CA
G.R. Patel, FCA, DISA, (ICA)

GOVIND R. PATEL & CO.
CHARTERED ACCOUNTANTS

AUDIT REPORT

1. I have examined the balance sheet as on 31.03.2017, and the profit and loss account for the period beginning from 01.04.2016 to ending on 31.03.2017 , attached herewith, of SAFAL BUILDCON, Amarnath Avnue, Opp. Dharamkunj Arcade, Nr. Shreeya Residency, S P Ring Road,Odhav, Ahmedabad-382415. PAN: ADGFS4131F

2. I certify that the balance sheet and the profit and loss account are in agreement with the books of account maintained at the head office at AHMEDABAD and NIL branches.

3.(a) I report the following observations / comments / discrepancies / inconsistencies; if any:
(b) Subject to above, -

(A) I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

(B) In my opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from my examination of the books.

(C) In my opinion and to the best of my information and according to the explanations given to me, the said accounts, read with notes thereon, if any, give a true and fair view :-
(i) in the case of the balance sheet, of the state of the affairs of the assessee as at 31st March 2017, and
(ii) in the case of the loss account of the profit of the assessee for the year ended on that date.

4. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No.3CD.

5. In my opinion and to the best of my information and according to explanations given to me the particulars given in the said Form No.3 CD are true and correct subject to following observations/qualifications, if any:
a. As Per Notes on Accounts
b.

For ; Govind R. Patel & Co.
Chartered Accountants
FRN : 114051W

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. No. 44989

(G. R. Patel)
Proprietor
M. No. 44989

Place : Ahmedabad
Date : 05.10.2017

SAFAL BUILDCON

Balance Sheet as at 31st March, 2017.

Particulars	Sch. No.	Amt. Rs.	Amt. Rs.
SOURCES OF FUNDS			
Capital Funds			
Partner's Capital	A		44,00,000
Loan Funds			
Secured Loans		-	
Unsecured Loans		-	-
Total			44,00,000
APPLICATION OF FUNDS			
Fixed Assets	B		13,000
Investments			-
			-
Current Assets, Loans & Advances	C		
(i) Inventories		46,06,932	
(ii) Sundry Debtors		-	
(iii) Cash & Bank Balances		62,485	
(iv) Loans & Advances		25,200	
		46,94,617	
Less : Current Liabilities & Provisions	D		
(i) Current Liabilities		3,07,617	
(ii) Provisions		-	
		3,07,617	
Net Current Assets			43,87,000
Total			44,00,000
Significant Accounting Policies & Notes On Accounts	E		-

As per our report of even date.

For : Govind R. Patel & Co.
Chartered Accountants
FRN : 114051W

Place : Ahmedabad
Date : 05.10.2017

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. No. 44989

(G. R. Patel)
Proprietor
M. No. 44989

For : Safal Buildcon

SAFAL BUILDCON AHMEDABAD

Partner

SAFAL BUILDCON

Trading, Profit & Loss Account for the year ended on 31st March, 2017.

Particulars	Amt. Rs.	Particulars	Amt. Rs.
DIRECT EXPENSES			
To Land Purchase	42,36,900	Work In Progress	45,87,287
To Material Purchase	3,28,621	Closing Stock	19,645
INDIRECT EXPENSES			
To Bank Charges	105		
To Legal Exp.	5,870		
To Office Exp.	1145		
To Proffessional Tax Fees	2,000		
To Refreshment Exp.	2,980		
To Salary Exp.	13,500		
To Stationary Exp.	11,010		
To Telephone Exp.	4,401		
To Water Exp.	400		
	46,06,932		46,06,932

As per our audit report of even date.

For : Govind R. Patel & Co.
Chartered Accountants
FRN : 114051W

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. No. 44989

(G. R. Patel)
Proprietor
M. No. 44989

Place : Ahmedabad
Date : 05.10.2017

For : Safal Buildcon

SAFAL BUILDCON AHMEDABAD

Manoj Singh

Partner

SAFAL BUILDCON

Annexure attached to and forming part of

Balance Sheet as at 31.03.2017.

Annexure - A Partner's Capital Account

Particulars	Atmeshbhai N. Doshi Rs.	Manojsing A.Chauhan Rs.	Mirasing S. Rajput Rs.	Total Rs.
				-
Opening Balance	-	-	-	-
Add : During the year	22,25,000	8,70,000	13,05,000	44,00,000
Interest for the year	-	-	-	-
Remuneration	-	-	-	-
Loss for the year	-	-	-	-
	22,25,000	8,70,000	13,05,000	44,00,000
Less : Withdrawal	-	-	-	-
Closing Balance	22,25,000	8,70,000	13,05,000	44,00,000

Annexure - B Fixed Assets

Fixed Assets	Opening Balance	Addition	Sale/ Write Off	Total	Depreciation	Closing Balance
Furniture	-	13,000		13,000	-	13,000
Total Rs.	-	13,000	-	13,000	-	13,000

SAFAL BUILDCON AHMEDABAD

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. No. 44989

Particulars	Amt. Rs.	Amt. Rs.
Annexure - C **Current Assets, Loans & Advances**		
(i) Inventories		
Work in Progress	45,87,287	
Stock	19,645	46,06,932
(ii) Sundry Debtors		-
(iii) Cash & Bank Balances		
Cash In Hand	32,110	
Nutan Nagrik Sahkari Sahkari Bank Ltd	30,375	62,485
(v) Loans & Advances		
Torrent Power Ltd		25,200
		46,94,617
Annexure - D **Current Liabilities & Provisions**		
(i) Current Liabilities		
(a) Sundry Creditors		
Everest Electric Works	10,239	
Guatam V. Raval	21,500	
Kailash Printing Press	3,400	
Krishna Tubwell Co.	94,000	
Mehta Engineering Co.	1,56,000	
Parth Traders	12,645	
Sanket Stationery & Printers	2,833	
Viral Trading Co.	7,000	3,07,617
(b) Other Current Liabilities		-
		3,07,617
(ii) Provisions		-
		3,07,617

SAFAL BUILDCON AHMEDABAD

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. No. 44989

SAFAL BUILDCON

Schedules forming part of the accounts for the year ended on 31st March, 2017.
Schedule - E

Significant Accounting Policies and Notes to Accounts

1. Accounting Policies.
   The financial statement has been prepared on going concern basis under the historical cost convention, in accordance with the consistently followed generally accepted accounting principles in India.

2. Income Recognition
   The income from the real estate development project is recognized on execution of sale deed transferring ownership with risk and reward after completion of the work of respective units sold. The work in progress is valued at cost. The expenditures are recognized as and when they become payable except misc. expenses, employees retirement benefits etc..

3. Inventories
   Inventories are valued at lower of cost. It is as taken and valued by the partner. Work in progress at the end of the year is valued at cost.

4. Fixed Assets
   Fixed assets are stated at the cost of acquisition less depreciation provided thereon. Depreciation on the assets is provided under WDV Method at the rates provided under the income tax act.

5. Investments
   Investments are valued at cost of acquisition.

6. Taxes on Income
   No provision has been made for current tax on profit. It is accounted on cash basis. Since, there was no items raising timing difference between accounting income and taxable income, no provision is made for Deferred Tax Liabilities according to AS-22 issued by the Institute Of Chartered Accountants Of India.

7. Retirement Benefits : No provision has been made for retirement benefits and the same will be accounted as and when paid.

8. Borrowing Cost: Borrowing costs directly attributable to the acquisition or construction of qualifying fixed assets are capitalized as part of the cost of fixed assets, up to the date the asset is put to use. Other borrowing costs are charged to Profit and Loss Account in the year in which they are incurred.

9. Contingent Liabilities: Contingent Liabilities are not provided for, but liabilities, if any, are disclosed by way of notes.

Notes to Accounts:

1. Wherever external evidence like cash memo, bills etc. are not available we have relied on the authentication made by the assessee regarding the amount spent wholly and exclusively for business purpose.

2. Balances of Sr.Debtors, Creditors, Loans and advances are subject to confirmation.

1. The accounting policies which are not expressly stated are consistent and in accordance with generally accepted accounting principles.

For ; Govind R. Patel & Co. Chartered Accountants FRN:114051W (G.R.Patel) Proprietor M.NO: 44989	For ; Safal Buildcon Partner

GOVIND R. PATEL & CO. CHARTERED ACCOUNTANTS M. NO. 44989

SAFAL BUILDCON AHMEDABAD

SAFAL BUILDCON

Amarnath Avenue, opp. Dharmkunj Arcade,
Nr. Shreeya Residency,S P Ring Road, Odhav
Ahmedabad - 382415.

CERTIFICATE u/s. 40A(3) - 269SS / 269T

I, the partner of M/s. Safal Buildcon, having office address at Amarnath Avenue, Opp. Dharmkunj Arcade, Nr. Shreeya Residency, S P Ring Road, Odhav, Ahmedabad- 382415. do hereby certify that,

(A) All payments made during the financial year 2016-17 relating to any expenditures covered u/s. 40A(3) were made by account payee cheques drawn on a Bank or account payee Bank Drafts only.

(B) We further certify that loan or deposits taken during the year are only by account payee cheque / draft. Further certified that loan / deposits repaid during the year are paid only by account payee cheque / draft.

The certificate is issued in connection with Tax Audit u/s. 44AB of the Income Tax Act, 1961 for F.Y. 2016-17 relevant to A.Y. 2017-18.

For : Safal Buildcon

Place : Ahmedabad
Date : 05.10.2017

SAFAL BUILDCON AHMEDABAD

Partner