

	2005 <u>Rupees</u>	2004 <u>Rupees</u>
Balance at July 01,	29,970,806	35,954,931
Add: Addition during the year (10.3)	3,168,750	-
Disposal during the year	-	(5,984,125)
Balance at June 30,	<u>33,139,556</u>	<u>29,970,806</u>

- 10.3 During the year, society purchased land measuring 15 kanal & 12 marlas valuing Rs. 3,168,750, which was not registered in the name of society till the end of this reporting period.

11. LAND DEVELOPMENT EXPENDITURE

- 11.1 The movement during the year in this head is as follow:

	2005 <u>Rupees</u>	2004 <u>Rupees</u>
Balance at July 01,	36,390,797	34,856,059
Add: Addition during the year	21,647,447	1,534,738
Balance at June 30,	<u>58,038,244</u>	<u>36,390,797</u>

- 11.2 Society paid commission amounting to Rs. 338,625 to ZM Associates for sale of plots to new members. The commission was paid @ 3% of the sale value of plots. However, as per minutes of the 9th General Body Meeting held on 29 December 2002, the members, introducing new members, would only be eligible for incentives whereas ZM associates is not a member. Accordingly this payment remained unverified and unapproved to that extent.

- 11.3 Legal expenses incurred on the purchase of land was not included in the cost of land instead charged to Development Expenditure

- 11.4 No tax was deducted at source on the salary paid to Mr. M Moshin Khan as also mentioned in our report on the account for the last year.