

Statements Of Accounts

&

TAX AUDIT REPORT

Of

M/S KIRTI DEVELOPERS, HARIHAR SINGH ROAD , RANCHI

for the year ending

31st March, 2010

B.C. DUTTA & CO.
CHARTERED ACCOUNTANTS
Opposite Poddar Dharamsala
Sisai Road, Gumla -835207 (Jharkhand)
Mobile 9431116981

PAN - AAJFB 5643 C

Mobile : 943111698

Email : manish_gumlaca@yahoo.co.in

"FORM NO. 3CB"

[See Rule 6G(1)(v)]

Audit report under section 44AB of the Income-tax Act, 1961, in the case of person referred to in clause (b) of sub-rule (1) of rule 6G

1. We have examined the Balance Sheet as at 31st March, 2010, and the Profit & Loss Account for the year ended on that date, attached herewith, of **M/S KRITI DEVELOPERS, HARIHAR SINGH ROAD, MORABADI, RANCHI (PROP.: SHRI GYAN KRITI KUMAR SINHA) (Permanent Account No. AFZPS 8221D)**. These financial statements are the responsibility of the management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

2. We certify that the Balance Sheet and the Profit & Loss Account are in agreement with the books of account maintained at the Head Office at **RANCHI** and **NIL** Branch.
3. (a) We report the following observations/comments/discrepancies/inconsistencies, if any :
NIL
- (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 accounts 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, 2010, and
- (ii) in the case of the Profit & 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 and the Annexure thereto are true and correct.

Place : GUMLA

Date

27 SEP 2010

For **B.C. DUTTA & CO.**
Chartered Accountants

PARTNER

CA . MANISH KUMAR MANTRI
Membership No. 406056

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 : M/S KRITI DEVELOPERS
(PROP.: SHRI GYAN KRITI KUMAR SINHA)
2. Address : Harihar Singh Road, Morabadi , Ranchi
3. Permanent Account Number : AFZPS8221D
4. Status : Individual
5. Previous year ended : 31st March, 2010
6. Assessment year : 2010-2011

PART-B

7. (a) If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios. : Not Applicable
- (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 : Not Applicable
8. (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 Business
- (b) If there is any change in the nature of business or profession, the particulars of such change. : There is no change.
9. (a) Whether books of account are prescribed under section 44AA, if yes, list of books so prescribed. : Books of accounts have not been specified under section 44AA.
- (b) Books of account maintained. : Books of Accounts are maintained in a Computer System. Books of Accounts generated are :
- (In case books of account are maintained in a computer system, mention the books of account generated by such computer system) : (i) Cash Book (ii) Journal (iii) Sales Register (iv) Purchase Register (v) Bank Book (vi) Ledger
- (c) List of books of account examined. : (i) Cash Book (ii) Journal (iii) Sales Register (iv) Purchase Register (v) Bank Book (vi) Ledger
10. Whether the profit and loss account includes any profits and gains assessable on presumptive basis. : NO



11. (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. : There is no change from the method of accounting employed in the immediately preceding previous year.
- (c) If answer to (b) above is in the affirmative, give details of such change, and the effect thereof on the profit or loss. : Not Applicable
- (d) Details of deviation, if any, in the method of accounting employed in the previous year from accounting standards prescribed under section 145 and the effect thereof on the profit or loss. : NIL
12. (a) Method of valuation of closing stock employed in the previous year. : A. cost or market price whichever is lower as certified by the proprietor of the firm.
- (b) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss. : NIL
12. Give the following particulars of the capital asset converted into stock-in-trade: - : NIL
13. 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, refund 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
14. 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, : As Per Balance Sheet
15. Amounts admissible under sections :—
33AB, 33ABA, 33AC (wherever applicable), 35, 35AB, 35AC, 35CCA, 35CCB, 35D, 35DD, 35DDA, 35E"
- (a) debited to the profit and loss account (showing the amount debited and deduction allowable under each section separately); : NIL
- (b) Not debited to the profit and loss account. : NIL



15. (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) Any sum received from employees towards contributions to any provident fund or superannuation fund or any other fund mentioned in section 2(24)(x); and due date for payment and the actual date of payment to the concerned authorities under section 36(1)(va). : NIL
17. Amounts debited to the profit and loss account, being,—
- (a) expenditure of capital nature; : NIL
- (b) expenditure of personal nature; : NIL
- (c) expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like, published by a political party; : NIL
- (d) expenditure incurred at clubs,—
- (i) as entrance fees and subscriptions; : NIL
- (ii) as cost for club services and facilities used; : NIL
- (e) (i) expenditure by way of penalty or fine for violation of any law for the time being in force; : NIL
- (ii) Any other penalty or fine; : NIL
- (iii) expenditure incurred for any purpose which is an offence or which is prohibited by law; : NIL
- (f) amounts inadmissible under section 40(a); : NIL
- (g) interest, salary, bonus, commission or remuneration inadmissible under section 40(b)/40(ba) and computation thereof; : NIL
- (h) (A) whether a certificate has been obtained from the assessee regarding payments relating to any expenditure covered under section 40A(3) that the payments were made by account payee cheques drawn on a bank or account payee bank draft, as the case may be, [Yes/No] : Yes
- (B) amount inadmissible under section 40A(3), read with rule 6DD [with break-up of inadmissible amounts] : NIL
- (i) provision for payment of gratuity not allowable under section 40A(7); : NIL



(i)	any sum paid by the assessee as an employer not allowable under section 40A(9);	NIL
(k)	particulars of any liability of a contingent nature.	NIL
(l)	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
(m)	amount inadmissible under the proviso to section 36(1)(iii)	NIL
A	Amount of Interest inadmissible under section 23 of the Micro Small and Medium Enterprises Development Act, 2006	NIL
	Particulars of payments made to persons specified under section 40A(2)(b).	NIL
	Amounts deemed to be profits and gains under section 33AB or 33ABA or 33AC.	NIL
	Any amount of profit chargeable to tax under section 41 and computation thereof.	NIL
*(i)	In respect of any sum referred to in clauses (a), (b), (c), (d), (e) or (f) 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	NIL
	(a) paid during the previous year;	Not Applicable
	(b) not paid during the previous year;	Not Applicable
(B)	was incurred in the previous year and was	NIL
	(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.	Not Applicable
☆	State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost, etc. is passed through the profit and loss account.	NIL



- (a) Amount of Modified 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 Modified Value Added Tax credits in the accounts. : Not Applicable
- (b) Particulars of income or expenditure of prior period credited or debited to the profit and loss account. : NIL
- 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]. : NIL
- (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
- (b) Particulars of each repayment of loan or deposit in any amount exceeding the limit specified in section 269T made during the previous year : NIL
- (c) Whether a certificate has been obtained from the assessee regarding, taking or accepting loan or deposit, or repayment of the same through an account payee cheque or an account payee bank draft. [Yes/No] : Not Applicable
- (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. : Not Applicable
- Section-wise details of deductions, if any, admissible under Chapter VI-A. : LIC & School Fees Admissible



- (a) Whether the assessee has complied with the provisions of Chapter XVII-B regarding deduction of tax at source and regarding the payment thereof to the credit of the Central Government. [Yes/No] : Not Applicable
- (b) If the provisions of Chapter XVII-B have not been complied with, : Not Applicable
- (a) In the case of a trading concern, give quantitative details of principal items of goods traded : Quantitative Records of goods have not been maintained.
- (b) In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products : Not Applicable
- (A) Raw Materials :
(B) Finished products/By-products :

In the case of a domestic company, details of tax on distributed profits under section 115-O in the following form : Not Applicable

- (a) total amount of distributed profits;
(b) total tax paid thereon;
(c) Dates of payment with amounts.

Whether any cost audit was carried out, if yes, enclose a copy of the report of such audit [See section 139(7)] : Not Applicable

Whether any audit was conducted under the Central Excise Act, 1944, if yes, enclose a copy of the report of such audit. : Not Applicable

Accounting ratios with calculations as follows.

- (a) Gross profit/Turnover; : $\frac{3,70,937}{1,04,00,000} \times 100 = 3.57\%$
- (b) Net profit/Turnover; : $\frac{2,91,607}{1,04,00,000} \times 100 = 2.80\%$
- (c) Stock-in-trade/Turnover; : $\frac{12,31,000}{1,04,00,000} = 0.12$
- (d) Material consumed/Finished goods produced. : Not Applicable

GUMLA



For B. C. D'JTTA & CO.
Chartered Accountants

M. Mantri

PARTNER
CA. MANISH KUMAR MANTRI
Membership No. 406056

Name : Manish Kumar Mantri
Address: Opposite Poddar Dharamshala,
Sisai Road, Gumla

27 SEP 2010

M/S KIRTI DEVELOPERS , RANCHI

ASSESSMENT YEAR : 2010-11

ANNEXURE -I

PART 'A'

Name of the Assessee	M/S KIRTI DEVELOPERS
Address	(Prop.: Sri Gyan Kirti Kumar Sinha)
Permanent Account Number	Harihar Singh Road, Ranchi.
Status	AFZPS 8221 D
Previous Year ended	Individual
Assesment Year	31st March, 2010
	2010- 2011

PART 'B'

Business or Profession in respect of every class or profession carried on during the previous	Code *
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Parameters	Current Year	Preceding Year
Paid-up Share capital/capital of partner/proprietor	751,736.00	N
Share application Money/ Current Account of Partner or Proprietor, if any,		O
Reserves and Surples/Profit and Loss Account		T
Secured Loan		A
Unsecured Loan	77,836.00	P
Current Liabilities and provisions	1,406,430.00	P
Total of Balance Sheet		L
Gross Turn Over/Gross Reciepts	2,236,002.00	I
Gross Profit	10,400,000.00	C
Commission received	370,937.00	A
Commission paid		B
Interest received		L
Interest paid	4,948.00	E
Depreciation as per book of account	25,000.00	
Net Profit (or loss) before tax as per Profit & Loss A/c	47,380.00	
Taxes on income paid/ provided for in the books	291,607.00	
	Income Tax is debited to Proprietor's Capital Account	

Gumla

27 SEP 2010



For B.C. DUTTA & CO.
Chartered Accountants

H. Mantri
PARTNER
CA. MANISH KUMAR MANTRI
Membership No 406056

M/S KIRTI DEVELOPERS , HARIHAR SINGH ROAD , MOFABADI , RANCHI

TRADING & PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31st MARCH, 2010

PARTICULARS	AMOUNT Rs. P.	PARTICULARS	AMOUNT Rs.
To Opening Stock		By Sales (Flat)	10,400,000
" Purchases	8,680,300.00	" Closing Stock	1,231,000
" Freight	2,570,688.00		
" Gross Profit c/d	9,075.00		
	370,937.00		
	<u>11,631,000.00</u>		<u>11,631,000.</u>
To Audit Fees	3,000.00	By Gross Profit b/d	370,937.
Bank Charges & Commission	1,373.00	" Bank Interest	4,948.
Architect Fees	18,000.00	" Income From Scrap Sale	103,600.
Depreciation	47,380.00		
Donation	501.00		
General Expenses	1,208.00		
Interest	25,000.00		
Salary	84,000.00		
Site Expenses	5,300.00		
Traveling Expenses	1,524.00		
Printing & Stationary Expenses	592.00		
Net profit transferred to	291,607.00		
Proprietor's Capital A/c			
	<u>479,485.00</u>		<u>479,485.00</u>

ACCOUNTING POLICIES & NOTES - REFER SCHEDULE 'A'

Place: Gumla

27 SEP 2010



As per our report of even date
For B.C. DUTTA & CO.
Chartered accountants

H. Hantari
PARTNER

M/S KIRTI DEVELOPERS

E. Sinha

PROPRIETOR

M/S KIRTI DEVELOPERS , HARIHAR SINGH ROAD , RANCHI

SCHEDULE 'A

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ATTACHED TO AND FORMING PART OF BALANCE SHEET AS ON 31ST MARCH, 2010

1. METHOD OF ACCOUNTING

- a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles.
- b) The firm follows mercantile system of accounting and recognises all Income and Expenditure having material bearing on the financial statements on accrual basis.

2. FIXED ASSETS

Fixed Assets are stated at Cost.

3. DEPRECIATION

Depreciation has been provided on W.D.V. basis by adopting the rates as prescribed in Income-tax Rules.

4. INVENTORIES

Stock in trade has been valued at cost or market price whichever is lower.

5. CONTINGENT LIABILITIES

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

6. Balance of Sundry Debtors are subject to confirmation from respective parties.

6. Wherever External Vouchers not found it was relied on Internal Vouchers / Ledgers Prepared by the Managements.

Place : Gumla

As per our report of even date
For **B.C. DUTTA & CO.**
Chartered Accountants

M/S KIRTI DEVELOPERS

Date : 27 SEP 2010



H. H. Panty

PARTNER

[Signature]

Proprietor