HHN & CO.
Chartered Accountants

Harshil H Nakrani
B.Com., A.C.A.

408, Palm Arcade,
Near Shukan Cross Road,
Nikol-Naroda Road,
Nikol,
Ahmedabad-382 350.
Mobile No.: 9727371106

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, 2022, and the Profit and Loss Account for the period beginning from 01-04-2021 to ending on 31-03-2022, attached herewith, of SHREE HARI INFRASTRUCTURE, 201, Signature Royal, Opp. Shahi Kutir Bunglows, Nikol, Ahmedabad - 382350, permanent account number: ADZFS4118D.

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, 2022; 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.

HHN & CO.
Chartered Accountants

Harshil H Nakrani
B.Com., A.C.A.

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Nikol-Naroda Road,
Nikol,
Ahmedabad-382 350.
Mobile No.: 9727371106

SHREE HARI INFRASTRUCTURE

Asst. year: 2022-23 | Pre year ended: 31-03-2022

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

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 HHN & Co.
Chartered Accountants
Firm Reg No. 150859W

HARSHIL HASMUKHBHAI NAKRANI
Digitally signed by HARSHIL HASMUKHBHAI NAKRANI
Date: 2022.09.28 04:57:28 +05'30'

Harshil H Nakrani
Proprietor
M. No. 190453

Place: Ahmedabad
Date: September 20, 2022
UDIN : 22190453AVVALF6262

HHN & CO.
Chartered Accountants

Harshil H Nakrani
B.Com., A.C.A.

408, Palm Arcade,
Near Shukan Cross Road,
Nikol-Naroda Road,
Nikol,
Ahmedabad-382 350.
Mobile No.: 9727371106

SHREE HARI INFRASTRUCTURE

Asst. year: 2022-23 Pre year ended: 31-03-2022

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.

HHN & CO.
Chartered Accountants

Harshil H Nakrani
B.Com., A.C.A.

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Near Shukan Cross Road,
Nikol-Naroda Road,
Nikol,
Ahmedabad-382 350.
Mobile No.: 9727371106

SHREE HARI INFRASTRUCTURE

Asst. year: 2022-23 Pre year ended: 31-03-2022

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.

7 As informed by the assessee, the information reported under clause 44 of Form 3CD is based on the information extracted from accounting software / relevant GST report. However this may not be accurate as the accounting software used by Assessee is not configured to generate report as required under this clause in absence of any prevailing statutory requirement. In addition, the software / system does not capture information relating to the entities falling under composition scheme or supply with ineligible credit. Therefore, it is not possible for us to verify the break-up of total expenditure of entities registered or not registered under the GST and unable to comment on accuracy of information provided therein. Total expenditure reported under the clause includes capital expenditure however does not includes depreciation, bad debts, salaries and expenditure which is not a supply as per GST.

For HHN & Co.
Chartered Accountants
Firm Reg No. 150859W

HARSHIL HASMUKHBHAI NAKRANI
Digitally signed by HARSHIL HASMUKHBHAI NAKRANI
Date: 2022.09.28 04:57:49 +05'30'

Place: Ahmedabad
Date: September 20, 2022

Harshil H Nakrani
Proprietor
M. No. 190453

SHREE HARI INFRASTRUCTURE

BALANCE SHEET AS AT 31ST MARCH, 2022

		Sche-dule	Rupees	As at 31-03-2022 Rupees
CAPITAL AND LIABILITIES				
1	Partners' capital	A		35544533.00
2	Secured loans	B		49047703.84
3	Unsecured loans	C		86031781.00
4	Current liabilities and provisions	D		36920522.00
	Total			207544539.84
PROPERTIES AND ASSETS				
5	Property, plant and equipment:	E		
	Gross block		309574.24	
	Less: Depreciation		52018.24	
	Net block			257556.00
6	Current assets:	F		
	Inventories		199668015.00	
	Advances on current account		1669007.00	
	Cash and bank balances		5949961.84	
				207286983.84
	Total			207544539.84
7	Notes forming part of the accounts	K		

As per our report attached

For HHN & Co.
Chartered Accountants

HARSHIL HASMUKHBHAI NAKRANI Digitally signed by HARSHIL HASMUKHBHAI NAKRANI Date: 2022.09.28 04:58:03 +05'30'

Harshil H Nakrani
Proprietor

Ahmedabad
September 20, 2022

For Shree Hari Infrastructure

VINUBHAI JERAMBHAI KORAT Digitally signed by VINUBHAI JERAMBHAI KORAT Date: 2022.09.28 04:59:45 +05'30'

Partner

Ahmedabad
September 20, 2022

SHREE HARI INFRASTRUCTURE

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED TO 31ST MARCH, 2022

		Schedule	2021-22 Rupees
INCOME			
1	Other income	G	70837.61
2	Closing stock: Work-in-progress		178380415.00
	Total		178451252.61
EXPENDITURE			
3	Opening stock: Work-in-progress		59016900.76
4	Development expenses	H	88436125.58
5	Labour expenses		14970470.00
6	Operational and other expenses	I	2042811.27
7	Interest	J	13865708.00
8	Depreciation		52018.00
	Total		178384033.61
9	Profit/ (Loss) for the year		67219.00
10	Notes forming part of the accounts	K	

As per our report attached to balance sheet

For HHN & Co.
Chartered Accountants

HARSHIL HASMUKHBHAI NAKRANI Digitally signed by HARSHIL HASMUKHBHAI NAKRANI Date: 2022.09.28 04:58:16 +05'30'

Harshil H Nakrani
Proprietor

Ahmedabad
September 20, 2022

For Shree Hari Infrastructure

VINUBHAI JERAMBHAI KORAT Digitally signed by VINUBHAI JERAMBHAI KORAT Date: 2022.09.28 04:59:26 +05'30'

Partner

Ahmedabad
September 20, 2022

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022

SCHEDULE A

PARTNERS' CAPITAL ACCOUNTS

(Amount in rupees)

Sl. No.	Name of partner	Balance as at 01-04-2021	Brought in during the year	Interest on capital	Salary to partners	Share in profit	Withdr-awals	Balance as at 31-03-2022
1	Shri Darshan Pareshbhai Gajera	1500514.70	0.00	180063.00	0.00	3360.95	0.00	1683938.65
2	Shri Jayantibhai Jerambhai Korat	17941127.40	3800000.00	2528390.00	0.00	6721.90	1000000.00	23276239.30
3	Shri Jayshukhbhai Manubhai Patel	1851029.40	500000.00	282126.00	0.00	6721.90	0.00	2639877.30
4	Shri Pareshbhai Naranbhai Gajera	1001029.40	0.00	120126.00	0.00	6721.90	0.00	1127877.30
5	Shri Thiral Ghanshyambhai Patel	183514.70	0.00	22023.00	0.00	3360.95	0.00	208898.65
6	Shri Vijaybhai Kishorbhai Korat	4111029.40	0.00	487318.00	0.00	6721.90	1075000.00	3530069.30
7	Shri Vinodkumar Gandalal Gajera	506029.40	0.00	60726.00	0.00	6721.90	0.00	573477.30
8	Shri Vinubhai Jerambhai Korat	3388088.20	0.00	393024.00	0.00	20165.70	2425000.00	1376277.90
9	Shri Yatin Rameshbhai Paghdhal	1001029.40	0.00	120126.00	0.00	6721.90	0.00	1127877.30
	Total	31483392.00	4300000.00	4193922.00	0.00	67219.00	4500000.00	35544533.00

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022

SCHEDULE E

PROPERTY, PLANT AND EQUIPMENT

(Amount in rupees)

Sl. No.	Description	Gross block				Depreciation				Net block
		As at 01-04-2021	Addi-tions	Deduc-tions	As at 31-03-2022	As at 01-04-2021	For the year	Adjust-ments	As at 31-03-2022	As at 31-03-2022
1	Air Conditioner 1	25075.00	0.00	0.00	25075.00	0.00	3761.00	0.00	3761.00	21314.00
2	Air Conditioner 2	0.00	31500.00	0.00	31500.00	0.00	4725.00	0.00	4725.00	26775.00
3	Furniture And Fixtures	96132.00	0.00	0.00	96132.00	0.00	9613.00	0.00	9613.00	86519.00
4	Laptop	43400.00	0.00	0.00	43400.00	0.00	17360.00	0.00	17360.00	26040.00
5	Refrigerator	9229.24	0.00	0.00	9229.24	0.00	923.00	-0.24	923.24	8306.00
6	Threading Machine	104238.00	0.00	0.00	104238.00	0.00	15636.00	0.00	15636.00	88602.00
	Total	278074.24	31500.00	0.00	309574.24	0.00	52018.00	-0.24	52018.24	257556.00

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.

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2022

			As at 31-03-2022
		Rupees	Rupees
SCHEDULE B			
SECURED LOANS			
	From bank (Secured by mortgage of land)		49047703.84
			49047703.84
SCHEDULE C			
UNSECURED LOANS			
a.	From relatives		45459807.00
a.	From others		40571974.00
			86031781.00
SCHEDULE D			
CURRENT LIABILITIES AND PROVISIONS			
A.	Current liabilities:		
a.	Sundry creditors:		
	Other than micro and small enterprises		14061521.00
b.	Advances from customers		
	Booking amount		22859001.00
			36920522.00
SCHEDULE F			
CURRENT ASSETS			
a.	Inventories (As ascertained, valued and certified by a partner): (At lower of cost or net realisable value)		
	Land	21287600.00	
	Work-in-progress	178380415.00	
			199668015.00
b.	Advances on current account: (Unsecured, considered good)		
	Advances to suppliers	1241308.00	
	Advances recoverable in cash or in kind or for value to be received	361592.00	
	Advance payment of taxes (Net)	66107.00	
			1669007.00
c.	Cash and bank balances:		
	Cash on hand	570285.00	
	Balance in auto FD account with bank	2772766.00	
	Balance in current account with bank	2606910.84	
			5949961.84
			207286983.84

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

		2021-22
	Rupees	Rupees
SCHEDULE G		
OTHER INCOME		
Vatav kasar		3618.61
Interest from bank FDR		67219.00
		70837.61
SCHEDULE H		
DEVELOPMENT EXPENSES		
Construction materials consumed:		
Opening stock		0.00
Add: Purchases	78748180.08	
Carting	3345294.50	
		82093474.58
		82093474.58
Less: Closing stock		0.00
		82093474.58
Other development expenses:		
Plan approval & F.S.I. expenses	5608201.00	
Land Leveling Expenses	126000.00	
Security expenses	24533.00	
Electricity expenses	333837.00	
Machinery rent expenses	50080.00	
Engineer Fee	200000.00	
		6342651.00
		88436125.58
SCHEDULE I		
OPERATIONAL AND OTHER EXPENSES		
Salary to staff		282000.00
Bonus		30000.00
Stationery and printing		1161.00
Insurance expenses		399109.00
Miscellaneous expenses:		
Internet Charges	5500.00	
Stamp anf Franking Charges	350000.00	
Land Mehsul Expenses	25804.00	
Bank charges	1180.00	
		382484.00
Advertisement expenses		514055.27
GST		434002.00
		2042811.27

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2022

		2021-22
	Rupees	Rupees
SCHEDULE J		
INTEREST		
On Partners' capital		4193922.00
On Bank Loan		2958985.00
On unsecured loans		6712801.00
		13865708.00

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2022

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 real estate sales is recognised when all significant risks and rewards of ownership in the land and/or building are transferred to the customer and a reasonable expectation of collection of the sale consideration from the customer exists.

Interest is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

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.

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2022

SCHEDULE K
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies: (contd)

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 overheads.

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 Borrowing costs:

Borrowing costs attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

i 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.

SHREE HARI INFRASTRUCTURE

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2022

SCHEDULE K
NOTES FORMING PART OF THE ACCOUNTS

1 Significant accounting policies: (contd)

j 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.

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

4 There is neither deferred tax asset nor deferred tax liability as at 31st March, 2022. (Previous year Rs. Nil.)

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

6 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.

Signatures to Schedules A to K

As per our report attached to balance sheet

For HHN & Co.	For Shree Hari Infrastructure
Chartered Accountants	
HARSHIL HASMUKHBHAI NAKRANI Digitally signed by HARSHIL HASMUKHBHAI NAKRANI Date: 2022.09.28 04:58:41 +05'30'	VINUBHAI JERAMBHAI KORAT Digitally signed by VINUBHAI JERAMBHAI KORAT Date: 2022.09.28 04:58:55 +05'30'
Harshil H Nakrani	Partner
Proprietor	
Ahmedabad	Ahmedabad
September 20, 2022	September 20, 2022