KUVB & CO.
Chartered Accountants

K. V. Karkar
B. Com., LL.B., F.C.A., D.I.S.A. (ICAI)

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

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

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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

KKarkar

Place: Ahmedabad
Date: November 14, 2014

K. V. Karkar
Partner
M. No. 32981

SHAHI SILAJ DEVELOPERS

BALANCE SHEET AS AT 31ST MARCH, 2014

		Schedule	Rupees	As at 31-03-2014 Rupees	As at 31-03-2013 Rupees
CAPITAL AND LIABILITIES					
1	Partners' capital	A		33004940.00	31719802.00
2	Secured loans	B		1062569.03	1920732.61
3	Unsecured loans	C		36811871.00	21691056.00
4	Current liabilities and provisions	D		40666235.00	30398794.00
	Total			111545615.03	85730384.61
PROPERTIES AND ASSETS					
5	Fixed assets:	E			
	Gross block		4998245.00		4998245.00
	Less: Depreciation		1413163.00		777671.00
	Net block			3585082.00	4220574.00
6	Current assets:	F			
	Inventories		105932087.61		80308037.71
	Receivables		1451000.00		0.00
	Advances on current account		70087.00		309118.00
	Cash and bank balances		507358.42		892654.90
				107960533.03	81509810.61
	Total			111545615.03	85730384.61
7	Notes forming part of the accounts	K			

As per our report attached

For KUVB & Co.
Chartered Accountants

K. V. Karkar
Partner

Ahmedabad
November 14, 2014

For Shahi Silaj Developers

Partner

Ahmedabad
November 14, 2014

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014

SCHEDULE A

PARTNERS' CAPITAL ACCOUNTS

(Amount in rupees)

Sl. No.	Name of partner	Balance as at 01-04-2013	Brought in during the year	Interest on capital	Salary to partners	Share in loss	Withdr-awals	Balance as at 31-03-2014
1	Shri Jayantibhai Laxmanbhai Patel	18844590.50	4530000.00	0.00	0.00	-2431572.00	2281718.00	18661300.50
2	Smt. Shardaben Jayantibhai Patel	12875211.50	4000000.00	0.00	0.00	-2431572.00	100000.00	14343639.50
	Total	31719802.00	8530000.00	0.00	0.00	-4863144.00	2381718.00	33004940.00
	Previous year	22272807.00	10750000.00	3287327.00	0.00	0.00	4590332.00	31719802.00

KUVB & CO. * CHARTERED ACCOUNTANTS * AHMEDABAD

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014

	Rupees	As at 31-03-2014 Rupees	As at 31-03-2013 Rupees
SCHEDULE B			
SECURED LOANS			
From others		1062569.03	1920732.61
(Secured by hypothecation of motor car)			
SCHEDULE C			
UNSECURED LOANS			
a. From relatives		4464445.00	1755000.00
b. From others		32347426.00	19936056.00
		36811871.00	21691056.00
SCHEDULE D			
CURRENT LIABILITIES AND PROVISIONS			
Current liabilities:			
a. Sundry creditors:			
Other than micro and small enterprises		3216488.00	1848064.00
b. Advances from customers		37449747.00	28550730.00
		40666235.00	30398794.00

KUVB & CO. * AHMEDABAD * CHARTERED ACCOUNTANTS *

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014

SCHEDULE E

FIXED ASSETS

(Amount in rupees)

Sl. No.	Description	Gross block				Depreciation				Net block	
		As at 01-04-2013	Additions	Deductions	As at 31-03-2014	As at 01-04-2013	For the year	Adjustments	As at 31-03-2014	As at 31-03-2014	As at 31-03-2013
1	Printer	9950.00	0.00	0.00	9950.00	2127.00	1173.00	0.00	3300.00	6650.00	7823.00
2	Submersible pump	8400.00	0.00	0.00	8400.00	1260.00	1071.00	0.00	2331.00	6069.00	7140.00
3	Vacuum cleaner	6600.00	0.00	0.00	6600.00	990.00	842.00	0.00	1832.00	4768.00	5610.00
4	Motor car	4809140.00	0.00	0.00	4809140.00	721371.00	613165.00	0.00	1334536.00	3474604.00	4087769.00
5	Computer	57270.00	0.00	0.00	57270.00	41234.00	9622.00	0.00	50856.00	6414.00	16036.00
6	Office furniture	73480.00	0.00	0.00	73480.00	7348.00	6613.00	0.00	13961.00	59519.00	66132.00
7	Refrigrator	7200.00	0.00	0.00	7200.00	720.00	648.00	0.00	1368.00	5832.00	6480.00
8	Television	26205.00	0.00	0.00	26205.00	2621.00	2358.00	0.00	4979.00	21226.00	23584.00
	Total	4998245.00	0.00	0.00	4998245.00	777671.00	635492.00	0.00	1413163.00	3585082.00	4220574.00
	Previous year	67220.00	4931025.00	0.00	4998245.00	17927.00	759744.00	0.00	777671.00	4220574.00	

Note: Depreciation has been calculated on written down value basis at the rates specified and in accordance with the provisions of the Income-tax Act, 1961.

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2014

	Rupees	As at 31-03-2014 Rupees	As at 31-03-2013 Rupees
SCHEDULE F			
CURRENT ASSETS			
a. Inventories (As ascertained, valued and certified by a partner):			
(At lower of cost or net realisable value)			
Construction materials	175887.61		356487.71
Work-in-progress	105756200.00		79951550.00
		105932087.61	80308037.71
b. Receivables: (Unsecured, considered good)			
Other than due for a period exceeding one year		1451000.00	0.00
c. Advances on current account: (Unsecured, considered good)			
Advances to suppliers	37701.00		292018.00
Advances recoverable in cash or in kind or for value to be received	32386.00		17100.00
		70087.00	309118.00
d. Cash and bank balances:			
Cash on hand	285685.40		557550.40
Balance in current account with banks	221673.02		335104.50
		507358.42	892654.90
		107960533.03	81509810.61

KUVB & CO. * CHARTERED ACCOUNTANTS * AHMEDABAD

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014

SCHEDULE K
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies:

a Method of accounting:

The firm is maintaining its accounts on accrual basis. Revenue from property development activity is recognised when all significant risks and rewards of ownership in the land and/or building are transferred and the possession of the unit is handed over to the customer and a reasonable expectation of collection of the sale consideration from the customer exists.

b Fixed assets:

Fixed assets are recorded at cost including incidental expenses and depreciation on such assets is provided on written down value method as per the provisions of the Income-tax Act, 1961.

c Inventories:

The inventories are valued at lower of cost or net realisable value, using first in first out formula. Work-in-progress is valued after considering all the overheads.

d 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.

The firm is not having any defined contribution plan.

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.

e Borrowing cost:

Borrowing cost attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. All other borrowing costs are charged to revenue.

f Taxation:

Provision for income-tax has been made as per the provisions of the Income-tax Act, 1961 after considering exemption/ 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.

KUVB & CO. * CHARTERED ACCOUNTANTS * AHMEDABAD

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2014

SCHEDULE K
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies: (contd)

g Contingent liabilities:

No provision is made for liabilities which are contingent in nature but, if material, the same are disclosed by way of notes to the accounts.

h General:

Accounting policies not specifically referred to above are consistent with generally accepted accounting principles.

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

3 There is neither deferred tax asset nor deferred tax liability as at 31st March, 2014 (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.

5 Previous year's figures have been regrouped, wherever necessary.

Signatures to Schedules A to K

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

KUVB & CO. * AHMEDABAD * CHARTERED ACCOUNTANTS *

K. V. Karkar
Partner

Ahmedabad
November 14, 2014

For Shahi Silaj Developers

Partner

Ahmedabad
November 14, 2014