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

HARI KRUSHN BUILDCON

Asst. year: 2016-17 Pre year ended: 31-03-2016

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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HARI KRUSHN BUILDCON

Asst. year: 2016-17 | Pre year ended: 31-03-2016

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

K. V. Karkar
Partner
M. No. 32981

Place: Ahmedabad
Date: June 21, 2016

HARI KRUSHN BUILDCON

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED TO 31ST MARCH, 2016

		Sche-dule	2015-16 Rupees	2014-15 Rupees
INCOME				
1	Shed sales income		33779806.00	0.00
2	Other income	F	17769.00	938.60
3	Closing stock: Work-in-progress		31012000.00	40931385.18
	Total		64809575.00	40932323.78
EXPENDITURE				
4	Opening stock: Work-in-progress		40931385.18	0.00
5	Land purchase		0.00	31770500.00
6	Construction expenses	G	7251238.00	6322195.60
7	Labour expenses		2683553.00	2174418.00
8	Operational and other expenses	H	2158576.59	650429.18
9	Interest	I	2105444.00	0.00
10	Depreciation		8012.00	14781.00
	Total		55138208.77	40932323.78
11	Profit/ (Loss) before tax		9671366.23	0.00
12	Less: Provision for current tax		3191000.00	0.00
13	Profit/ (Loss) after tax		6480366.23	0.00
14	Notes forming part of the accounts	J		

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

K. V. Karkar
Partner

Ahmedabad
June 21, 2016

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

For Hari Krushn Buildcon

Partner

Ahmedabad
June 21, 2016

HARI KRUSHN BUILDCON

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016

	Rupees	2015-16 Rupees	2014-15 Rupees
SCHEDULE F			
OTHER INCOME			
Vatav kasar		11209.00	938.60
Interest from bank		6560.00	0.00
		17769.00	938.60

	Rupees	2015-16 Rupees	2014-15 Rupees
SCHEDULE G			
DEVELOPMENT EXPENSES			
Construction materials consumed:			
Opening stock		0.00	0.00
Add: Purchases	6242756.13		5207419.60
VAT on purchases	43093.00		0.00
Carting	547034.87		628898.00
SBC on carting	334.00		9969.00
		6833218.00	5846286.60
		6833218.00	5846286.60
Less: Closing stock		75557.00	0.00
		6757661.00	5846286.60
Other development expenses:			
Engineer fees	28500.00		56180.00
Electricity expenses	150505.00		114157.00
Salary - Site engineer	165000.00		180000.00
Salary - Site supervisor	144000.00		120000.00
Land revenue expenses	5572.00		5572.00
		493577.00	475909.00
		7251238.00	6322195.60

HARI KRUSHN BUILDCON

SCHEDULES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2016

	Rupees	2015-16 Rupees	2014-15 Rupees
SCHEDULE H			
OPERATIONAL AND OTHER EXPENSES			
Salary:			
To accountant	65000.00		35000.00
(Includes prior period salary of Rs. 5000 - Previous year Rs. Nil)			
To office clerk	105000.00		86750.00
To office boy	5000.00		0.00
To watchman	30000.00		25000.00
		205000.00	
Office rent		120000.00	100000.00
Stationery and printing		4896.00	22902.00
Telephone expenses		16821.59	0.00
Conveyance expenses		42000.00	0.00
Professional fees		37500.00	81731.00
Audit fee (Includes service tax of Rs. Nil) - Previous year Rs. Nil)		40000.00	0.00
VAT audit fee		15000.00	0.00
Miscellaneous expenses:			
Miscellaneous expenses	53903.00		
Office elecricity expenses	18182.00		
Tea & refreshment expenses	55846.00		
		127931.00	63950.18
Advertisement expenses		170886.00	42135.00
Service tax expenses		1202394.00	133201.00
VAT expenses		176148.00	59760.00
		2158576.59	650429.18
SCHEDULE I			
INTEREST			
On Partners' capital		2029277.00	0.00
On unsecured loans		75041.00	0.00
On service tax		869.00	0.00
On TDS		257.00	0.00
		2105444.00	0.00

K.V.B & CO. AHMEDABAD CHARTERED ACCOUNTANTS

HARI KRUSHN BUILDCON

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2016

SCHEDULE J
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 real estate sales is recognised when all significant risks and rewards of ownership in the land and/or building are transferred 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 is 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.

KUVB & CO. ★ CHARTERED ACCOUNTANTS ★ AHMEDABAD

HARI KRUSHN BUILDCON

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2016

SCHEDULE J
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 unsecured loans, sundry creditors, advances from customers, receivables and advances on current account are subject to confirmation.

3 There is neither deferred tax asset nor deferred tax liability as at 31st March, 2016. (Previous year Rs. Nil.)

4 The firm does not owe any sum to any micro and small enterprise.
This is based on the information available with the firm.

5 There is no sale of real estate which is not recognised as revenue during the year due to lack of reasonable certainty of its ultimate collection.

6 Previous year's figures, taken from unaudited accounts, have been regrouped, wherever necessary.

Signatures to Schedules A to J

As per our report attached to balance sheet

For KUVB & Co.
Chartered Accountants

K. V. Karkar
Partner

Ahmedabad
June 21, 2016

KUVB & CO. AHMEDABAD CHARTERED ACCOUNTANTS

For Hari Krushn Buildcon

Partner

Ahmedabad
June 21, 2016