

## **INDEPENDENT AUDITOR'S REPORT**

### **To The Members of The Chartered Accountants Benevolent Fund**

#### **Opinion**

We have audited the accompanying financial statements of **The Chartered Accountants Benevolent Fund**, which comprise the Balance Sheet as at March 31, 2023, the statements of Income and Expenditure Account (figures stated in thousands) and Receipt & Payment for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, read with other notes given thereto, give a true and fair view in conformity with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and the accounting principles generally accepted in India :

- (a) In the case of Balance Sheet, of the state of affairs of the Society as at 31<sup>st</sup> March 2023;
- (b) In the case of Statement of Income and Expenditure, of the deficit for the year ended on 31<sup>st</sup> March 2023; and
- (c) In the case of Receipt and Payment account, of the cash flows for the year ended on 31<sup>st</sup> March 2023.

#### **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 Society in accordance with the Code of Ethics issued by ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, 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.



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

The Management is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position and expenditure of the Society in accordance with the Accounting Standards and generally accepted accounting principles in India, to the extent applicable, prescribed by ICAI.

This responsibility also include maintenance of adequate accounting records for safeguarding of the assets of the Society and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design implementation and maintenance of adequate internal financial controls, the accounting records 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 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 management either intends to liquidate the society or to cease operations, or has no realistic alternative but to do so.

The Management is responsible for overseeing the Society'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 a part of an audit in accordance with SAs, we exercise professional judgement 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 financial controls 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 society'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 society'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 society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the financial statements represents the underlying transactions and events in a manner that achieves fair presentation.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationship and other matter that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

A further description of the auditor's responsibilities for the audit of the financial statements is located at ICAI website at : <http://www.icaai.org>. This description forms part of our auditor's report.

### **Report on other Legal and Regulatory Requirements**

We report that :

- (a) we have sought and 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 account as required by law have been kept by the Society so far as appears from our examination of those books;



- (c) the Balance Sheet, Statement of Income and Expenditure and Receipt and Payment for the year ended, 31<sup>st</sup> March 2023 dealt with by this Report are in agreement with the books of account;
- (d) in our opinion, the aforesaid Financial Statement comply with the Accounting Standards, to the extent applicable, issued by the ICAI

For Aiyar & Co.  
Chartered Accountants  
Firm Registration No. 001174N

  
(CA A.K. BATRA)  
PARTNER  
M.NO. 080169



Place: Gurugram, Haryana  
Date: 17 OCT 2023

UDIN: 23080169BGZLLW6839



**THE CHARTERED ACCOUNTANTS' BENEVOLENT FUND**


(Registered under The Societies Registration Act, 1860)

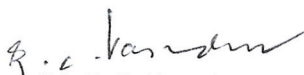
**BALANCE SHEET**

(₹ in Thousand)

Particulars	As at March 31,	
	2023	2022
<b>I. SOURCES OF FUNDS</b>		
<b>a) Life Membership Fund (Corpus)</b>		
i) Balance as on 01.04.2022	202710	
ii) Less: Refund during the year	10	
iii) Add : Contribution received during the year	4320	
	2,07,020	2,37,503
	2,07,020	2,37,503
iv) Less: Amount Transferred to General Fund	(13,793)	(34,793)
	1,93,227	2,02,710
<b>b) General Fund (Total Accumulated Surplus)</b>	(13,793)	(34,793)
Add : Amount transferred from Life Membership Fund (Corpus)	13,793	34,793
	-	-
<b>c) Current Liabilities</b>		
i) Payable to ICAI	30,098	10,164
ii) Life Insurance Corporation of India Scheme	-	344
iii) Sundry Payables	3,546	3,482
iv) Other Liability	75	
<b>TOTAL</b>	<b>2,26,946</b>	<b>2,16,700</b>
<b>II. APPLICATION OF FUNDS</b>		
<b>a) Investments (Refer Schedule-A)</b>		
i) <b>Investments (At Cost)</b>		
1) Fixed deposit with Nationalised Banks	1,47,000	1,47,000
2) 8% Saving (Taxable) Bond 2003	60,000	60,000
<b>b) Current Assets</b>		
i) <b>Recoverables</b>		
1) Interest Accrued but not due	11,438	3,865
2) Tax Deducted at Source Receivable	1,449	3,968
ii) <b>Cash and Bank Balances</b>		
1) Held with State Bank of India	138	135
2) Held with Axis Bank Ltd	4,466	494
3) Held with Bank of India	2,411	1,194
4) Held with ICICI Bank Ltd	44	44
<b>TOTAL</b>	<b>2,26,946</b>	<b>2,16,700</b>

Note : Statement of Significant Accounting Policies &amp; Notes forming part of the Accounts are given at Annexure - I.

  
**CA. Sudeep Shrivastava**  
 Additional Secretary

  
**CA. S. C. Vasudeva**  
 Member Secretary

  
**CA. Aniket Sunil Talati**  
 Chairman

In term of our Report Attached  
**For Aiyar & Co.**  
 Chartered Accountants  
 FR No. 001174N

  
**CA. A.K. BATRA**  
 Partner  
 Membership No. 080169  
 Place : Haryana, Gurugram  
 Date : 17 OCT 2023



# **THE CHARTERED ACCOUNTANTS' BENEVOLENT FUND**

(Registered under The Societies Registration Act, 1860)

## **STATEMENT OF INCOME & EXPENDITURE**

( ₹ in Thousand )

Particulars	For the year ended March 31,	
	2023	2022
<b>I INCOME</b>		
a) Annual/Ordinary Contribution	2,940	3,422
b) Voluntary Contribution	6,118	9,675
c) Interest Income		
1) Interest on FDRs and Saving Bank A/c	8,643	11,033
2) Interest on GOI Bonds	4,800	4,800
d) Interest on Income Tax Refund	366	260
<b>TOTAL INCOME</b>	<b>22,867</b>	<b>29,190</b>
<b>II EXPENDITURE</b>		
a) Bank Charges	9	36
b) Financial Assistance	36,651	1,19,164
<b>TOTAL EXPENDITURE</b>	<b>36,660</b>	<b>1,19,200</b>
<b>III Net Surplus( I - II )</b>	<b>(13,793)</b>	<b>(90,010)</b>
<b>IV Surplus/deficit brought forward from previous year</b>	<b>(34,793)</b>	<b>55,217</b>
<b>V Total Accumulated Surplus/(Deficit) carried forward to Balance Sheet as General Fund</b>	<b>(48,586)</b>	<b>(34,793)</b>

Note : Statement of Significant Accounting Policies & Notes forming part of the Accounts are given at Annexure - I.



**CA. Sudeep Shrivastava**  
Additional Secretary



**CA. S. C. Vasudeva**  
Member Secretary



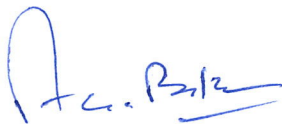
**CA. Aniket Sunil Talati**  
Chairman

In term of our Report Attached

**For Aiyar & Co.**

Chartered Accountants

FR No. 001174N



**CA. A.K. BATRA**

Partner

Membership No. 080169

Place : Haryana, Gurugram

Date : 17 OCT 2023



# **THE CHARTERED ACCOUNTANTS' BENEVOLENT FUND**

(Registered under the Societies Registration Act, 1860)

## **Annexure - 1**

### **Statement of Significant accounting policies and notes forming part of Accounts:**

#### **Background**

1. The Fund is a registered Society under Societies Registration Act, 1860 with Registration no. S2185 dated 21/01/1963 of Registrar of society, Delhi.
2. The fund is registered u/s 12A of the Income Tax Act, 1961 bearing Unique Registration No. AAAAC0065GE19738, Document Identification No. AAAAC0065GE1973801, Date of registration 16-02-2022 valid till AY 2026-27.
3. The fund is registered u/s 80G of the Income Tax Act, 1961 bearing Unique Registration No. AAAAC0065GF20098, Document Identification No. AAAAC0065GF2009801, Date of registration 20-02-2022 valid till AY 2026-27.

#### **(A) Significant accounting policies**

1. The Annual Accounts of The Chartered Accountants Benevolent Fund are prepared based on the generally accepted accounting principles being followed in India on going concern basis. The accounting year being followed is financial year i.e., from 1<sup>st</sup> April to 31<sup>st</sup> March of every year.
2. Contribution towards life membership fees is recognized and considered directly as a part of corpus fund.
3. Interest on saving bank account is recognized on receipt basis.
4. All the incomes are recognized on accrual basis except as specifically provided in the accounting policies.
5. All the expenses are recognized on accrual basis.

#### **(B) Notes forming part of Accounts:**

6. **Income:** - Income comprises of the following: -
  - Annual Contribution
  - Voluntary Contribution
  - Bank interest on Fixed Deposits
  - Interest on GOI 8% Saving (Taxable) Bond 2003
  - Bank interest on Saving Bank Accounts
  - Interest on Income Tax refund
7. **Expenses:** - Expenses comprise of the following:
  - Financial Assistance as per the aims and objects of the fund.
  - Expenses incidental to pursuing the objects of the funds including administrative expenses.
8. **Fixed assets and depreciation:** -  
The Fund does not have any fixed assets.





9. Due to the effects of Covid 19 prevailing in Financial Year 2021-22 there was a heavy demand and request for assistance from the needy members due to which the Managing Committee has decided to release financial assistance to eligible members on account of same pending cases are processed in the relevant years. There were 28 cases pertaining to covid - 19 were pending amounting of ₹ 33,27,357/- which was also released in the financial year 2022-23.

During the year, the society received income towards voluntary/annual contribution amounting to ₹ 90,57,637/- besides Interest from bank deposits, Bonds & Income Tax Refund amounting to ₹ 138,09,378/- totaling to ₹ 22,867,015/-.

Financial assistance (including covid assistance of ₹ 33,27,357/-) to the extent of amount ₹ 3,66,51,028/- released as financial assistance and bank charges of ₹ 8,757/- was incurred out of Current Year Income of ₹ 2,28,67,015/- which resulted in a deficit of ₹ 137,92,770/-.


The balance disbursement of amount of ₹ 137,92,770/- was made out of corpus fund and the equivalent amount of corpus fund was transferred to General Fund to meet the urgent contingencies in order to help the beneficiaries as per the objects of the society.

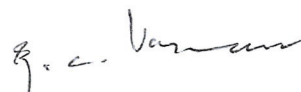
The society over utilized the corpus fund amount of ₹ 137,92,770/- which may be transferred back to the Corpus Fund in future years and claim the application of income as per Section 11(1)(d) read with explanation 3A & 4(i) of the Income Tax Act, so that the amount remains invested equivalent to the Corpus Fund as the provisions of the Income Tax Act.

10. A sum of ₹ 74,882/- was inadvertently received from Abu Dhabi Chapter of ICAI in foreign exchange without intimation to society, the same has not been considered as part of income and shown as refundable under the head current liability and the said amount has been refunded back in the financial year 2023-24.
11. Investment under Corpus as specified under sec 11(5) of the Income Tax Act includes a Fixed Deposit bearing no. 014123030001071 with Union bank of India amounting of ₹ 1,99,00,000/-, in which amount of ₹ 61,27,148/- is for the Corpus fund and the balance of i.e. ₹ 1,37,72,852/- constitutes general fund.

12. Previous year's figures are re-grouped wherever required.



  
**CA. Sudeep Shrivastava**  
Additional Secretary

  
**CA. S. C. Vasudeva**  
Member Secretary

  
**CA. Aniket Sunil Talati**  
Chairman