

AUDIT REPORT

FOR THE ACCOUNTING YEAR

2015 - 2016

OF

LAKHANI AND DESAI
DEVELOPERS

., PLATINUM PARK, CAUSE-WAY ROAD,
DABHOLI-KATARGAM, SURAT, GUJARAT-395004

BY
AUDITORS :

RAJPARA AND CO.
CHARTERED ACCOUNTANTS

O-18 1ST FLOOR, PANCHRATNA TOWER,
L.H.ROAD, SURAT-395006 GUJARAT



O-15, First Floor, Panchratna Tower, L.H. Road, Surat - 395 006.
Ph. : 0261-2544446, 2548601 E-mail:rajparasah@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 31/03/2016, and the Profit and loss account for the period beginning from 01/04/2015 to ending on 31/03/2016, attached herewith of LAKHANI AND DESAI DEVELOPERS, ., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM, SURAT, GUJARAT-395004. PAN - AADFL9784F.
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 ., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM, SURAT, GUJARAT-395004 and 0 branches.
3. (a) We report the following observations/comments/discrepancies/inconsistencies, if any:
Please Refers To Notes On Accounts

(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 the 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, 2016 and

(ii) in the case of the Profit and 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 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

Date : 22/09/2016
Place : Surat

For RAJPARA AND CO.
Chartered Accountants



Rajpara AP
(Proprietor)
M. No. : 047645
FRN : 114232W

FORM NO. 3CD

[See rule 6G(2)]

Statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961

PART-A

- 1 Name of the assessee : LAKHANI AND DESAI DEVELOPERS
- 2 Address : ., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM, SURAT, GUJARAT-395004
- 3 Permanent Account Number : AADFL9784F
- 4 Whether the assessee is liable to pay indirect tax like excise duty, service tax, sales tax, customs duty, etc. if yes, please furnish the registration number or any other identification number allotted for the same : Yes

SN	Type	Registration Number
1	Sales Tax/VAT (GUJARAT)	24222705011
2	Service Tax	AADFL9784FSD001

- 5 Status : Firm
- 6 Previous year from : 01/04/2015 to 31/03/2016
- 7 Assessment year : 2016-17
- 8 Indicate the relevant clause of section 44AB under which the audit has been conducted

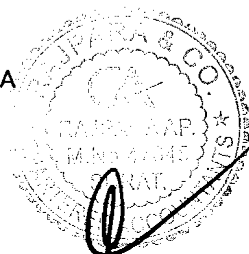
SN	Type
1	Clause 44AB(a)- Total sales/turnover/gross receipts in business exceeding Rs. 1 crore

PART-B

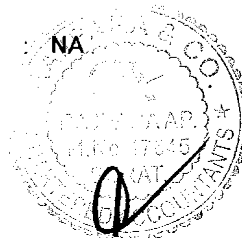
- 9 a If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios :
- | Name | Profit Sharing Ratio (%) |
|---------------------------------|--------------------------|
| LABHUBHAI DHARAMSHIBHAI LAKHANI | 12.50 |
| MAGANLAL VELJIBHAI DESAI | 12.50 |
| MEHUL LABHUBHAI LAKHANI | 12.50 |
| VIRENDRABHAI LABHUBHAI LAKHANI | 12.50 |
| JIGAR MAGANLAL DESAI | 12.50 |
| LILABEN LABHUBHAI LAKHANI | 12.50 |
| CHANDRIKABEN MAGANLAL DESAI | 12.50 |
| Bhargav Desai | 12.50 |
- b If there is any change in the partners or members or in their profit sharing ratio since the last date of the preceding year, the particulars of such Change.
- 10 a Nature of business or profession. :
- | Sector | Sub sector | Code |
|----------|----------------|------|
| Builders | Builders(0401) | 0401 |
- b If there is any change in the nature of business or profession, the particulars of such change. : No
- 11 a Whether books of accounts are prescribed under section 44AA, if yes, list of books so prescribed. : No
- b List of books of account maintained and the address at which the books of accounts are kept. (In case books of account are maintained in a computer system, mention the books of account generated by such computer system. If the books of accounts are not kept at one location, please furnish the addresses of locations along with the details of books of accounts maintained at each location.) : AS PER ANNEXURE 'I'



- c List of books of account and nature of relevant documents examined. : **Cash Book
Bank Book
Purchase Register
Ledger
Journal Register**
- 12 Whether the profit and loss account includes any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant section (44AD, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB, Chapter XII-G, First Schedule or any other relevant section.) : **No**
- 13 a Method of accounting employed in the previous year. : **Mercantile system**
- b Whether there has been any change in the method of accounting employed vis-à-vis the method employed in the immediately preceding previous year. : **No**
- c If answer to(b) above is In the affirmative, give details of such change ,and the effect thereof on the profit or loss. : **NA**
- d Details of deviation, if any, in the method of accounting employed in the previous year from the accounting standards prescribed under section 145 and the effect thereof on the profit or loss. : **NA**
- 14 a Method of valuation of closing stock employed in the previous year. : **At Cost**
- b In case of deviation from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss, please furnish. : **No**
- 15 Give the following particulars of the capital asset converted into stock-in-trade: - : **NA**
- 16 Amounts not credited to the profit and loss account, being: -
- a The items falling within the scope of section 28. : **NA**
- b The proforma credits, drawbacks, refunds of duty of customs or excise or service tax or refunds of sales tax or value added tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned. : **NA**
- c Escalation claims accepted during the previous year. : **NA**
- d Any other item of income. : **NA**
- e Capital receipt, if any. : **NA**
- 17 Where any land or building or both is transferred during the previous year for a consideration less than value adopted or assessed or assessable by any authority of a State Government referred to in section 43CA or 50C, please furnish: : **NA**
- 18 Particulars of depreciation allowable as per the Income-tax Act, 1961 in respect of each asset or block of assets, as the case may be, in the following form :- : **AS PER ANNEXURE 'II'**
- 19 Amount admissible under sections 32AC/33AB/33ABA/35/35ABB/35AC/35CCA/35CCB/35D/35DD/35DDA/35E : **NA**
- 20 a Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profits or dividend. [section 36(1)(ii)] : **NA**



- b Any sum received from the employees towards contributions to any provident fund or superannuation fund or any other fund mentioned in section 2(24)(x); and due date for payment and the actual date of payment to the concerned authorities under section 36(1)(va):- : **AS PER ANNEXURE 'III'**
- 21 a Please furnish the details of amounts debited to the profit and loss account, being in the nature of capital, personal, advertisement expenditure etc.
- Capital expenditure : **NA**
- Personal expenditure : **NA**
- Advertisement expenditure in any souvenir, brochure, tract, pamphlet or the like published by a political party : **NA**
- Expenditure incurred at clubs being entrance fees and subscriptions : **NA**
- Expenditure incurred at clubs being cost for club services and facilities used : **NA**
- Expenditure by way of penalty or fine for violation of any law for the time being force : **NA**
- Expenditure by way of any other penalty or fine not covered above : **NA**
- Expenditure incurred for any purpose which is an offence or which is prohibited by law : **NA**
- b Amounts inadmissible under section 40(a):-
- i. as payment to non-resident referred to in sub-clause (i)
- (A) Details of payment on which tax is not deducted: : **NA**
- (B) Details of payment on which tax has been deducted but has not been paid during the previous year or in the subsequent year before the expiry of time prescribed under section 200(1) : **NA**
- ii. as payment referred to in sub-clause (ia)
- (A) Details of payment on which tax is not deducted: : **NA**
- (B) Details of payment on which tax has been deducted but has not been paid on or before the due date specified in sub- section (1) of section 139 : **NA**
- iii. Fringe benefit tax under sub-clause (ic) : **0**
- iv. Wealth tax under sub-clause (iia) : **0**
- v. Royalty, license fee, service fee etc. under sub-clause (iib) : **0**
- vi. Salary payable outside india/to a non resident without TDS etc. Under sub-clause (iii) : **NA**
- vii. Payment to PF/other fund etc. under sub-clause (iv) : **0**
- viii. Tax paid by employer for perquisites under sub-clause (v) : **0**
- c Amounts debited to profit and loss account being, interest, salary, bonus, commission or remuneration inadmissible under section 40(b)/40(ba) and computation thereof : **NA**



(A) On the basis of the examination of books of account and other relevant documents/evidence, whether the expenditure covered under section 40A(3) read with rule 6DD were made by account payee cheque drawn on a bank or account payee bank draft. If not, please furnish the details

e provision for payment of gratuity not allowable under section 40A(7) : 0

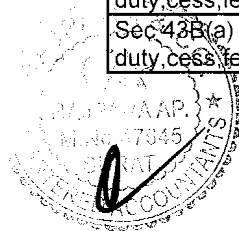
h Amount of deduction inadmissible in terms of section 14A in respect of the expenditure incurred in relation to income which does not form part of the total income : **NA**

22 Amount of interest inadmissible under section 23 of the : 0
Micro, Small and Medium Enterprises Development Act,
2006.

25 Any amounts of profits chargeable to tax under section 41 : **NA**
and computation thereof

(a) paid on or before the due date for furnishing the return of income of the previous year 139(1);

Section	Nature of Liability	Amount
Sec 43B(b) - provident /superannuation/gratuity/other fund	EPF Exp	10883
Sec 43B(a) -tax , duty,cess,fee etc	Service TAX Payable	134117
Sec 43B(a) -tax , duty,cess,fee etc	VAT Payable	17009



(b) Not paid on or before the aforesaid date. : **NA**

State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost etc. is passed through the profits and loss : **Yes**

**VAT IS PASSED THROUGH P
AND L A/C**

27 a Amount of Central Value Added Tax credits availed of or utilised during the previous year and its treatment in the profit and loss account and treatment of outstanding Central Value Added Tax credits in the accounts. : **No**

b Particulars of income or expenditure of prior period credited or debited to the profit and loss account. : **NA**

28 Whether during the previous year the assessee has received any property, being share of a company not being a company in which the public are substantially interested, without consideration or for inadequate consideration as referred to in section 56(2)(vii-a), if yes, please furnish the details of the same. : **NA**

29 Whether during the previous year the assessee received any consideration for issue of shares which exceeds the fair market value of the shares as referred to in section 56(2)(vii-b), if yes, please furnish the details of the same. : **NA**

30 Details of any amount borrowed on hundi or any amount due thereon (including interest on the amount borrowed) repaid, otherwise than through an account payee cheque, (Section 69D) : **No**

31 a Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year:- : **AS PER ANNEXURE 'V'**

b Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year :- : **AS PER ANNEXURE 'VI'**

c Whether the taking or accepting loan or deposit, or repayment of the same were made by account payee cheque drawn on a bank or account payee bank draft based on the examination of books of account and other relevant documents : **Yes**

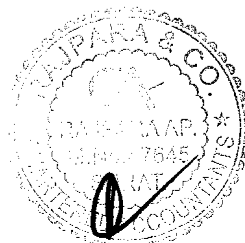
32 a Details of brought forward loss or depreciation allowance, in the following manner, to extent available:-

b Whether a change in shareholding of the company has taken place in the previous year due to which the losses incurred prior to the previous year cannot be allowed to be carried forward in terms of section 79. : **NA**

c Whether the assessee has incurred any speculation loss referred to in section 73 during the previous year, If yes, please furnish the details of the same. : **No**

d Whether the assessee has incurred any loss referred to in section 73A in respect of any specified business during the previous year. : **No**

e In case of a company, please state that whether the company is deemed to be carrying on a speculation business as referred in explanation to section 73. : **NA**

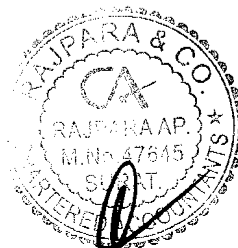


- 33 Section-wise details of deductions, if any, admissible under : **Yes**
Chapter VIA or Chapter III (Section 10A, Section 10AA).

Section under which deduction is claimed	Amounts admissible as per the provision of the Income-tax Act, 1961 and fulfils the conditions, if any, specified under the relevant provisions of Income-tax Act, 1961 or Income-tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf.
80G	151000

- 34 a Whether the assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or Chapter XVII-BB, if yes please furnish : **AS PER ANNEXURE 'VII'**
- b Whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time. If not, please furnish the details: : **Yes**
- c whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish : **AS PER ANNEXURE 'VIII'**
- 35 a In the case of a trading concern, give quantitative details of principal items of goods traded : **NA**
- b In the case of manufacturing concern, give quantitative details of the principal items of raw materials, finished products any by-products
- (A) Raw materials : **NA**
- (B) Finished products : **NA**
- (B) By products : **NA**
- 36 In the case of Domestic Company, details of tax on distributed profits under section 115-O in the following forms : **NA**
- 37 Whether any cost audit was carried out. ? : **NA**
- 38 Whether any audit was conducted under the Central Excise Act, 1944. ? : **NA**
- 39 Whether any audit was conducted under section 72A of the Finance Act, 1994 in relation to valuation of taxable services, finance act 1994 in relation to valuation of taxable service as may be reported/identified by the auditor. ? : **Yes**
- If yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the auditor. : **no any disqualification repoerted by the auditor, but any objection raised by auditor is settled by the assessee**
- 40 Details regarding turnover, gross profit, etc., for the previous year and preceding previous year:

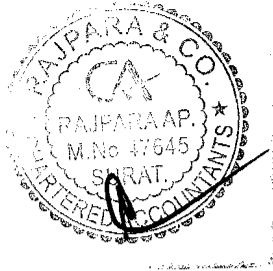
Particulars	Previous year			Preceding previous year		
Total turnover of the assessee	58538785			104603000		
Gross profit/turnover	NA	NA	NA	NA	NA	NA
Net profit/turnover	2886278	58538785	4.93	52000000	104603000	49.71
Stock-in-trade/turnover	567529552	58538785	969.49	380913402	104603000	364.15
material consumed/Finished goods produced	NA	NA	NA	NA	NA	NA



41 Please furnish the details of demand raised or refund issued during the previous year under any tax laws other than Income tax Act, 1961 and Wealth tax Act, 1957 alongwith details of relevant proceedings.

: NA

Date : 22/09/2016
Place : Surat



For RAJPARA AND CO.
Chartered Accountants

Rajpara AP
(Proprietor)
M. No. : 047645
FBN : 114232W

O-18 1st Floor, Panchratna Tower, L.H.Road, Surat-395006
Gujarat

Annexure 'I'

List of books of account maintained and the address at which the books of accounts are kept. (In case books of account are maintained in a computer system, mention the books of account generated by such computer system. If the books of accounts are not kept at one location, please furnish the addresses of locations along with the details of books of accounts maintained at each location.)

SN	Books maintained	Address line 1	Address line 2	City/Town/District	State	Pincode
1	Cash Book	., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM		SURAT	GUJARAT	395004
2	Bank Book	., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM		SURAT	GUJARAT	395004
3	Purchase Register	., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM		SURAT	GUJARAT	395004
4	Ledger	., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM		SURAT	GUJARAT	395004
5	Journal Register	., PLATINUM PARK, CAUSE-WAY ROAD, DABHOLI-KATARGAM		SURAT	GUJARAT	395004

Annexure 'II'

Particulars of depreciation allowable as per the Income-tax Act, 1961 in respect of each asset or block of assets, as the case may be, in the following form :-

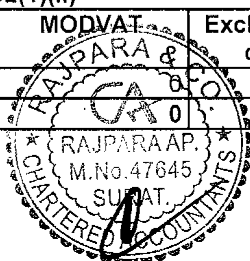
SN	Description of the block of assets	Rate of depreciation	Opening WDV	Additions				Deductions	Depreciation allowable	Written down value at the end of the year	
				Purchase value	Adjustments on account of						Total value of purchase
					CENVAT	Change in rate of exchange	Subsidy/Grant				
1	(18a) Plant & Machinery @ 15%- Sec 32(1)(ii)	15%	9545939	100000	0	0	0	100000		1446892	8199047
2	(18e) Plant & Machinery @ 60%- Sec 32(1)(ii)	60%	35570	8000	0	0	0	8000		23742	19828
	Total		9581509	108000	0	0	0	108000	0	1470634	8218875

Additions : (18a) Plant & Machinery @ 15%- Sec 32(1)(ii)

Date of purchase	Date of put to use	Amount	MODVAT	Exchange rate change	Subsidy grant	Total Amount
01/06/2015	01/06/2015	100000	0	0	0	100000
	Total	100000	0	0	0	100000

Additions : (18e) Plant & Machinery @ 60%- Sec 32(1)(ii)

Date of purchase	Date of put to use	Amount	MODVAT	Exchange rate change	Subsidy grant	Total Amount
31/10/2015	31/10/2015	8000	0	0	0	8000
	Total	8000	0	0	0	8000



Details of contributions received from employees for various funds as referred to in section 36(1)(va)

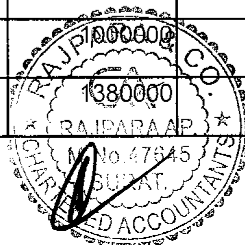
SN	Nature of fund	Sum received from employees	Due date for payment	The actual amount paid	The actual date of payment to the concerned authorities
1	Provident Fund	5264	15/05/2015	11450	20/05/2015
2	Provident Fund	5263	15/06/2015	11446	03/07/2015
3	Provident Fund	5364	15/07/2015	11652	03/07/2015
4	Provident Fund	5194	15/08/2015	11304	03/08/2015
5	Provident Fund	5743	15/09/2015	12428	02/09/2015
6	Provident Fund	5883	15/10/2015	12715	13/10/2015
7	Provident Fund	5537	15/11/2015	12005	06/11/2015
8	Provident Fund	5165	15/12/2015	11245	15/12/2015
9	Provident Fund	5848	15/01/2016	12642	04/01/2016
10	Provident Fund	4880	15/02/2016	10664	08/02/2016
11	Provident Fund	4227	15/03/2016	9330	14/03/2016
12	Provident Fund	4987	15/04/2016	10883	06/04/2015

Particulars of any payment made to persons specified under section 40A(2)(b).

SN	Name of related party	PAN	Relation	Nature of Transaction	Payment Made(Amount)
1	Mr. Labhubhai D. Lakhani	AAHPL4855H	Partner	Interest	652904
2	Mr. Maganlal V. desai	AAYPD4484H	Partner	Interest	245725
3	Mr. Mehul L. Lakhani	ABQPL2349Q	Partner	Interest	387680
4	Mr. Virendra L. Lakhani	ACFPL1500P	Partner	Interest	379613
5	Mr. Jigar M. Desai	BCBPD0568G	Partner	Interest	378827
6	Mrs. Lilaben L. Lakhani	ABQPK7987D	Partner	Interest	367328
7	Mrs. Chandrikaben M. Desai	AAUPD7551R	Partner	Interest	331617
8	Kiranben Lakhani		Partners Wife	interest	904151
9	Labhubhai Lakhani HUF		Partners HUF	interest	196271
10	Neetaben Lakhani		Partners Wife	interest	956906
11	Yogesh Desai		Partners Brother	interest	148199
12	Bargav Desai		Partner	Interest	250630

Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year.

S N	Name of the lender or depositor:	Address of the lender or depositor:	PAN of the lender or depositor:	Amount of loan or deposit taken or accepted:	Whether the loan/ deposit was squared up during Previous Year:	Maximum amount outstanding in the account at any time during Previous Year:	Whether the loan/deposit was taken or accepted otherwise than by an account payee Bank cheque or account payee bank draft:
1	BHARATBHAI MATALIYA HUF	SURAT GUJARAT		1830225	No	2019742	No
2	BHOOMI MATALIYA	SURAT GUJARAT		1413697	No	1562966	No
3	CHANDRIKABEN VAGHANI	SURAT GUJARAT		1290000	No	1302676	No
4	CHANDRIKABEN DESAI	SURAT GUJARAT		1000000	Yes	1000000	No
5	DURLABHBHAI SABHADIYA	SURAT GUJARAT		1000000	No	1011213	No
6	HANSABEN LAKHANI	SURAT GUJARAT		1380000	No	1881585	No

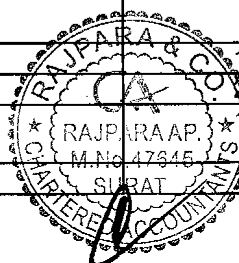


7	HARDIKBHAI MATALIYA HUF	SURAT GUJARAT		1155000	No	1226847	No
8	HARDIKBHAI MATALIYA	SURAT GUJARAT		1729342	No	1909498	No
9	HIRENBHAI DOBARIYA	SURAT GUJARAT		1300000	No	1314961	No
10	HITESHBHAI DOBARIYA	SURAT GUJARAT		1700000	No	1719564	No
11	JAGDISHBHAI GHORI	SURAT GUJARAT		320000	No	320000	No
12	JAGRUTIBEN CHAUDHARI	SURAT GUJARAT		1979900	No	2185063	No
13	JAYDIP SAVANI	SURAT GUJARAT		1400000	No	1416112	No
14	KIRANBEN LAKHANI	SURAT GUJARAT		170000	No	9165872	No
15	LABHUBHAI LAKHANI HUF	SURAT GUJARAT		500000	No	2312235	No
16	LALITBHAI BAGADIYA	SURAT GUJARAT		400000	Yes	400000	No
17	MAITRY FASHION	SURAT GUJARAT		5000000	No	5272951	No
18	MANJULABEN SONANI	SURAT GUJARAT		529700	No	536787	No
19	NEETABEN MATALIYA	SURAT GUJARAT		1364549	No	1509505	No
20	NEETABEN LAKHANI	SURAT GUJARAT		1750000	No	9003116	No
21	PANKAJBHAI SABHADIYA	SURAT GUJARAT		1600000	No	1618413	No
22	PARITABEN MENDPARA	SURAT GUJARAT		2700000	No	3506433	No
23	PRAVINBHAI LAKHANI	SURAT GUJARAT		500000	No	1305555	No
24	RAMANBHAI SONANI	SURAT GUJARAT		1560100	No	1581276	No
25	RAMESHBHAI PATEL	SURAT GUJARAT		3300000	No	3538574	No
26	RESURGE ENERGY	SURAT GUJARAT		1700000	No	23586459	No
27	ROHITBHAI CHAUDHARI	SURAT GUJARAT		3048817	No	4015424	No
28	RUSHITA MATALIYA	SURAT GUJARAT		1350000	No	1355989	No
29	SANJAY VAGHANI HUF	SURAT GUJARAT		4517700	No	4809227	No
30	YOGESHBHAI DESAI	SURAT GUJARAT		1938000	No	2343716	No

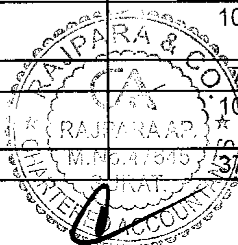
Annexure 'VI'

Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year.

SN	Name of the payee:	Address of the payee:	PAN of the payee:	Amount of the repayment:	Maximum amount outstanding in the account at any time during the Previous Year:	Whether the repayment was made otherwise than by account payee cheque or account payee bank draft:
1	AMISHA KUVAWALA	SURAT GUJARAT		1080364	1080364	No
2	BHAVNABEN JETANI	SURAT GUJARAT		1000000	1000000	No
3	BHUMI BHAVSAR	SURAT GUJARAT		1080364	1080364	No
4	BRIJAL IMPEX	SURAT GUJARAT		2341631	2341631	No
5	CHANDRIKABEN DESAI	SURAT GUJARAT		1000000	1000000	No
6	DAMJIBHAIGOHIL	SURAT GUJARAT		1027516	1027516	No



	HUF					
7	DEVARSHI EXPORTS	SURAT GUJARAT		1074918	1074918	No
8	DHARABEN SHAH	SURAT GUJARAT		1074297	1074297	No
9	DHARMESH PRAJAPATI	SURAT GUJARAT		948476	948476	No
10	DHARMESHBHAI KADAM	SURAT GUJARAT		1932432	1932432	No
11	DIMPAL KADAM	SURAT GUJARAT		2067967	2067967	No
12	DINESH GANDHI HUF	SURAT GUJARAT		33377	368936	No
13	DINESH DEVMORARI	SURAT GUJARAT		843090	843090	No
14	DIXIT MODI	SURAT GUJARAT		1080364	1080364	No
15	GITABEN GAJERA	SURAT GUJARAT		950905	950905	No
16	HINDUSTAN STEEL AND CEMENT	SURAT GUJARAT		1000000	1000000	No
17	J D GEMS	SURAT GUJARAT		474238	474238	No
18	JAGDISHBHAI PATEL	SURAT GUJARAT		2300000	2300000	No
19	JIGNESH GOHIL HUF	SURAT GUJARAT		948476	948476	No
20	KANUBHAI DAYANI	SURAT GUJARAT		2672373	2672373	No
21	KHODIYAR CARTING	SURAT GUJARAT		2174102	2174102	No
22	KIRANBEN LAKHANI	SURAT GUJARAT		1837240	9165872	No
23	KOKILABEN RAJYGURU	SURAT GUJARAT		238143	238143	No
24	LALITBHAI BAGADIYA	SURAT GUJARAT		400000	400000	No
25	MADHUBEN PATEL	SURAT GUJARAT		1300000	1300000	No
26	MEGHA GANDHI	SURAT GUJARAT		124934	1475753	No
27	MEHULBHAI DHAMELIYA	SURAT GUJARAT		300000	300000	No
28	MITUL SHAH	SURAT GUJARAT		27563	208699	No
29	MUKESHBHAI PATEL	SURAT GUJARAT		1300000	1300000	No
30	NARANBHAI MORASIYA	SURAT GUJARAT		542741	542741	No
31	NEETABEN LAKHANI	SURAT GUJARAT		965000	9003116	No
32	NITABEN SOJITRA	SURAT GUJARAT		1030447	1030447	No
33	NITINBHAI SHAH	SURAT GUJARAT		1080364	1080364	No
34	PAYAL SHAH	SURAT GUJARAT		29215	316231	No
35	RAJESH MEHTA	SURAT GUJARAT		970162	970162	No
36	RAKESH KADAM	SURAT GUJARAT		1932432	1932432	No
37	RAVIKUMAR RAVANI	SURAT GUJARAT		1621305	1621305	No
38	RESURGE ENERGY	SURAT GUJARAT		2217778	23586459	No
39	RIYA ART	SURAT GUJARAT		2671586	2671586	No
40	ROHITBHAI CHAUDHARI	SURAT GUJARAT		1000000	4015424	No
41	SAI FASHION	SURAT GUJARAT		1893738	1893738	No
42	SATISH RASANIYA	SURAT GUJARAT		1080364	1080364	No
43	SHANTIBHAI PRAJAPATI	SURAT GUJARAT		532654	532654	No
44	SHARADBHAI UPADHYAY	SURAT GUJARAT		948476	948476	No
45	SHANTIBHAI CHAPLOT	SURAT GUJARAT		1074297	1074297	No
46	SUNIL JAYSWAL	SURAT GUJARAT		745715	745715	No
47	TARABEN THAKKAR	SURAT GUJARAT		1085483	1085483	No
48	UMANG EXPORTS	SURAT GUJARAT		3725321	3725321	No



49	VALLABHBHAI GADHIYA	SURAT GUJARAT		573022	573022	No
50	VIPULBHAI PANDAV	SURAT GUJARAT		1030447	1030447	No
51	VISHWA STAR	SURAT GUJARAT		638626	638626	No
52	YOGESHBHAI DESAI	SURAT GUJARAT		1000000	2343716	No

Annexure 'VII'

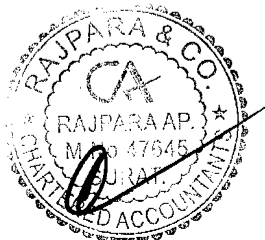
Whether the assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or Chapter XVII-BB, if yes please furnish:

SN	Tax deduction and collection Account Number (TAN)	Section	Nature of payment	Total amount of payment or receipt of the nature specified in column (3)	Total amount on which tax was required to be deducted or collected out of (4)	Total amount on which tax was deducted or collected at specified rate out of (5)	Amount of tax deducted or collected out of (6)	Total amount on which tax was deducted or collected at less than specified rate out of (7)	Amount of tax deducted or collected on (8)	Amount of tax deducted or collected not deposited to the credit of the Central Government out of (6) and (8)
	1	2	3	4	5	6	7	8	9	10
1	SRTL01021G	192	Salary	1320000	1320000	1320000	132000	0	0	0
2	SRTL01021G	194A	Interest other than Interest on securities	42577519	42577519	42577519	4257763	0	0	0
3	SRTL01021G	194C	Payments to contractors	45148995	45148995	45148995	580234	0	0	0
4	SRTL01021G	194J	Fees for professional or technical services	350000	350000	350000	35000	0	0	0

Annexure 'VIII'

Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish:

SN	Tax deduction and collection Account Number (TAN)	Amount of interest under section 201(1A)/206C(7) is payable	Amount paid out of column (2)	Date of payment
1	SRTL01021G	4420	4420	20/05/2015
2	SRTL01021G	330	330	10/09/2015
3	SRTL01021G	150	150	10/09/2015
4	SRTL01021G	135	135	10/09/2015
5	SRTL01021G	8069	8069	10/09/2015



Lakhani And Desai Developers
Profit And Loss Account For The Year Ending On 31st March, 2016

Particulars	Sch No	Amount
(A) Income		
Sales A/C Sales		5,85,38,785.00
Interest Received Interest Received		1,67,579.00
Increase/(Decrease) In Stock		18,66,16,150.00
Total (A)		24,53,22,514.00
(B) Expenditure		
Purchase A/C Purchase		13,27,91,809.43
Financial Expenses	7	4,98,42,047.44
Indirect Expenses Auditors Remuneration	8	5,82,78,744.96 53,000.00
Total (B)		24,09,65,601.83
Net Profit/(Loss) Before Depreciation And Tax		43,56,912.17
Depreciation		14,70,634.00
Net Profit/(Loss) After Depreciation		28,86,278.17
Net Profit/(Loss) Carried To Balance Sheet		28,86,278.17

Schedules 1 To 9 Form An Integral Part Of Accounts

For Lakhani And Desai Developers

(Partner)

Place : Surat
Date : 22/09/2016



In Terms Of Our Attached Report Of Even Date

For Rajpara And Co.
Chartered Accountants
Frn : 114232w

Rajpara AP
(Proprietor)
M. No. : 047645

Lakhani And Desai Developers
Balance Sheet As At 31st March, 2016

Liabilities	Sch No	Amount	Assets	Sch No	Amount
Capital	1	8,52,23,976.25	Fixed Assets	5	82,18,875.50
Loan Funds			Current Assets		
Secured Loans			Inventory		
Bmw Ind Financial Loan		19,40,608.42	Closing Stock		56,75,29,552.00
Fedral Bank Ca-186502		10,31,825.00	Sundry Debtors		
Fedral Bank Loan		6,70,00,000.00	Ashokbhai Chhaganbhai		8,750.00
Hdb Financial Services		1,56,64,919.13	Bhavnaben A Jetani		1,03,354.00
Hdbfs Loan		1,41,35,295.00	Chetan Rameshbhai Kaka		3,31,405.00
Hdfc Bank Bmw Loan		9,12,617.28	Harshaben A Bagadiya		1,27,838.00
Hdfc Bank Duster Loan		4,93,494.96	Komalben Lalitbhai		1,27,838.00
Hdfc Bank Fortuner Loan		4,83,175.24	Mayur Ashokbhai Jetani		18,840.00
Hdfc Nissan Micra Loan		3,67,403.43	Naynbhai Bhagwanbhai		1,49,672.00
Icici Bank Ca-05840550		23,31,438.49	Popatlal Talshibhai		57,540.00
Reli. Home Finance Adju		18,01,51,048.00	Cash And Bank		
Unsecured Loans	2	14,56,88,967.00	Axis Bank -02201		10,710.94
Current Liabilities	3	10,33,52,606.86	Cash On Hand		18,24,295.19
Provisions	4	18,68,823.00	Loans And Advances (Assets)	6	4,21,37,527.43
Total		62,06,46,198.06	Total		62,06,46,198.06

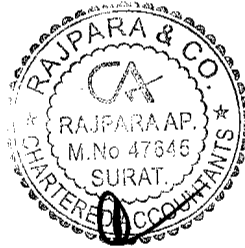
Schedules 1 To 9 Form An Integral Part Of Accounts

In Terms Of Our Attached Report Of Even
Date

For Lakhani And Desai Developers

For Rajpara And Co
Chartered Accountants
Frn : 114232w

(Partner)



Rajpara A.P.
(Proprietor)
M. No. : 047645

Place : Surat

Date : 22/09/2016

LAKHANI AND DESAI DEVELOPERS

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

Schedule : 1

Capital Account Of Bhargav Maganlal Desai

Particulars	Amount	Particulars	Amount
To Withdrawals	48,05,000.00	By Opening Balance	1,23,19,808.00
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.13	By Interest On Capital	2,50,630.00
To Vat Penalty	250.00	By Addition	2,00,000.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.38		
To Closing Balance	59,30,620.26		
Total	1,31,31,222.77	Total	1,31,31,222.77

Capital Account Of Mr. Jigar M. Desai

Particulars	Amount	Particulars	Amount
To Withdrawals	1,20,62,680.00	By Opening Balance	1,70,54,032.36
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.13	By Interest On Capital	3,78,827.00
To Vat Penalty	250.00	By Addition	98,59,491.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.38		
To Closing Balance	1,31,94,852.62		
Total	2,76,53,135.13	Total	2,76,53,135.13

Capital Account Of Mr. Labhubhai D. Lakhani

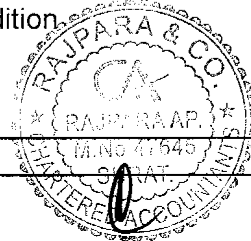
Particulars	Amount	Particulars	Amount
To Withdrawals	1,74,11,000.00	By Opening Balance	2,78,68,523.39
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.13	By Interest On Capital	6,52,904.00
To Vat Penalty	250.00	By Addition	81,00,000.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.38		
To Closing Balance	1,71,75,609.65		
Total	3,69,82,212.16	Total	3,69,82,212.16

Capital Account Of Mr. Maganlal V. Desai

Particulars	Amount	Particulars	Amount
To Withdrawals	1,99,68,380.00	By Opening Balance	1,56,93,810.79
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.12	By Interest On Capital	2,45,725.00
To Vat Penalty	250.00	By Addition	61,56,491.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.37		
To Closing Balance	92,829.07		
Total	2,24,56,811.56	Total	2,24,56,811.56

Capital Account Of Mr. Mehul L. Lakhani

Particulars	Amount	Particulars	Amount
To Withdrawals	44,96,072.00	By Opening Balance	1,12,23,771.39
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.12	By Interest On Capital	3,87,680.00
To Vat Penalty	250.00	By Addition	88,92,867.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.37		
To Closing Balance	1,39,73,428.67		
Total	2,08,65,103.16	Total	2,08,65,103.16



Capital Account Of Mr. Virendra L. Lakhani

Particulars	Amount	Particulars	Amount
To Withdrawals	77,73,000.00	By Opening Balance	1,40,27,915.39
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.12	By Interest On Capital	3,79,613.00
To Vat Penalty	250.00	By Addition	88,50,000.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.37		
To Closing Balance	1,34,49,710.67		
Total	2,36,18,313.16	Total	2,36,18,313.16

Capital Account Of Mrs. Chandrikaben M. Desai

Particulars	Amount	Particulars	Amount
To Withdrawals	9,17,000.00	By Opening Balance	1,26,08,196.36
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.77
To Income Tax	1,74,569.13	By Interest On Capital	3,31,617.00
To Vat Penalty	250.00	By Addition	1,00,000.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.38		
To Closing Balance	1,00,87,995.62		
Total	1,34,00,598.13	Total	1,34,00,598.13

Capital Account Of Mrs. Lilaben L. Lakhani

Particulars	Amount	Particulars	Amount
To Withdrawals	8,35,000.00	By Opening Balance	1,36,71,419.40
To Tds Int. Exp	1,638.00	By Net Profit	3,60,784.78
To Income Tax	1,74,569.12	By Interest On Capital	3,67,328.00
To Vat Penalty	250.00	By Addition	1,50,000.00
To Advance Tax	22,00,000.00		
To Service Tax Interest A/C .	19,145.37		
To Closing Balance	1,13,18,929.69		
Total	1,45,49,532.18	Total	1,45,49,532.18

Schedule : 2

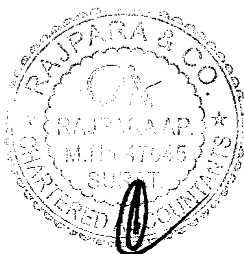
Unsecured Loans

Particulars	Amount
Unsecured Loans	14,56,88,967.00
Total	14,56,88,967.00

Schedule : 3

Current Liabilities

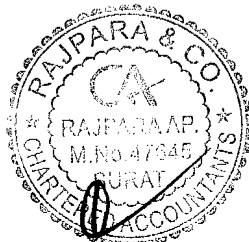
Particulars	Amount
Sundry Creditors	
Acero Steel	1,05,000.00
Alpesh S Zaveri	27,804.00
Ami Enterprise	9,198.00
Ankitsinh P Parmar	27,000.00
Astha Carting	3,14,100.00
Avtar Electric Stores	33,365.00
B J Patel & Co.	55,049.00
Balaji Plywood & Hardw	6,40,470.86
Bansary Ceramic	11,07,585.00
Bharat V Patel	85,932.00
Daimond Corporation	4,30,999.00
Darshil Enterprise	71,813.00
Exxaro Tradlink	8,67,726.00
Ghanshyam Alluminium	8,07,258.00



Gujrat Decor Pvt. Ltd	3,350.00
Gujrat Metals	25,545.00
Hetansh Construction	9,03,229.00
Hiren G Desai	5,11,800.00
Jahanvi Carting	7,953.00
Jay Ambe Steel	6,96,258.00
Jay Chamunda Hardware	63,447.00
Jay Krishna Corporation	39,415.00
Jayshiv Construction	82,850.00
Kaushikbhai Gopalbhai	85,932.00
Maha Kali Carting	1,09,482.00
Manowermohammad Hossa	1,19,196.00
Om Engineering Works	48,447.00
P.M. Carting	70,084.00
Pavan Enterprise	33,850.00
Pravinbhai Bhagwanbhai	3,65,013.00
Quantum Marketing	1,03,974.00
R.K. Corporation	2,35,625.00
R.K. Corporation-2	10,93,800.00
Sadhna Enterprise	1,38,325.00
Sanjaykumar D Vaghani	36,000.00
Sara Paints	1,00,027.00
Shiv Shakti Traders	1,57,500.00
Shivdhara Marbo Granit	3,35,000.00
Shree Ambica Enterprise	6,48,013.00
Shree Enterprise	4,93,468.00
Shree Ganesh Hardware	15,72,968.00
Shree Nikita Enterprise	1,05,087.00
Shree Ram Hardware & S	8,92,891.00
Shree Ram Traders	1,28,700.00
Space Communication	1,889.00
Spark Controls	29,524.00
Surrya Interiors	4,75,229.00
Swastik Gallery	8,94,231.00
Tribeni Fiber Pvt. Ltd	1,05,972.00
Total	1,52,97,373.86
Sundry Member	8,80,55,233.00
Total	10,33,52,606.86

Schedule : 4

Provisions	
Particulars	Amount
Provisions	
E.P.F. Payable	10,883.00
Electric Power Payable	85,730.00
Service Tax Payable	1,34,117.00
Tds Payable	15,43,084.00
Unpaid Audit Fees	28,000.00
Unpaid Vakil Fees	25,000.00
Unpaid Vat Audit Fees	25,000.00
Vat Payable	17,009.00
Total	18,68,823.00



LAKHANI AND DESAI DEVELOPERS

Schedule : 5

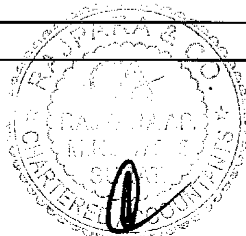
Fixed Assets

Particulars	Rate	Wdv As On 01/04/2015	Addition		Deduction	Total	Dep For The Year	Wdv As On 31/03/2016
			More Than 180 Days	Less Than 180 Days				
			Rupees	Rupees				
Air Condition	15%	96,540.00	0.00	0.00	0.00	96,540.00	14,481.00	82,059.00
Bmw Car	15%	23,74,514.00	0.00	0.00	0.00	23,74,514.00	3,56,177.00	20,18,337.00
Bmw Car-2	15%	33,06,984.00	0.00	0.00	0.00	33,06,984.00	4,96,048.00	28,10,936.00
C.C.T.V. Camera	15%	54,034.00	0.00	0.00	0.00	54,034.00	8,105.00	45,929.00
Computer	60%	35,570.00	0.00	8,000.00	0.00	43,570.00	23,742.00	19,828.00
Counting Machine	15%	35,496.00	0.00	0.00	0.00	35,496.00	5,324.00	30,172.00
Digital Weigh Bridge	15%	1,76,438.00	0.00	0.00	0.00	1,76,438.00	26,466.00	1,49,972.00
Loan Cutting Machine	15%	56,505.50	0.00	0.00	0.00	56,505.50	8,476.00	48,029.50
Material Lift-Jk	15%	0.00	1,00,000.00	0.00	0.00	1,00,000.00	15,000.00	85,000.00
Nissan Micra Car	15%	5,57,805.00	0.00	0.00	0.00	5,57,805.00	83,671.00	4,74,134.00
Renault Duster Car	15%	9,53,100.00	0.00	0.00	0.00	9,53,100.00	1,42,965.00	8,10,135.00
Sand Screening Machine	15%	17,042.00	0.00	0.00	0.00	17,042.00	2,556.00	14,486.00
T. V. Purchase	15%	2,45,531.00	0.00	0.00	0.00	2,45,531.00	36,830.00	2,08,701.00
Toyota Car	15%	14,13,358.00	0.00	0.00	0.00	14,13,358.00	2,12,004.00	12,01,354.00
Water Cooler	15%	13,467.00	0.00	0.00	0.00	13,467.00	2,020.00	11,447.00
Xerox Machine	15%	2,45,125.00	0.00	0.00	0.00	2,45,125.00	36,769.00	2,08,356.00
Total		95,81,509.50	1,00,000.00	8,000.00	0.00	96,89,509.50	14,70,634.00	82,18,875.50

Schedule : 6

Loans And Advances (Assets)

Particulars	Amount
Loans And Advances (Assets)	
Acc Ltd	5,000.00
Advance Tax	7,80,000.00
Bajaj World	5,00,000.00
Balvantbhai Ambubhai	2,10,00,000.00
Bmw India. Fina.-Tds	4,982.00
Chirantan V Dhameliya	5,00,000.00
Dharmeshbhai Ramanbhai	6,50,000.00
Hdb Financial Ser.T.D.S.	56,768.00
Hdbfs-Tds	2,120.00
Jagruti Chaudhri	8,45,000.00
Kishorbhai Ramanbhai	6,50,000.00
Lafarge India Pvt. Ltd	10,508.43
Prepaid Insurance.	1,57,308.00
Ramanbhai Maganbhai Patel	6,50,000.00
Reli Home Finance-Tds	7,23,973.00
Reliable Fire Eng.Ser	7,00,000.00
Rohit Chaudhari	8,45,000.00
Schindler India Pvt. Ltd	1,03,67,912.00
Service Tax Receivable	25,99,001.00
Shobhanaben Himmatbhai	5,00,000.00
Shobhnaben Himmatbhai	5,00,000.00
Tds Receivable	21,270.00
Trinetra Cement Ltd,	34,050.00
Ultratech Cement Ltd	24,635.00
Vat Security Deposit	10,000.00
Total	4,21,37,527.43



**SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED ON 31ST MARCH, 2016**

Schedule : 7

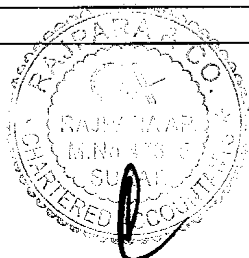
Financial Expenses

Particulars	Amount
Interest Paid	
Interest Exp.	1,49,86,559.00
Interest On Capital	29,94,324.00
Secured Loan Interest	3,17,18,585.44
Service Tax Interest	1,38,727.00
Vat Interest	3,852.00
Total	4,98,42,047.44

Schedule : 8

Indirect Expenses

Particulars	Amount
Auditors Remuneration	
Audit Fee	28,000.00
Vat Audit Fees	25,000.00
Total	53,000.00
Indirect Expenses	
Accountant Salary	96,000.00
Advertisement Exp.	20,700.00
Bank Charges	22,013.80
Cleaning Exp.	69,179.00
Computer Exp.	4,200.00
Construction Labour Exp	4,50,40,249.00
Consulting Fees	2,24,650.00
Donation Exp.	3,02,000.00
Drainage Connection Fee	8,300.00
E.P.F. Exp.	75,709.00
Electric Power Exp.	11,67,059.00
Gas Exp	7,65,000.00
Insurance Exp.	78,596.00
Legal Exp.	4,000.00
Lift Licence Exp	20,000.00
Loan Processing Charges	31,38,248.00
Office Exp.	57,436.00
Petrol & Cng Exp.	1,28,260.16
Service Tax Exp Sbc	5,634.00
Site Exp	1,17,884.00
Smc Exp	12,14,000.00
Stationery & Printing Exp.	12,146.00
Supervisor Salary	42,06,000.00
Travelling Exp.	1,54,737.00
Vakil Fee	2,05,000.00
Vat Exp.	5,27,161.00
Water Connection Exp.	86,620.00
Worker Wages	5,27,963.00
Total	5,82,78,744.96
Total	5,83,31,744.96

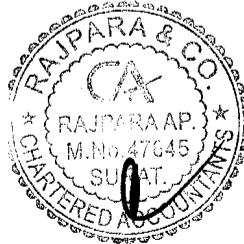


Accounting Policies & Notes on Accounts

1. The accounts are prepared on historical cost basis and as a going concern. Accounting policies not referred to otherwise are consistent with generally accepted accounting principles.
2. Fixed Asset are value at cost less depreciation. The depreciation has been calculated at the rates provided.
3. Valuation of Inventories :-
Building Construction Work In Progress is valued at cost.
4. Expenses are accounted for on Mercantile Basis but some expenses due to their peculiar nature are accounted for on cash basis.
5. There are no prior period or extra ordinary expenses debited to Profit & Loss account.
6. Balances of Debtors, Creditors and Unsecured Loans are subject to confirmation.
7. Final Accounts has been prepared on Going Concern assumption.
8. As per Information given to us, no personal Exp. Debited to P & L A/c of the firm
9. As per information given by the management, there is no payment exceeding Rs.20,000/- otherwise than by a A/c payee cheque or A/c payee bank draft, however, in absence of evidence, we could not verify the same.
10. We have verified the compliance with the provisions of chapter XVII-B regarding the deduction of tax at source and regarding the payment thereof to the credit of the Central Govt. in accordance with the Auditing Standards generally accepted in India which include test checks and the concept of materiality. Such Audit procedures did not reveal any significant non-compliance with the provisions of Chapter XVII-B
11. Auditee is not aware whether supplier filed a memorandum with the authority referred to in section 7(1)(a) of the Micro, Small and Medium Enterprise Development Act, 2006 and not disclosed any information with annual statements of accounts as required by section 22 of the MSME Act.
12. G.P. Ratio is not ascertainable because the nature of business

for **LAKHANI AND DESAI**
DEVELOPERS

Place : **SURAT**
Date : **22.09.2016**



for **RAJPARA & CO**
Chartered Accountants

RAJPARA AP
PROPRIETOR

A large, stylized handwritten signature in black ink, likely belonging to Rajpara AP, the proprietor, written over the printed name.