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

KANSAS CORPORATION

Asst. year: 2016-17

Pre year ended: 31-03-2016

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

K. V. Karkar
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KANSAS CORPORATION

Asst. year: 2016-17 | Pre year ended: 31-03-2016

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 my/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. ★ CHARTERED ACCOUNTANTS ★ AHMEDABAD

K. V. Karkar
Partner
M. No. 32981

Place: Ahmedabad
Date: September 28, 2016

KANSAS CORPORATION

BALANCE SHEET AS AT 31ST MARCH, 2016

		Schedule	Rupees	As at 31-03-2016 Rupees	As at 31-03-2015 Rupees
CAPITAL AND LIABILITIES					
1	Partners' capital	A		63758777.00	30634445.00
2	Secured loans	B		1619725.00	1948394.00
3	Unsecured loans	C		92165141.00	3009738.00
4	Current liabilities and provisions	D		68418724.75	10419368.00
	Total			225962367.75	46011945.00
PROPERTIES AND ASSETS					
5	Fixed assets:	E			
	Gross block		2736123.00		2729823.00
	Less: Depreciation		578104.00		202711.00
	Net block			2158019.00	2527112.00
6	Current assets:	F			
	Inventories		217963651.92		13014285.20
	Advances on current account		3638603.00		26541275.00
	Cash and bank balances		2202093.83		3929272.80
				223804348.75	43484833.00
	Total			225962367.75	46011945.00
7	Notes forming part of the accounts	K			

As per our report attached

For KUVB & Co.
Chartered Accountants

K. V. Karkar
Partner

Ahmedabad
September 28, 2016

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

For Kansas Corporation

Partner

Ahmedabad
September 28, 2016

KANSAS CORPORATION

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

SCHEDULE A

PARTNERS' CAPITAL ACCOUNTS

(Amount in rupees)

Sl. No.	Name of partner	Balance as at 01-04-2015	Brought in during the year	Interest on capital	Salary to partners	Share in profit	Withdr-awals	Balance as at 31-03-2016
1	Shri Manubhai Dahyabhai Kanani	10857635.80	3437058.00	1191027.00	0.00	0.00	2962512.60	12523208.20
2	Shri Rameshbhai Dahyabhai Kanani	8057766.80	3070000.00	958621.00	0.00	0.00	2950454.60	9135933.20
3	Shri Mehulbhai Manubhai Kanani	4381548.90	19816000.00	945885.00	0.00	0.00	2557727.30	22585706.60
4	Shri Bharatbhai Raghavjibhai Patel	3313822.28	10075000.00	1093960.00	0.00	0.00	5757386.42	8725395.86
5	Shri Mukeshbhai Bachubhai Rabadiya	1133348.88	2760000.00	264306.00	0.00	0.00	9272.76	4148382.12
6	Shri Vijay Vashrambhai Patel	2878537.93	1850000.00	413584.00	0.00	0.00	5409.11	5136712.82
7	Shri Ghanshyambhai Ravjibhai Patel	11784.41	1455000.00	43222.00	0.00	0.00	6568.21	1503438.20
	Total	30634445.00	42463058.00	4910605.00	0.00	0.00	14249331.00	63758777.00
	Previous year	124500.00	49563000.00	2917746.00	0.00	0.00	21970801.00	30634445.00

KUVB & CO. CHARTERED ACCOUNTANTS AHMEDABAD

KANSAS CORPORATION

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

	Rupees	As at 31-03-2016 Rupees	As at 31-03-2015 Rupees
SCHEDULE B			
SECURED LOANS			
From a bank		1619725.00	1948394.00
(Secured by hypothecation of a motor car)			
SCHEDULE C			
UNSECURED LOANS			
From relatives		71586037.00	3009738.00
From others		20579104.00	0.00
		92165141.00	3009738.00
SCHEDULE D			
CURRENT LIABILITIES AND PROVISIONS			
Current liabilities:			
a. Sundry creditors:			
Other than micro and small enterprises		30054608.75	3413760.00
b. Advances from customers		38364116.00	7005608.00
		68418724.75	10419368.00

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

KANSAS CORPORATION

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

SCHEDULE E

FIXED ASSETS

(Amount in rupees)

Sl. No.	Description	Gross block				Depreciation				Net block	
		As at 01-04-2015	Additions	Deductions	As at 31-03-2016	As at 01-04-2015	For the year	Adjustments	As at 31-03-2016	As at 31-03-2016	As at 31-03-2015
1	Mono pump set	5400.00	6300.00	0.00	11700.00	810.00	1634.00	0.00	2444.00	9256.00	4590.00
2	Mobile phone	2300.00	0.00	0.00	2300.00	173.00	319.00	0.00	492.00	1808.00	2127.00
3	Motor car-Toyota Fortuner	2624873.00	0.00	0.00	2624873.00	196865.00	364201.00	0.00	561066.00	2063807.00	2428008.00
4	Air conditioner - Carrier	71400.00	0.00	0.00	71400.00	3570.00	6783.00	0.00	10353.00	61047.00	67830.00
5	Water cooler	25850.00	0.00	0.00	25850.00	1293.00	2456.00	0.00	3749.00	22101.00	24557.00
	Total	2729823.00	6300.00	0.00	2736123.00	202711.00	375393.00	0.00	578104.00	2158019.00	2527112.00
	Previous year	0.00	2729823.00		2729823.00	0.00	202711.00	0.00	202711.00	2527112.00	

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

KANSAS CORPORATION

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

	Rupees	As at 31-03-2016 Rupees	As at 31-03-2015 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	567204.92		63871.52
Work-in-progress	217396447.00		12950413.68
		217963651.92	13014285.20
b. Advances on current account: (Unsecured, considered good)			
Advances to suppliers	2965073.00		26262628.00
Advances recoverable in cash or in kind or for value to be received	673530.00		278647.00
		3638603.00	26541275.00
c. Cash and bank balances:			
Cash on hand	112917.00		156511.00
Balance in current account with banks	2089176.83		3772761.80
		2202093.83	3929272.80
		223804348.75	43484833.00

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

KANSAS CORPORATION

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2016

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 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 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:

Provisions for income-tax is 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.

KJVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

KANSAS CORPORATION

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2016

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 and advances on current account are subject to confirmation.

3 There is neither deferred tax asset nor deferred tax liability as at 31st March, 2016 (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 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 K

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

K. V. Karkar
Partner

Ahmedabad
September 28, 2016

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

For Kansas Corporation

Partner

Ahmedabad
September 28, 2016