SHEFALI SHAH & CO.
Chartered Accountants

402, 403, "Sursarthi" Complex,
B/h. Rudra Complex, Ambawadi,
Ahmedabad - 380 006.
Ph. : (O) 26400504 (M) 98240 88044
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FORM NO. 3CB
[See Rule 6G (1) (b)]

Audit report under section 44AB of the Income Tax Act, 1961 in the case of person referred to in clause (b) of sub-rule 1 of Rule 6G

1. We have examined the Balance Sheet as at 31st March, 2017 and the Profit & Loss Account for the year ended 31st March, 2017, attached herewith, of **Aashray Constructions, Aashray Arise, Nr Ring Road, Shilaj Cross Road, Ahmedabad - 380059** (Permanent Account No. ABAFA5261C)

2. We certify that the balance sheet and profit and loss account are in agreement with the books of account maintained at the head office at Ahmedabad. The firm has no branches.

3. (a) We report the following comment:

   (i) Balances of creditors, collection from members as well as loans and advances are subject to confirmation by the parties.

   (ii) The firm has not maintained separate records relating to receipt, consumption and stock of construction material.

   (b) (A) We have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of audit.

   (B) In our opinion, proper books of account have been kept by the Head Office of the firm so far as appears from 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, give true and fair view;

   (i) in the case of Balance Sheet, of the state of affairs of the firm as at 31st March, 2017 and ,

   (ii) in the case of Profit and Loss Account of loss of the firm for the year ended 31st March, 2016

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.3 CD are true and correct subject to following observations/qualifications, if any:

-------------- NIL ------------------

PLACE: AHMEDABAD

DATE: 10/07/2017

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

For SHEFALI SHAH & CO.,
CHARTERED ACCOUNTANTS
(Firm Registration No. 130604W)

(Shefali Shah)
Proprietor
Membership No.103319
Address :- 16, Avkar Appartments,
Gulbai Tekra, Ahmedabad

AASHRAY CONSTRUCTIONS

BALANCE SHEET AS AT MARCH 31ST, 2017

Amount in Rupees

	Particulars	Schedule	As at March 31st, 2017	As at March 31st, 2016
I	**Source of Funds:**			
A	Partners Capital			
	Fixed capital		500,000	500,000
	Current capital	A	130,324,058	124,836,280
B	Unsecured loan		33,341,309	700,000
	Total		**164,165,367**	**126,036,280**
II	**Application of Funds**			
A	Fixed Assets	B	382,319	NIL
B	Investment		10,041,453	NIL
C	Current Assets & Loans & Advances	C		
	(a) Inventory/Work-in-Progress		235,882,723	124,182,219
	(b) Cash & Bank Balance		1,010,794	1,031,665
	(c) Loans And Advances		3,731,172	839,490
			251,048,461	126,053,374
	Less:Current Liabilities & Provision	D	86,883,094	17,094
	Net Current Assets		164,165,367	126,036,280
	Total		**164,165,367**	**126,036,280**

Significant Accounting Policies & Notes on Accounts — I

As per our report of even date attached

For Shefali Shah & Co.
Chartered Accountants

(Shefali Shah)
Proprietor

Ahmedabad
Date: 10/7/2017

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

For, Ashray Constructions

Partner

Partner

Ahmedabad
Date: 10/7/2017

AASHRAY CONSTRUCTIONS
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31/03/2017

Amount in Rupees

	Particulars		Schedule	For the Year Ended on 31.03.2017	For the Year Ended on 31.03.2016
I	**Income:**				
	Increase/(Decrease) in Work in progress		E	111,700,504	4,182,219
	Short term capital gain			741,453	
	Total Income			**112,441,957**	**4,182,219**
II	**Expenses:**				
	Material Consumed		F	58,209,259	129,098
	Construction and Other Expenses		G	57,673,464	4,053,121
	Administrative Expenses		H	6,101,662	68,622
	Depreciation		B	116,423	NIL
	Total Expenses			**122,100,808**	**4,250,841**
	Profit / (Loss) for the year			(9,658,851)	(68,622)
	Less -: Income tax provision			0	0
IV	Profit / (Loss) after Taxation Transferred to Partners' Capital Account	Share in %		(9,658,851)	(68,622)
	Arth Patel	14.00%		(1,352,239)	(9,607)
	Parth Patel	14.00%		(1,352,239)	(9,607)
	Saral Procon LLP	35.00%		(3,380,598)	(24,018)
	Svar projects LLP	30.00%		(2,897,655)	(20,587)
	Tanmay Prajapati	7.00%		(676,119)	(4,803)
				(9,658,851)	(68,622)

Significant Accounting Policies & Notes on Accounts — I

As per our report of even date attached

For Shefali Shah & Co.
Chartered Accountants

(Shefali Shah)
Proprietor

SHEFALI SHAH & CO. AHMEDABAD CHARTERED ACCOUNTANTS

Ahmedabad
Date: 10/7/2017

For, Ashray Constructions

Partner Partner

Ahmedabad
Date: 10/7/2017

AASHRAY CONSTRUCTIONS

SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH, 2017

Schedule - 'A'
Partners' Current Capital Accounts

Amount in `

Sr	Name of the Partner	Opening bal as at 01/04/2016	Addition	Interest	Loss during the year	Withdrawals	Closing bal as at 31/03/2017
1	Arth Patel	22,120,939	-	2,654,513	1,352,239	-	23,423,213
2	Parth Patel	12,874,789	-	1,544,975	1,352,239	-	13,067,525
3	Saral Procon LLP	43,712,253	150,000	5,261,744	3,380,598	-	45,743,399
4	Svar Projects LLP	37,429,294	-	4,491,515	2,897,655	-	39,023,154
5	Tanmay Prajapati	8,699,006	-	1,043,881	676,119	-	9,066,768
	Total	**124,836,280**	-	**14,996,628**	**9,658,850**	-	**130,324,058**

Schedule - 'B'
Fixed Assets

PARTICULARS	Opening Balance (WDV) Rs.	Addition during the year Rs.	Deduction during the year Rs.	Total Rs.	Depreciation during the year Rs.	Closing Balance (WDV) Rs.
Air Conditioner	-	125,500	-	125,500	18,825	106,675
Bio Matrix machine	-	8,050	-	8,050	1,208	6,843
Computer	-	99,600	-	99,600	59,760	39,840
Cube Testing machine	-	33,600	-	33,600	2,520	31,080
Electronic safe	-	15,750	-	15,750	2,363	13,388
Freeze	-	8,200	-	8,200	1,230	6,970
Furniture	-	103,792	-	103,792	10,379	93,413
M.S.Box	-	78,750	-	78,750	11,813	66,938
Office Equipment	-	15,500	-	15,500	2,325	13,175
Printer	-	10,000	-	10,000	6,000	4,000
Total	-	**498,742**	-	**498,742**	**116,423**	**382,319**

Schedule 'C'
Current Assets, Loans & Advances: **Amount in `**

	Particulars	For the year ended 31/3/17	For the year ended 31/3/16
(A)	Current Assets :		
	Inventory / Work-in-progress		
	Land	120,000,000	120,000,000
	Closing Work-in-progress	115,882,723	4,182,219
		235,882,723	124,182,219
	Cash & Bank balances:		
	Cash on hand	310,886	4,512
	Balance with bank in current account	699,908	1,027,153
		1,010,794	1,031,665
(B)	Loans And Advances :		
	Advances recoverable in cash or in kind	975,083	545,000
	Service tax credit	11,432	168,775
	Krishi Kalyan Cess credit	920	NIL
	Service tax GTA credit	121,229	NIL
	Service tax recoverable from members	2,330,860	NIL
	Deposit	291,648	125,715
		3,731,172	839,490
	Total	**240,624,689**	**126,053,374**

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

Schedule 'D'
Current Liabilities and Provisions:

Amount in `

Particulars	For the year ended 31/3/17	For the year ended 31/3/16
Current Liabilities :		
Advance recd. From members for booking	66,300,996	NIL
Book Overdraft	2,307,839	NIL
Sundry Creditors	18,274,259	2,582
TDS payable	NIL	13,682
Professional tax payable	NIL	830
Total	86,883,094	17,094

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

AASHRAY CONSTRUCTIONS

SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH, 2017

Amount in `

Particulars	For the year ended on 31.03.2017	For the year ended on 31.03.2016
Schedule 'E'		
Increase/(Decrease) in Work-in-Progress		
Closing in Work-in-Progress	115,882,723	4,182,219
Less : Opening Work in Progress	4,182,219	-
Increase/(Decrease) in Work in Progress	111,700,504	4,182,219
Schedule 'F'		
Material Consumed		
Purchase of Construction Material		
Iron & Steel	106,160	129,098
Tiles	157,178	-
Hardware	50,563	-
Plywood, Wood & laminate sheet	207,366	-
PVC material	332,021	-
Sanitary material	66,755	-
Stone	66,736	-
Flush Door	48,868	-
Alluminium	95,473	-
Borewell	765,056	-
Bricks	724,878	-
Cement	2,219,955	-
Cement Cover	133,453	-
Cube Mould	20,370	-
Curtain	20,600	-
Earthing Rod	18,000	-
Ele. Item Purchase	608,326	-
FRC Cover	456	-
Glass	2,436	-
Granite	20,438	-
Greet/Kapchi	564,776	-
Lawn Mover Machine	3,800	-
M.S. Angle / Plate	17,336	-
M.S. Erw Pipe	100,000	-
M.S. Wire	591,752	-
RMC	18,426,152	-
Sand/Rodda	336,868	-
Submercible mono Set	13,200	-
Sundry Material Exp.	103,624	-
Tarpaulin Sheet	10,626	-
TMT Bars	32,258,014	-
Water Tank	113,579	-
Wet Mix	4,444	-
Total	**58,209,259**	**129,098**
Schedule `G'		
Construction and Other Expenses		
Betterman charges	805,027	1,133,072
Land survey fees	40,000	6,840
Professional fees	2,202,472	894,500
Road expenses	-	1,169,327
Site expenses	524,259	4,000
Interest paid to partners	14,996,628	845,382

SHEFALI SHAH & CO. AHMEDABAD

AASHRAY CONSTRUCTIONS

SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH, 2017

Amount in `

Particulars	For the year ended on 31.03.2017	For the year ended on 31.03.2016
Departmental labour	80,520	-
Labour	18,217,834	-
Carting	3,191,154	-
Fabrication Exp.	272,742	-
JCB Rent	398,937	-
Waterproofing Exp.	246,297	-
Electric Exp.	256,986	-
Licence Fee	26,500	-
Plan Pass / FSI	11,138,056	-
Testing Fee	65,525	-
Advertisement Exp.	1,213,433	-
Broucher Printing Exp.	455,128	-
Design Exp.	45,000	-
Flex Printing Exp.	114,445	-
Interest paid on loan	3,382,521	-
Total	**57,673,464**	**4,053,121**
Schedule `H'		
Administrative Expenses		
Salary & Bonus	3,868,984	38,500
Professional tax	4,002	830
Brokerage Exp.	890,000	-
Computer Exp.	31,577	-
Corporation Tax	18,234	-
Garden Exp.	97,860	-
Insurance Premium	59,889	-
Misc. Exp.	139,305	8,745
Office Exp.	17,959	10,437
Conveyence/Petrol	36,241	-
Processing Chg - (Pnb Housing)	50,000	-
Rent Exp.	280,000	-
Security Exp.	132,081	-
Service Tax Exp.	-134,591	-
Printing & Stationery Exp.	66,746	10,110
Telephone Exps	22,643	-
Swach Bharat Cess	75,604	-
Vat Exp.	397,350	-
Xerox Exps	47,778	
Total	**6,101,662**	**68,622**

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

AASHRAY CONSTRUCTIONS

Schedules Attached to Accounts for year ended on 31/03/2017

Schedule `I'

Significant Accounting Policies and Notes on accounts:

A. Significant Accounting Policies:

1. These accounts are prepared on historical cost basis.

2. Income from development of housing project is recognized when significant risk and reward of the ownership have been transferred to the buyer

3. Other income and Expenditure are recognized and accounted on accrual basis.

4. Closing Stock of construction material is valued at lower of cost or net realizable value.

5. Fixed Assets are stated at cost less depreciation. Depreciation is calculated at the rates and in the manner specified under Income-tax Rules.

6. Provision for Current and Deferred Tax

   a) Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961.

   b) Deferred Tax resulting from "timing difference" between book profit and taxable profit is accounted for using tax rates and laws that have been enacted or substantively 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.

7. Work-in-progress includes cost of construction, direct expenses and borrowing cost directly attributable to development of property.

8. Accounting policies not specifically referred to are consistent with generally accepted accounting practice.

B. Notes on Accounts:

1. The Firm has undertaken the development housing project. Construction and development expenses incurred on the project are included in Work-in-progress.

2. In accordance with Accounting Standard AS-22 on Accounting for Taxes on Income issued by The Institute of Chartered Accountants of India, the firm has not accounted the Deferred Tax assets as there are no timing differences.

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

3. Balance of Sundry creditors and loans & advances are subject to confirmation by the parties.

Signatures to Schedules `A' to `I'

For Shefali Shah & Co.
Chartered Accountants

(Shefali Shah)
Proprietor
M.No. 103319

SHEFALI SHAH & CO. CHARTERED ACCOUNTANTS AHMEDABAD

Place: Ahmedabad

Date: 10/07/2017

For Aashray Constructions

Partners

Place: Ahmedabad

Date: 10/07/2017