



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, 2022 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.

Emphasis of Matter

1. *The affairs of the Society are being managed by a duly appointed Administrator of the Society w.e.f 13.09.2021.*
2. *We draw attention to Note no. 5 in Schedule 'I' Notes to Accounts regarding Fixed Deposits and bank balances maintained collectively on account of Closure Reserve fund, Escrow account and deposits held on own account. Impact of the same on the Income and expenditure of the society has not been determined.*

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, 2022 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 2022;
- (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 : 10.08.2022
UDIN : 22099481APCEXS3042**

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

BALANCE SHEET AS AT 31st MARCH 2022

	<u>SCHEDULE</u>	<u>31.3.2022</u> <u>Rs.</u>	<u>31.3.2021</u> <u>Rs.</u>
<u>SOURCES OF FUNDS</u>			
<u>CORPUS FUND</u>			
Admission fees	A	8,793,500	8,223,000
Reserve & Surplus	B	110,702,742	98,490,711
Specific Fund	C	52,375,403	44,127,798
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	10,168,211	7,334,147
GST & Lease Rent Payable		(353,612)	1,306,608
Total		<u>192,868,357</u>	<u>170,664,377</u>
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	H	869,528	854,232
Less : Depreciation		<u>716,867</u>	<u>695,621</u>
Net Block		152,661	158,611
<u>CURRENT ASSETS , LOANS AND ADVANCES</u>			
Cash & Bank Balance	F	172,461,873	151,482,315
Other Advances	G	20,253,823	19,023,451
Total		<u>192,868,357</u>	<u>170,664,377</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS			
	I		

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

Ranbir Singh
Administrator (w.e.f. 13.09.2021)

PLACE : Gurgaon

DATED : 10 AUG 2022

UDIN: 22099481APCEXS3042

HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY, GURGAON
(REGISTERED UNDER THE HARYANA REGISTRATION AND REGULATION OF SOCIETIES ACT 2012)
INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2022

	<u>SCHEDULE</u>	<u>31.3.2022</u>	<u>31.3.2021</u>
		<u>Rs.</u>	<u>Rs.</u>
<u>INCOME</u>			
Membership - Subscription		8,804,335	7,442,435
Fee from GEPIL		7,518,817	9,215,992
Interest		5,170,662	6,404,320
Total Rs.		21,493,814	23,062,747
<u>EXPENDITURE</u>			
<u>Office & Operational Expenses</u>			
Salary & Conveyance Allowance		2,571,358	1,575,000
Fee & Subscription Paid		12,000	9,000
Administrator's Expenses		317,544	-
Staff Welfare Expenses		118,401	79,202
Telephone, Postage & Courier		348,772	160,108
Bank Charges		4,960	4,669
Printing & Stationary		106,828	34,333
Expenses on Meetings & Seminars		12,623	744
Travelling & Conveyance Expenses		7,533	12,302
Web Site Expenses		11,374	-
Legal & Professional Expenses		424,550	865,660
Election Expenses		612,977	81,947
Repair & Maintenance		176,829	2,923
Electric & Water Charges		49,582	49,892
Rent		711,516	798,902
General Expenses		29,676	165,991
Diwali Exp.		114,454	24,798
Depreciation	H	21,246	28,059
Total Rs.		5,652,223	3,893,530
Income - (Expenditure)		15,841,591	19,169,217
Income Tax Paid		3,629,560	6,552,930
Income - (Expenditure) after Tax		12,212,031	12,616,287
Excess of Income over Expenditure brought forward from earlier years		98,490,711	85,874,424
Excess of Income over Expenditure transferred to Balance Sheet		110,702,742	98,490,711

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)

Ranbir Singh
Administrator (w.e.f. 13.09.2021)

CA Nitin Aneja
Partner
(Membership No.099481)



PLACE : Gurgaon

DATED : 10 AUG 2022

UDIN : 22039481APCEX53042

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 2022

	Bal as on 31.03.2022 (Rs.)	Bal as on 31.03.2021 (Rs.)
<u>SCHEDULE 'A'</u>		
<u>CORPUS FUND</u>		
<u>Admission Fees.</u>		
Balance as per last Balance Sheet	8,223,000	7,745,000
Additions During the year	570,500	478,000
Total	8,793,500	8,223,000
 <u>SCHEDULE 'B'</u>		
<u>Reserve & Surplus</u>		
Income & Expenditure Account	110,702,742	98,490,711
Total	110,702,742	98,490,711
 <u>SCHEDULE 'C'</u>		
<u>Specific Fund</u>		
<u>Closure Reserve Fund (CRF)</u>		
Balance as per last Balance Sheet	44,127,798	35,344,995
Add: Interest received on invested for CRF	2,263,062	1,410,008
Add: CRF contribution received during the year from operator	5,984,543	7,372,795
From CRF Rs.35,18,707/- transfer to Escrow A/c	-	-
Total	52,375,403	44,127,798
 <u>SCHEDULE 'J'</u>		
<u>Specific Fund</u>		
<u>Escrow Fund</u>		
Balance as per last Balance Sheet	7,334,147	4,597,880
Add: Interest received on invested for Fund	1,225,380	827,169
Add: Fund Received during the Year	1,608,684	1,909,098
Total	10,168,211	7,334,147
 <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	6,622,113
Add: Interest Earned	-	-
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	6,453	11,019
(ii) Balance with Scheduled banks :		
a. In Current Account	9,744,770	15,661,585
b. In Fixed Deposit Account	162,710,650	135,809,711
(Out of Which 1,25,25,132/- is from CRF)		
Total	172,461,873	151,482,315
 <u>SCHEDULE 'G'</u>		
<u>OTHER ADVANCES</u>		
Tax Deducted at Source	13,552,572	12,322,200
Security Against Rent	238,048	238,048
Advance to Staff	95,000	95,000
Amount Recoverable against un-approved transaction	5,868,203	5,868,203
Security Against Escrow Ac	500,000	500,000
Total	20,253,823	19,023,451



SCHEDULE 'H'
FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 01.04.2021	Additions/ (Deductions) during the year	Deductions (Written Off)	As At 31.03.2022	Bal as on 01.04.2021	For the year	Total 31.03.2022	As at 31.03.2022	As at 31.03.2021
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Computers	313,406	-	-	313,406	307,425	3,588	311,013	2,393	5,980
Furniture & Fixture	313,112	15,296	-	328,408	193,092	12,766.80	205,859	122,549	120,020
Office Equipment	227,714	-	-	227,714	195,104	4,891.50	199,996	27,719	32,610
Total	854,232	15,296	-	869,528	695,621	21,246	716,867	152,661	158,610
Previous year	854,232	-	-	854,232	667,561	28,059	695,621	158,610	186,671



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 the 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
- 4 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 total Fixed Deposits held by the society amounting to Rs. 162710650/- 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. No separate accounts are being maintained for the same.
- 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 Elections of the Governing body members of the society was invalidated during the year and could not be re-conducted till 31.03.2022. Hence the affairs/transaction of the society are being managed by the Administrator duly appointed by District Registrar w.e.f 13.09.2021. All the transactions for the audit period have taken as accepted and approved by the Administrator.
- 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 Haryana Environmental Management Society

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

CA Nitin Aneja
Partner

(Membership No.099481)



Administrator (w.e.f 13.09.2021)

PLACE : Gurgaon

DATED : 10 AUG 2022

UDIN : 22099481APCEXS3042