SAMPAD DEVELOPERS

ADDRESS

F-101, Sangath Silver, B/h. D-Mart, Visat-
Gandhinagar Highway, Motera, Ahmedabad -

TAX AUDIT REPORT U/S 44AB

IN

FORM NO. 3CB AND 3CD

FOR

FINANCIAL YEAR : 2018-19

AUDITOR

KUVB & Co.
Chartered Accountants

A/101, Nirman,
Opp. Havmor Restaurant,
Nr. Navrangpura Bus-stop,
Navrangpura,
Ahmedabad-380 009
Phone: 2642 2001
E-mail: kvkarkar@gmail.com

KUVB & CO.
Chartered Accountants

Nikunj M. Patel
B.Com., A.C.A.

A/101, Nirman,
Opp. Havmor Restaurant,
Nr. Navrangpura Bus-stop,
Navrangpura,
Ahmedabad-380 009
Phone: 2642 2001
E-mail: kvkarkar@gmail.com

FORM NO. 3CB

[See Rule 6G(1)(b)]

Audit report under section 44AB of the Income-tax Act, 1961, in the case of a person referred to in clause (b) of sub-rule (1) of rule 6G

1 We have examined the Balance Sheet as on 31st March, 2019, and the Profit and Loss Account for the period beginning from 01-04-2018 to ending on 31-03-2019, attached herewith, of SAMPAD DEVELOPERS, F-101, Sangath Silver, B/h. D-Mart, Visat-Gandhinagar Highway, Motera, Ahmedabad - 380005, permanent account number: ADEFS3646P.

2 We 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 above address and Nil branches.

3 a We report the following observations/comments/discrepancies/inconsistencies; if any:

Nil

b Subject to above:

A We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

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

C In our opinion and to best of our information and according to the explanations given to us, 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, 2019; and

ii in the case of the Profit and Loss Account of the Nil profit/ loss 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.

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

KUVB & CO.
Chartered Accountants

Nikunj M. Patel
B.Com., A.C.A.

A/101, Nirman,
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SAMPAD DEVELOPERS

Asst. year: 2019-20

Pre year ended: 31-03-2019

FORM NO. 3CB
[See Rule 6G(1)(b)]

Audit report under section 44AB of the Income-tax Act, 1961, in the case of a person referred to in clause (b) of sub-rule (1) of rule 6G

5 In our opinion and to the best of our information and according to explanations given to us, the particulars given in the said Form No. 3CD are true and correct subject to following observations/ qualifications, if any:

(i) Others:

a It is not possible for us to verify whether (1) the payments covered under sections 40A(3) and 40A(3A) have been made, (2) loans or deposits or specified sums have been taken or accepted u/s. 269SS of Rs. 20000 or more, (3) loans or deposits or specified advances have been repaid u/s. 269T of Rs. 20000 or more and (4) the receipts/ payments covered u/s. 269ST of Rs. 200000 or more have been accepted/ made otherwise than by account payee cheque drawn on a bank or account payee bank draft or by use of electronic clearing system through a bank account, as the necessary evidence is not in the possession of the assessee. We have relied upon the certificates issued by the assessee in this respect.

b In view of the note under sub-clauses 31(ba), (bb), (bc) and (bd) of the Form, particulars of payments made to Government have not been included under sub-clauses 31(bc) and 31(bd).

c As per Annexure

For KUVB & Co.
Chartered Accountants
Firm Reg No. 104843W

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

Nikunj M. Patel
Partner
M. No. 160078
UDIN: 19160078AAAAEC7071

Place: Ahmedabad
Date: September 25, 2019

KUVB & CO.
Chartered Accountants

Nikunj M. Patel
B.Com., A.C.A.

A/101, Nirman,
Opp. Havmor Restaurant,
Nr. Navrangpura Bus-stop,
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Ahmedabad-380 009
Phone: 2642 2001
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SAMPAD DEVELOPERS

Asst. year: 2019-20 Pre year ended: 31-03-2019

ANNEXURE TO FORM NO. 3CB
[See Rule 6G(1)(b)]

Assessee's Responsibility for the Financial Statements and the Statement of Particulars in Form 3CD

1 The assessee is responsible for the preparation of the aforesaid financial statements that give a true and fair view of the financial position and financial performance in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

2 The assessee is also responsible for the preparation of the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G(1)(b) of Income-tax Rules, 1962 that give true and correct particulars as per the provisions of the Income-tax Act, 1961 read with Rules, Notifications, circulars, etc that are to be included in the Statement.

Tax Auditor's Responsibility

3 Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted this audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

KUVB & CO.
Chartered Accountants

Nikunj M. Patel
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SAMPAD DEVELOPERS

Asst. year: 2019-20 | Pre year ended: 31-03-2019

ANNEXURE TO FORM NO. 3CB
[See Rule 6G(1)(b)]

5 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

6 We are also responsible for verifying the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G(1)(b) of Income-tax Rules, 1962. We have conducted our verification of the statement in accordance with Guidance Note on Tax Audit under section 44AB of the Income-tax Act, 1961, issued by the Institute of Chartered Accountants of India.

For KUVB & Co.
Chartered Accountants
Firm Reg No. 104843W

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

Nikunj M. Patel
Partner
M. No. 160078
UDIN: 19160078AAAAEC7071

Place: Ahmedabad
Date: September 25, 2019

SAMPAD DEVELOPERS

BALANCE SHEET AS AT 31ST MARCH, 2019

		Schedule	Rupees	As at 31-03-2019 Rupees	As at 31-03-2018 Rupees
CAPITAL AND LIABILITIES					
1	Partners' capital	A		26626501.00	18298812.00
2	Unsecured loans	B		31869190.00	10250000.00
3	Current liabilities and provisions	C		36458997.56	20317076.00
	Total			94954688.56	48865888.00
PROPERTIES AND ASSETS					
4	Current assets:	D			
	Inventories		90489677.73		47465512.27
	Advances on current account		373175.00		495368.74
	Cash and bank balances		4091835.83		905006.99
				94954688.56	48865888.00
	Total			94954688.56	48865888.00
5	Notes forming part of the accounts	G			

As per our report attached

For KUVB & Co.
Chartered Accountants

KUVB & Co. AHMEDABAD CHARTERED ACCOUNTANTS

Nikunj M. Patel
Partner

Ahmedabad
September 25, 2019

For Sampad Developers

Partner

Ahmedabad
September 25, 2019

SAMPAD DEVELOPERS

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

		Schedule	2018-19 Rupees	2017-18 Rupees
INCOME				
1	Closing stock: Work-in-progress		90211350.30	47465512.27
	Total		90211350.30	47465512.27
EXPENDITURE				
2	Opening stock: Work-in-progress		47465512.27	0.00
3	Land purchases		0.00	43405000.00
4	Development expenses	E	29543930.70	3325520.49
5	Labour charges		5700396.13	555516.00
6	Operational and other expenses	F	7501511.20	179475.78
	Total		90211350.30	47465512.27
7	Profit/ (Loss) for the year		0.00	0.00
8	Notes forming part of the accounts	G		

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

Nikunj M. Patel
Partner

Ahmedabad
September 25, 2019

For Sampad Developers

Partner

Ahmedabad
September 25, 2019

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2019

SCHEDULE A

PARTNERS' CAPITAL ACCOUNTS

(Amount in rupees)

Sl. No.	Name of Partner	Balance as at 01-04-2018	Brought in during the year	Interest on capital	Salary to partners	Share in profit	Withdr-awals	Balance as at 31-03-2019
1	Malaykumar Bharatbhai Patel	1249822.00	250000.00	0.00	0.00	0.00	3346.65	1496475.35
2	Arunbhai Chhotabhai Patel	(89.00)	1250000.00	0.00	0.00	0.00	1201673.33	48237.67
3	Ashokbhai Chhotabhai Patel	(89.00)	2250000.00	0.00	0.00	0.00	501673.33	1748237.67
4	Mukeshbhai Chhotabhai Patel	(89.00)	1250000.00	0.00	0.00	0.00	1673.33	1248237.67
5	Jeel Bipinbhi Patel	(89.00)	950000.00	0.00	0.00	0.00	951673.32	(1762.32)
6	Utsavkumar Mukeshbhai Patel	(59.00)	0.00	0.00	0.00	0.00	1115.55	(1174.55)
7	Ashokkumar Bholabhai Patel	(59.00)	400000.00	0.00	0.00	0.00	1115.55	398825.45
8	Kirti Ramanlal Patel	4849911.00	700000.00	0.00	0.00	0.00	901673.32	4648237.68
9	Kalpesh Ramanlal Patel	4849911.00	1400000.00	0.00	0.00	0.00	1673.32	6248237.68
10	Vishnubhai Vitthalbhai Patel	5999940.00	0.00	0.00	0.00	0.00	1115.55	5998824.45
11	Bhavesh Poonambhai Patel	1349940.00	3450000.00	0.00	0.00	0.00	1115.55	4798824.45
12	Zankar Malaykumar Patel	(178.00)	0.00	0.00	0.00	0.00	3346.65	(3524.65)
13	Bipinbhai Ramanlal Patel	(60.00)	0.00	0.00	0.00	0.00	1115.55	(1175.55)
	Total	18298812.00	11900000.00	0.00	0.00	0.00	3572311.00	26626501.00
	Previous year	50000.00	19550000.00	0.00	0.00	0.00	1301188.00	18298812.00

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2019

	Rupees	As at 31-03-2019 Rupees	As at 31-03-2018 Rupees
SCHEDULE B			
UNSECURED LOANS			
a. From relatives		26091960.00	9600000.00
b. From others		5777230.00	650000.00
		31869190.00	10250000.00
SCHEDULE C			
CURRENT LIABILITIES AND PROVISIONS			
Current liabilities:			
a. Sundry creditors			
Other than micro and small enterprises		3620997.56	20317076.00
b. Advances from customers		32838000.00	0.00
		36458997.56	20317076.00
SCHEDULE D			
CURRENT ASSETS			
a. Inventories (As ascertained, valued and certified by a partner):			
(At lower of cost or net realisable value)			
Construction materials	278327.43		0.00
Work-in-progress	90211350.30		47465512.27
		90489677.73	47465512.27
b. Advances on current account: (Unsecured, considered good)			
Advances to suppliers	362089.00		50475.00
Advances recoverable in cash or in kind or for value to be received	11086.00		444893.74
		373175.00	495368.74
c. Cash and bank balances:			
Balance in current account with banks	4091835.83		905006.99
		4091835.83	905006.99
		94954688.56	48865888.00

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

	Rupees	2018-19 Rupees	2017-18 Rupees
SCHEDULE E			
DEVELOPMENT EXPENSES			
Construction materials consumed:			
Opening stock		0.00	0.00
Add: Purchases	23124707.80		1810751.49
Carting	265823.00		18575.00
		23390530.80	1829326.49
		23390530.80	1829326.49
Less: Closing stock		278327.43	0.00
		23112203.37	1829326.49
Other development expenses:			
AMC expenses	5452601.00		1204494.00
Contract expenses	278881.00		0.00
Consulting expenses	400000.00		250000.00
Electricity expenses	140557.33		21000.00
Electric connection expenses	32052.00		0.00
Garden development expenses	9086.00		0.00
Survey expenses	44250.00		0.00
Soil testing expenses	0.00		20700.00
Steel testing charges	9051.00		0.00
Water expenses	36500.00		0.00
Workmen compensation insurance	10099.00		0.00
Zebra curtain charges	18650.00		0.00
		6431727.33	1496194.00
		29543930.70	3325520.49

KUVB & CO. * AHMEDABAD * CHARTERED ACCOUNTANTS

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

		2018-19	2017-18
	Rupees	Rupees	Rupees
SCHEDULE F			
OPERATIONAL AND OTHER EXPENSES			
Salary to staff		756817.00	82537.00
Stationery and printing		30332.81	17042.77
Telephone expenses		1656.97	746.01
RERA registration fees		40980.00	0.00
Professional fees (Includes GST of Rs. 2250 - Previous year Rs. Nil)		91250.00	44000.00
Audit fee (Includes GST of Rs. 9000 - Previous year Rs. Nil)		59000.00	0.00
Miscellaneous expenses:			
Accounting fees	5000.00		
Bank charges	1374.70		
Kasar vatav	36051.92		
Drinking water expenses	7670.00		
		50096.62	33900.00
3D modeling & still photo realistic rendering		160000.00	0.00
Advertisement expenses		135040.00	0.00
Brochure & leaflet expenses		92899.80	0.00
Swachh Bharat cess		0.00	1250.00
GST		6083438.00	0.00
		7501511.20	179475.78

KUVB & CO. * CHARTERED ACCOUNTANTS * AHMEDABAD

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2019

SCHEDULE G
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies:

a Method of accounting:

The firm is maintaining its accounts on accrual basis. Revenue of real estate sales is recognised when all significant risks and rewards of ownership are transferred and the possession of the unit is handed over to the buyer and a reasonable expectation of collection of the sale consideration from the customer exists.

b Use of estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

c Property, plant and equipment:

Property, plant and equipment are stated at cost net of recoverable taxes, trade discout and rebates, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price, borrowing cost and cost directly attributable to bringing the asset to its working condition and indirect costs specifically attributable to construction of the asset. Subsequent expenditure related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Assets retired from active use are carried at lower of book value and estimated net realisable value.

d Depreciation:

The firm provides for depreciation on assets on written down value method as per the provisions of the Income-tax Act, 1961.

e Impairment of assets:

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed, if there has been a change in the estimate of recoverable amount.

f Inventories:

The inventories are valued at lower of cost or net realisable value, using first in, first out formula. Cost of inventories comprises of cost of purchase and development costs incurred in bringing them to their respective present location and condition. Work-in-progress is valued after considering all the overheads.

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2019

SCHEDULE G
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies (Contd):

g Employee benefits:

Wages, salaries and paid annual leave are accrued in the year in which the services are rendered by the employees. The firm does not permit accumulating of unused leaves. The firm does not provide any long-term employee benefits.

As the number of employees is less than 10 and in absence of any informal practice prevailing in the firm, payment of gratuity is required neither by law nor on the basis of constructive obligation. Hence, no provision for the same has been recognised.

The firm is not having any defined contribution plan.

h Taxation:

Provision for income-tax is made as per the provisions of the Income-tax Act, 1961 after considering exemptions/ deductions.

Deferred tax resulting from timing difference between taxable income and accounting income is accounted for using the tax rates and laws that have been enacted or substantially enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future.

i Provisions, contingent liabilities and contingent assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.

2 The balances of unsecured loans, sundry creditors, advances from customers and advances on current account are subject to confirmation.

3 There is neither deferred tax asset nor deferred tax liability as at 31st March, 2019 (Previous year: Rs. Nil).

4 The firm does not owe any sum to any micro and small enterprise.
This is based on the information available with the firm.

KUVB & CO. * CHARTERED ACCOUNTANTS * AHMEDABAD

SAMPAD DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2019

SCHEDULE G
NOTES FORMING PART OF THE ACCOUNTS

5 There is no sale of real estate which is not recognised as revenue during the year due to lack of reasonable certainty of its ultimate collection.

6 Previous year's figures, taken from unaudited accounts, have been regrouped, wherever necessary.

Signatures to Schedules A to G

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

KUVB & Co. CHARTERED ACCOUNTANTS AHMEDABAD

Nikunj M. Patel
Partner

Ahmedabad
September 25, 2019

For Sampad Developers

Partner

Ahmedabad
September 25, 2019