STATEMENT OF ACCOUNTS

&

AUDIT REPORT

OF

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK,

UNIVERSITY ROAD, RAJKOT-360005.

FOR THE PERIOD ENDED

31st MARCH, 2015

D. K. PATEL & ASSOCIATES,

Chartered Accountants

"Varun", 3/3 Gulab Vatika,

Behind Pyramid Towers, Amin Marg,

Rajkot - 360 001.

☎ : 2573880

D. K. Patel & Associates
CHARTERED ACCOUNTANTS

Independent Auditors' Report

1 We have examined the Balance Sheet as at **31st March 2015** and the Profit & Loss Account for the period ended on that date, attached herewith, of **RAGHAV ENTERPRISE,1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT 360005**, and a summary of significant accounting policies and other explanatory information relating thereto.

2 In our opinion and to the best of our information and according to the explanations given to us, we certify that the Balance Sheet Profit and Loss Account are in agreement with the books of account maintained at the head office at **1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT-360005**, and at **Nil** branches.

3 (a)(i) We report the following observations/comments/discrepancies/inconsistencies; if any :

(ii) We also state the following :

Assessee's Responsibility :

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 of the firm in accordance with generally accepted Financial Reporting Framework & applicable Accounting Standards in 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.

Auditors Responsibility :

Our responsibility is to express an opinion on the aforesaid financial statements based on our audit. We conducted our 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.

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 assessee's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the assessee's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by assessee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

RAJKOT

[illegible] Rajkot 360001 Ph. +91 [illegible] e-mail : [illegible]

(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 purpose of the audit.

(B) In our opinion, proper books of account have been kept by the head office 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 in conformity with the accounting principles generally accepted in India:

(i) in the case of the Balance Sheet, of the state of affairs of the assessee as at 31/03/2015 and

(ii) in the case of the Profit and Loss Account, of the loss for the period ended on that date.

For, D. K. PATEL & ASSOCIATES
Chartered Accountants
F. R. No. 134200W

RAJKOT

Place : Rajkot
Date : 25 AUG 2015

(D. K. PATEL)
PROPRIETOR
M.No. 79083
Name : Dhirendra Kumar Patel

Add : "Vanin", 3/5 Gulab Vatika, B/h Pyramid Towers, Amin Marg, Rajkot-360001.

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK,
UNIVERSITY ROAD, RAJKOT-360005.

BALANCE SHEET AS ON 31ST MARCH, 2015

Sr. No.	PARTICULARS	SCH. No.	AMOUNT (₹)
I	**LIABILITIES :**		
1	Partners' Capital Account	"A"	1,54,45,557
2	Loans & Borrowings :		
	a) Unsecured Loan	"B"	72,219
3	Current Liabilities & Provisions :		
	a) Sundry Creditors	"C"	4,59,340
	b) Outstanding Liabilities	"D"	32,555
		TOTAL :	1,60,09,671
II	**ASSETS :**		
1	Deferred Tax Asset		3,07,183
2	Current Assets :		
	a) Closing Stock (WIP) - At Cost	-	1,45,04,925
	b) Cash and Bank Balances	"E"	11,77,563
	c) PGVCL Temporary Connection Deposit	-	20,000
		TOTAL :	1,60,09,671
	Notes on Accounts	"F"	

The Schedules referred to above form an integral Part of the Balance Sheet.

For, RAGHAV ENTERPRISE

PARTNER

Place : Rajkot
Date : 25 AUG 2015

In terms of our report of even date.
For, D. K. PATEL & ASSOCIATES,
Chartered Accountants,
F. R. No. 114200W

RAJKOT

[D. K. PATEL]
PROPRIETOR
M.No. 75081

Place : Rajkot
Date : 25 AUG 2015

RAGHAV ENTERPRISE

1st FLOOR, KARUNA MOHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT 360005.

CONSTRUCTION ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2015

	PARTICULARS		AMT. (₹)(Dr.)	AMT. (₹)(Cr.)
To	Closing Stock (WIP) - At Cost			1,45,04,925
"	To Opening Stock		0	
	PURCHASES :			
"	Stones	89,600		
"	Cement	3,14,296		
"	Kapchi	58,751		
"	Land	1,00,45,310		
"	Ready Mix Concrete	6,50,700		
"	Sand	1,94,721		
	Steel	18,13,633	1,32,02,901	
	DIRECT EXPENSES :			
"	Borewell Expenses	46,175		
"	Boring/ Drilling Expenses	2,400		
"	Contractor Expenses	10,10,120		
"	Electricity Expenses	32,777		
"	Labour Expenses	2,413		
"	Site Misc Expenses	13,731		
"	Site Security Salary	56,000		
"	Supervisor's Salary	90,000		
"	Transportation Expenses	51,053	13,02,124	
"	Gross Profit trd to P & L A/c		-	
		TOTAL:	1,45,04,925	1,45,04,925

For, RAGHAV ENTERPRISE

PARTNER

Place : Rajkot
Date : 25 AUG 2015

In terms of our report of even date,
For, D. K. PATEL & ASSOCIATES
Chartered Accountants
F. R. No. 114280W

RAJKOT

(D. K. PATEL)
PROPRIETOR
M.No. 75081

Place : Rajkot
Date : 25 AUG 2015

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, [illegible] CHOWK, UNIVERSITY ROAD, RAJKOT-360005.

PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2015

	PARTICULARS		AMT. (₹)(Dr.)	AMT. (₹)(Cr.)
By	Gross Profit b/d from Construction A/c			-
"	Deffered Tax Asset			3,07,183
"	Discount & Kasar			1,540
	INDIRECT EXPENSES			
To	Accounting Fees	12,000		
"	Audit Fees	4,000		
"	Interest On Unsecured Loan	2,466		
"	Legal & Professional Fees	6,400		
"	Interest on Partners' Capital	4,19,394		
"	Remuneration to Working Partners	5,50,000	9,94,260	
"	Net Loss transferred to Partners' Capital A/c			6,85,537
	TOTAL :		9,94,260	9,94,260

In terms of our report of even date.

For, RAGHAV ENTERPRISE

For, D. K. PATEL & ASSOCIATES
Chartered Accountants
F. R. No. 114200W

PARTNER

[D. K. PATEL]
PROPRIETOR
M.No. 75001

Place : Rajkot
Date : 25 AUG 2015

Place : Rajkot
Date : 25 AUG 2015

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT-360005.

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31-03-2015

I	SCHEDULE "A" : PARTNERS' CAPITAL ACCOUNT :								(Amt. in ₹)
Sr. No.	Name of Partners	Profit Sharing Ratio	Balance as on 01.04.14	Introduced during the period	Drawings	Remuneration	Interest on capital	Net Loss for the period	Balance as on 31.03.15
1	Anusuyaben G. Koradiya	13.00%	-	10,50,000			11,540	89,307	9,72,238
2	Arvindbhai R. Koradiya	10.00%	-	14,77,000			1,04,451	98,694	15,13,457
3	Dipan P. Koradiya	9.00%	-	5,40,000	40,000	60,000	5,901	61,524	5,04,077
4	Harsukhlal L. Kaneria	5.00%	-	5,00,000	-	-	21,863	34,347	4,87,516
5	Jyotsanaben A. Koradiya	13.00%	-	20,77,000	50,000	-	1,16,045	89,302	20,35,849
6	Khushboo N. Koradia	13.00%	-	6,00,000	50,000	-	15,044	89,302	6,76,702
7	Nishant G. Koradiya	9.00%	-	6,50,000	-	30,000	8,367	61,804	6,56,543
8	Prabhudas R. Koradiya	13.00%	-	36,16,000	1,38,500	-	3,52,573	98,594	58,03,329
9	Vijyaben P. Koradiya	13.00%	-	22,27,700	-	-	1,18,753	89,302	22,56,658
10	Vishal H. Kaneria	5.00%	-	5,00,000		30,000	74,000	34,346	5,29,654
	Total	100.00%	-	1,34,35,100	4,78,500	1,20,000	8,19,894	6,86,887	1,54,44,557

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT-360005

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2015 (Contd...)

II	SCHEDULE "B": Unsecured Loan	
	Solid Associates	Amt (₹)
		1,02,219
	TOTAL:	1,02,219

III	SCHEDULE "C": Sundry Creditors		
1	Akash Steel		Amt (₹)
2	Lafarge Aggregates & Concrete India Pvt. Ltd.		2,25,830
3	Naklank Stone Crusher		2,21,310
4	Shri Radheshyam Stone Crushing Co.		8,089
5	Baba Enterprise		17,540
6	D. K Patel & Associates		7,207
7	Manubhai Chanabhai		400
8	Prakashbhai Manjibhai		4,757
			3,127
	TOTAL:		4,89,340

IV	SCHEDULE "D": Outstanding Liabilities		
a)	Duties & Taxes		Amt (₹)
1	TDS Payable		
b)	Other Current Liabilities		15,348
1	Accounting Fees		
2	Audit Fees	12,000	
3	Electricity Expenses	4,000	
		6,207	22,207
	TOTAL:		37,555

V	SCHEDULE "E": Cash and Bank Balances		
1	Cash in hand		Amt (₹)
2	Co-op Bank of Rajkot Ltd. CA-1402	5,65,871	
		6,66,097	12,37,553
	TOTAL:		12,37,553

VI	SCHEDULE "F": Disclosure of Accounting Policies & Notes to the Accounts for the period ended 31st March, 2015 :
a)	METHOD OF ACCOUNTING : The Accounts have been prepared primarily on the historical cost convention on accrual basis and in accordance with the accounting principles generally accepted in India.
b)	INVENTORIES : The Closing Stock has been valued at the cost of land and materials used and construction and other direct expenses incurred for the construction.

RAJKOT

RAGHAV ENTERPRISE

1st FLOOR, KARUNA NIDHAN COMPLEX, KOTECHA CHOWK, UNIVERSITY ROAD, RAJKOT 360005.

SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2015 (Contd..)

c) **BALANCE CONFIRMATION** : Closing Balances in Sundry Creditors are subject to confirmation and consequent reconciliation, if any.

d) **REVENUE RECOGNITION** : All income & Expenses to the extent considered receivable and payable respectively unless specifically stated to be otherwise are accounted for on accrual basis.

e) **COMMENCEMENT OF BUSINESS** :The firm is engaged in the business as Builders & Developers of Immovable Properties. It was constituted on 29.08.2014 and subsequently started construction of its project of residential flats. Hence, Construction and Profit & Loss account has been prepared for the period 29.08.2014 to 31.03.2015. Thus, Financial Year 2014-15 is the first year of its operations.

f) **DEFERRED TAX ASSET / LIABILITY** : AS 22 on Accounting for Taxes on Income issued by the ICAI is applicable to the concern. Hence, provision for the same is made in the accounts, calculation of which is as under :

Particulars	Amt. (₹)
Timing difference resulting in Deferred Tax Asset :	
Business loss of F.Y. 2014-15 carried forward	9,94,120
Total Timing Difference resulting into DTA :	**9,94,120**
Deferred Tax Asset as at the year end	3,07,183
Net DTA Adjustment Made in the Profit & Loss Account :	**3,07,183**

g) Cash balance has been taken as certified by the Partner of the firm.

h) Figures have been rounded off to the nearest rupee.

"Schedules duly signed "A" to "I"

For, RAGHAV ENTERPRISE

PARTNER

Place:Rajkot
Date: 25 AUG 2015

In terms of our report of even date.
For, D. K. PATEL & ASSOCIATES,
Chartered Accountants.
F. R. No. 114200W?

(D. K. PATEL)
PROPRIETOR
M.No. 75083?

Place:Rajkot
Date: 25 AUG 2015