



MMJK & CO.
CHARTERED ACCOUNTANTS
A-5, Gowaikar Building CHS,
595, Shaniwar Peth,
Pune – 411030
PH NO. 020-29800677

Ref. No.: MMJK/Audit/74

Date: -

To,
The Chairman,
Progressive Education Society,
Shivaji Nagar,
Pune – 411 005.

**Sub.: Statutory Audit P. E. Society's Primary English Medium School,
Warje, Pune –411 058 for the year ended 31.03.2025.**

Ref.: Your letter No. PES/15/2025-26 dated 04.04.2025

Dear Sir,

We have completed the Statutory Audit of **P. E. Society's Primary English Medium School, Warje, Pune –411 058**, for the year ending on 31st March, 2025 as per the books of accounts Maintained & relevant records kept by the College & as per the information & Explanations given to us from time to time during the course of our audit.

Thanking you and assuring you our best professional services at all times,



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FOR MMJK & CO.

CHARTERED ACCOUNTANTS

FRN: 141814W

DATE: -

CA MEENAL KULKARNI

PLACE: - PUNE

PARTNER

M.NO : 142271

AUDIT REPORT

We have audited the attached Balance Sheet of **P. E. Society's Primary English Medium School, Warje, Pune –411 058**, as on 31.03.2025 and Income



and Expenditure Account for period from 01.04.2024 to 31.03.2025 annexed there to and report that,

- (1) We have obtained all the information and explanations, which to the best of my knowledge and belief were necessary for the purpose of Audit.
- (2) In our opinion, proper books of accounts as required by the Bye-Laws have been kept by the College as far as it appears from the examination of the books of accounts subject to our remarks on of this report.
- (3) The Balance Sheet and Income & Expenditure Account dealt with by this report and are in agreement with the books of accounts.
- (4) In our opinion and the best of our knowledge and according to the explanations given to us, the accounts read with the notes thereon give the true and fair view,
 - (a) In case of Balance Sheet of the state of affairs of the Modern College of Arts, Science & Commerce as on 31.03.2025.
 - (b) In case of Income & Expenditure Account of the surplus for the year ended as on that date.



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DATE: - **CA MEENAL KULKARNI**

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Ref. No.:- MMJK/Audit/74 **Date: -**

To
The Chairman,
Progressive Education Society,
Shivaji Nagar,
Pune – 411 005.



Sub.:– Statutory Audit Report of P. E. Society's Primary English Medium School, Warje, Pune –411 058, for the year ended 31.03.2025.

Dear Sir,

We have completed the Statutory **P. E. Society's Primary English Medium School, Warje, Pune –411 058** for the year ending on 31st March, 2025 as per the books of accounts maintained & relevant records kept by College & as per the information & explanations given to us from time to time during the course of our audit.

Our observations regarding the said audit were as follows:-

1. INTERNAL AUDIT & INTERNAL CONTROL:-

Internal Audit of the unit is conducted S. H Sane & Co., Chartered Accountants. Their report is on the record. We have gone through the said report and tried to rectify or regularize the remarks. We suggest that all the pending remarks should be rectified or ratified at an earliest.



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It is observed that the management has changed financial statements for correct representation of financial statements post finalizing the internal audit report.

We have relied on the changed financial statements for our audit report and the same is also discussed with the management.

2. FINANCIAL POSITION:-

The financial position of the College as on 31.03.2025 is as follows as compared to earlier year: -

Particulars	31.03.2024 Amount (Rs.)	31.03.2025 Amount (Rs.)
<u>Assets</u>		
Fixed Assets	9,54,323.62	12,14,587.12
Investment FD with Bank	2,67,91,070.67	3,08,22,615.67
<u>Cash and Bank Balances</u>		
Cash Balance	0.00	0.00
Bank Balance	89,659.43	4,69,569.57
<u>Loans & Advances :-</u>		
Advance – Bhandar	1,19,418.00	1,19,418.00
Advance - High School	66,573.00	66,573.00
Advance - Pre-Preimary	30,798.00	30,798.66
Advance - PE Society	15,00,000.00	15,00,000.00
Deposits	1,000.00	1,000.00
TDS on FD A/C	3,22,236.67	3,22,236.67
Modern Eng Medium - PTA	16,915.00	16,815.00
Modern Pre-primary eng medium school – Receivable	33,824.00	0.00
Salary Advance	0.00	3,000.00
Sundry Debtors	20,990.00	0.00
Total	2,99,46,808.39	3,45,66,613.69

Liabilities		
Professional Tax A/c	4,150.00	0.00
TDS Payable	337.00	2,723.00
Salary Payable	663.00	663.00
Income & Expenditure A/C	2,94,96,753.39	3,40,54,898.95
Employee PF Payable	18,622.00	0.00
Employer PF + Admin Charges Payable	20,173.00	0.00
Gratuity Payable A/C	3,37,355.00	5,84,172.74
Sundry Creditors	21,282.00	(41,027.00)
Modern Primary Eng Med-Bhandar	95,218.00	(4,200.00)
Modern Primary – PTA	(25,163.00)	0.00
Modern High School Eng Med	(18,188.00)	(819.00)
PES's P.J.N Primary School	(4,394.00)	0.00
Modern College of Arts and Science	0.00	(4,273.00)
P.E. Society	0.00	(25,525.00)
Total	2,99,46,808.39	3,45,66,613.69

From the above figures in the table it can be seen that the financial position of the College has changed much in the year under audit as compared to the financial position as on 31.03.2024. Previous year figures have been regrouped / recast by the college wherever necessary to make them comparable with those of Current Year.

3. BALANCE SHEET ANALYSIS

The Balance Sheet analysis as on 31.03.2025 is as follows:

3-A-1) Current Liabilities:-

- Professional Tax A/c: Rs. 0.00

The opening balance of this account was Rs.4,150.00. During the year under audit amount deducted Rs. 6,275.00 in salary and paid of Rs. 10,425.00.Hence closing balance of Rs. 0.00 reflected in the balance sheet as on 31.03.2025.

- Employee's Provident Fund: Rs. 0.00

The opening balance of this account was Rs.18,622.00. During the year under audit the unit has deducted amount of Rs. 2,17,965.00 in salary and paid of Rs. 2,36,587.00 which includes opening balance of Rs. 18,622.00. Hence closing balance of Rs. 0.00 reflected in the balance sheet as on 31.03.2025.

- Employer PF + Admin Charges Payable: Rs. 0.00

The opening balance of this account was Rs.20,173.00. During the year under audit the unit has deducted amount of Rs. 20,587.00 in salary and paid of Rs. 40,760.00 which includes opening balance of Rs. 20,173.00. Hence closing balance of Rs. 0.00 reflected in the balance sheet as on 31.03.2025.

3-A-2) Income & Expenditure Account: Rs. 2,94,96,753.39

The opening balance of this account was Rs. 2,68,19,678.86. There is net surplus of Rs. 26,77,074.53 for the year ended 31.03.2024 and after transferring the said surplus, the closing balance of Rs. 2,94,96,753.39 is reflected in the Balance Sheet as on 31.03.2024.

3-A-3) Salary Payable: Rs. 663.00

This amount stands continued like last year. It must be paid at the earliest.

3-A-4) TDS Payable : Rs. 2,723.00

The opening balance of this account was Rs.337.00. During the year under audit the unit has deducted amount of Rs. 2,723.00 in TDS and has paid of Rs. 337.00. Hence closing balance of Rs. 2,723.00 reflected in the balance sheet as on 31.03.2025. This amount is not yet paid till the conclusion of this audit. This TDS should be paid at the earliest. The unit should strictly comply with the provisions of TDS as prescribed by the Income Tax Act, 1961.

3-A-5) Gratuity Payable : Rs. 5,84,172.74

The opening balance of this account was Rs.3,37,355.00. During the year under audit unit has made the provision of gratuity amounting Rs. 2,46,817.74.00. Hence, the closing balance of Rs. 5,84,172.74 is reflected in the Balance sheet as on 31.03.2024.

3-A-6) Sundry Creditors: (Rs. 41,027.00)

During the year under consideration, the unit has made payments to following parties.

- Geeta Walmiki – Rs. 40,800/-
- PNG Electronics – Rs. 225/-

It was observed that, the bills of these parties were not booked in the books of accounts. Hence, the sundry creditors are showing debit balance of Rs. 41,027/-.

The unit should book the invoices and pass the necessary entries so as to reflect the correct position of expenditure.

3-A-7) Modern Primary English Medium , Bhandar :- (Rs.4,200.00)

The opening balance of this account was Rs. 95,218.00. During the year under audit paid Rs. 99,418.00. Hence closing balance of this account was Rs. (4,200.00) is reflected in the balance sheet as on 31.03.2025.

3-A-8) Modern College of Arts, Science & Commerce : Rs. 4,273.00

The unit has incurred some expenses on behalf of Modern college Warje, and hence balance of Rs, 4,273.00 is receivable from the college.

3-A-9) Modern High School English Medium School : Rs. (819.00)

During the year under audit, the unit has incurred expenses on behalf of Modern High School English Medium School, hence closing balance of Rs. (819.00) receivable show in balance sheet as on 31.03.2025.

3-A-10) P E Society : Rs. 25,525.00

The unit has paid occupational charges to the head offices but the unit has not expensed out the above expenditure. Hence balance of Rs. 25,525.00 is seen as receivable as on balance sheet date. The unit should pass necessary entries so as to close this balance.

3-B) ASSETS:-

3-B-1) FIXED ASSETS: Rs. 12,14,587.12

The opening balance of this account was Rs. 9,54,323.62. During the year under audit there were additions of Rs. 3,79,742.00 to this A/c and after charging the

depreciation of Rs.1,19,478.50, closing balance of Rs. 12,14,587.12 is reflected in the Balance Sheet as on 31.03.2025.

3-B-2) INVESTMENTS: Rs. 3,08,22,615.67

The opening balance of this Account was Rs. 2,67,91,070.67. During year under audit newly issued investment and FDRs renewed with Interest were of Net Rs. 40,31,545.00. Hence, closing balance of Rs.3,08,22,615.67 is reflected in the balance sheet as on 31.03.2025.

3-B-3) CASH AND BANK BALANCES: Rs. 4,69,569.57

<u>Sr.No.</u>	<u>Particulars</u>	<u>Closing Balance (Rs.)</u>
1	Cash	0.00
2	Bank of India A/c 053310210000033	2,73,033.30
3	Bank Of India Gratuity A/c 053310210000068	21,936.71
4	Cosmos Bank A/C	0.00
5	Janata Sahkari Bank 054220100000400	1,74,599.56

Cash Balance as on 31.03.2025 was 0.00 and was found correct as per cash book.

Bank balances tally with Bank Statements/Passbooks subject to Bank Reconciliation Statements.

Also during the year under audit it is observed that unit has closed Cosmos Bank Account by passing necessary resolutions in business council, the copy of the same is kept on record by the unit.

Excess bank balances should be transferred to Short Term Deposits to earn higher rate of interest.

3-B-4) Advance to Bhandar: Rs. 1,19,418.00

Advance to High School: Rs. 66,573.00

Advance to Pre Primary School: Rs. 30,798.66

Advance to PE Society: Rs. 15,00,000.00

These amounts stands continued like last year. These amounts do not tally as per the amount in the Books of respective units. These accounts should be reconciled at the earliest. Actions must be taken to settle the pending advances at the earliest.

3-B-5) Security Deposit: Rs. 1,000.00

This figure stands continued like last year.

3-B-6) TDS on FD A/C: Rs. 2,59,013.15

TDS For 2021-22 : Rs. 63,223.52.00

Modern English Medium – PTA :- Rs. 16,915.00

These figures stands continued like last year.

3-B-7) Modern Pre primary English medium school : Rs. 0.00

This amount is recovered during the year under audit, hence no balance is receivable as on 31.03.2025.

3-B-8) Sundry Debtors :- Rs. 0.00

The opening balance of this account was Ra. 20,990/-. During the year under consideration, this amount is recovered from the concerned students. Therefore, closing balance of NIL is reflected in the balance sheet.

4) CASH VERIFICATION: -

The physical verification of cash was done, but since the cash book was not prepared and maintained, we were unable to compare the same with books of accounts.

5. STATUTORY LIABILITIES:

Sr No	Nature of Liability	Remarks
1	TDS	<p>It has been observed that, the unit has deducted TDS but the payments of the same are not done within the due date as prescribed by the law.</p> <p>Also no TDS returns were furnished by the unit during the year under consideration.</p>

		<p>The school should strictly follow provisions of Income Tax Act, 1961 regarding deduction of TDS and payment of the same within the due date as prescribed by the law to avoid penal and legal consequences.</p>
2	Provident Fund	<p>During the year, most of the Provident Fund payments were done after the due date as prescribed by the law. This may result into heavy damage charges.</p> <p>IT is recommended that, due care should be taken in this regard and PF should be deposited to the government treasury within the due date as prescribed by the law.</p>
3	Professional Tax	<p>It was observed that the Professional Tax payments were not made within the due date as prescribed by the law.</p>

		<p>The profession tax return was also not filed within the due date.</p> <p>It is strongly recommended that Profession Tax should be deducted on the payments which are in the nature of salary or in the same nature under different head and which are above the threshold limit. Please note that, non-payment / late payment of profession tax should attract heavy penalty and interest charged by the Profession Tax department. And after payment of Profession Tax returns should be file within time to avoid late fees.</p>
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6. SPECIFIC REMARKS:

- 1) Inter Unit balances do not tally with respective accounts. This is due to several years of non-reconciliation of these accounts. Proper reconciliations must be done at the very earliest to tally these amounts and actions must be taken to settle the pending advances at the earliest.
- 2) Physical verification & counting of Fixed Assets should be done once at least at the end of the year. As far as possible the item-wise numbering in respect of

items should be done at an early date. Dead stock register should be maintained and updated.

3) Rough bill/Estimates/Quotations/Delivery Challans are obtained in some of the cash expenses. Such practice should be avoided and only Invoice/ Tax Invoice/ Cash Memo to be taken on record.

4) In case of supporting bills received on thermal prints, photo copies should be attached of said supporting. As the thermal print fades in due course of time.

5) It is strongly recommended that the accountant be adequately trained to record all financial transactions correctly in the books of accounts. Proper accounting treatment and classification will ensure that the financial statements present a true and fair view of the financial position of the unit.

6) It is further advised that all relevant supporting documents — such as bank account statements, fixed deposit interest certificates, provident fund challans, professional tax challans, and balance confirmation certificates — be systematically maintained and readily available. Proper documentation will facilitate a smooth and efficient conduct of the audit process.

Other than mentioned above all the unsolved remarks & comments mentioned in the Internal Audit Report of CA S. H. Sane & Co., Chartered

Accountant stand continued. We suggest that all the pending remarks should be rectified or ratified at an earliest.

We are thankful to the Chairman of the School Committee, Head Mistress and Staff members of the **P.E.Society's Primary English Medium School, Warje- 411058**; for their kind co-operation extended to us during the course of our audit.

FOR MMJK & CO.

CHARTERED ACCOUNTANTS

FRN: 141814W

DATE: -

CA MEENAL KULKARNI

PLACE: - PUNE

PARTNER

M.NO : 142271

UDIN :