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

SHAHI SILAJ DEVELOPERS

Asst. year: 2015-16 Pre year ended: 31-03-2015

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 *

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SHAHI SILAJ DEVELOPERS

Asst. year: 2015-16 Pre year ended: 31-03-2015

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.

For KUVB & Co.
Chartered Accountants
Firm Reg No. 104843W

KUVB & CO. * AHMEDABAD * CHARTERED ACCOUNTANTS

KKarkar

K. V. Karkar
Partner
M. No. 32981

Place: Ahmedabad
Date: September 24, 2015

SHAHI SILAJ DEVELOPERS

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2015

		Schedule	2014-15 Rupees	2013-14 Rupees
INCOME				
1	Flat sales		82854000.00	15002000.00
2	Other income	G	125031.24	134914.13
3	Closing work-in-progress		96637800.00	105756200.00
	Total		179616831.24	120893114.13
EXPENDITURE				
4	Opening work-in-progress		105756200.00	79951550.00
5	Development expenses	H	39181369.74	29512661.23
6	Labour expenses		17494686.00	8240143.00
7	Operational and other expenses	I	8734994.04	2929247.48
8	Interest	J	7399769.56	4487164.42
9	Depreciation		897718.00	635492.00
	Total		179464737.34	125756258.13
10	Profit/ (Loss) for the year		152093.90	-4863144.00
11	Notes forming part of the accounts	K		

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

K. V. Karkar
Partner

Ahmedabad
September 24, 2015

For Shahi Silaj Developers

Partner

Ahmedabad
September 24, 2015

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2015

	Rupees	2014-15 Rupees	2013-14 Rupees
SCHEDULE G			
OTHER INCOME			
Vatav-kasar		125031.24	84444.13
Cenvat credit on input services		0.00	50470.00
		125031.24	134914.13
SCHEDULE H			
DEVELOPMENT EXPENSES			
Construction materials consumed:			
Opening stock		175887.61	356487.71
Add: Purchases	25595719.42		18824301.13
Carting	5204004.36		2706056.00
VAT on purchases (Includes prior period tax	2555780.34		78990.00
of Rs. 64654- Previous year Rs. Nil)		33355504.12	21609347.13
		33531391.73	21965834.84
Less: Closing stock		144963.99	175887.61
		33386427.74	21789947.23
Other development expenses:			
Architect/Engineer fees	150000.00		125000.00
Bore expenses	160380.00		0.00
Development agreement expenses	0.00		427200.00
Electric expenses	2249353.00		0.00
Electric bill expenses	360675.00		119352.00
Electric connection charges	747460.00		240000.00
Electric fitting expenses	0.00		502500.00
JCB machine rent	345713.00		293526.00
Land revenue expenses	3332.00		6654.00
Lift expenses	1700000.00		1602000.00
Plan approval expenses	0.00		4344421.00
Site expenses	78029.00		16290.00
Submersible pump expenses	0.00		45771.00
		5794942.00	7722714.00
		39181369.74	29512661.23

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2015

	Rupees	2014-15 Rupees	2013-14 Rupees
SCHEDULE I			
OPERATIONAL AND OTHER EXPENSES			
Salary expenses		486000.00	486000.00
Insurance expenses		86112.00	113794.00
Stationery and printing		385.00	4640.00
Telephone expenses		12150.00	12250.00
Vehicle expenses		177976.00	121602.00
Professional fees		30000.00	36854.00
Audit fee (Includes service tax of Rs. Nil - Previous year Rs. 3708)		35000.00	33708.00
VAT audit fee (Includes service tax of Rs. Nil - Previous year Rs. 1236)		7500.00	11236.00
Miscellaneous expenses:			
Accountant fees	72000.00		
Bank charges	1093.04		
Internet expenses	13000.00		
Fees u/s. 234E	400.00		
Tea and refreshment expenses	40845.00		
Xerox expenses	528.00		
Postage expenses	360.00		
		128226.04	238056.48
Advertisement expenses		66650.00	229130.00
Stamp-duty and registration charges		4842040.00	868730.00
Service tax (Includes prior period service tax of Rs. Nil - Previous year Rs. 13188)		2283181.00	697461.00
Construction VAT (Includes prior period tax of Rs. 114046- Previous year Rs. Nil)		579774.00	75786.00
		8734994.04	2929247.48

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2015

	Rupees	2014-15 Rupees	2013-14 Rupees
SCHEDULE J			
INTEREST			
On partners' capital		2466864.00	0.00
On unsecured loans		4825146.00	4318670.00
On car loan		67617.56	155846.42
On service tax		26282.00	3173.00
On VAT		3025.00	400.00
On TDS		10835.00	9075.00
		7399769.56	4487164.42

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2015

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 property development activity is recognised when all significant risks and rewards of ownership in the land and/or building are transferred and the possession of the unit is handed over to the customer 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 direct 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:

Provision for income-tax has been 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.

KUMB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

SHAHI SILAJ DEVELOPERS

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2015

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, 2015 (Previous year Rs. Nil).

4 No provision for current tax has been made in view of brought forward business loss and unabsorbed depreciation of earlier year.

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 Previous year's figures 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 24, 2015

For Shahi Silaj Developers

Partner

Ahmedabad
September 24, 2015