

AUDITORS REPORT

To
The Members of
Jal Vayu Vihar Apartments Owners Association,
Kukatpally, Hyderabad – 500 072.

We have audited the attached Balance Sheet of JAL VAYU VJHAR APARTMENT OWNER'S ASSOCIATION, Kukatpally, Hyderabad as at 31st March, 2004 and the Income and Expenditure Account for the year ended on that date which are in agreement with the books of accounts maintained by the said society.

These financial statements are responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimate made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of the audit. In our opinion proper books of accounts have been kept by the above named society so far as it appears from our separate report annexed here with-

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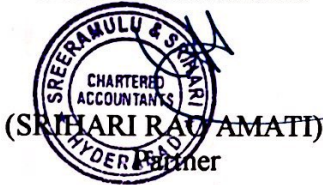
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In the case of the Balance Sheet, of the state of affairs of the above named society as at 31st March, 2004.

AND

In the case of Income and Expenditure account, of the excess of Expenditure of Rs 4,70,682.39 over the Income for the year ended 31st March, 2004.

For SREERAMULU & SRIHARI
Chartered Accountants



Place: Hyderabad
Date : 05-06-2004

JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
RED.NO.4167/92,KUKATPALLY, HYDERABAD,
BALANCE SHEET AS ON 31st March, 2004.

LIABILITIES	SCH	2003-2004	2002-2003	ASSETS	SCH	2003-2004	2002-2003
CORPUS FUND				FIXED ASSETS	C	6140897.35	5682603.98
OPENING BALANCE		12360655.07	12015487.07	INVESTMENTS	D	2500000.00	3470859.00
ADD: MEMBER SHIP FEE				INTEREST ACCRUED	E	741915.00	610612.87
RECD DURING THE YEAR		370997.00	265168.00	CURRENT ASSETS			
GRANT FROM SPORTS				LOANS & ADVANCES			
AUTHORITY		0.00	80000.00	CASH & BANK BALANCE	F	394097.67	150304.47
		12731652.07		MAINTENANCE & RENTS	G	15850.00	14890.00
				RECEIVABLE			
CURRENT LIABILITIES AND	A	136637.00	159701.00	OTHER ADVANCES	H	47441.00	63944.09
PROVISIONS				DEPOSITS	I	163893.00	163893.00
DEPOSITS PAYABLE	B	45018.00	39918.00	JANMABOOMI FUND		535364.00	500000.00
				EXCESS OF EXPENDITURE			
				OVER INCOME : (OP. LOSS)			
				OPENING BALANCE		1903166.66	1563134.96
				ADD: EXCESS OF EXP		470682.39	340031.70
				OVER INCOME			1903166.66
						2373849.05	
		12913307.07	12560274.07			12913307.07	12560274.07

NOTES ON ACCOUNTS P

AS PER OUR REPORT OF EVEN DATE

FOR SREERAMULU & SRIHARI

Chartered Accountants

(Srihari Rao Amati)
PartnerPlace : Hyderabad
Date : 05-06-2004

S. Sriharis
TREASURER
JAL VAYU VIHAR
APARTMENT OWNERS ASSOCIATION
KUKATPALLY, HYDERABAD-500 877

S. Sriharis
Secretary
JAL VAYU VIHAR
Apartment Owners Assn
KUKATPALLY-500 877

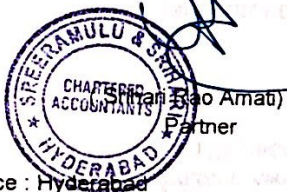
S. Sriharis
President
JAL VAYU VIHAR
Apartment Owners Assn
KUKATPALLY-500 877

JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
 RED. NO. 4167/92, KUKATPALLY, HYDERABAD,
 INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31st March, 2004.

PARTICULARS	SCH	2003-2004	2002-2003	PARTICULARS	SCH	2003-2004	2002-2003
MAINTENANCE EXPENSES	J	1262033.70	1082569.00	MAINTENANCE CHARGES	L	1223750.00	1210580.00
ESTABLISHMENT EXPENSES	K	323821.29	411757.50	INTEREST & DIVIDENDS	M	344842.30	351687.04
AUDITORS REMUNARATION				OTHER INCOME	N	165165.50	104037.00
AUDIT FEE		4320.00	4860.00	RENTS	O	183936.00	148484.00
TAX CONSULTANCY		1500.00	1500.00	EXCESS OF EXPENDITURE OVER INCOME TRANSFERRED TO BALANCE SHEET		470692.39	340031.70
REIMBURSEMENT OF EXP		1000.00	1000.00				
LOSS ON UTI -MIP		0.00	26180.00				
DEPRECIATION	C	795701.20	626953.24				
		2388376.19	2154819.74			2388376.19	2154819.74

AS PER OUR REPORT OF EVEN DATE

FOR SREERAMULU & SRIHARI
 Chartered Accountants



Place : Hyderabad
 Date : 05-06-2004

S. Prathap
TREASURER

JALVAYU VIHAR
APARTMENT OWNERS ASSOCIATION
KUKATPALLY, HYDERABAD-500 872.

[Signature]
Secretary
JAL VAYU VIHAR
Apartment Owners Association
KUKATPALLY

[Signature]
President
JAL VAYU VIHAR
Apartment Owners Association
KUKATPALLY

JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
KUKATPALLY, HYDERABAD.
SCHEDULES TO BALANCE SHEET

PARTICULARS	SCHEDULE	2003-2004	2002-2003
CURRENT LIABILITIES & PROVISIONS			
A			
MAINTENANCE CHARGES RECEIVED IN ADVANCE DURING THE YEAR ENDED 2004		16800.00	57600.00
AUDIT FEE		4320.00	4860.00
TAX CONSULTANCY		1500.00	1500.00
REIMBURSEMENT OF EXPENSES		1000.00	1000.00
ELECTRICITY CHARGES PAYABLE	15944.00		13055.00
WATER CHARGES PAYABLE	33935.00		33215.00
TELEPHONE CHARGES PAYABLE	1754.00		851.00
TDS PAYABLE	1546.00		572.00
CONSERVENCY CHARGES PAYABLE	15869.00		15700.00
SERVICE CHARGES PAYABLE	12049.00		12300.00
SALARIES AND WAGES PAYABLE	10574.00		19048.00
SECURITY CHARGES PAYABLE	13422.00		0.00
SUNDRY CREDITORS (M.KESAVULU)	7924.00		0.00
		113017.00	
		136637.00	159701.00
DEPOSITS PAYABLE			
B			
RENT DEPOSIT	28968.00		23868.00
SECURITY DEPOSIT	16050.00	45018.00	16050.00
		45018.00	39918.00
INVESTMENTS			
D			
FIXED DIPOSITS WITH BANKS	2400000.00		3420859.00
KISSAN VIKAS PATRAS	100000.00	2500000.00	50000.00
		2500000.00	3470859.00
INT ACCRUED BUT NOT DUE			
E			
INT.ACCRUED BUT NOT DUE AS ON 01.04.2003		610612.87	292983.96
ADD: INT ACCRUED IN CURRENT YEAR		250462.13	347891.91
LESS:ACCRUED INTEREST REALISED IN CURRENT YEAR		119160.00	30263.00
		741915.00	610612.87

S. Srinivas
TREASURER
JAL VAYU VIHAR
Apartment Owners Assn
KUKATPALLY-500 877

[Signature]
Secretary
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[Signature]
President
JAL VAYU VIHAR
Apartment Owners Assn
KUKATPALLY-500 877



<u>CASH AND BANK BALANCES</u>		F		
CASH			26101.70	4467.14
BANK OF INDIA			358896.97	145837.33
ICICI Bank Ltd.,			9099.00	0.00
				394097.67
				150304.47
<u>MAINTENANCE & RENTS RECEIVABLE</u>		G		
MAINTENANCE CHARGES RECEIVABLE			11850.00	14890.00
RENTS RECEIVABLE			4000.00	0.00
				15850.00
				14890.00
<u>OTHER ADVANCES</u>		H		
SALARY ADVANCE				0.00
TDS RECEIVABLE			47441.00	27428.09
ADVANCE TO KESAVULU & KRISHNA				0.00
			47441.00	63944.09
<u>DEPOSITS</u>		I		
ACD			49784.00	49784.00
SECURITY DEPOSIT-III PHASE METER			510.00	510.00
TELEPHONE DEPOSITS			4500.00	4500.00
ELECTRICITY DEPOSIT			35818.00	35818.00
WATER DEPOSIT			73281.00	73281.00
				163893.00
				163893.00



S. Sathya
TREASURER

JAL VAYU VIHAR
APARTMENT OWNERS ASSOCIATION
CENTRALLY, HYDERABAD-500 872

[Signature]
Secretary
JAL VAYU VIHAR
Apartment Owners Association
CENTRALLY

[Signature]
President
JAL VAYU VIHAR
Apartment Owners Association
CENTRALLY

JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
 RED.NO.4167/92,KUKATPALLY,HYDERABAD,
 SCHEDULES TO INCOME AND EXPENDITURE

PARTICULARS	SCH	2003-2004	2002-2003
MAINTENANCE EXPENSES	J		
ELECTRICITY CHARGES BORE AND WATER TANK		185016.70	171596.00
ADD: O/S FOR THE YEAR ENDED 2004		15944.00	13055.00
		200960.70	184651.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		13055.00	15691.00
		187905.70	168960.00
ELECTRICITY CHARGES OFFICE/SHOPS		0.00	4180.00
WATER CHARGES		421908.00	406899.00
ADD: O/S FOR THE YEAR ENDED 2004		33935.00	33215.00
		455843.00	440114.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		33215.00	25058.00
		422628.00	415056.00
WATER LINE REPAIRS		28620.00	43002.00
PLAY GROUND MAINTENANCE		16124.00	0.00
SECURITY MAINTENANCE		7743.00	8442.00
MAINTENANCE OF GARDEN		42891.00	57887.00
MAINTENANCE OF ROADS		5015.00	39743.00
SERVICE CHARGES		147851.00	61500.00
ADD: O/S FOR THE YEAR ENDED 2004		12049.00	12300.00
		159900.00	73800.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		12300.00	0.00
		147600.00	73800.00
REPAIRS & MAINTENANCE - ELECTRICALS		19434.00	34532.00
REPAIRS & MAINTENANCE - CIVIL WORKS		113873.00	37295.00
BOREWELL/SUMP MOTOR REPAIRS & MAINTENANCE			3500.00
SECURITY CHARGES		65378.00	0.00
ADD: O/S FOR THE YEAR ENDED 2004		13422.00	0.00
		78800.00	0.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		0.00	0.00
		78800.00	0.00
CONSERVANCY CHARGES		191231.00	180472.00
ADD: O/S FOR THE YEAR ENDED 2004		15869.00	15700.00
		207100.00	196172.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		15700.00	0.00
		191400.00	196172.00
TOTAL		1262033.70	1082569.00

S. Lakshmi
TREASURER
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P. Anand
Secretary
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 KUKATPALLY-500 872

A. Lakshmi
President
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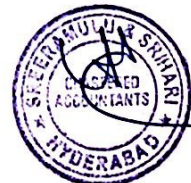


ESTABLISHMENT EXPENSES			
SALARIES & WAGES	175245.00		265665.00
ADD: O/S FOR THE YEAR ENDED 2004	10574.00		19048.00
	185819.00		284713.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003	19048.00	166771.00	0.00
			284713.00
TELEPHONE CHARGES	7415.00		5922.00
ADD: O/S FOR THE YEAR ENDED 2004	1754.00		851.00
	9169.00		6773.00
LESS: TELEPHONE CHARGES RECEIVED	0		20.00
LESS: O/S FOR PREVIOUS YEAR ENDED 2003	851.00	8318.00	950.00
			5803.00
POSTAGE & TELEGRAMS		851.00	2934.00
PRINTING AND STATIONARY		7039.20	13596.00
INSURANCE		5794.00	5632.00
FESTIVALS & FEASTS		15127.50	21827.00
AGM/EGM EXPENSES		21904.00	8521.00
OFFICE MAINTENANCE		5728.00	6598.00
CONVEYANCE		11736.00	9773.00
ACCOUNTING CHARGES		600.00	0.00
CONSULTANCY CHARGES		5000.00	10000.00
BANK CHARGES		460.00	80.00
MISC. EXPENSES		22044.50	1110.00
MEDICAL EXPENSES		0.00	100.00
SPORTS AND GAMES		0.00	2905.00
STAFF WELFARE		8113.00	5037.00
ENTERTAINMENT		3945.00	4772.50
TENNIS EXPENSES		5184.00	27237.00
TDS WRITTEN OFF		15201.09	0.00
ADVERTISING		360.00	0.00
BOOKS AND PERIODICALS		1125.00	1119.00
REBATE GIVEN ON MAINTENANCE CHARGES		18520.00	0.00
		323821.29	411757.50
INCOME:			
MAINTENANCE CHARGES	1183590.00		1208590.00
ADD: O/S FOR THE YEAR ENDED 2004	11850.00		14890.00
ADD: RECEIVED IN ADVANCE DURING P. YEAR 2003	57600.00		64845.00
ADD: WRITE BACK OF MAINT. CHARGES	0.00		12300.00
ADD: REBATE GIVEN ON MAINTENANCE CHARGES	18520.00		0.00
	1271560.00		1300625.00
LESS: P. YEAR O/S REC. DURING THE YEAR 2004	14890.00		29950.00
LESS: RECIVED IN ADVANCE DURING THE YEAR 2004	16800.00		57600.00
LESS: WRITE OFF OF MAINT. CHARGES	0.00		2495.00
LESS: SURCHARGES ON MAINTENANCE CHARGES	16120.00		0.00
		1223750.00	1210580.00

S. Srinivas
TREASURER
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 Apartment Owners Assn.
 KUKATPALLY-600 872

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Secretary
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 Apartment Owners Assn.
 KUKATPALLY-600 872

S. Srinivas
President
 JAL VAYU VIHAR
 Apartment Owners Assn.



<u>INTEREST & DIVIDENDS</u>		M		
DIVIDENDS			0.00	354.13
INTEREST ON FD'S			335474.30	348599.91
INTEREST ON S.B ACCOUNT			7707.00	2733.00
INTEREST ON KISAN VIKAS PATRA			918.00	0.00
INTEREST ON IT REFUND			743.00	0.00
			<u>344842.30</u>	<u>351687.04</u>
<u>OTHER INCOME</u>		N		
SURCHARGE ON MAINTENANCE CHARGES			16120.00	0.00
ELECTRICITY CHARGES RESIDENCIAL			0.00	1230.00
PLUMBING CHARGES			0.00	1390.00
SALE OF BYE LAWS			0.00	375.00
MEDICAL CARDS			0.00	40.00
MISC-INCOME			118665.50	60802.00
TENNIS INCOME			17480.00	33200.00
DONATIONS			0.00	7000.00
REGISTRATION CHARGES			12900.00	0.00
			<u>165165.50</u>	<u>104037.00</u>
<u>RENTS</u>		O		
RENTS RECEIVED		179936.00		151544.00
ADD: O/S FOR THE YEAR ENDED 2004		4000.00		0.00
		<u>183936.00</u>		<u>151544.00</u>
LESS: O/S FOR PREVIOUS YEAR ENDED 2003		0		3060.00
			183936.00	
			<u>183936.00</u>	<u>148484.00</u>



S. Perathas
TREASURER
JALVAYU VIHAR
 APARTMENT OWNERS ASSOCIATION
 KOKATPALLY, HYDRABAD-500 877

[Signature]
Secretary
JALVAYU VIHAR
 Apartment Owners Assn
 KOKATPALLY 500 877

[Signature]
President
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 KOKATPALLY

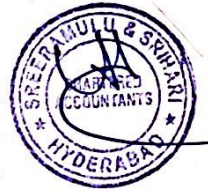
JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
KUKATPALLY, HYDERABAD

FIXED ASSETS AND DEPRICIATION SCHEDULE-C

L N O	PARTICULARS	W.D.V AS ON 01-04-2003	ADDITIONS	DEDUC TIONS	TOTAL VALUE AS ON 31.03.2004	RATE OF DEP	DEP FOR THE YEAR'04	WDV AS ON 31.03.2004
1	FURNITURE & FIXTURES	36112.98	8251.00	0	44363.98	15	6654.60	37709.38
2	TYPEWRITER	1005.00	0.00	0	1005.00	15	150.75	854.25
3	CALCULATOR	199.00	0.00	0	199.00	100	199.00	0.00
4	CHILDREN PARK	7355.00	0.00	0	7355.00	10	735.50	6619.50
5	COMMERCIAL COMPLEX	37509.00	0.00	0	37509.00	10	3750.90	33758.10
6	COMPOUND WALL	631261.00	0.00	0	631261.00	10	63126.10	568134.90
7	BUS SHELTER	1281.00	0.00	0	1281.00	10	128.10	1152.90
8	GATES	14625.00	0.00	0	14625.00	10	1462.50	13162.50
9	SIREN	692.00	0.00	0	692.00	25	173.00	519.00
#	MOTORS	9591.00	0.00	0	9591.00	25	2397.75	7193.25
#	SEPTIC TANK	163099.00	0.00	0	163099.00	10	16309.90	146789.10
#	SEWERAGE PUMPS(5 HP 2 NOS)	517537.00	0.00	0	517537.00	25	129384.25	388152.75
#	PUMP HOUSE	604496.00	0.00	0	604496.00	25	151124.00	453372.00
#	TEMPORARY OFFICE	86093.00	0.00	0	86093.00	10	8609.30	77483.70
#	RCC OVER HAEAD TANK	617720.00	0.00	0	617720.00	10	61772.00	555948.00
#	ROAD	1685832.00	6059.00	0	1691891.00	10	169189.10	1522701.90
#	ELECTRICAL WORKS	887473.00	0.00	0	887473.00	15	133120.95	754352.05
#	PARK-I CONSTRUCTION	11131.00	8000.00	0	19131.00	10	1913.10	17217.90
#	PARK-II CONSTRUCTION	14853.00	0.00	0	14853.00	10	1485.30	13367.70
#	STAGE CONSTRUCTION	3094.00	0.00	0	3094.00	10	309.40	2784.60
#	COMPUTER	2038.00	0.00	0	2038.00	60	1222.80	815.20
#	LIABRARY	2201.00	0.00	0	2201.00	60	1320.60	880.40
#	GARDEN	15272.00	16541.00	0	31813.00	10	3181.30	28631.70
#	SPORTS, GAMES & PLAY GROUND	216141.00	75275.00	0	291416.00	10	29141.60	262274.40
#	ACTIVITY HALL UNDER CONSTRUCTION	9144.00	0.00	0	9144.00	10	914.40	8229.60
#	PARK -II AT TANK -II	14599.00	0.00	0	14599.00	10	1459.90	13139.10
#	SUMP	26730.00	0.00	0	26730.00	10	2673.00	24057.00
#	PARKS - OTHERS	0.00	8221.00	0	8221.00	10	822.10	7398.90
#	SOFTWARE	0.00	4950.00	0	4950.00	60	2970.00	1980.00
#	JVV COMMUNITY HEATH CENTRE	65520.00	1126697.57	0	1192217.57	0	0.00	1192217.57
		5682603.98	1253994.57	0	6936598.55		795701.20	6140897.35

6140897.35
6132668
8229

7947875
914



Treasurer
JAL VAYU VIHAR
Apartment Owners Assn.
KUKATPALLY 500 077

Secretary
JAL VAYU VIHAR
Apartment Owners Assn.
KUKATPALLY-500 677

President
JAL VAYU VIHAR
Apartment Owners Assn.
KUKATPALLY 500 677


JAL VAYU VIHAR APARTMENT OWNERS ASSOCIATION
(REGD.NO.4167 OF 1992)
Kukatpally, Hyderabad.


Schedule-P

Notes forming part of the Accounts:

1. Revenue items are recognized on accrual basis.
2. Rebate allowed on maintenance charges received in advance for 12 months and Surcharge on delayed payments are accounted in the books of accounts under separate Head of Account.
3. Fixed assets are valued and considered in the books of accounts at cost except the assets received from the project director, AFNHB and JVV Community Health Center is not completed during the year and depreciation has not provided on JVVCHC.
4. Previous year's figures are regrouped wherever necessary and hence they are not comparable.
5. Depreciation is provided and charged to Income and Expenditure Accounts on all depreciable assets (including assets transferred by the AFNHB) on W.D.V at rates specified in the income-tax rules, from time to time. On additions to fixed assets irrespective of the date of completion/transfer/acquisitions, depreciation is provided for full year.
6. Balance sheet and income and expenditure account drawn up for 12 months period ending 31st March, 2004.
7. Janmabhoomi Fund is created for the payment of Deposit with RR District Collector and the deposit amount received from the Collector are reduced from the fund and at the time of receiving Grant from the Collector to be treated the Grant as capital receipt.
8. Treatment of Capital/ Revenue : Donations or Grants:-

Capital donations or grants received for acquisition of assets are shown separately in the Balance Sheet under Donations or grants (Capital). In the year of acquisition of assets these donations or grants are transferred to the corpus fund as addition and the cost of assets is shown under fixed assets. Other donations or grants of revenue nature are shown in the Balance Sheet until the same is transferred / adjusted against the actual expenses in the year of occurrence.


TREASURER
JAL VAYU Vihar
Apartment Owners Ass.
KUKATPALLY-500 677


Secretary
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President
JAL VAYU VIHAR
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KUKATPALLY-500 677

- 9 TDS amounting to Rs.15201.09 deducted by the UTI is outstanding from 31-03-1998. The recovery of the said amount is not possible in view of limitation of time and written off the same during the current year with the approval of the AGM.

As per our report of even date.
 For SREERAMULU AND SRIHARI
 Chartered Accountants



[Signature]
 (Srihari Rao Amati)
 PARTNER

Place : Hyderabad,
 Date : 05-06-2004.

[Signature]
 TREASURER
 JAL VAYU VIHAR
 Apartment Owners Ass
 KUKATPALLY-500 872

[Signature]
 Secretary
 JAL VAYU VIHAR
 Apartment Owners Ass
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[Signature]
 President
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 VIKARTE 11 500 872