

Audit Report

of

MAHESH KUMAR PANDIT

For the Assessment Year

2018-2019

**:- Auditor :-
Tiwary singh & co
AMRUD BAGAN RATU ROAD
RATU ROAD**

ranchi - 834005

FORM NO. 3CD
[See rule 6C (2)]

Statement of particulars required to be furnished under section 44AB of the Income Tax Act, 1961

PART - A

1. Name of the assessee **MAHESH KUMAR PANDIT**
2. Address **Near Narayan Dharamshala, Devi Mandap Road,
Behal, Hexal, ranchi, Jharkhand**
3. PAN **AIZPP5079M**

4. Whether the assessee is liable to pay indirect tax like excise duty, service tax, sales tax, goods and service tax, customs duty, etc. if yes, please furnish the registration number or GST number or any other identification number allotted for the same. **No**

5. Status **Individual**
6. Previous year **From April 1, 2017 to March 31, 2018**
7. Assessment year **2018-2019**

8. Indicate the relevant clause of section 44AB under which the audit has been conducted **Third Proviso to Sec 44AB : Audited under any other law**

PART - B

9. (a) If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios. **Nil**

(b) If there is any change in the partners or members or in their profit sharing ratio since the last date of the preceding year, the particulars of such change. **Nil**

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). **Construction Activity - Other construction activity n.e.c. - 06010**

(b) If there is any change in the nature of business or profession, the particulars of such change. **Nil**

11. (a) Whether books of accounts are prescribed under section 44AA, if yes, list of books so prescribed. **Yes**

(b) List of Books of accounts maintained and the address at which the books of accounts are kept.
(In case 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.) **As per Annexure No. 1**

(c) List of books of accounts and nature of relevant documents examined **As per Annexure No. 2**



12.	Whether the profit and loss account includes any profit 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 had 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 the affirmative, give details of such change, and the effect thereof on the profit or loss.	Nil
(d)	Whether any adjustment is required to be made to the profits or loss for complying with the provisions of income computation and disclosure standards notified under section 145(2)	No
(e)	If answer to (d) above is in the affirmative, give detail of such adjustments.	Nil
(f)	Disclosure as per ICDS.	Nil
14. (a)	Methods of valuation of closing stock employed in the previous year.	Cost or Market which Is Less
(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.	Nil
15.	Give the following particulars of the capital asset converted into stock in trade :	Nil
(a)	Description of capital asset	
(b)	Date of acquisition;	
(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 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 :- As per Annexure No. 3

- | | | |
|---------|---|-----|
| (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 credit claimed and allowed under the Central Excise Rules, 1944, in respect of assets acquired on or after 1st March, 1994. | |
| (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. | Amount admissible under sections : 32AC, 32AD, 33AB, 33ABA, 35(1)(i), 35(1)(ii), 35(1)(iii), 35(1)(iii), 35(1)(iv), 35(2AA), 35(2AB), 35ABB, 35AC, 35AD, 35CCA, 35CCB | 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)(vi). | 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 | |
| (i) | expenditure of capital nature ; | Nil |
| (ii) | expenditure of personal nature ; | Nil |
| (iii) | expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like published by a political party ; | Nil |
| (iv) | Expenditure incurred at clubs being entrance fees and subscriptions. | Nil |



(v)	Expenditure incurred at clubs being cost for club services and facilities used.	Nil
(vi)	Expenditure by way of penalty or fine for violation of any law for the time being in force.	Nil
(vii)	Expenditure by way of any other penalty or fine not covered above.	Nil
(viii)	Expenditure incurred for any purpose which is an offence or which is prohibited by law.	Nil
(b)	amounts inadmissible under section 40(a);	
(i)	as payment to non-resident referred to in sub-clause (i)	
(A)	Detail 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)	fringe benefit tax under sub-clause (ic)	Nil
(iv)	wealth tax under sub-clause (iia)	Nil
(v)	royalty, license fee, service fee etc. under sub-clause (iib)	Nil
(vi)	salary payable outside India/ to a non resident without TDS etc. under sub-clause (iii)	Nil
(vii)	payment to PF / other fund etc. under sub-clause (iv)	Nil
(viii)	tax paid to employer for perquisites under sub-clause (v)	Nil
(c)	Amount debited to profit and loss account being interest, salary, bonus, commission or remuneration inadmissible under section 40(b)/40(ba) and computation thereof	Nil
(d)	Disallowance/deemed income under section 40A(3):	
	(A) On the basis of the examination of books of account and other relevant documents/evidence, whether the expenditure covered under section 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 detail	Yes



	(B) On the basis of the examination of books of account and 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).	Yes
	(c) 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	Nil
	(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	Nil
	(i) amount inadmissible under the proviso to section 36(1)(iii)	Nil
22.	Amount of interest inadmissible under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	Nil
23.	Particulars of payments made to persons specified under sections 40A(2)(b).	Nil
24.	Amounts deemed to be profits and gains under section 32AC or 32AD or 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), (e), (f) or (g) of section 43B.	
(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 under section 139(1)	Nil
(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 profit & loss account.)	



27. (a) Amount of Central Value Added Tax credits/ Input Tax Credit availed of or utilised during the previous year and its treatment in Profit and Loss account and treatment of outstanding Central Value Added tax credit/ Income Tax Credit in 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)(viii), if yes, please furnish the details of the same. *No*
29. Whether during the previous year the assessee has received any consideration for issue of share which exceeds the fair market value of the shares as referred to in section 56(2)(viii), if yes, please furnish the details of the same. *NA*
29. (A) (a) Whether any amount is to be included as income chargeable under the head income from other sources as referred to in clause (ix) of sub-section (2) of section 56? *Nil*
29. (B) (a) Whether any amount is to be included as income chargeable under the head income from other sources as referred to in clause (x) of sub section (2) of section 56? (Yes/No) *Nil*
30. Details of any amount borrowed on handi or any amount due thereon (including interest on the amount borrowed) repaid, otherwise than through an account payee cheque. [Section 69D] *Nil*
30. A(a) Whether primary adjustment to transfer price, as referred to in sub-section (1) of section 92CE, has been made during the previous year. *No*
30. A(b) If yes, please furnish the following details *Nil*
30. B(a) Whether the assessee has incurred expenditure during the previous year by way of interest or of similar nature exceeding one crore rupees as referred to in sub-section (1) of section 94B *No*
30. B(b) If yes, please furnish the following details *Nil*
30. C(a) Whether the assessee has entered into an impermissible avoidance arrangement, as referred to in section 96, during the previous year. *No*
30. C(b) If yes, please furnish the following details *Nil*
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 :- *Nil*
- (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;
- (iv) maximum amount outstanding in the account at any time during the previous year;
- (v) In case the repayment was made by cheque or bank draft, whether the same was repaid by an account payee cheque or an account payee bank draft.
- (vi) In Case the loan and deposit was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or an the account payee bank draft.
- (These particulars need not be given in the case of a Government Company, a banking company or a corporation established by a Central, State or Provincial Act.)
31. (b) Nil
31. (b)(a) Nil
31. (b)(b) Nil
31. (b)(c) Nil
31. (b)(d) Nil
- (c) Nil



- (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;
- (iv) whether the repayment was made otherwise than by an account payee cheque or an account payee bank draft;
- (v) In Case the loan and deposit was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or an the account payee bank draft.
31. (d) Particular of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received otherwise than by a cheque or bank draft or use of electronic clearing system through a bank account during the previous year. - *Nil*
31. (e) Particular of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received by a cheque or bank draft which is not an account payee cheque or account payee bank draft during the previous year. - *Nil*
32. (a) Details of brought forward loss or depreciation allowance, in the following manner, to the extent available. - *Nil*
- (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. *No*
- (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. *No*
- (e) In case of the 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 incurred during the previous year. *No*
33. Section-wise details of deductions, if any, admissible under Chapter VIA or Chapter III(section 10A, section 10AA) *As per Annexure No. 4*
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. - *Nil*



(b)	Whether the assessee is required to furnish the statement of tax deducted or tax collected. If yes, please furnish the details	N.A.
(c)	Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes please furnish the details	N.A.
35. (a)	In the case of a trading concern, give quantitative details of principal items of goods traded :-	Nil
(i)	opening stock;	
(ii)	purchases during the previous year;	
(iii)	sales during the previous year;	
(iv)	closing stock;	
(v)	shortage/ excess, if any.	
(b)	In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products :-	Nil
(A)	Raw Materials :	Nil
(i)	opening stock;	
(ii)	purchases during the previous year;	
(iii)	consumption during the previous year;	
(iv)	sales during the previous year;	
(v)	closing stock;	
(vi)**	yield of finished products;	
(vii)**	percentage of yield;	
(viii)	shortage/ excess if any.	
(B)	Finished products/ By-products :	Nil
(i)	opening stock;	
(ii)	purchases during the previous year;	
(iii)	quantity manufactured during the previous year;	
(iv)	sales during the previous year;	
(v)	closing stock;	
(vi)	shortage/ excess, if any.	
36.	In the case of a domestic company, details of tax on distributed profits under section 115-O in the following form :-	Nil
(a)	total amount of distributed profits;	



- (b) amount of reduction as referred to in section 115-O(1A)(i). No
- (c) amount of reduction as referred to in section 115-O(1A)(ii). No
- (d) total tax paid thereon. Nil
- (e) dates of payment with amounts. No
36. (A)(a) Whether the assessee has received any amount in the nature of dividend as referred to in sub-clause (e) of clause (22) of section 2. No
36. (A)(b) If yes, please furnish the following details:- Nil
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. No
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. No
39. Whether any audit was conducted under section 72A of the 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. No
40. Accounting ratios with calculations as follows :-
 (1) Total turnover of the assessee. Current Year = 4845870 / Previous Year = 4045680
 N.A.
 (2) Gross Profit/ Turnover. Current Year => Net Profit= 545532 / Turnover =4845870 Ratio= 11.26%
 Previous Year => Net Profit= 445680 / Turnover =4045680 Ratio= 11.02%
 (3) Net Profit/ Turnover. Current Year => Stock in Trade= 325680 / Turnover =4845870 Ratio= 6.72%
 Previous Year => Stock in Trade= 235485 / Turnover =4045680 Ratio= 5.82%
 (4) Stock-in-Trade/ Turnover. N.A.
 (5) Material Consumed/ Finished Goods Produced. N.A.
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 alongwith details of relevant proceedings. Nil
42. (a) Whether the assessee is required to furnish statement in Form No 61 or Form No 61A of Form No. 61B? No
42. (b) If Yes, please furnish Nil



43. (a) Whether the assessee or its parent entity or alternate reporting entity is liable to furnish the report as referred to in sub-section (2) of section 286 No
43. (b) If Yes, please furnish the following details Nil
43. (c) if Not due, please enter expected date of furnishing the report
44. Break-up of total expenditure of entities registered or not registered under the GST : (This Clause is applicable from 1st April, 2019) Nil

Place: ranchi
Date: 28-10-2018

For Tiwary singh & co
Chartered Accountants
Abhinav Tiwari
Partner
M.A. 1100
Firm Reg.No - C



MAHESH KUMAR PANDIT

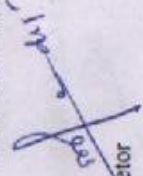
Near Narayan Dharamshala Devi Mandap Road Heh
al, Hesar
ranchi-834005

Certificate

This is to certify that I/We have not made any payments in Cash or by Bearer cheque in respect of
Expenditure covered w/s.40A(3) of Income Tax Act, 1961.

Place :
Date

For MAHESH KUMAR PANDIT


Proprietor

MAHESH KUMAR PANDIT

Near Narayan Dharamshala Devi Mandap Road Hehal,
Hesal
ranchi-834005

Certificate

This is to certify that I/We have not accepted any loan or deposit otherwise than payee's account cheque or bank draft. Also, I/We have not made any repayment of loan or deposit otherwise than payee's account cheque or bank draft.

Place :
Date

For MAHESH KUMAR PANDIT



Proprietor



MAHESH KUMAR PANDIT

Assessment Year : 2018-2019

Annexure No.-1 ANNEXURE FOR BOOKS OF ACCOUNTS MAINTAINED

S. No.	Books Maintained	Address Line 1	Address Line 2	City or Town or District	State	PinCode
1	CASH BOOK	Near Narayan Dharamshala	Devi Mandap Road	RANCHI	Jharkhand	834005
2	BANK BOOK	Near Narayan Dharamshala	Devi Mandap Road	RANCHI	Jharkhand	834005
3	LEDGER	Near Narayan Dharamshala	Devi Mandap Road	RANCHI	Jharkhand	834005
4	JOURNAL	Near Narayan Dharamshala	Devi Mandap Road	RANCHI	Jharkhand	834005

Annexure No.-2 ANNEXURE FOR LIST OF BOOKS OF A/C EXAMINED

S.No.	DESCRIPTION
1	CASH BOOK
2	BANK BOOK
3	LEDGER
4	JOURNAL

Annexure No.-3 FIXED ASSET ANNEXURE

NAME OF ASSET	RATE	OP BAL.	PURCHASE		TOTAL	SALE	DEP.	CL. BAL.
			1st Half	2nd Half				
Machinery & Plant	15%	2,40,000	0	0	2,40,000	0	36,000	2,04,000
Group Total		2,40,000.00	0.00	0.00	2,40,000.00	0.00	36,000.00	2,04,000.00
TOTAL		2,40,000	0	0	2,40,000	0	36,000	2,04,000

Annexure No.-4 ANNEXURE FOR DEDUCTION UNDER CHAPTER VIA

S. No.	SECTION NO.	AMOUNT
1	80C	42,000



**TRADING, PROFIT & LOSS A/C OF MAHESH KUMAR PANDIT
FOR THE YEAR ENDED 31ST MARCH 2018**

PARTICULARS	AMOUNT	PARTICULARS	AMOUNT
To Opening Stock	235485.00	By Gross Receipts from supply	4845870.00
To Material	3728673.00	By Closing Stock	325680.00
To Labour	370450.00		
To Accounting Charges	8000.00		
To Site Expenses	20480.00		
To Telephone Exp	8870.00		
To Coneyance Exp	26580.00		
To Repair & Maintenance	5370.00		
To Salary to staff	144000.00		
To Printing & Stationery	5060.00		
To Miscellaneous Exp	22840.00		
To Bank Charges	5710.00		
To Audit Fee	8500.00		
To Depreciation	36000.00		
To Net Profit	545532.00		
	5171550.00		5171550.00

**Mahesh Kumar Pandit
(Proprietor)
Place : Ranchi
Date : 28.10.2018**

As per our report of even date attached



For Tiwari Singh & Co.
Chartered Accountants
Ranchi
Abhinav Tiwari
(Partner)
Membership No. :- 418228

**BALANCE SHEET OF MAHESH KUMAR PANDIT
AS ON 31ST MARCH 2018**

LIABILITIES	AMOUNT	ASSETS	AMOUNT
<u>Capital</u>		<u>Fixed Assests</u>	
Capital A/c	529493.00	Machinery	240000.00
Add: Net Profit	545532.00	Less Dep	36000.00
	1075025.00		204000.00
Less: Drawings	195000.00		
Less: School Fee	42000.00		
	838025.00	<u>Loan & Advances</u>	
		Loan & advances	242293.5
<u>Current Liability</u>		<u>Current Assests</u>	
Creditor for Exp		Stock	325680.00
Labour Charges		Receivable	255785.00
Audit fee Payable		Cash in Hand	26886.50
			1054645.00
			1054645.00

As per our report of even date attached



Mahesh Kumar Pandit
 (Propreitor)
 Place : Ranchi
 Date : 28.10.2018