PANNA & SONS

TRADING AND PROFIT & LOSS FOR THE PERIOD ENDING ON 31-03-2020

PARTICULARS	AMOUNT	31-03-2020	31-03-2019	PARTICULARS	31-03-2020	31-03-2019
Opening Stock		-	-	REVENUE RECOGNISE	1,97,95,650	2,80,00,000
Work in Progress		2,39,00,000	2,16,78,260			
Purchase Accounts		1,00,87,854		Closing Stock		
Carting Charges A/c	5,802		62,575	Work in Progress	1,87,55,450	2,39,00,000
Material Purchase	99,62,332		1,27,54,193			
Material Purchase (R M C)	1,19,720		64,28,069			
Direct Expenses		16,00,601	-			
Labour Charges	8,33,814		48,49,236			
GST 1% Charges	5,39,323		-			
Electricity Exp A/c	2,27,460		72,940			
Round Off	4		-5			
Water Exp A/c			5,500			
Indirect Expenses		13,36,699	-			
Bank Charges A/c	15,346		4,985			
Brokerage Charges A/c			30,750			
Interest Exp.	4,60,910		16,91,060			
Late Fee A/c Gst			11,200			
Interest on TDS	25,660					
Misc. Expenses	97,396		2,250			
Professional Fees A/c			78,410			
Salary A/c	7,37,387		8,77,000			
Partners remuneration	-		21,02,146			
Nett Profit		16,25,946	12,51,431			
Total		3,85,51,100	5,19,00,000	Total	3,85,51,100	5,19,00,000

For Rajendra Jindal & Association
Chartered Accountant

R.K. Jindal
(Proprietor)
FRN:-108372W
Membership No:- 071534
Place :- Ahmedabad
Date:- 19/10/2020

RAJENDRA JINDAL & ASSOCIATES
CHARTERED ACCOUNTANT
M. No. 071534
FR. No. 108372W
AHMEDABAD

For PANNA & SONS,

KEVAL B MEHTA
PARTNER

Schedule 7

Notes forming part of Accounts

1 **Basis of Preparation of financial statements:**

i The financial statements have been prepared on the accrual basis of accounting on a going concern concept, under the historical cost convention in accordance with the accounting principles generally accepted in India and comply with all material aspects of the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) except as reported otherwise. The accounting policies are consistent with those used in the previous year.

ii The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in accordance with the requirements of the respective accounting standard.

2 **Significant Accounting Policies:**

a. **Revenue Recognition:**

Revenue from Services is recognized when the significant risks and rewards of ownership has been transferred to the customers

b. **Fixed Assets:**

Fixed Assets are stated at their written down value at the beginning less current year depreciation.

c. **Depreciation:**

Depreciation on assets is provided as per the provisions of Income tax Act, 1962.

d. **Impairment of Assets:**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year in which the asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

e. **Borrowing Cost:**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalized till the month in which the asset is ready for its intended use. Other borrowing costs are recognized as an expense in the period in which these are incurred.

f. **Investments:**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair market value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

g. **Inventories:**

Inventories are valued at cost or net realizable value whichever is less. Cost comprise all costs of purchase and direct costs incurred in bringing the inventories to their present location and condition.

RAJENDRA JINDAL & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 071534 FR. No. 108372W AHMEDABAD

h. **Employees Benefits:**

Employee benefit consisting of Gratuity, Leave Encashments etc., if payable, are accounted on cash basis.

i. **Provisions/Contingencies:**

A provision is recognized for a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. A contingent liability is disclosed, unless the possibility of an outflow of resources is remote. Contingent assets are neither recognized, nor disclosed.

3 In the opinion of the owner, the Current Assets, Loans & Advances are approximately of the value as stated in the balance sheet, if realized in the ordinary course of business and the provision for all known liabilities are adequate and not in excess of amount reasonably necessary.

4 The Balance of Banks, Unsecured Loans, Loans & Advances and of parties having debit as well as credit balances are subject to their confirmation,reconciliation and necessory accounting, if any, required.

5 The enterprise is following cash basis of accounting for employee benefit consisting of gratuity and leave encashment.

Signature to Schedule 1 to 7

For Rajendra Jindal & Ass. Chartered Accountants Firm Reg. No. 108372W	For PANNA & SONS,
R.K. Jindal	Partner
Mem. No. 071534	
Place:Ahmedabad Date: 19/10/2020	

RAJENDRA JINDAL & ASSOCIATES
CHARTERED ACCOUNTANT
M. No. 071534
FR. No. 108372W
AHMEDABAD