P. B. NANDOLA & ASSOCIATES

CHARTERED ACCOUNTANTS

B-3 Vadilalpark, opp. Indica Laboratories
LBS Road, Bapunagar, Ahmedabad-382350
M-9377768725, E mail - capbnandola@yahoo.com

FORM NO. 3CB

[See rule 6G(1)(a)]

Audit report under section 44AB of the Income - tax Act, 1961, in a case where the accounts of the business or profession of a person have been not audited under any other law

1 I have examined the Balance Sheet as at 31st March 2015 and the Profit & Loss Account for the period beginning from 22/07/2014 to ending on 31/03/2015 attached herewith of M/S.KRISHNA DEVELOPERS 101, Dhaval Shopping Centre, Sardar Patel Ring Road, Odhav Circle, Odhav, Ahmedabada-382330 [PAN:AAOFK3724B]

2 I certify that the Balance Sheet and the Profit & Loss Account are in agreement with the books of accounts maintained at the head office at Krishna Developers, 101, Dhaval Shopping Centre, Sardar Patel Ring Road, Odhav, Ahmedabada-382330 and Branches at Nil.

3 (a) I report that the following observation/comments/discrepancies/inconsistencies, if any

As per Annexure – A

(b) Subject to above

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

(B) In my opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from my examination of the books.

(C) In my opinion and to the best of information and according to explanation given to me, the said accounts, read with notes thereon, if any, give a true and fair view:

(a) In the case of the balance sheet, of the state of the affairs of the assessee as at 31st March 2015, and

(b) In the case of the profit & loss account, of the Loss 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 3CD.

5 In my opinion, and to the best of my information and according to explanations given to me, the particulars given in the said Form No.3CD are true and correct subject to following observations / qualifications, if any - Nil.

For P. B. Nandola & Associates
Chartered Accountants
Firm Registration No. 130507W

P.B. NANDOLA & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN.No. 130507W M.No.133543 AHMEDABAD

Nandola P.B

Prakash Nandola
Proprietor
M.No.133543

Ahmedabad, 31th August,2015

KRISHNA DEVELOPERS

Annexure – A

Notes referred to in my Audit Report of even date and significant accounting policies

Assessment Year 2015-16

(A) GENERAL

1 These financial statements are responsibility of the entity's management. My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in India. those standards require that i plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement and audit includes examination, on test basis evidence supporting the amounts and disclosure in the financial statements. an audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believes that my audit provides reasonable basis of my opinion.

2 Debit and Credit balances appearing in the Balance Sheet are subject to confirmation.

3 The financial statements are prepared on historical cost convention and on accrual basis, in accordance with the generally accepted accounting principles as adopted consistently by the company.

4 Whenever no documentary evidence is available with the party, We have relied on authentication made by the partner and the entry passed, in absence of proper/ supporting voucher for expenses.

5 Figures are rounded off nearest to the rupee.

6 Being the first year of audit, Previous figures are not given.

(B) REVENUE RECOGNITION

The firm is in the business of Real Estate Development. Revenue from sale of units is recognized when the property is transferred to buyer for a price or all significant risks and rewards of ownership have been transferred to the buyer and the seller retains no effective control of the goods/property transferred and no significant uncertainty exists from the sale of the goods/property. in respect of development work/project revenue is recognized based on project completion method by applying fixed margin on estimated salable value.

being the start the business activities during the year and the project on initial level, closing stock valuation of work in process is calculated on cost basis.

(C) INVENTORIES

Inventories are valued as under:

Closing Stock is valued at cost or net realizable value which ever is lower.

(Inventories are as taken, valued and certified by partners.)

(D) TAXATION

Tax paid is debited to Balance Sheet under head "Loans & Advances" in the year of payment. Provision for Direct taxes is made at the rates applicable from time to time.

(E) FIXED ASSETS

Fixed assets are shown at cost less depreciation. Depreciation is provided as per WDV method at the rates prescribed under the I.T. Rules.

(F) CONTINGENT LIABILITIES

No provision is made for liabilities which are contingent in nature.

For P. B. Nandola & Associates
Chartered Accountants

P.B. NANDOLA & ASSOCIATES CHARTERED ACCOUNTANTS FRN.No. 130507W M.No.133543 AHMEDABAD

Prakash Nandola
Proprietor
M.No.133543

Ahmedabad, 31th August,2015