



Date :

To

The Members of
SOUNDARYANAGAR WELFARE ASSOCIATION ®
Reg No # 658 /2002
Soundaryanagar Public Library,
14th Cross, C Main, Soundaryanagar,
Sidedahalli, Bangalore - 560073.

Opinion

We have audited the Financial Statements of SOUNDARYANAGAR WELFARE ASSOCIATION ®. (SWA) having registered office at Soundaryanagar Public Library, 14th Cross, C- Main, Soundaryanagar, Sidedahalli, Bangalore – 560073, which comprise the Balance sheet at 31st March 2023, Receipts & Payments Accounts and the statement of Income & Expenditure for the year ended, And notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements read along with the notes on accounts, give true and fair view of the financial position of the entity as at 31st March 2023 and for the year then ended in accordance with the accounting standards issued by the Institute of Chartered Accountants of India (ICAI).

We Report that:

- A) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our Audit.
- B) In our opinion proper books of accounts as required by the law have been kept by the Association, so far as appears from our examination of those books.
- C) The Balance Sheet, Receipt and payments account and the statements of Income and Expenditure, dealt with by this report are in agreement with the books of accounts.

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 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 fulfilled our other ethical 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 Managing Committee and Those charged with Governance for the Financial Statements

Managing Committee is responsible for the Preparation and fair Presentation of the Financial Statements in Accordance with the Aforesaid Accounting Standards, and for such internal control as Managing Committee 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, managing committee is responsible for assessing the society'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 managing committee 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 issue an auditor's report that includes our opinion. Reasonable assurance is 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.

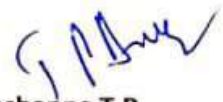
A further description of the auditor's responsibilities for the audit of the financial statements of SWA located at Soundaryanagar Public Library, 14th Cross, C- Main, Soundaryanagar, Sidedahalli, Bangalore – 560073,. This description forms part of our auditor's report.

For Manjunath Bargeshappa & Associates
Chartered Accountants
Firm Regn No. 0112155

Date: 05/09/2023

Place: Bangalore




Bargeshappa T.P.
Partner
Membership No.209609

SOUNDARYANAGAR WELFARE ASSOCIATION(R)

Financial Year 2022-23

Annexure: IV. Forming Part of Balance Sheet and Income & Expenditure Account.

Significant Accounting Policies and Notes to Accounts for the financial year ended 31.03.2023

1. The Welfare Associates maintains computerised books of account on Cash System Basis.
2. Fixed Assets and Depreciation:

The opening written down Value of Fixed Assets Shown in the Balance sheet as on 01.04.2022 is considered as opening balance and depreciation is provided at the rates prescribed under the Income Tax Act, 1961.

3. Membership Fees collected : As per the records Opening Members list 482 (o/b) + New Member 34 (both Owner member & Tenant member) = 516 total members.
Observation:- As per the information provided to us, we have observed some differences in the total members list and as per accounts. We suggest to reconcile the same or re-issue fresh membership numbers, which will help in keeping proper control and track on annual membership fees collection and overdue or defaulting members year on year.

Sl No	Retainer / Annual Members Fees	Collectable Amount Total 516 (507+9)	Actual Collection	Arrears Collected	Short collection
1	Owner Member @ 600/- P.A.	507x 600 = 304200	148x600 = 88800	97950 (from 56 members)	507-148 = 359 members @ 600 = 215400
2	Tenant Member @ 300/- P.A.	9x300 = 2700	9x300 = 2700	0	0
	Total	3,06,900/-	91,500/-	97,950/-	2,15,400/-

Total Collection (including arrears) for 2022-23 is Rs 1,89,450/- (Rs 91500 + Rs 97950).

4. With increase in inflows and payments there is increased chance that the association may be required to deduct tax at source on the payments made. Hence it is suggested that it apply for Tax Deduction Account Number (TAN) with Income Tax Department.
5. Original copy of Share certificate not produced for verification.
6. **Recommendations/Observation:**
 - a. Renewal of Society's registration is done upto 2020-21.
 - b. We suggest to maintain the imprest system of cash and further verify the balances on monthly basis. Cash book extract as on 31.3.2023 was not produced for verification.
 - c. In the expense voucher there is no provision for recipient signature, suggest to rectify this immediately.
 - d. On verification of minutes of Executive Committee (EC) meetings some of the EC members and some of Office bearers are either not attended or signed in the minutes, which is not in lines with bye laws. Suggest the committee to take proper action to set right the same.



- e. In two instances aggregate amount of Rs 1701/- is credited in bank but receipts were not raised due lack of payers information and the same is to be sorted out and issue receipts in 2023-24.
- f. We have observed that receipts were issued for cheque payments even before it is cleared in the bank. We suggest to write the receipts and issue the same only after realization or credited in the Bank account. 2 instances aggregating to Rs 3800/- were noticed in which one cheque is either misplaced or not deposited into the bank and in other case receipt were issued but amount not credited in the bank account. The same needs to be followed up and rectify the same.
- g. On vouching of expenses it is observed that some of the supportings are either in the form of estimate / slip of paper which calls for attention. Hence suggest to collect proper bill wherever possible and in extreme cases and small amounts is supported by self vouchers.
- h. The Association has made Cash payments towards purchases or expenses in excess of RS.10,000 /- on three occasions which is a contravention of the bye-laws. Further we suggest to prepare Bank Payment Voucher (BPV) even for cheque payments which is currently not followed.
- i. Expenses Voucher no 657 and 672 were missing and not produced for verification.
- j. We suggest to file form-15G with the Bank to avoid TDS on interest income on Fixed deposits.
- k. Previous year figures are regrouped and rearranged to compare with current year figures.

Special Note: (Continuation from previous Year Audit Report)

1. Loan to Ex-President: Opening Balance Rs 10,14,000/- shown as loan advanced to Ex-President, further a copy of receipt having donated to Temple Trust were made available to us, on verification it was found that the "Disbursal or utilisation of society funds for donation were not in line with Bye Laws of the association", further it is a violation beyond the powers of the Ex-president which calls for suitable action.

For Manjunath Bargeshappa & Associates
Chartered Accountants
FIRM No: 0112155

T.P. Bargeshappa
Bargeshappa T.P.
Partner

M No. 209609
UDIN: 2320

Date: 05.09.2023
Place: Bangalore



For Soundaryanagar Welfare Association ®

M.V. Murthy
M. V. Murthy
President

Dr. B. Somashekar
Dr. B. Somashekar
General Secretary

Suhas S Koushik
Suhas S Koushik
Treasurer



Soundaryanagar Welfare Association (REGD.)

Regin # 658 / 2002, Soundaryanagar Public Library, 14th Cross, 'C' Main Road, Soundaryanagar, Sidedahalli, Bangalore - 560073

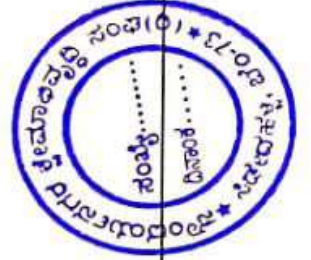
Income & Expenditure Account For The Year Ended 31.03.2023

Previous yr ended 31.03.2022	Expenditure	Sch	Amount	Current Yr ending 31.3.23	Previous yr ended 31.03.2022	Income	Sch	Amount	Current Yr ending 31.3.23
1,09,572	Event Expenses	I		31,960	2,51,585	Direct Incomes			
-	AGM- Meeting Expenses- Group			2,55,938		Subscription / Owner Members Retainer Fees Collectd.		88,800	
22,782	Republic Day- Related Expenses	II	18,268			Subscription / Tenant Member Retainer Fees Collectd.		2,700	
4,020	Celebration -Exp Kannada Rajyothsava		2,240			Subscription / Members Fees -Earlier Year		97,950	1,89,450
-	Celebration Expns Independence Day		7,156			Indirect Incomes			
595	Celebration- New Year		8,570	67,110	9,200	Republic Day - (Donations & Advt.) Receipts		2,24,561	
-	Expenses - Womens Day Expenses		30,876		-	Dividend From Shares (Soundarya Bank)		160	
-	Health Camp Expenses				5,791	Interest on Bank FD's Income		6,914	
					22,339	Interest on Soundarya Cash Certificate		-	2,31,635
5,000	Indirect Expenses								
799	Audit Fees		5,000						
-	Bank Charges & Bank Int, Expns		649						
5,160	Library Maintenance		1,180						
2,300	Miscellaneous (Area Welfare) Expenses		11,500						
22,098	Office Maintenance		3,460						
1,000	Printing & Stationery Expenses		110						
6,467	Rates, Taxes and Renewal Expenses		14,454						
22,679	Repair and Maintenance (SWA Locality)		6,400	57,425					
16,302	Election Expenses		-						
	Depreciation	III	14,672	8,652					
70,141	Excess of income over expenditure								
2,88,915	Total		4,21,085	2,88,915	Total				4,21,085

Notes on Accounts along with other schedules attached Forms an Integral Part of Balance Sheet - Annexure IV

As per the Information & records produced before us
For Manjunath Bargeshappa & Associates
Chartered Accountants

For Soundaryanagar Welfare Association @
M. V. Murthy
President
D.B. Somashekar
General Secretary
Suhas S Koushik
Treasurer



Date: 05.09.2023

Place: Bangalore

Soundaryanagar Welfare Association (REGD.)

Regn # 658 / 2002, Soundaryanagar Public Library, 14th Cross, C Main Road, Soundaryanagar, Siddahalli, Bangalore - 560073

Receipts and Payments for the Financial Year 01.04.2022 to 31.03.2023

Previous year 2021-22	Receipts	Schedule	Amount	Current Year 2022-23	Previous year 2021-22	Payments	Schedule	Amount	Current Year 2022-23
1,00,000	Opening Balance		-		1,09,572	Event Expenses	I		51,960
9,00,000	FD with SEI					AGM- Meeting Expenses- Group			
62,753	Soundarya Cash Certificate		1,18,551		22,782	Celebration -Exp Nannada Rajyacharya		18,286	
9,023	Bank Accounts- State Bank of India		9,380		4,020	Celebration Expts Independence Day		2,240	
9,488	Bank Accounts- Soundarya Souharda Cr. Co-op Ltd		11,853	1,39,784	-	Celebration- New Year		7,156	
	Cash-in-hand				595	Expenses - Womens Day Expenses		8,570	
	Capital Account		2,900		-	Health Camp Expenses		20,876	87,110
	Registration Fees -Owner- Collected (Current Yr)		500	3,400		Indirect Expenses			
	Registration Fees -Tenant- Collected (Current Yr)				5,000	Audit Fees		5,000	
	Current Liabilities		2,400		799	Bank Charges & Bank Int Expts		649	
	Advance Mship Fees Recd- 2021-24		1,701	4,101	-	Library Maintenance		1,180	
	Members Receipt- Subject to Re-Conciliation				5,160	Miscellaneous (Area Welfare) Expenses		11,530	
	Direct Incomes				2,300	Office Maintenance		3,480	
	Subscription / Owner Members Retainer Fees Collected.		88,800		22,098	Printing & Stationary Expenses		110	
	Subscription / Tenant Member Retainer Fees Collected.		2,700		1,000	Rates, Taxes and Renewal Expenses		14,454	
	Subscription / Members Fees -Earlier Year		97,950		6,467	Repair and Maintenance (SIWA Locality)		6,400	
2,51,585	Less: Owner Member Fees- Due Receivable		1,89,450	1,87,650	22,679	Election Expenses		-	42,733
			-1,800		10,14,000	Loan to Ex-President		-	
9,200	Republic Day - (Donations & Advt) Receipts		2,24,561	2,22,561	-	Republic Day- Related Expenses	II		2,55,938
	Due from Members		-2,000						
	Dividend From Shares (Soundarya Bank)			160					
1,14,207	Interest on Soundarya Cash Certificate					Closing Balance			
					1,00,000	FD with SEI			
						Soundarya Cash Certificate		85,876	
					1,18,551	Bank Accounts- State Bank of India		9,540	
					9,380	Bank Accounts- Soundarya Souharda Cr. Co-op Ltd		64,479	1,59,895
					11,853	Cash-in-hand			
14,56,256	Total			5,57,656	14,56,256	Total			5,57,656

Notes on Accounts along with other schedules attached Forms an Integral Part of Balance Sheet - Annexure IV

For Soundaryanagar Welfare Association @

S. S. Koushik
Suhas S Koushik
Treasurer

M. V. Murthy
M. V. Murthy
General Secretary

Date: 05.09.2023
Place: Bangalore

As per the Information & records produced before us
For Manjunath Bargesappa & Associates

Chartered Accountants

(Signature)
Bargesappa . T. P
Partner
Membership No. 209609

UDIN:

2309609RGURKZ



Soundaryanagar Welfare Association (REGD.)

Balance sheet as at 31-Mar-2023

Previous Yr ended 31.03.2022	Liabilities	Sch	Current Year As at 31.03.2023	Previous Yr ended 31.03.2022	Assets	Sch	Current Year As at 31.03.2023
Amount			Amount	Amount			Amount
	Capital Accounts				Fixed Assets	III	
	Membership Fees			12,038	FA- Sound System-10%		10,834
	Opening Balance		48,200	-1,201	Less: Deprtn @ 10%		1,693
	Add: Registration Fees - Collected (owner Member)		2,900		Flag Hoisting Pole & Notice Board-10%		4,552
48,200	Add: Registration Fees - Collected (Tenant Member)		500	-506	Less: Deprtn @ 10%		4,097
	(Op Members 482 + 34 Current Yr = 516 Members)				CCTV Camera-		
	Reserves & Surplus- O/b		3,56,500	1,26,519	Less: Deprtn @ 10%		1,13,867
3,56,501	Add/Less : Excess of Income over Expenditure		8,652	-12,652	Furniture & Fixtures- (Book shelf, Chair, Fan)		11,387
				19,410	Less: Deprtn @ 10%		17,469
				1,000	Share of Soundarya Souhardha Co Op Society LTD		-
1,34,357	SWA-General Maintenance & Water Fund		1,34,357	1,00,000	Current Assets:		
8,96,400	Money collected for welfare of Properties		8,96,400	18,242	Fixed Deposit with SBI		1,00,000
	Advance Subscription Recd. From Members		2,400		Accrued Interest on FD (SBI)		23,156
	Subscription Recd in bank-subject to Reconciliation		1,701	10,14,000	Loan to Ex-President.		10,14,000
				15,710	FDs - Earlier Years		15,710
				4,201	Due From Members		
					Republic Day Donation Receipts- Due		2,000
					Subscription Member Retainer Fees		1,800
					Cash & Bank Balances		
				1,18,551	Bank Accounts- State Bank of India		85,876
				9,380	Bank Accounts- Soundarya Souharda Cr. Co-op Ltd		9,540
				11,853	Cash-in-hand		64,479
14,35,458	Total		14,51,610	14,35,458	Total		14,51,610

Notes on Accounts along with other schedules attached Form an Integral Part of Balance Sheet - Annexure IV

For Soundaryanagar Welfare Association @

M. V. Murthy
President

Suhas S Koushik
Treasurer

Dr. Somashekar
General Secretary

As per the information & records produced before us
For Manjunath Bargeshappa & Associates

Chartered Accountants

Bargeshappa, T. P.
Partner
Membership No. 209609
UDIN:



Date: 05.09.2023
Place: Bangalore

23209609BARGESHAPPA

Soundaryanagar Welfare Association (REGD.)

Regtn # 658 / 2002, Soundaryanagar Public Library, 14th Cross, 'C' Main Road, Soundaryanagar, Sidedahalli, Bangalore - 560073

Schedules to Receipts & Payments Account ending on 31.03.2023

Schedule - I	as at 31.03.2023	as at 31.03.2022
Expenses Pertaining to Annual General Meeting		
Printing Expenses - Banners, Circulars, Minutes & printing etc	1,200	-
Expenses in relation to supply of food, Plates and other Related items	15,560	-
Misc Expenses (Cleaning Expenses)	1,200	-
Rent Expenses for Chair, Table etc	12,000	-
Meeting Expenses -Projector rented	2,000	-
AGM shawls, Garlands, Fruit Basket	-	1,09,572
Total	31,960	1,09,572
Schedule - II		
Expenses Pertaining to Celebration on Republic Day		
Conveyance Expenses - Chief Guest	2,000	-
Costumes & Makeup	29,640	-
Expenses in relation to supply of food, Sweet, other Related items	66,097	-
Thropies, Certificates, Mementos & Flower Bouquet	45,457	-
Photos & Video Expenses	21,000	-
Printing, Banner & Photocopy Expenses	17,600	-
Sports Day Expenses (Including Food Expenses)	20,544	-
Tent House, Generator, Sound System Expenses	48,600	-
Cleaning & maintenance Expenses	5,000	-
Total	2,55,938	-



Schedule - III

Depreciation for Fixed Assets for the Year 2022-23								
Particulars	Opening Balance 31.03.2022	Rate	Additional		Deletion	Depreciation 2022-23	Total Depreciation	Closing Balance 31.03.2023
			182>	182<				
Fixed Assets Block								
A. Furniture & Fixtures - 10%								
1. Book shelf-10%	6,278	10%	-	-	-	628	628	5,650
2. Chairs-10%	9,809	10%	-	-	-	981	981	8,828
3. Fan-10%	1,382	10%	-	-	-	138	138	1,244
B. CCTV Camera -10%	1,13,867	10%	-	-	-	11,387	11,387	1,02,480
C. Sound system-10%	10,834	10%	-	-	-	1,083	1,083	9,750
D. Flag hoisting pole & Notice board-10%	4,552	10%	-	-	-	455	455	4,097
Total	1,46,721					14,672	14,672	1,32,049

