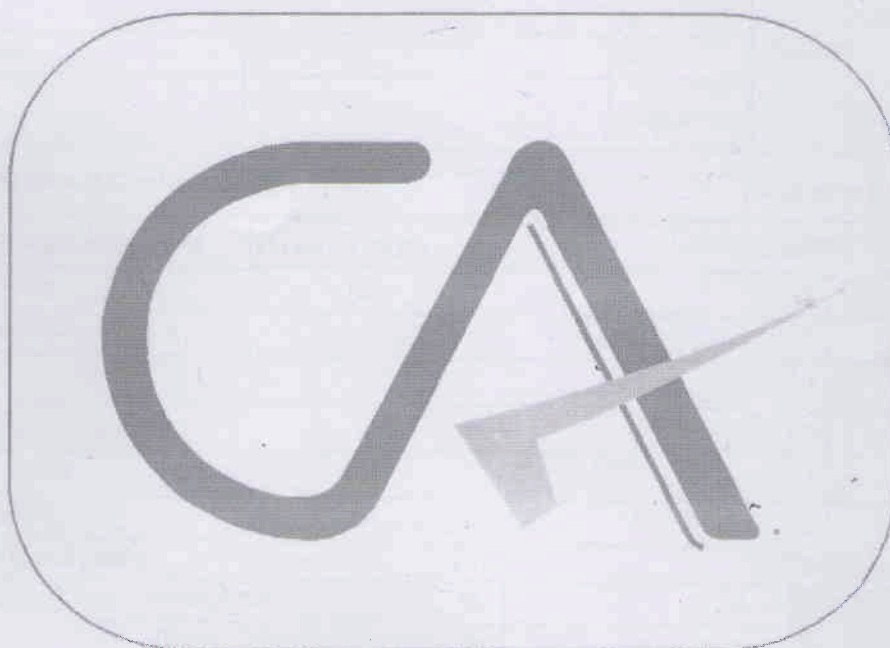


AUDIT REPORT

M/S DARSHAN DEVELOPERS



FINANCIAL YEAR 2013-14

ASSESSMENT YEAR 2014-15

AUDITORS

CA. MANISH JAJOO

SSMU & CO.

Chartered Accountants

201, 2nd Floor, Ratnadeep Chambers,

Above 24 Carat Sweets Shop,

Ring Road, Surat - 395002, Gujarat

Ph. 0261-2365090 mpjajoo@gmail.com

M/S Darshan Developers

7. NOTES ON ACCOUNTS (SIGNIFICANT ACCOUNTING POLICIES) **Forming Part of Accounts for the year ending on 31st March, 2014.**

1. Significant Accounting Policies

- A) BASIS OF ACCOUNTING (AS1): The accounts of this partnership firm are prepared under the historical cost convention and in accordance with applicable accounting standards except where otherwise stated. Accounting policies not specifically referred to are consistent with generally accepted accounting practices.
- B) INVENTORIES (AS2): Closing Inventories i.e. work in progress are valued at cost.
- C) REVENUE RECOGNITION (AS9): Revenue is recognized when significant risk & reward of ownership is transferred to buyer since project is under construction and no agreement of sale and sale deed is executed till March 2014
- D) INVESTMENTS (AS-13) : Investment in Mutual Fund are valued at cost and consider as short term investments.
- E) BORROWING COST (AS-16) : Interest on unsecured loan and partners' capital is recognized as included in work in progress.

General Note:-

1. This concern is engaged in Construction.
2. There is no change in method of accounting employed during the previous year.
3. Books of accounts were prepared on going concern basis.
4. Closing Stock are accepted as certified by partners.

Preparation and maintenance of books of accounts is the responsibility of the concerned assessee and its management. We have examined the books of accounts maintained and furnished before us for verification and have expressed our opinion on the basis of verification of books of accounts and corresponding bills and vouchers furnished. Balance of Sundry debtors, Sundry creditors, unsecured loans & loans and Advances are as per the ledger and subject to confirmation.

Schedules 1 to 7 form an integral part of Accounts
As per Our Report of Even Date

For DARSHAN DEVELOPERS
FOR DARSHAN DEVELOPERS

Nahayn Trathi

PARTNER

PARTNER

Place: SURAT

Date: 27/11/2014

For S S M U & CO
Chartered Accountants
FRN No. 119340W



(Signature)
(CA. Manish Jajoo)

M. NO. 076601

Address: 201, 2nd Floor,
Ratnadeep Chambers,
Above 24 Carat Sweet
Shop, Ring Road, Surat.