

AUDITORS' REPORT

To the members of Rema Rainbow Valley Residents & Plot Owners' Association

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **Rema Rainbow Valley Residents & Plot Owners' Association ('the entity')**, which comprise the Balance Sheet as at **March 31, 2024**, the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view of the financial position of the entity as at March 31, 2024, and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis of 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 above entity in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of Management for the Financial Statements

Management is responsible for preparation of these financial statements that give a true and fair view of the financial position, financial performance in accordance with the accounting principles generally accepted in India. This responsibility also includes design, implementation and maintenance of adequate internal control 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.

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 the governance are also responsible for overseeing the entity's financial reporting process.

Auditor's Responsibility 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.

For R G HEGDE & CO.,
Chartered Accountants
Firm Regn. No:001118S

CA Rajagopal Hegde
Proprietor
M.No. 028008
Place: Bangalore
Date : August 14, 2024
UDIN: 24028008BKCOVE6836

REMA RAINBOW VALLEY RESIDENTS & PLOT OWNERS' ASSOCIATION, DHARMAPURI				
Balance Sheet as at 31st March 2024			(Amounts in Rs)	
	Particulars	Note No	31/03/2024	31/03/2023
I	EQUITY AND LIABILITIES			
1	Owners' Funds			
a	Membership Fee	3	68,500	61,000
b	Club house deposit		3,30,000	-
c	Reserves and surplus	4	1,83,92,596	1,71,64,595
2	Non-current liabilities			
a	Long-term borrowings		-	-
3	Current liabilities			
a	Short-term borrowings		-	-
b	Trade payables	5	1,26,000	1,31,800
c	Other current liabilities	6	10,41,774	5,85,438
	Total		1,99,58,870	1,79,42,833
II	ASSETS			
1	Non-current assets			
a	Property, Plant and Equipment and			
i.	Property, Plant and Equipment	7	20,52,357	10,49,055
ii.	Intangible assets		-	-
iii.	Capital work in progress		3,48,689	11,86,535
b	Non-current investments		-	-
c	Deferred tax assets (Net)		-	-
d	Long Term Loans and Advances		-	-
e	Other non-current assets	8	35,188	35,188
2	Current assets			
a	Current investments		-	-
b	Trade receivables	9	50,29,895	50,87,947
c	Cash and bank balances	10	1,24,34,500	1,04,85,067
d	Short Term Loans and Advances	11	58,241	99,041
e	Other current assets		-	-
	Total		1,99,58,870	1,79,42,833
	Summary of significant accounting			
	The accompanying notes are an integral part of the financial			

As per report of even date

For R G HEGDE & CO.,

Chartered Accountants

Firm Registration No. 0011185

For REMA Rainbow Valley Residents & Plot Owners' Association

President

Secretary

Treasurer

CA Rajagopal Hegde

Proprietor

Membership No. 028008

Place: Bangalore

Date: August 14, 2024

UDIN: 24028008BKCOVE6836

REMA RAINBOW VALLEY RESIDENTS & PLOT OWNERS' ASSOCIATION, DHARMAPURI				
Statement of Income & Expenditure for the year ended 31st March, 2024			(Amounts in Rs)	
	Particulars	Note No	31/03/2024	31/03/2023
I	Revenue from operations - Maintenance Fees		37,10,400	37,17,600
II	Other Income	12	19,24,696	20,28,922
III	Total Income (I+II)		56,35,096	57,46,522
IV	Expenses:			
a	Maintenance expenses	13	8,77,861	9,02,786
b	Employee benefits expense	14	31,16,917	28,77,754
c	Finance Costs		-	-
d	Depreciation and amortization expense	15	1,83,233	79,545
e	Other expenses	16	1,60,439	2,63,420
	Total Expenses		43,38,449	41,23,505
V	Profit before tax (III- IV)		12,96,647	16,23,017
VI	Tax expense:			
a	Current tax		52,000	40,000
b	(Excess)/Short provision of tax relating to earlier years		16,646	30,897
VII	Profit/(Loss) for the year		12,28,001	15,52,120
	The accompanying notes are an integral part of the financial statements			

As per report of even date

For R G HEGDE & CO.,

Chartered Accountants

Firm Registration No. 001118S

For REMA Rainbow Valley Residents & Plot Owners' Association,

President

Secretary

Treasurer

CA Rajagopal Hegde

Proprietor

Membership No. 028008

Place: Bangalore

Date: August 14, 2024

UDIN: 24028008BKCOVE6836

Rema Rainbow Valley Residents & Plot Owners' Association

Schedules forming part of the financial Statements

Significant Accounting Policies and Notes to Accounts to the Financial Statements for the year ended 31st March 2024

1. Background:

Rema Rainbow Valley Residents & Plot Owners' Association was registered on 4th April, 2003, with the Registrar of Societies under Societies Registration Act. The Association was formed with the objective to promote the common interests, maintenance of the Layout, well-being and welfare of the owners and residents of Rema Rainbow Valley.

2. Significant Accounting Policies:

a) Basis of Preparation

These financial statements have been prepared and presented on accrual basis of accounting and in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India and other generally accepted accounting principles and practices prevailing in India.

b) Fixed Assets

Fixed Assets are stated at Written Down Value (WDV) less depreciation.

c) Depreciation: Depreciation on Fixed Assets is provided under Written Down Value basis at the rates specified under Income Tax Act, 1961.

d) All Income & Expenditure items having a material bearing on the financial statements are recognized on accrual basis. Maintenance Receipts collected from the members are accounted on accrual basis from the year 2010-11 onwards.

e) One Time Admission fee and Membership fee is capitalized and credited to General Fund Account.

f) Maintenance Receipts have been accounted on receipt basis up to the Financial Year 2009-10. With effect from the financial year 2010-11 onwards, the Association has changed the method of accounting of Maintenance Receipts from cash system to accrual system. As informed to us, arrears of Maintenance Receipts for the years 2003-04 to 2009-10 will be accounted on receipt basis. Further, the maintenance charges from Plot owners who have not yet become members are accounted only on receipt basis.

REMA RAINBOW VALLEY RESIDENTS & PLOT OWNERS' ASSOCIATION, DHARMAPURI

Notes forming part of the Financial Statements for the year ended 31st March, 2024

(Amounts in Rs)

	31/03/2024	31/03/2023
Note - 3 Membership Fee		
Balance at the beginning of the year	61,000	53,500
Additions	7,500	7,500
Balance at the end of the Year	68,500	61,000
 4 Reserves and surplus:		
Income & Expenditure Account:		
Balance at the beginning of the year	1,71,64,595	1,56,12,475
Add: Excess of Income over Expenditure for the year	12,28,001	15,52,120
Balance at the end of the Year	1,83,92,596	1,71,64,595
 5 Trade payables		
Sundry Creditors:		
SRJ Groups	1,26,000	1,20,000
Alpha Construction & Interiors	-	11,800
Total Trade payables	1,26,000	1,31,800
 6 Other current liabilities		
a Maintenance Received in Advance	8,32,497	3,53,453
b Expenses payable	1,64,437	2,10,745
c Audit fee payable	44,840	21,240
Total Other current liabilities	10,41,774	5,85,438

REMA RAINBOW VALLEY

Notes forming part of the Financial Statements for the year ended 31st March, 2024

7 Property, Plant and Equipment

(Amount in Rs.)

Particulars /Assets	TANGIBLE ASSETS								
	Borewell	Fencing	Building	Plant & Equipment	Computer/ printer	Office equipment	Furniture & Fixtures	Electrical fixtures	Total
W.D.V. as on									
At 1 April 2023	5,97,304	1,03,634	31,113	23,762	39,611	23,017	99,817	1,30,797	10,49,055
Additions	-	-	11,86,535	-	-	-	-	-	11,86,535
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
At 31 March 2024	5,97,304	1,03,634	12,17,648	23,762	39,611	23,017	99,817	1,30,797	22,35,590
At 1 April 2022	5,97,304	1,21,922	34,570	4,776	911	10,014	1,10,908	1,45,330	10,25,735
Additions	-	-	-	21,300	64,500	17,065	-	-	1,02,865
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
At 31 March 2023	5,97,304	1,21,922	34,570	26,076	65,411	27,079	1,10,908	1,45,330	11,28,600
Depreciation/Adjustments									
For the current year	-	15,545	1,21,765	3,564	15,844	3,453	9,982	13,080	1,83,233
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
At 31 March 2024	-	15,545	1,21,765	3,564	15,844	3,453	9,982	13,080	1,83,233
For the previous year	-	18,288	3,457	2,314	25,800	4,062	11,091	14,533	79,545
Deductions/Adjustments	-	-	-	-	-	-	-	-	-
At 31 March 2023	-	18,288	3,457	2,314	25,800	4,062	11,091	14,533	79,545
Net Block									
At 31 March 2024	5,97,304	88,089	10,95,883	20,198	23,767	19,564	89,835	1,17,717	20,52,357
At 31 March 2023	5,97,304	1,03,634	31,113	23,762	39,611	23,017	99,817	1,30,797	10,49,055

REMA RAINBOW VALLEY RESIDENTS & PLOT OWNERS' ASSOCIATION, DHARMAPURI

Notes forming part of the Financial Statements for the year ended 31st March, 2024

(Amounts in Rs)

	31/03/2024	31/03/2023
8 Other non-current assets		
a Electricity Deposit	33,688	33,688
b Gas Cylinder deposit	1,500	1,500
c Prepaid expenses	-	-
Total other non-current assets	35,188	35,188
9 Maintenance charges receivables		
Outstanding for a period less than 6 months from the date they are due for receipt	3,64,036	3,62,654
Outstanding for a period exceeding 6 months from the date they are due for receipt	46,65,859	47,25,293
Total Trade receivables	50,29,895	50,87,947
10 Cash and Bank Balances		
A Cash and cash equivalents		
a On Current Account with Bank	9,63,240	2,44,853
c Fixed Deposits (with original maturity period of less than 3 months)	-	-
d Cash on hand	9,433	3,169
Total cash and cash equivalents (I)	9,72,673	2,48,022
B Other bank balances		
a Bank Deposits (including accrued interest)	1,14,61,827	1,02,37,045
Total other bank balances (II)	1,14,61,827	1,02,37,045
Total Cash and bank balances (I)+(II)	1,24,34,500	1,04,85,067
11 Short term Loans & Advances		
a Loans advances to workers	5,000	38,500
b Advance tax and tax deducted at source (Net of provision for tax)	53,241	60,541
Total	58,241	99,041

REMA RAINBOW VALLEY RESIDENTS & PLOT OWNERS' ASSOCIATION, DHARMAPURI

Notes forming part of the Financial Statements for the year ended 31st March, 2024

(Amounts in Rs)

	31/03/2024	31/03/2023
12 Other income		
a Service charges & Transfer fees	63,050	5,25,500
b Other Receipts from members	9,37,640	7,60,141
c Interest from Bank deposits	7,01,606	5,44,861
d Interest on IT Refund	-	5,820
e Contribution from members towards maintenance corpus	2,22,400	1,92,600
Total other income	19,24,696	20,28,922
13 Maintenance expenses		
a Electricity & water charges	2,26,273	3,07,595
b Grass cutting & other maintenance expenses	4,09,819	3,59,191
c Swimming pool maintenance	2,41,769	2,36,000
	8,77,861	9,02,786
14 Employee benefits expense		
(Including contract labour)		
a Salaries, wages, bonus and other allowances		
Salary to Managers	3,06,000	4,91,600
Security	17,24,955	14,38,580
Casual Labour	7,17,362	6,36,928
Electrician	72,100	72,960
Gardeners/ Supervisors	2,22,000	92,500
Bonus	47,000	58,000
Staff Exgratia/ house rent	27,500	87,186
Total Employee benefits expense	31,16,917	28,77,754
15 Depreciation and amortization expense		
a on tangible assets	-	79,545
b on intangible assets	1,83,233	
Total Depreciation and amortization expense	1,83,233	79,545
16 Other Expenses		
Conveyance	7,444	37,782
Printing and stationery	2,211	5,700
Meeting expenses	25,390	14,300
Rates & taxes	500	55,760
Bank charges	414	688
Professional charges	50,400	37,790
Internet/ website maintenance	35,480	14,160
Legal fees	15,000	76,000
Auditor's remuneration	23,600	21,240
Total other expenses	1,60,439	2,63,420