

h. gambhir & co.

CHARTERED ACCOUNTANTS

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Independent Auditor's ReportOpinion

We have audited the financial statements of HARYANA ENVIRONMENTAL MANAGEMENT SOCIETY (the entity), which comprise the balance sheet as at 31st March 2023, and the Income and Expenditure Account for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the entity are prepared, in all material respects, in accordance with applicable Laws.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

Management is responsible for the preparation of the financial statements in accordance with applicable Law and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Emphasis of Matter

1. 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, 2023 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 2023;



(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.

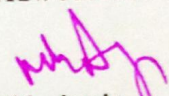
For H. Gambhir Co.
Chartered Accountants
FRN: 0000812N



Place:-DELHI

Date: 30/09/2023

UDIN: 23099481BGTZBI8866


Nitin Aneja
(Partner)

Membership No. 099481

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BALANCE SHEET AS AT 31st MARCH 2023

	<u>SCHEDULE</u>	<u>31.3.2023</u> <u>Rs.</u>	<u>31.3.2022</u> <u>Rs.</u>
<u>SOURCES OF FUNDS</u>			
<u>CORPUS FUND</u>			
Admission fees	A	95,30,000	87,93,500
Reserve & Surplus	B	11,96,80,687	11,07,02,742
Specific Fund	C	6,65,85,293	5,23,75,403
Financial assistance under ASIDE Scheme of Govt.of India	D	66,22,113	66,22,113
Securities & Deposits	E	45,60,000	45,60,000
Escrow Fund	J	1,49,59,908	1,01,68,211
GST & Lease Rent Payable		2,71,076	(3,53,612)
Total		22,22,09,077	19,28,68,357
<u>APPLICATION OF FUNDS</u>			
<u>FIXED ASSETS</u>			
Gross Block	H	9,77,366	8,69,528
Less : Depreciation		7,42,757	7,16,867
Net Block		2,34,609	1,52,661
<u>CURRENT ASSETS , LOANS AND ADVANCES</u>			
Cash & Bank Balance	F	21,28,43,089	17,24,61,873
Other Advances	G	91,31,379	2,02,53,823
Total		22,22,09,077	19,28,68,357
<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)

CA Nitin Aneja
Partner

(Membership No.099481)



For Haryana Environmental Management Society

PRESIDENT

VICE PRESIDENT

TREASURER

MEMBERS

PLACE : Gurgaon

DATED : 30 SEP 2023

UDIN-23099481B61TZBJ8866

Handwritten signatures of the President, Vice President, Treasurer, and Members.

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

INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED ON 31.03.2023

	<u>SCHEDULE</u>	<u>31.3.2023</u>	<u>31.3.2022</u>
		<u>Rs.</u>	<u>Rs.</u>
<u>INCOME</u>			
Membership - Subscription		1,01,37,079	88,04,335
Fee from GEPIIL		1,51,04,501	75,18,817
Interest		55,26,991	51,70,662
Total Rs.		3,07,68,571	2,14,93,814
<u>EXPENDITURE</u>			
<u>Office & Operational Expenses</u>			
Salary & Conveyance Allowance		29,79,812	25,71,358
Audit Fee		60,000	-
Fee & Subscription Paid		21,965	12,000
Administrator's Expenses		5,71,632	3,17,544
Staff Welfare Expenses		2,02,370	1,18,401
Telephone, Postage & Courier		2,48,402	3,48,772
Bank Charges		4,037	4,960
Printing & Stationary		71,314	1,06,828
Expenses on Meetings & Seminars		10,926	12,623
Travelling & Conveyance Expenses		80,206	7,533
Web Site Expenses		27,539	11,374
Legal & Professional Expenses		9,26,730	4,24,550
Election Expenses		2,32,773	6,12,977
Repair & Maintenance		15,521	1,76,829
Electric & Water Charges		41,315	49,582
Rent		5,70,024	7,11,516
General Expenses		24,479	29,676
Diwali Expenses / Festival Exp.		1,89,660	1,14,454
Depreciation	H	25,890	21,246
Total Rs.		63,04,595	56,52,223
Income - (Expenditure)		2,44,63,976	1,58,41,591
Income Tax Paid / Adjusted for Earlier years		1,54,86,031	36,29,560
Income - (Expenditure) after Tax		89,77,945	1,22,12,031
Excess of Income over Expenditure brought forward from earlier years		-	-
Excess of Income over Expenditure transferred to Balance Sheet		11,07,02,742	9,84,90,711
		-	-
		11,96,80,687	11,07,02,742

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

Nitin Aneja
CA Nitin Aneja
Partner

VICE PRESIDENT

(Membership No.099481)



TREASURER

MEMBERS

PLACE : Gurgaon

DATED : **30 SEP 2023**

UDIN:- 23099481BCGT=BJ8866

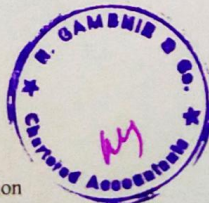
[Handwritten signatures in blue ink for President, Vice President, and Treasurer]

[Handwritten signature in blue ink for Members]

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 2023

	Bal as on 31.03.2023 (Rs.)	Bal as on 31.03.2022 (Rs.)
<u>SCHEDULE 'A'</u>		
<u>CORPUS FUND</u>		
<u>Admission Fees.</u>		
Balance as per last Balance Sheet	87,93,500	82,23,000
Additions During the year	7,36,500	5,70,500
Total	95,30,000	87,93,500
<u>SCHEDULE 'B'</u>		
<u>Reserve & Surplus</u>		
Income & Expenditure Account	11,96,80,687	11,07,02,742
Total	11,96,80,687	11,07,02,742
<u>SCHEDULE 'C'</u>		
<u>Specific Fund</u>		
<u>Closure Reserve Fund (CRF)</u>		
Balance as per last Balance Sheet	5,23,75,403	4,41,27,798
Add: Interest received on invested for CRF	21,12,019	22,63,062
Add: CRF contribution received during the year from operator	1,20,97,871	59,84,543
From CRF Rs.35,18,707/- transfer to Escrow A/c	-	-
Total	6,65,85,293	5,23,75,403
<u>SCHEDULE 'J'</u>		
<u>Specific Fund</u>		
<u>Escrow Fund</u>		
Balance as per last Balance Sheet	1,01,68,211	73,34,147
Add: Interest received on invested for Fund	10,55,588	12,25,380
Add: Fund Received during the Year	37,36,109	16,08,684
Total	1,49,59,908	1,01,68,211
<u>SCHEDULE 'D'</u>		
<u>Financial Assistance under</u>		
<u>ASIDE Scheme of G.O.I</u>		
Balance as per last Balance Sheet	66,22,113	66,22,113
Add: Interest Earned	-	-
Total	66,22,113	66,22,113
<u>SCHEDULE 'E'</u>		
<u>SECURITIES & DEPOSITS</u>		
a) Members	45,60,000	45,60,000
Total	45,60,000	45,60,000
<u>SCHEDULE 'F'</u>		
<u>CASH & BANK BALANCES</u>		
(i) Cash in Hand	9,597	6,453
(ii) Balance with Scheduled banks :		
a. In Current Account	50,77,812	97,44,770
b. In Fixed Deposit Account	20,77,55,680	16,27,10,650
(Out of Which 1,25,25,132/- is from CRF)	-	-
Total	21,28,43,089	17,24,61,873
<u>SCHEDULE 'G'</u>		
<u>OTHER ADVANCES</u>		
Tax Deducted at Source	18,83,420	1,35,52,572
Security Against Rent	2,38,048	2,38,048
Advance to Staff	-	95,000
Other Recoverables	6,41,708	-
Amount Recoverable against un-approved transaction	58,68,203	58,68,203
Security Against Escrow Ac	5,00,000	5,00,000
Total	91,31,379	2,02,53,823



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 01.04.2022	Additions/ (Deductions) during the year	Deducations (Written Off)	As At 31.03.2023	Bal as on 01.04.2022	For the year	Total 31.03.2023	As at 31.03.2023	As at 31.03.2022
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Computers	3,13,406.00	-	-	3,13,406.00	3,11,013.00	957.00	3,11,970.00	1,436.00	2,393.00
Furniture & Fixture	3,28,408.00	17,300.00	-	3,45,708.00	2,05,859.00	13,984.90	2,19,843.90	1,25,865.10	1,22,549.00
Office Equipment	2,27,714.00	90,538.00	-	3,18,252.00	1,99,996.00	10,948.20	2,10,944.20	1,07,307.80	27,719.00
Total	8,69,528.00	1,07,838.00	-	9,77,366.00	7,16,868.00	25,890.10	7,42,757.20	2,34,608.90	1,52,661.00
Previous year	8,54,232	15,296	-	8,69,528	6,95,621	21,246	7,16,867	1,52,661	1,58,610



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 is being maintained separately. The said amounts are subject to reconciliation as on date of 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 Deposit held by the Society amounting to Rs.13,58,09,711/- 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. The details of which is as under:

- 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 An 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 31.03.2023.
- 8 Personal accounts of parties whether in debit or in credit including squared up accounts are subject to confirmation of the parties.
- 9 Previous year figures have been regrouped wherever necessary to make them comparable.
- 10 Figures in paise have been rounded off to the nearest Rupee.

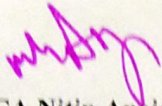
As per our report of even date

For H. Gambhir & Co.



For Haryana Environmental Management Society

Chartered Accountants
(FRN 000812 N)



CA Nitin Anuja

Partner

(Membership No.099481)



PRESIDENT



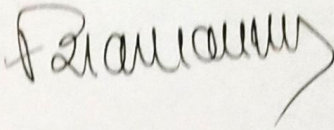
VICE PRESIDENT



TREASURER



MEMBERS



PLACE : Gurgaon

DATED : 30 SEP 2023

JOIN - 23099481 BGTZ BJ8866