		-	295,059
Advertisement Exp.		45,850	50,295
Repair & Maintenance		33,200	20,566
Electric & Water Charges		51,913	39,949
Rent		672,259	614,362
General Expenses		131,935	46,672
Diwali Exp.		46,250	64,358
Depreciation	H	38,392	49,671
Total Rs.		<u>3,428,403</u>	<u>2,919,812</u>
Income - (Expenditure)		21,191,516	7,108,620
Income Tax Paid		-	1,332,790
Income - (Expenditure) after Tax		21,191,516	5,775,830
Excess of Income over Expenditure brought forward from earlier years		-	-
Excess of Income over Expenditure transferred to Balance Sheet		49,272,621	43,496,791
		70,464,137	49,272,621

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS

I

As per our report of even date

For Haryana Environmental Management Society

For H. Gambhir & Co.
Chartered Accountants
(FRN 000812 N)

President

CA Nitin Aneja
Partner
(Membership No.099481)



Secretary

Treasurer

Members

PLACE : Gurgaon

DATED : 22 AUG 2019

HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON
(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT 2012)

SCHEDULE FORMING PART OF BALANCE SHEET
AS AT 31ST MARCH 2019

	Bal as on 31.03.2019 (Rs.)	Bal as on 31.03.2018 (Rs.)
<u>SCHEDULE 'A'</u>		
<u>CORPUS FUND</u>		
<u>Admission Fees.</u>		
Balance as per last Balance Sheet	6,707,500	6,067,500
Additions During the year	555,000	640,000
Total	7,262,500	6,707,500
<u>SCHEDULE 'B'</u>		
<u>Reserve & Surplus</u>		
Income & Expenditure Account	70,464,137	49,272,621
Total	70,464,137	49,272,621
<u>SCHEDULE 'C'</u>		
<u>Specific Fund</u>		
<u>Closure Reserve Fund (CRF)</u>		
Balance as per last Balance Sheet	10,828,110	10,196,151
Add: Interest received on invested for CRF	225,088	631,959
Add: CRF contribution received during the year from operator	3,759,281	-
Total	14,812,479	10,828,110
<u>SCHEDULE 'J'</u>		
<u>Specific Fund</u>		
<u>Escrow Fund</u>		
Balance as per last Balance Sheet	2,159,018	1,005,826
Add: Interest received on invested for Fund	-	345,573
Add: Fund Received during the Year	1,240,573	807,619
Total	3,399,591	2,159,018
<u>SCHEDULE 'D'</u>		
<u>Financial Assistance under</u>		
<u>ASIDE Scheme of G.O.I</u>		
Balance as per last Balance Sheet	6,622,113	6,167,050
Add: Interest Earned	-	455,063
Total	6,622,113	6,622,113
<u>SCHEDULE 'E'</u>		
<u>SECURITIES & DEPOSITS</u>		
a) Members	4,560,000	4,560,000
Total	4,560,000	4,560,000
<u>SCHEDULE 'F'</u>		
<u>CASH & BANK BALANCES</u>		
(i) Cash in Hand	14,786	4,038
(ii) Balance with Scheduled banks :		
a. In Current Account	9,681,535	2,831,967
b. In Fixed Deposit Account	81,057,987	62,701,180
Total	90,754,308	65,537,185
<u>SCHEDULE 'G'</u>		
<u>OTHER ADVANCES</u>		
Tax Deducted at Source	9,772,599	8,316,020
Security Against Rent	238,048	238,048
Advance to Staff	200,000	-
Amount Recoverable against un-approved transaction	5,868,203	5,868,203
Security Against Escrow Ac	500,000	500,000
Total	16,578,850	14,922,271



HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON
(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT, 2012)

SCHEDULE 'H'
FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 01.04.2018	Additions/ (Deductions) during the year	Deductions (Written Off)	As At 31.03.2019	Bal as on 01.04.2018	For the year	Total 31.03.2019	As at 31.03.2019	As at 31.03.2018
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Computers	276,736	17,200	-	293,936	262,064	13,963	276,027	17,909	14,672
Furniture & Fixture	313,112	-	-	313,112	148,477	16,463	164,940	148,172	164,634
Office Equipment	227,714	-	-	227,714	174,615	7,965	182,580	45,134	53,100
Total	817,562	17,200	-	834,762	585,156	38,392	623,548	211,214	232,406
Previous year	817,562	-	-	817,562	535,485	49,671	585,156	232,406	



HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON

(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT 2012)

SCHEDULE 'I'

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

I SIGNIFICANT ACCOUNTING POLICIES

- a. The Financial statements are prepared on historical cost convention basis & confirm to be statutory provisions and practices prevalent in the country.
- b. The method of accounting is on cash basis.
- c. Fixed Assets
Fixed Assets are stated at cost which comprise of purchase price, duties, levies and any directly attributable cost of bringing the asset to their working condition.
- d. Depreciation
Depreciation on fixed assets is charged written down value method on the basis and rates prescribed in the Income Tax rules.
- e. Government Grants and Financial assistance
Government grants or financial assistance receive with reference to specific asset is shown as a deduction from the gross value of the asset concerned. Grants related to revenue are deducted while reporting the related expenses.
- f. Contingent Liabilities
The ascertained amount is disclosed in the final accounts and wherever it is ascertained the same is disclosed by way of a statement.

II NOTES TO ACCOUNTS

1. Contingent Liabilities exists in respect of.
Any tax or Levy/duty demanded by the Government Authorities in excess of the provision made in accounts.
2. The General Body of the Society has disapproved the payment of Rs.32,00,000/- & 25,00,000/- i.e. total of Rs.57,85,760/- made to Ms. Sunita and a sum of Rs.82,443/- held with Sh. Anand Singh - Ex Treasurer in its AGM held on 11.05.2018. The General Body has also decided to initiate recovery proceeding against the same as the said payments were made without the proper approval of the Governing Body and has been shown as amount to be recoverable.
3. The Society had been directed by HSPCB vide its office letter dated 16.04.2009 and subsequently by 25.06.15 to deposit 5% of the annual turnover of the land fillable waste to be deposited in escrow account to be maintained separately. The said amounts are subject to reconciliation as on the date of the Balance Sheet




The governing body of the society has been advised that the principle of mutuality as envisaged in the Income Tax Act applies to the society and hence no provision for income tax has been made. However provision & Payments of income tax is made on income which is out of the Preview of the mutuality.

- 5 The Elections of the Governing body members of the society was postponed during the year and could not be re-conducted till 31.03.2017. Hence the transaction of the society conducted during the period of such postponement have been subsequently authorized elected governing body.
- 6 During the earlier Years society had received an amount of Rs.2,00,00,000/- as financial assistance under ASIDE scheme of Govt. of India for setting up of Hazardous Waste management facility (HWMF). The net balance of the same has been disclosed separately inclusive of interest earned from bank (Apportioned on proportionate basis) and after deducting as amount of Rs.1,62,84,550/- paid to the operator [Gujarat Enviro Protection & Infrastructure (H) Pvt .Ltd.] towards the setting of HWM Facility
- 7 The amount of fees received from GEPIL is subject to verification The same has been accepted on the basis of certification received from operator and without any further verification. The amount received on account of Closure Reserve Fund (CRF) during the year from operator and without any further verification. Declaration from the Governing body of the Society for the accuracy of the same has not been received for the period ending 31.03.20219
- 8 The total Fixed Deposits held by the society amounting to Rs. 81057987/- includes fixed deposits against Closure Reserve Fund. Interest received on Fixed Deposits held against Closure Reserve Fund has been shown along with Closure Reserve Fund.
- 9 Personal accounts of parties whether in debit or in credit including squared up accounts are subject to confirmation of the parties.
- 10 Previous year figures have been regrouped wherever necessary to make them comparable
- 11 Figures in paise have been rounded off to the nearest Rupee.

As per our report of even date

For H. Gambhir & Co.
Chartered Accountants
(FRN 000812 N)


CA Nitin Aneja
Partner (Membership No.099481)

For Haryana Environmental Management Society

President

Secretary

Treasurer

Members

PLACE : Gurgaon
DATED : 22 AUG 2019

