**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, 2016** and the Profit and loss account for the period beginning from 01/04/2015 to ending on 31/03/2016, attached herewith, of

| | |
|---|---|
| Name | KARUNASAGAR INFRASTRUCTURE |
| Address | 676-15 SATYADHAM BUNGLOWS OPP BALIYA VAAS AMRAIWADI AHMEDABAD 380026 |
| Permanent Account Number | AANFK2032R |

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 AHMEDABAD and 0 branches.

3. a) We report the following observations / comments / discrepancies / inconsistencies; if any
   Yield / Percentage of wastage is not acertainable , Records necessary to verify personal nature expenses not maintained by Assessee, Prior Period Expenses not ascertainable from Books of Account, Balance of sundry debtors, Creditors and Loans and Advances are Subject to Confirmation from respective parties and also consider Note No.13 from Notes forming Part of the Account.

   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 :

Not Applicable

| | | | |
|---|---|---|---|
| Place | Ahmedabad | For | **H.B. PATEL & ASSOCIATES** |
| | | | Chartered Accountants |
| | | | HARIKRISH |
| Date | 10/08/2016 | | AN PATEL - |
| | | Signing Person | H.B.PATEL |
| | | Membership # | 049395 |
| | | Firm Registration # | 115358W |
| | | Address | 305, 3RD FLR., ASHOKA, SARDAR PATEL STADIUM ROAD, NAVRANGPURA, AHMEDABAD Gujarat 380014 |

**Notes :**

1. *Delete whichever is not applicable.
2. **Mention the total number of branches.
   *** This report has to be signed by -
   i. a Chartered Accountant within the meaning of the Chartered Accountants Act, 1949 (38 of 1949); or
   ii. any person who, in relation to any State, is, by virtue of the provisions of sub-section (1) of section 226 of the Companies Act, 1956 (1 of 1956), entitled to be appointed to act as an auditor of companies registered in that State.
3. The person, who signs this audit report, shall indicate reference of his membership number / certificate of practice number / authority under which he is entitled to sign this report.

# KARUNASAGAR INFRASTRUCTURE

AHMEDABAD

## TAX AUDIT REPORT

U/S 44AB OF THE INCOME TAX ACT,1961.

ACCOUNTING YEAR :- 2015-2016

ASSESSMENT YEAR :- 2016-2017


Harikrishna Patel
B.Com., LL.B., F.C.A.

**H.B. Patel & Associates**
CHARTERED ACCOUNTANTS
305, 3rd floor, "Ashoka" Sardar patel stadium road, Nr. Golden Triangle, Navrangpura, Ahmedabad-380 014.
Phone: 079-40045187 / 40048187 Email: hbpca_51@yahoo.in


**OFFICE COPY**

| | | |
|---|---|---|
| 14 | a. Method of valuation of closing stock employed in the previous year | COST OR MARKET VALUE WHICHEVER IS LOWER |
| | 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 :- | Not Applicable |
| 15 | Give the following particulars of the capital asset converted into stock-in-trade :- | |
| | a. Description of capital asset; | |
| | b. Date of acquisition; | Nil |
| | c. Cost of acquisition; | |
| | d. Amount at which the asset is converted into stock-in-trade; | |
| 16 | Amounts not credited to the profit and loss account, being : | |
| | a. the items falling within the scope of section 28; | Nil |
| | b. the proforma credits, drawbacks, refunds of duty of customs or excise or service tax or refund of sales tax or value added tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned; | Nil |
| | c. escalation claims accepted during the previous year | Nil |
| | d. any other item of income; | Nil |
| | e. Capital receipt, if any | Nil |
| 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 : | Nil |
| 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 :- | |
| | a. Description of asset / block of assets. | |
| | b. Rate of depreciation | |
| | c. Actual cost or written down value, as the case may be | |
| | d. Additions / deductions during the year with dates; in the case of any addition of an asset, date put to use; including adjustments on account of | |
| | i. Central Value Added Tax credits claimed and allowed under the Central Excise rules, 1944, in respect of assets acquired on or after 1st March, 1994, | Nil |
| | ii. change in rate of exchange of currency, and | |
| | iii. subsidy or grant or reimbursement, by whatever name called | |
| | e. Depreciation allowable. | |
| | f. Written down value at the end of the year. | |
| 19 | Amounts admissible under sections : | Nil |
| 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)] | Nil |
| | b. Details of contributions received from employees for various funds as referred to in section 36(1)(va) : | Nil |
| 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 | Nil |
| | 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: | Nil |
| | 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) | Nil |
| | ii. as payment referred to in sub-clause (ia) | |
| | A) Details of payment on which tax is not deducted: | Nil |
| | 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. | Nil |
| | iii. under sub-clause (ic) (Wherever applicable) | |
| | iv. under sub-clause (iia) | |
| | v. under sub-clause (iib) | – |
| | vi. under sub-clause (iii) | Nil |
| | vii. under sub-clause (iv) | |
| | viii. under sub-clause (v) | |
| | c. Amount debited to Profit & Loss a/c being interest, salary, bonus, commission or remuneration inadmissible under section 40 (b) / 40 (ba) and computation thereof; | As Per Annexure - 1 |
| | d. Disallowance/deemed income under section 40A(3): | |
| | i) On the basis of the examination of books of account and other relevant documents/evidence, whether the expenditure covered u/s 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. | As per Note No-13 |
| | ii) On the basis of the examination of books of account and | As per Note No-13 |

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 | KARUNASAGAR INFRASTRUCTURE |
| 2 | Address | 676-15 SATYADHAM BUNGLOWS OPP BALIYA VAAS AMRAIWADI AHMEDABAD 380026 |
| 3 | Permanent Account Number | AANFK2032R |
| 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 No. or any other identification No. allotted for the same | Type: STT – Registration/ID #: AANFK2032RSD001; Type: VAT – Registration/ID #: 24072300382 |
| 5 | Status | 3-Firm |
| 6 | Previous Year From / To | 01/04/2015 - 31/03/2016 |
| 7 | Assessment Year | 2016-17 |
| 8 | Indicate the relevant clause of section 44AB under which the audit has been conducted | Clauses: 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 ratio.

| Name | Profit sharing Ratio |
|---|---|
| BHASKARBHAI PRAJAPATI | 10.00 |
| JAGDISHBHAI M. PRAJAPATI | 15.00 |
| NAGARBHAI B. PRAJAPATI | 15.00 |
| NILAY M. PATEL | 12.50 |
| PRAKASHBHAI M. PRAJAPATI | 15.00 |
| RAMESHBHAI M. PRAJAPATI | 15.00 |
| SHAILESH PATEL | 12.50 |
| VISHNUBHAI M. PRAJAPATI | 5.00 |

b. If there is any change in the partners / members or in their profit sharing ratio since the last date of preceding year, the particulars of such change. — Not Applicable

10 a. Nature of business or profession
*(if more than one business or profession is carried on during the previous year, nature of every business or profession)*

| Code | Description |
|---|---|
| 0505 | LAND DEVELOPERS |
| 0505 | BUILDERS |

b. If there is any change in the nature of business or profession, the particulars of such change. — Not Applicable

11 a. Whether books of account are prescribed under section 44AA, if yes, list of books so prescribed

| Particulars |
|---|
| Cash Book (Rojmel), Bank Book, Ledger, Journal Register, Sales Register, Purchase Register. |

b. List of books of account maintained and the address at which books of accounts are kept.
*(In case of 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.)*

| Particulars | Address |
|---|---|
| Cash Book (Rojmel), Bank Book, Ledger, Journal Register, Sales Register, Purchase Register. | 676-15, SATYDHAM BUNGLOWS, OPP. BALIYAVAS,AMRAIWADI, AHMEDABAD 380026 |

c. List of books of account and nature of relevant documents examined

| Particulars |
|---|
| Cash Book (Rojmel), Bank Book, Ledger, Journal Register, Sales Register, Purchase Register. |

| | | |
|---|---|---|
| 12 | Whether the profit & loss account includes any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant sections (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-a-vis the method employed in the immediately preceding previous year | No |
| | c. If answer to (b) above is in affirmative, give details of such change, and the effect thereof on the profit or loss. | Nil |
| | d. Details of deviation, if any, in the method of accounting employed in the previous year from accounting standards prescribed u/s 145 and the effect thereof on the profit or loss | Not Applicable |

| No. | Particulars | Remarks |
|---|---|---|
| | value of books of account and other relevant documents | |
| | (The particulars (i) to (iv) at (b) and comment at (c) above need not be given in the case of a repayment of any loan or deposit taken or accepted from Government, Government company, banking company or a corporation established by a Central, State or Provincial Act) | |
| 32 | a. Details of brought forward loss or depreciation allowance, in the following manner, to the extent available : | |
| | (Serial No, Assessment Year, Nature of loss, Amount as Returned (Rs.), Amount as assessed, Remarks) | Not Applicable |
| | 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 ; | No |
| | 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. | NA |
| | d. whether the assessee has incurred any loss referred to in section 73A in respect of any specified business during the previous year, If yes, please furnish details of the same | NA |
| | 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, if yes, please furnish the details of speculation loss if any incurred during the previous year. | NA |
| 33 | Section-wise details of deductions, if any, admissible under Chapter VIA or Chapter III (Section 10A, Section 10AA) | As Per Statement of Total Incom |
| 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 - 3 |
| | b. whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time. If not, please furnish the details: | As Per Annexure - 4 |
| | c. whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish: | Not Applicable |
| 35 | a. In the case of a trading concern, give quantitative details of principal items of goods traded | |
| | i) Opening Stock } | |
| | ii) Purchases during the previous year } | |
| | iii) Sales during previous year } | WE ARE UNABALE TO VERIFY QUANTITY DETAILS |
| | iv) Closing Stock } | |
| | v) Shortage / excess, if any } | |
| | b. In the case of a manufacturing concern, give quantitative details of principal items of raw materials, finished products and by-products : | |
| | A. Raw Materials | |
| | a) Opening Stock } | |
| | b) Purchases during the previous year } | |
| | c) Consumption during the previous year } | |
| | d) Sales during the previous year } | |
| | e) Closing Stock; } | Not Applicable |
| | f) Yield of finished products } | |
| | g) Percentage of yield } | |
| | h) Shortage / excess, if any } | |
| | B. Finished Products | |
| | a) Opening Stock } | |
| | b) Purchases during the previous year } | |
| | c) Quantity manufactured during the previous year } | Not Applicable |
| | d) Sales during the previous year } | |
| | e) Closing stock } | |
| | f) Shortage / excess, if any } | |
| | C. By-Products | |
| | a) Opening Stock } | |
| | b) Purchases during the previous year } | |
| | c) Consumption } | Not Applicable |
| | d) Sales during the previous year } | |
| | e) Closing stock } | |
| | f) Shortage / excess, if any } | |
| 36 | In case of a domestic company, details of tax on distributed profits under section 115-O in the following form :- | |
| | a) total amount of distributed profits; | |
| | b) amount of reduction as referred to in section 115-O(1A)(i); | |
| | c) amount of reduction as referred to in section 115-O(1A)(ii); | Not Applicable |

| No. | Particulars | Remarks |
|---|---|---|
| | other relevant documents/evidence, whether the payment referred to in section 40A(3A) 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 of amount deemed to be the profits and gains of business or profession under section 40A(3A); | |
| | e. provision for payment of gratuity not allowable under section 40A (7); | NIL |
| | f. any sum paid by the assessee as an employer not allowable under section 40A(9); | NIL |
| | g. particulars of any liability of a contingent nature. | Not Applicable |
| | 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. | Not Applicable |
| | i. amount inadmissible under the proviso to section 36(1)(iii); | NIL |
| 22 | Amount of interest inadmissible under section 23 of the Micro, Small & Medium Enterprises Development Act, 2006 | NIL |
| 23 | Particulars of payment made to persons specified under section 40A(2)(b) | Nil |
| 24 | Amounts deemed to be profits and gains U/s 33AB or 33ABA or 33AC | Nil |
| 25 | Any amount of profit chargeable to tax under section 41 and computation thereof. | Nil |
| 26 | i. In respect of any sum referred to in clauses (a),(b),(c),(d) or (e) of section 43B, the liability for which; | |
| | A) pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was | |
| | a) paid during the previous year | Nil |
| | b) not paid during the previous year | Nil |
| | B) was incurred in the previous year and was | |
| | a) paid on or before the due date for furnishing the return of income of the previous year u/s 139 (1); | Section: 43Ba — Service Tax Payable — 13,34,486.00; 43Ba — TDS Payable — 90,541.17; 43Ba — VAT Payable — 2,52,222.00 |
| | b) not paid on or before the aforesaid date. | Nil |
| | State whether Sales tax, Customs duty, Excise duty or any other indirect tax, levy, cess, impost etc. is passed through the profits & loss account. | Nil |
| 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. | Nil |
| | b. Particulars of income or expenditure of prior period credited or debited to the profit and loss account. | Nil |
| 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)(viia), if yes, please furnish the details of the same. | Not Applicable |
| 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)(viib), if yes, please furnish the details of the same. | Not Applicable |
| 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] | Not Applicable |
| 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 | |
| | i) name, address and permanent account number (if available with the assessee) of the lender or depositor } | |
| | ii) amount of loan or deposit taken or accepted } | |
| | iii) whether the loan or deposit was squared up during the previous year } | Nil |
| | iv) maximum amount outstanding in the account at any any time during the previous year } | |
| | v) whether the loan or deposit was taken or accepted otherwise than by an account payee cheque or an account payee bank draft. } | |
| | (*These particulars need not be given in the case of Government company, a banking company or a corporation established by a Central, State or Provincial Act) | |
| | b. Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year | |
| | i) name, address and permanent account number (if available with the assessee) of the payee } | |
| | ii) amount of the repayment; } | |
| | iii) maximum amount outstanding in the account at any time during the previous year } | As Per Annexure - 2 |
| | iv) whether the repayment was made otherwise than by account payee cheque or account payee bank draft; } | |
| | 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 exam- | Yes |

| | | |
|---|---|---|
| | d) total tax paid thereon; | |
| | e) dates of payment with amounts. | |
| 37 | Whether any cost audit was carried out, if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the cost auditor. | Not Applicable |
| 38 | Whether any audit was conducted under the Central Excise Act, 1944, 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. | Not Applicable |
| 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 services, 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. | Not Applicable |
| 40 | Details regarding turnover, gross profit, etc., for the previous year and preceding previous year : | |

| Particulars | Previous year | | | Preceding Previous year | | |
|---|---|---|---|---|---|---|
| 1. Total turnover of the assessee | | | 1299,32,016.11 | | | 477,08,900.00 |
| 2. Gross profit / Turnover (%) | 77,13,543.30 | 1299,32,016.11 | 5.94 | 90,00,590.24 | 477,08,900.00 | 18.87 |
| 3. Net profit / Turnover (%) | 9,55,749.30 | 1299,32,016.11 | 0.74 | 5,11,696.61 | 477,08,900.00 | 1.07 |
| 4. Stock-in-trade / Turnover (%) | 1195,50,038.30 | 1299,32,016.11 | 92.00 | 477,08,900.00 | 477,08,900.00 | 100.00 |
| 5. Material consumed / Finished goods produced | | | | | | |

(The details required to be furnished for principal items of goods traded or manufactured or services rendered)

| | | |
|---|---|---|
| 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 along with details of relevant proceedings. | Not Applicable |

| | | |
|---|---|---|
| Place | Ahmedabad | For H.B. PATEL & ASSOCIATES |
| | | Chartered Accountants |
| | | HARIKRISHAN PATEL |
| Date | 10/08/2016 | |
| | Signing Person | H.B.PATEL |
| | Membership # | 049395 |
| | Firm Registration # | 113358W |
| | Address | 305, 3RD FLR., ASHOKA, SARDAR PATEL STADIUM ROAD, NAVRANGPURA, AHMEDABAD Gujarat 380014 |

Note : * Please enter the relevant code pertaining to the main area of your business activity.

KARUNASAGAR INFRASTRUCTURE

PAN # AANFK2032R — Ass.Year : 2016-17

Annexure '1' To Form 3CD

| 21c. Amount debited to Profit & Loss a/c being interest, salary, bonus, commission or remuneration inadmissible u/s 40 (b)/40 (ba) and computation thereof; | | | | | |
|---|---|---|---|---|---|
| Particulars | Section | Amount Debited | Amount Admissible | Amount Inadmissible | Remarks |
| Salary | Section 40b | 9,80,000.00 | 9,80,000.00 | 0.00 | SALARY |
| Interest | Section 40b | 18,71,942.11 | 18,71,942.11 | 0.00 | INTEREST |

KARUNASAGAR INFRASTRUCTURE

PAN # AANFK2032B — Ass.Year : 2016-17

Annexure '4' To Form 3CD

34b. Details : Assessee NOT furnished the statement of tax deducted or tax collected within the prescribed time

| TAN | Form Type | Furnishing Due Date | Furnished Date | Whether the statement of TDS/TCS contains information about all transactions which are required to be reported |
|---|---|---|---|---|
| AHMK07109E | 26Q | 15/07/2015 | 25/07/2015 | Yes |
| AHMK07109E | 26Q | 15/10/2015 | 19/10/2015 | Yes |
| AHMK07109E | 26Q | 15/01/2016 | 04/02/2016 | Yes |

KARUNASAGAR INFRASTRUCTURE

PAN # AANFK2032B — Ass.Year : 2016-17

Annexure '2' To Form 3CD

31c. Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year

| Name of Payee | Address | Pan | Amount of Repayment | Maximum Amount outstanding at any time during previous year | Whether Repayment otherwise than by an A/c payee cheque/DD |
|---|---|---|---|---|---|
| ANKURBHAI N. PATEL | AHMEDABAD | AJSPP1675B | 5,00,000 | 5,00,000 | No |
| TEJAS G. ODHA | AHMEDABAD | | 1,00,000 | 1,00,000 | No |

KARUNASAGAR INFRASTRUCTURE

PAN # AANFK2032B — Ass.Year : 2016-17

Annexure '3' To Form 3CD

34a. Details: Assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or Chapter XVII-BB

| TAN | Section | Payment Nature | Total Amount Payment/ Receipt | Total amount on which tax required to be Deducted/ Collected | Total Amount on which tax Deducted / Collected at Sp(S).Rate | Tax Amount Deducted/ Collected | Total amount on which tax Deducted/ Collected < Sp(S).Rate | Tax Amount Deducted/ Collected on Prvs.column | * Tax Amount Deducted/ Collected Not deposited to CG |
|---|---|---|---|---|---|---|---|---|---|
| AHMK07109E | 194C | Pay. of contractors and sub-contractors | 126,96,256.00 | 126,96,256.00 | 126,96,256.00 | 1,26,961.00 | 0.00 | 0.00 | 0.00 |
| AHMK07109E | 194A | Interest other than from a banking | 1,20,328.00 | 1,20,328.00 | 1,20,328.00 | 12,033.00 | 0.00 | 0.00 | 0.00 |
| AHMK07109E | 194J | Professional Fees | 3,71,670.00 | 3,62,670.00 | 3,62,670.00 | 36,267.00 | 0.00 | 0.00 | 0.00 |

## KARUNASAGAR INFRASTRUCTURE

### TRADING ACCOUNT FOR THE YEAR ENDING 31.03.2016

| PARTICULARS | SCH | AS ON 31.03.2016 Rs. | PARTICULARS | SCH | AS ON 31.03.2016 Rs. |
|---|---|---|---|---|---|
| **OPENING STOCK** | | 47709900.00 | **SALES** | | |
| | | | SALES | | 10400000.00 |
| **PURCHASE** | | | **CLOSING STOCK** | | |
| PURCHASE | | 37484246.78 | WORK IN PROGRESS | | 110552014.11 |
| **DIRECT EXPENSES** | D | 18843026.63 | | | |
| **GROSS PROFIT** | | 7712049.34 | | | |
| **TOTAL** | | 120952014.11 | **TOTAL** | | 120952014.11 |

SIGNIFICANCE OF ACCOUNTING POLICY AND NOTE FORMING PARTS OF THE ACCOUNTS AS PER SCHEDULE :- "F"
AS PER OUR REPORT OF THE EVEN DATE ATTACHED HEREWITH.

FOR, H. B. PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
HARIKRISHAN PATEL
PARTNER
( H.B.PATEL )
PLACE :- AHMEDABAD
DATE :- 10/08/2016

FOR, KARUNASAGAR INFRASTRUCTURE
BHASKAR PRAJAPATI
PARTNER
AHMEDABAD
DATE :- 10/08/2016

## KARUNASAGAR INFRASTRUCTURE

### BALANCE SHEET AS ON 31.03.2016

| LIABILITIES | SCH | AS ON 31.03.2016 Rs. | ASSETS | SCH | AS ON 31.03.2016 Rs. |
|---|---|---|---|---|---|
| **PARTNER'S CAPITAL** | A | 32193471.30 | **FIXED ASSETS** | C | 21300.00 |
| **LOANS & LIABILITIES** | | | | | |
| **UNSECURED LOAN** | | | **CURRENT ASSETS** | | |
| BHARATLAL SAMDAS PATEL | | 1108895.80 | CLOSING STOCK | | 110552014.11 |
| | | | CASH IN HAND | | 5071.00 |
| **CURRENT LIABILITIES AND** | | | KOTAK MAHINDRA BANK | | 101482.48 |
| **PROVISIONS** | B | 90164002.72 | | | |
| **TOTAL** | | 123470700.31 | **TOTAL** | | 123470700.31 |

SIGNIFICANCE OF ACCOUNTING POLICY AND NOTE FORMING PARTS OF THE ACCOUNTS AS PER SCHEDULE :- "F"
AS PER OUR REPORT OF THE EVEN DATE ATTACHED HEREWITH.

FOR, H. B. PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
HARIKRISHAN PATEL
PARTNER
( H.B.PATEL )
PLACE :- AHMEDABAD
DATE :- 10/08/2016

FOR, KARUNASAGAR INFRASTRUCTURE
BHASKAR PRAJAPATI
PARTNER
PLACE :- AHMEDABAD
DATE :- 10/08/2016

## KARUNASAGAR INFRASTRUCTURE

SCHDULE:- "A" PARTNER'S CAPITAL ACCOUNT

ACCOUNTING YEAR :- 2015-2016 ASSESSMENT YEAR :- 2016-2017

| SR. NO. | PARTICULARS | % OF SHARE | OPENING BALANCE | ADDITION | INTEREST | SALARY | PROFIT/ LOSS | WITHDRAWAL | CLOSING BALANCE |
|---|---|---|---|---|---|---|---|---|---|
| 1 | BHASKARBHAI PRAJAPATI | 10.00% | (360931.50) | 0.00 | (52818.21) | 98000.00 | 95574.93 | 117565.00 | (302739.79) |
| 2 | JAGDISHBHAI M. PRAJAPATI | 10.00% | 124887.00 | 3120000.00 | 144081.88 | 147000.00 | 143362.35 | 176047.50 | 3012784.65 |
| 3 | MAGANBHAI R. PRAJAPATI | 15.00% | 65228.75 | 13000000.00 | 900843.43 | 147000.00 | 143362.36 | 176047.50 | 14079887.11 |
| 4 | MILAN M. PATEL | 12.50% | 1335470.02 | 0.00 | 149705.31 | 122500.00 | 119468.66 | 348956.23 | 1377183.76 |
| 5 | PRAVINBHAI M. PRAJAPATI | 15.00% | 173272.82 | 3350000.00 | 148587.32 | 147000.00 | 143362.35 | 176047.50 | 3577904.84 |
| 6 | RAMESHBHAI M. PRAJAPATI | 15.00% | 173272.82 | 3330000.00 | 158815.44 | 147000.00 | 143362.35 | 176047.50 | 3596303.25 |
| 7 | SHAILESH PATEL | 12.50% | 2329915.33 | 200000.00 | 220363.45 | 122500.00 | 119468.66 | 169550.27 | 2815297.31 |
| 8 | VISHNUBHAI M. PRAJAPATI | 5.00% | (89695.48) | 3150000.00 | 143451.48 | 49000.00 | 47787.45 | 38702.04 | 3261788.50 |
| | CURRENT YEAR | 100% | 3766430.18 | 25800000.00 | 1871942.11 | 980000.00 | 955749.38 | 1171650.00 | 32258471.59 |

## KARUNASAGAR INFRASTRUCTURE

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2016

| PARTICULARS | SCH | AS ON 31.03.2016 Rs. | PARTICULARS | SCH | AS ON 31.03.2016 Rs. |
|---|---|---|---|---|---|
| INDIRECT EXPENSES | E | 6781550.11 | GROSS PROFIT | | 7713543.30 |
| | | | INDIRECT INCOME | | |
| | | | KASAR & VATAV | | 10332.14 |
| | | | BOOKING CANCELLED | | 13400.00 |
| NET PROFIT | | 955749.38 | | | |
| TOTAL | | 7737300.41 | TOTAL | | 7737300.41 |

SIGNIFICANCE OF ACCOUNTING POLICY AND NOTE FORMING PARTS OF THE ACCOUNTS AS PER SCHEDULE :- "F"

AS PER OUR REPORT OF THE EVEN DATE ATTACHED HEREWITH.

FOR, H. B. PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
BHASKAR PRAJAPATI
PARTNER
( H.B.PATEL )
PLACE :- AHMEDABAD
DATE :- 03/08/2016

FOR, KARUNASAGAR INFRASTRUCTURE
BHASKAR PRAJAPATI
PARTNER
PLACE:-AHMEDABAD
DATE :- 03/08/2016

## KARUNASAGAR INFRASTRUCTURE

SCHEDULE :- "B" CURRENT LIABILITIES & PROVISIONS

ACCOUNTING YEAR :- 2015-2016 ASSESSMENT YEAR :- 2016-2017

| PARTICULARS | AS ON 31.03.2016 Rs. |
|---|---|
| ADVANCE FROM MEMEBERS | 72407700.84 |
| SUNDRY CREDITORS | 14099042.71 |
| DUTIES & TAXES | |
| TDS ON CONTRACT | 64620.17 |
| TDS ON INTEREST | 12033.00 |
| TDS ON PROFESSIONAL | 13888.00 |
| VAT PAYABLE | 252222.00 |
| SERVICE TAX PAYABLE | 1314496.00 |
| TOTAL | 88164002.72 |

## KARUNASAGAR INFRASTRUCTURE

SCHEDULE:- "C" FIXED ASSETS

ACCOUNTING YEAR :- 2015-2016 ASSESSMENT YEAR :- 2016-2017

| PARTICULARS | RATE OF DEPRE. | OPENING BALANCE | ADDITION UPTO 30-Sep | ADDITION AFTER 30-Sep | DEDUCTION DURING THE YEAR | TOTAL | DEPRECIATION FOR THE YEAR | CLOSING BALANCE |
|---|---|---|---|---|---|---|---|---|
| CAMERA | 0% | 0.00 | 21300.00 | 0.00 | 0.00 | 21300.00 | 0.00 | 21300.00 |
| CURRENT YEAR | | 0.00 | 21300.00 | 0.00 | 0.00 | 21300.00 | 0.00 | 21300.00 |

# KARUNASAGR INFRASTRUCTURE

ACCOUNTING YEAR: - 2015-2016 ASSESSMENT YEAR: - 2016-2017

SCHEDULE: - "F"

SIGNIFICANCE OF ACCOUNTING POLICY AND NOTES FORMING PART OF THE ACCOUNT

1. METHOD OF ACCOUNTING: -

The firm is maintaining its accounts on mercantile system basis except firm has incurred some expenses on cash basis.

2. SALES AND INCOME: -

01. The sales are recorded when supply of goods takes place in accordance with the terms of Sales and on change of title in the goods and in inclusive / not inclusive of sales tax and excise duty. The Sales is shown net of the discount on sales and sale return.

02. The commission income is recognised to the extent and as and when considered and found receivable.

03. The insurance claim and import and export benefits are accounted for to the extent and as and when found receivable.

3. PURCHASE AND EXPENSES: -

01. The purchase are shown net of sales tax and purchase tax set off and gross \ net of credit of excise modvate.

02. Salary/allowances/perquisites etc. are included as and when payable. Gratuity expenses shall be debited as and when paid. Leave encashment expenses are considered as and when paid.

4. FIXED ASSETS: -

The Assesse is showing the fixed assets at their price. But there is no Depreciation provision provided for the same.

5. INVENTORIES: -

Revenue from constructed properties is recognized on the "percentage completion method" on a project-to-project basis for each such project where revenue is recognized a portion of the total sale consideration determined as per the duly agreements to sell / application form (containing salient terms of agreement to recognized as revenue based on the percentage of actual project cost incurred) estimated cost of that project. Estimated project cost includes cost of land / development rights borrowing costs overheads , estimated construction and development cost of properties. The proprietor revises the estimates of project cost periodically. These such changes to estimates are recognized in the period in which such changes determined.

WIP (Revenue Recognized) is proportionate income recognized on percentage completion method. As and when sale deed executed in favour of same will be adjusted with WIP (Revenue Recognized).

The auditor has carried out no Physical Verification of the stock, the auditor has taken value of stock verified and valued by partners.



KARUNASAGAR INFRASTRUCTURE

SCHEDULE :- "D" DIRECT EXPENSES

ACCOUNTING YEAR :- 2015-2016 ASSESSMENT YEAR :- 2016-2017

| PARTICULARS | AS ON 31.03.2016 Rs. |
|---|---|
| AMC CHARGES | [illegible] |
| CARTING / TRANSPORTATION CHARGES | 1322114.37 |
| LABOUR CHARGES | [illegible] |
| LABOUR CHARGES - EXPART LABOUR | [illegible] |
| TOTAL | [illegible] |

KARUNASAGAR INFRASTRUCTURE

SCHEDULE :- "E" INDIRECT EXPENSES

ACCOUNTING YEAR :- 2015-2016 ASSESSMENT YEAR :- 2016-2017

| PARTICULARS | AS ON 31.03.2016 Rs. |
|---|---|
| ADVERTISEMENT EXPENSES | 25800.00 |
| AUDIT FEES | [illegible] |
| CONSULTANCY CHARGES | [illegible] |
| ELECTRICITY EXPENSE | [illegible] |
| INTEREST ON UNSECURED LOAN | [illegible] |
| OFFICE EXPENSE | [illegible] |
| PARTNER INTEREST | [illegible] |
| PARTNER REMUNERATION | [illegible] |
| SALARY EXPENSES | 593851.00 |
| SERVICE TAX - GTA | 89427.00 |
| SERVICE TAX PAID | [illegible] |
| SERVICE TAX RETURN CHARGES | 1200.00 |
| TDS RETURN CHARGES | [illegible] |
| VAT EXPENSES | [illegible] |
| TOTAL | [illegible] |

6. **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.

7. Balances of Debtors and Creditors are subject to confirmation by the parties concerned.

8. As per the practice followed by the firm, there is no system of preparing internal vouchers for bank transactions.

9. Wherever external evidence is not available/obtained, the firm has prepared internal payment vouchers, which are authorised by the assessee.

10. No provision for income tax is made in the profit and loss account as the firm is following practice of accounting the Income tax as and when paid or assessed.

11. We have relied on information given by assessee regarding relatives and sister concern of the assessee in connection with payment u/s 40A (2) (B) of the income tax 1962.

12. We have relied on information given by assessee regarding deposit received and its repayment by A/c payee cheque or draft to/from depositors by assessee in connection with payment or receipt u/s. 269T and u/s. 269SS of the income tax 1961.

13. According to the assessee, no payment exceeding Rs. 20000=00 is made otherwise than in cases and circumstances specified in clause (a) to (i) of Rule 6DD of the IT Rules 1962. However it is not possible for us to verify in absence of necessary evidence in possession of the assessee in respect of payment from bank account.

14. Details of quantity as per submission of assessee have been relied upon them.

15. Firm has regrouped previous year amount we have not audited whenever necessary hence there is no comparable, previous year's figures.

As per our attached report of even date.

**FOR, H. B. PATEL & ASSOCIATES**
**CHARTERED ACCOUNTANTS**

HARIKRISHAN PATEL

**PARTNER**
**( H.B.PATEL )**

**PLACE: - AHMEDABAD**
**DATE :- 10.08.2016**

**FOR,KRUNASAGAR INFRASRTUCTURE**

BHASKAR PRAJAPATI

**PARTNER**

**PLACE :- AHMEDABAD.**
**DATE :- 10.08.2016**