

22nd January' 2016

To
The Honorable Secretary,
M/s. Telugu Film Chamber of Commerce,
Vijayawada.

Respected Sir,

Sub: Internal Audit Report for the period from 01.04.2015 to 31.12.2015 –

Reg


- :: -

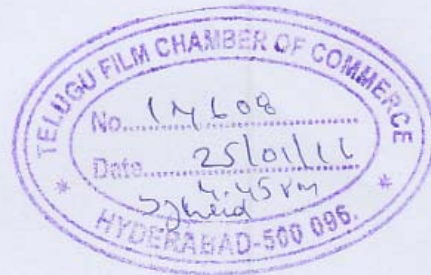
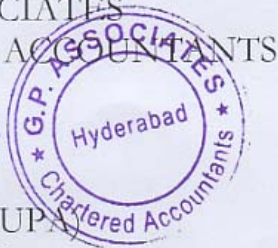
With reference to the above subject, we are herewith enclosing one copy of the Internal Audit Report for the period from 01.04.2015 to 31.12.2015.

Kindly acknowledge the receipt.

Thanking You,

Yours Faithfully
For G.P. ASSOCIATES
CHARTERED ACCOUNTANTS


(CA. J P SWARUP)
PARTNER
M. No. 223424





G. P. ASSOCIATES
CHARTERED ACCOUNTANTS

TELUGU FILM CHAMBER OF COMMERCE

VIJAYAWADA

INTERNAL AUDIT REPORT

For the period from 01.04.2015 to 31.12.2015

BACKGROUND

TELUGU FILM CHAMBER OF COMMERCE (here in after referred to as "The Society"), registered as on 9.1.1979 under Public Societies Registration Act, 1350. The Main Objective of the society is to encourage and develop and spread necessary knowledge in the Film Industry in its branches in the Telangana and Andhra Pradesh States and as far as possible to work in conjunction with other similar Associations and To enlighten, the public regarding the utility of the Film Industry from a social, cultural and educational point of view.

The Society maintains its books of account in TALLY package

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**G. P. ASSOCIATES
CHARTERED ACCOUNTANTS**

1. Vouching

In vouching part of cash, bank and Journals there are some following discrepancies were found.

Cash Vouching:

No discrepancy was found.

Bank Vouching:

No discrepancy was found.

Journal Vouching:

No discrepancy was found.

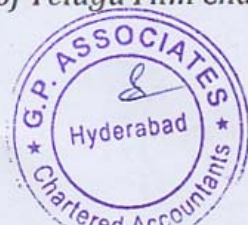
2. Statutory Compliance

Observation

ESI

The Chamber remitted ESI with Government with in the due date as specified (i.e., 21st of the following month)

Month	ESI payable	ESI paid	Due date	Payment date
April	6,301	6,301	21.05.2015	08.05.2015
May	6,137	6,137	21.06.2015	08.06.2015
June	5,872	5,872	21.07.2015	13.07.2015
July	5,872	5,872	21.08.2015	17.08.2015
August	5,872	5,872	21.09.2015	04.09.2015
September	5,872	5,872	21.10.2015	19.10.2015
October	5,872	5,872	21.11.2015	03.11.2015
November	5,872	5,872	21.12.2015	05.12.2015
December	5,355	5,355	21.01.2016	06.01.2016





**G. P. ASSOCIATES
CHARTERED ACCOUNTANTS**

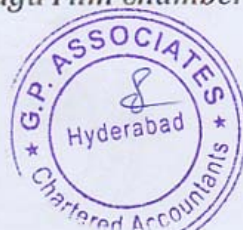
Service Tax:

Service tax should be paid before 6th of the following month, if not it attract an interest of 18% per annum. As per Exemptions under mega notification No. 12/2012 dated 17.03.2012 w.e.f from 01.07.2012, services by way of renting of hotels, inn, guesthouse, club or other commercial places meant for residential or lodging purposes, having declared tariff of room below one thousand per day or equivalent is not taxable to service tax. We observed that the payment of service tax as per act and paid within due date.

Month	Service Tax payable	Service Tax paid	Due date	Payment date
April	5,820	5,820	06.05.2015	06.05.2015
May	14,234	14,234	06.06.2015	05.06.2015
June	6,866	6,866	06.07.2015	05.07.2015
July	5,952	5,952	06.08.2015	04.08.2015
August	4,000	4,000	06.09.2015	04.09.2015
September	1,320	1,320	06.10.2015	05.10.2015
October	34,740	34,740	06.11.2015	06.11.2015
November	39,403	39,403	06.12.2015	05.12.2015
December	8,417	8,417	06.01.2016	06.01.2016

3. Guest Room Occupancy

Month	No of days of Occupancy during the month	Percentage
April	159	53%
May	181	58%
June	209	70%
July	191	62%
August	207	67%
September	176	59%
October	189	61%
November	167	56%
December	172	55%





**G. P. ASSOCIATES
CHARTERED ACCOUNTANTS**

4. Function Hall Occupancy

Month	No of days	Percentage
April	1	3.33%
May	4	12.9%
June	2	6.67%
July	2	6.45%
August	1	3.22%
October	13	41.93%
November	7	21.33%
December	2	6.45%

5. Bank Reconciliation Statements

Andhra Bank-2037

Month	Balance as per Tally	Balance as per Bank	Status
April	2,95,095.36	3,15,059.36	Reconciled
May	1,78,503.36	2,65,090.36	Reconciled
June	2,87,499.36	3,67,923.36	Reconciled
July	2,08,568.36	4,14,149.36	Reconciled
August	2,12,344.36	2,91,768.36	Reconciled
September	1,81,640.36	2,01,629.36	Reconciled
October	3,34,466.36	4,14,890.36	Reconciled
November	3,31,908.36	3,51,908.36	Reconciled
December	2,20,286.36	2,40,286.36	Reconciled

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**G. P. ASSOCIATES
CHARTERED ACCOUNTANTS**

SBI-33344925272

Month	Balance as per Tally	Balance as per Bank	Status
April	91,688	91,519	Reconciled
May	86,429	86,429	Reconciled
June	1,32,424	1,32,424	Reconciled
July	82,772	81,312	Reconciled
August	78,057	78,057	Reconciled
September	34,339	34,339	Reconciled
October	1,10,575	1,10,575	Reconciled
November	88,149	88,149	Reconciled
December	1,02,484	1,02,484	Reconciled

Acknowledgement

This work is not primarily directed towards the discovery of the weaknesses or the detection of fraud or other irregularities. Accordingly, the comments in this letter refer only to those matters which have come to our attention during the course of our normal review and do not attempt to indicate all possible improvements which a special review might bring out.

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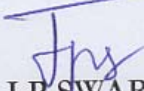
**G. P. ASSOCIATES
CHARTERED ACCOUNTANTS**

I take the opportunity of thanking all members of the staff for their unstinting co-operation extended to us during the course of the review. I shall be glad to offer any clarification/information that you may require.

Yours Faithfully

For G. P ASSOCIATES
CHARTERED ACCOUNTANTS

Place: Hyderabad
Date: 22.01.2016


(CA. J P SWARUPA)
PARTNER
M. No. 223424

