

(*INCOME-TAX RETURN FORM FOR NON-CORPORATE ASSESSEES OTHER THAN PERSONS CLAIMING EXEMPTION UNDER SECTION 11)

- 1. NAME MEHTA & MODI HOMES
- 2. FATHER'S NAME -NA-
- 3. ADDRESS 5-6-187, 3&6 IInd Floor, Soham Mansion
M.G. Road, Secunderabad
PIN 500 003 TELEPHONE _____
- 4. PERMANENT ACCOUNT NUMBER AAJFM06476 5. DATE OF BIRTH _____
- 6. INDIVIDUAL / HINDU UNDIVIDED FAMILY / FIRM / ASSOCIATION OF PERSONS / LOCAL AUTHORITY
- 7. RESIDENT / NON-RESIDENT / NOT ORDINARILY RESIDENT 8. WARD/CIRCLE/SPECIAL RANGE Ward 10 (C) / Hyd
- 9. SEX: MALE / FEMALE NA 10. INCOME FOR THE PREVIOUS YEAR i.e. 1.4.2005 TO 31.3.2006
- 11. ASSESSMENT YEAR 2006-2007 12. RETURN: ORIGINAL OR REVISED Original
- 13. PARTICULARS OF BANK ACCOUNT (MANDATORY IN REFUND CASES)

Name of the Bank	MICR Code (9 digit)	Address of Bank Branch	Type of Account (Savings/Current)	Account Number	ECS (Y/N)

14. Details of Credit Card	Credit Card Number	Issued by

- 15. INCOME FROM SALARY (Attach Form No. 16) -- [701] Rs. NIL
- 16. INCOME FROM HOUSE PROPERTY -- [702] Rs. NIL
- 17. (i) INCOME FROM BUSINESS OR PROFESSION -- [703] Rs. 8760136
- (ii) PROFITS AND GAINS FROM TRANSACTIONS CHARGEABLE TO SECURITIES TRANSACTIONS TAX [item 26(ii) of Schedule C] -- [597] Rs. NIL

18. CAPITAL GAINS	15/9	15/12	15/31	31/3	TOTAL	
(a) Short-Term (u/s111A)	[676]	[677]	[678]	[679]	[679]	[776] Rs. <u>NIL</u>
(b) Short-Term (others)	[645]	[646]	[647]	[648]	[648]	[776] Rs. <u>213281</u>
(c) Long-Term	[695]	[696]	[697]	[698]	[698]	[776] Rs. <u>8760136</u>

- 19. INCOME FROM OTHER SOURCES -- [706] Rs. 213281
- 20. INCOME OF ANY OTHER PERSON TO BE ADDED -- [775] Rs. NIL
- 21. GROSS TOTAL INCOME (15+16+17+18+19+20) -- [746] Rs. 8973615

22. LESS : DEDUCTIONS UNDER CHAPTER VI-A	SECTION	AMOUNT (Rs.)
(a) <u>Housing Loan Project P...</u>	<u>80IB(10)</u>	<u>8760136</u>
(b) _____		
(c) _____		
	[747]	Rs. <u>8760136</u>

- 23. TOTAL INCOME : (21 - 22) -- [760] Rs. 213281
- 24. ADD : AGRICULTURAL INCOME (For rate purposes) -- [762] Rs. NIL
- 25. INCOME CLAIMED TO BE EXEMPT FROM INCOME-TAX 1044004123 -- [125] Rs. NIL

26. TAX ON TOTAL INCOME	INCOME	INCOME-TAX
(a) At normal rates	[772] <u>213281</u>	[802] <u>63986</u>
(b) At special rates	[768] _____	[801] _____
	[810]	Rs. <u>63986</u>

- 27. LESS : REBATE [a +b/c +d +e] -- [820] Rs. NIL
- (a) Under Section 88 : [812] _____
- (b) Under Section 88B : [813] _____
- (c) Under Section 88C : [814] _____
- (d) Under Section 88D : [815] _____
- (e) Under Section 88E : [818] _____

- (i) Tax on profits and gains from transactions chargeable to securities transactions tax [item 26(ii) of Schedule C]; [816]
- (ii) Amount of securities transaction tax paid (Attach Form 10DB/10DC) [817]
- (iii) Rebate u/s 88E [lower of (i) / (ii) above] [818]

28. TAX PAYABLE	-	-	-	-	-	826	Rs.	63984
29. ADD : SURCHARGE	-	-	-	-	-	828	Rs.	6358
30. ADD : EDUCATION CESS	-	-	-	-	-	834	Rs.	1608
31. TOTAL TAX PAYABLE : (28 + 29+30)	-	-	-	-	-	832	Rs.	71790
32. LESS : RELIEF	-	-	-	-	-	837	Rs.	NIL
33. NET TAX PAYABLE	-	-	-	-	-	840	Rs.	71790
34. LESS : TAX DEDUCTED AT SOURCE	-	-	-	-	-	873	Rs.	21933
35. LESS : ADVANCE TAX PAID	-	-	-	-	-			

Name of the Bank Branch	BSR Code of Bank Branch (7 digit)	Date of deposit (DDMMYY)	Serial No. of challan	Amount (Rs.)

Date of instalment	Upto 15/9	16/9 to 15/12	16/12 to 15/03	16/03 to 31/03	Total
	858	859	860	861	862
Amount					

36. ADD : INTEREST PAYABLE u/s 234A 234B 3690 234C 1753 TOTAL 851 Rs. 5263
 37. LESS : SELF-ASSESSMENT TAX PAID 888 Rs. 55100

Name of the Bank Branch	BSR Code of Bank Branch (7 digit)	Date of deposit (DDMMYY)	Serial No. of challan	Amount (Rs.)

38. BALANCE TAX : PAYABLE / REFUNDABLE 891 Rs. NIL

DOCUMENTS ATTACHED WITH THE RETURN

1. Computation of Total Income
2. Statement of Accounts
3. Form No. 3CB & 3CD with Annexures
4. TDS Certificates
5. Xerox Copy of Self Assst Tax challan
6. Form No. 10CCB

VERIFICATION

I, SOHAM MODI (name in full and in block letters),
 son/daughter of SATISH MODI, solemnly declare that to the best of my knowledge and belief, the information given in this return and the annexures and statements accompanying it are correct, complete and truly stated and in accordance with the provisions of the Income-Tax Act, 1961, in respect of income chargeable to income-tax for the previous year relevant to the assessment year 2006-2007.

Receipt No. _____ Date _____

Seal

Signature of the receiving official

Date : 28/10/2006
 Place : Secunderabad
 Signature: [Signature] Partner

Filed on
30/10/2006
Inv No. 1044004123

MEHTA & MODI HOMES
5-4-187/ 3 & 4, II Floor, Soham Mansion,
M.G.Road, Secunderabad - 500 003.
Assessment Year 2006-2007.

Status: Partnership Firm as Such (PFAS) / Resident
PAN : AAJFM 0647 C/ Ward 10 (4)/ Hyd
Year Ending: 31-03-06
Nature of Business: Real Estate/Developers/Managers

COMPUTATION OF TOTAL INCOME

I. Income from Business

Net profit as per Profit & Loss account 8,549,073

Less: Items disallowed/considered seperately:

1. Interest on Fixed deposits	178,997	
2. Interest Received	34,285	213,281
		<hr/>
		8,335,791

Add: Items disallowed/considered seperately:

1. 20% of Cash payments of Rs. 40,00,500/- made in excess of of Rs.20,000/- (Refer Annexure-II to Form No. 3CD)	800,100	
2. FBT Debited to P & L Account	7,275	
3. Interest on TDS	484	
4. TDS Receivable	21,933	829,792
		<hr/>
		9,165,584

Less: Unabsorbed brought forward loss of A.Y.2005-06 adjusted

		405,450
		<hr/>
		8,760,134

Less: Admissible deductions: Under Chapter VI A

1. U/s. 80IB (10) - 100% Profit of Housing Project (as given in Form No. 3 CD) and certificate form No. 10 CCB		8,760,134
		<hr/>
		-

Business Income

II. Income from Other Sources

1. Interest on Fixed deposits	178,997
2. Interest Received	34,285
	<hr/>

Income from Other Sources 213,281

ABSTRACT

1. Income from Business	0
2. Income from other sources	213,281
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Total Income	213,281

For MEHTA AND MODI HOMES


Partner

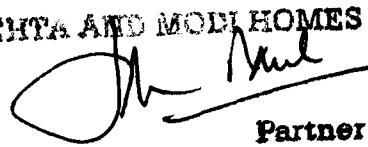
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Tax thereon comes to @ 30%		63,984
Add: Surcharges @10%		6,398
		<hr/>
		70,383
Add: Education Cess @ 2%		1,408
		<hr/>
		71,790
Add: Interest u/s. 234 B	3,490	
Add: Interest u/s. 234 C	1,753	5,243
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Total Tax Payable		77,033
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Taxes Paid:

TDS on Interest	21,933	
Self Asst. Tax paid u/s. 140 A	55,100	
	<hr/>	
	77,033	
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For MENTHA AND MODI HOMES


Partner

M/s. MEHTA & MODI HOMES
5-4-187/ 3 & 4, 3rd Floor, Soham Mansion,
M.G.Road, Secunderabad - 500 003.

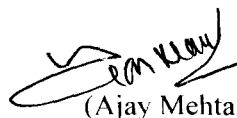
Assessment Year: 2006- 2007

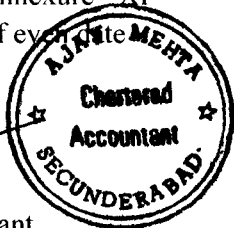
BALANCE SHEET AS ON 31.03.2006

<u>Liabilities</u>	<u>Amount Rs.</u>	<u>Assets</u>	<u>Amount Rs.</u>
Partners Capital A/cs.		Cash	
1. Modi Properties & Invst Pvt Ltd	26,338,399.91	Cash on hand	260,301.68
2. Suresh Mehta	3,443,948.85		
3. Bhavesh Mehta	3,194,725.53	Cash at Bank	
4. Deepak Mehta	1,644,725.53	Annexure - V	2,279,892.21
Outstanding Amounts Payable		Inventories	
Annexure - I	317,401.66	Annexure - VI	83,569,900.41
Sundry Creditors		Deposits	
Annexure - II	4,647,301.00	Annexure - VII	12,750.00
Customer Accounts		Loans & Advances- Unsecured	
Annexure - III	7,504,023.56	Annexure - VIII	12,378,300.50
Installments Reced		Fixed Assets	
Annexure - IV	73,056,260.00	Annexure - IX	116,303.90
		Sundry Debtors	
		Annexure - X	21,529,337.34
	<u>120,146,786.04</u>		<u>120,146,786.04</u>

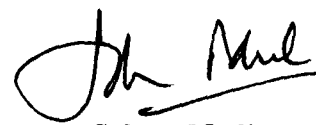
Notes to Accounts Annexure - XI

As per my report of even


(Ajay Mehta)
Chartered Accountant



For Mehta & Modi Homes


Soham Modi
(Partner)

Place: Secunderabad.

Date : 28.10.2006

Place: Secunderabad.

Date : 28.10.2006

HOUSING PROJECT CONSTRUCTION ACCOUNT.

To Opening Stock		By Closing Stock	
Land - Phase I	5,271,190.00	Land - Phase I	6,179,055.12
Pre-operative Expenses	105,049.12	Land Improvement work -in-progress -Phase I	38,986,451.29
Work in Progress - Phase I	5,873,746.74	Land - Phase II	10,831,795.00
Land - Phase II	6,806,425.00	Land Improvement work -in-progress - Phase II	411,938.00
		Land - Phase III	12,360,055.00
To Purchases/Expenditure		Land Improvement work -in-progress - Phase III	870,167.00
Phase I			
Fees paid to Kapra & HUDA	802,816.00	By Land at Kommetta	2,972,000.00
Work in Progress	33,112,704.55		
Phase - II			
Land Purchase at Cherlapally	2,771,000.00	By Estimated Profit declared on	
Registration Charges	790,675.00	installments received @	
Fees paid to Kapra & HUDA	452,695.00	15% on Rs. 7,30,56,260/-	10,958,439.00
Land Improvement Works-in-Progress	411,938.00		
Brokerage paid	11,000.00		
Phase - III			
Land Purchase at Cherlapally	11,300,000.00		
Brokerage	205,005.00		
Registration Charges	855,050.00		
Work in Progress	870,167.00		
Land Purchases at Kommetta	2,972,000.00		
To Gross Profit c/fd.	10,958,439.00		
	<u>83,569,900.41</u>		<u>83,569,900.41</u>

Notes to Accounts Annexure - XI

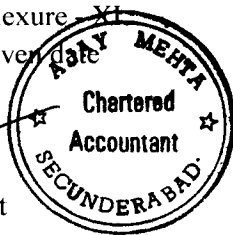
As per my report of even date


(Ajay Mehta)

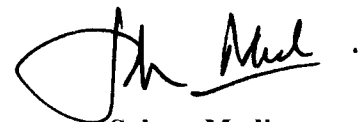
Chartered Accountant

Place: Secunderabad.

Date : 28.10.2006



For Mehta & Modi Homes



Soham Modi
(Partner)

Place: Secunderabad.

Date : 28.10.2006

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2006

To Audit Fee Paid	19,642.00	By Gross Profit b/d	10,958,439.00
To Salaries & Other Benefits	1,010,715.00		
To Depreciation	48,404.10		
To Bank Charges	11,797.96	By Interest on Fixed Deposits	178,996.60
To Conveyance	18,599.00	By Booking Amounts Forfeited	265,000.00
To Fringe Benefit Tax	7,275.00	By Interest received	34,284.74
To Legal Expenses	139,763.00		
To Management Remuneration	520,000.00		
To News Periodicals	928.00		
To Postage & Courier	8,535.00		
To Printing & Stationery	31,989.00		
To Repairs & Maintenance	42,024.00		
To Telephone Charges	41,533.05		
To Xerox Expenses	28,179.00		
To Advertisement	666,621.00		
To Interest on TDS	484.00		
To Car Hire Charges	51,838.00		
To Consultancy	49,642.00		
To Exhibition	65,650.50		
To Professional Tax	2,500.00		
To Interest on Over Draft	26,532.19		
To Business Promotion Exp	30,500.00		
To Sundry Balances Written Off	10.57		
To Staff Training & Recruitment Exp	6,552.00		
To Tax Deducted at Source	21,933.39		
To Community Development Exp	36,000.00		
To Net Profit apportioned amongst partners			
1. Modi Properties & Investments Pvt	4,274,536.29		
2. Suresh U.Mehta	1,424,275.49		
3. Bhavesh Mehta	1,425,130.40		
3. Deepak Mehta	1,425,130.40		

11,436,720.34

11,436,720.34

Notes to Accounts Annexure - XI

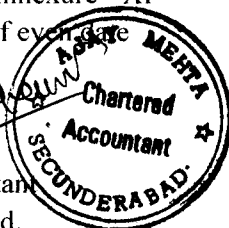
As per my report of even date

(Ajay Mehta)

Chartered Accountant

Place: Secunderabad.

Date : 28.10.2006



For Mehta & Modi Homes

Sonam Modi

(Partner)

Place: Secunderabad.

Date : 28.10.2006

Mehta & Modi Homes

A.Y.2006-2007

Partners' Capital Account
M/s. Modi Properties & Investments Pvt Ltd Account

To Cheques issued during the year	3,250,000.00	By Opening Balance on 01/04/0	10,238,863.62
To Balance c/fd	26,338,399.91	By Cheques recd during the	15,075,000.00
		By Share of Profit transferred from P & L A/c.	4,274,536.29
	<u>29,588,399.91</u>		<u>29,588,399.91</u>

Mr. Bhavesh Mehta Account

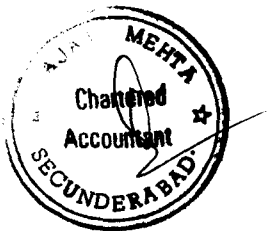
To Balance c/fd	3,194,725.53	By Opening Balance 01/04/2005	1,769,595.13
		By Share of Profit transferred from P & L A/c.	1,425,130.40
	<u>3,194,725.53</u>		<u>3,194,725.53</u>

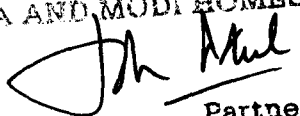
Mr. Deepak Mehta Account

To Balance c/fd	1,644,725.53	By Opening Balance 01/04/2005	219,595.13
		By Share of Profit transferred from P & L A/c.	1,425,130.40
	<u>1,644,725.53</u>		<u>1,644,725.53</u>

Mr. Suresh Mehta Account

To Balance c/fd.	3,443,948.85	By Opening Balance 01/04/2005	2,019,673.36
		By Share of Profit transferred from P & L A/c.	1,424,275.49
	<u>3,443,948.85</u>		<u>3,443,948.85</u>



FOR MEHTA AND MODI HOMES

Partner

Annexure - I
Outstanding Amounts Payable

1	FBT Payable	1,492.00
2	Salary payable	100,366.00
3	T.D.S Payable	43,277.66
4	Audit Fee Payable	19,642.00
5	Bonus Payable	66,365.00
6	Deshmukh-Incentive	4,050.00
7	Shiva Incentive	25,735.00
8	Solomon Incentives	20,474.00
9	Sridhar Incentives	13,000.00
10	Swetha Incentives	4,600.00
11	Vittal Incentives	18,400.00
		<hr/>
		317,401.66

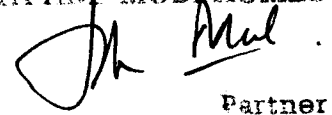
Annexure - II
SUNDRY CREDITORS

SUPPLIERS

1	Ajay Mill Stores	1,332.00
2	Anisha Associates	26,565.00
3	Bharat Patel	40,630.00
4	D.V. Krishna Book Depot	448.00
5	Delta Marketing	256,528.00
6	Gayathri Industries	105,167.00
7	Ganji Brothers	21,805.00
8	H.M. Brothers	44,475.00
9	Habbeb Rope Suppliers	5,866.00
10	Industrial Equipment Centre	3,714.00
11	Nayan Sales	26,309.00
12	Neha Marketing	95,400.00
13	Praful Sanitary	118,652.00
14	Premier Travels	553.00
15	Purnima Mosaic Tiles	147,000.00
16	Punjab Trade Corporation	967,942.00
17	Saradhi Ads	800.00
18	Ravi Cement Industry	756.00
19	Sai Teja Agencies	160,155.00
20	Secunderabad Iron & Hardware Merchants	6,911.00
21	Shiv Gopal & Company	48,720.00
22	Shubham Enterpirses	7,669.00
23	Sree Panduranga Saw Mills	24,458.00
24	Sri Santosh Associates	65,021.00
25	Sri Sai Brick Industry	43,620.00
26	Talwar Electrical & Engineering Co	65,000.00



FOR MEHTA AND MODI HOMES

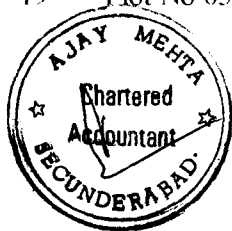

Partner

Mehta & Modi Homes**A.Y. 2006-07**

27	Patel Sanitary Mart	18,641.00	
28	Timber India	204,934.00	
29	Chandas	590.00	
30	P.J. Agencies	540.00	
31	Stat Coat Powder Coatings	44,469.00	
32	Vasavadatta Cement	38,350.00	
33	United Security Services	23,692.00	
34	Mallaiah	6,650.00	
35	Narsimha	162,517.00	
36	Mannem	32,465.00	
37	Sai Babu Transportation	103,000.00	2,921,344.00
<u>OTHERS</u>			
38	Ramesh Jain	1,660,000.00	
39	Jagdish Kanaiah	2,643.00	
40	Modi Properties & Inv P Ltd	63,314.00	1,725,957.00
			<u>4,647,301.00</u>

Annexure - III**CUSTOMER ACCOUNTS**

1	Plot No 19 - Sectapathi Rao	787,552.35	
2	Plot No 22 - Mrs Sailaja Devi	363,878.75	
3	Plot No 31 - Pradheep Kumar	269,741.89	
4	Plot No 33 - C.N. Giridhar Murthy	313,707.54	
5	Plot No 40 - Balaji Sampath	582,120.00	
6	Plot No 41 - Krishnan Sampath	514,233.00	
7	Plot No 43 - Mohammed Abdul Alecm	949,429.12	
8	Plot No 45 - Venkata Ramana Srinivasan	584,225.91	
9	Plot No 59 - Srihari Ramanujam	901,270.00	
10	Plot No 60 - B. Seeta Mahalakshmi	978,169.67	
11	Plot No 67 - Durga Prasad	2,427.00	6,246,755.23
<u>CANCELLED PLOTS</u>			
12	Plot No 24- Shri Hari Kumar	865,808.33	
13	Plot No 29 - Sifco Metal Industries	125,000.00	
14	Plot No 62 - G.P.S. Khurana	25,000.00	
15	Plot No 75 - Subba Cheganty	25,000.00	
16	Plot No 76 - Srinivas Cheganty	75,000.00	
17	Plot No 74 - Raj Kiran	115,000.00	
18	Plot No 55 - Gautham Kumar	1,460.00	
19	Plot No 63 -Mrs. Meera & Mr. Srikanth	25,000.00	1,257,268.33
			<u>7,504,023.56</u>

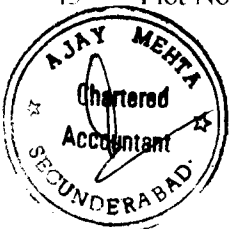


FOR MEHTA AND MODI HOMES

A handwritten signature in black ink, appearing to be "J. Mehta".
Partner

Annexure - IV
Installments Received

1	Plot No. 1 Mr. Ramandeep Khurana	1,607,082.00
2	Plot No. 2 Mr. Mohanlal Jesati Purohit	1,523,500.00
3	Plot No. 3 Mr. R. Mohan	1,330,100.00
4	Plot No. 4 Mrs. Aparna Upreti	1,325,000.00
5	Plot No. 5 Mr. Alok Goyal	1,325,000.00
6	Plot No. 6 Sifco Metal Industries	1,035,000.00
7	Plot No. 7 Mr. Krishnan Padmanabhan Iyer	1,765,000.00
8	Plot No. 8 Mr. Nadh Thota	1,531,533.00
9	Plot No. 9 Dr. Tejal Modi	1,750,000.00
10	Plot No. 10 Mr. N. Rajagopalan	1,241,250.00
11	Plot No. 11 Dr. I. J. Anand	1,140,200.00
12	Plot No. 12 Mr. Kevin Green & Mrs. Deepa Dhawan Green	1,155,000.00
13	Plot No. 13 Mr. Venkat Reddy	1,145,000.00
15	Plot No. 15 Mr. Inderkumar Seth & Mr. Rajesh Seth	125,000.00
16	Plot No. 16 Mr. Debashish Das	1,130,000.00
17	Plot No. 17 Mrs. Tripta Anand	1,149,800.00
18	Plot No. 18 Mr. Nikhil C Popat	1,743,846.00
19	Plot No. 19 Dr. Vadrevu Nagendra Secthapathi Rao	1,225,000.00
20	Plot No. 20 Mr. Srinivas N Aluri	1,239,806.00
21	Plot No. 21 Mr. Soumen Mukerji & Mrs. Sudeshna Mukerji	1,325,000.00
22	Plot No. 22 Mrs. A. Sailaja Devi	1,175,000.00
23	Plot No. 23 Mr. Sunil Bothra	1,785,000.00
25	Plot No. 25 Mr. Girish Subramaniam	1,250,000.00
26	Plot No. 26 Mr. Feiz Arney	125,000.00
27	Plot No. 27 Mr. C. V. Durga Prasad	125,000.00
28	Plot No. 28 Mrs. Shahruq Hussain & Mrs. Azima Hussain	825,000.00
30	Plot No. 30 Mr. Dudharam Purohit	1,248,000.00
31	Plot No. 31 Mr. Pradceep Kumar Nama	1,325,000.00
32	Plot No. 32 Mr. Tarun Sharma	1,335,200.00
33	Plot No. 33 Mr. C. N. Giridhar Murthy	1,095,000.00
34	Plot No. 34 Mr. Rohit Sharma	1,504,000.00
35	Plot No. 35 Mrs. Necti Tiwari	1,307,000.00
36	Plot No. 36 Mr. D. Giridhar Reddy	1,794,000.00
37	Plot No. 37 Mrs. Rupa Krishnan Iyer	1,765,000.00
38	Plot No. 38 Mr. Krishnan Padmanabhan Iyer	1,765,000.00
39	Plot No. 39 Mr. Jatil Sharma & Mrs. Sushma Sharma	1,095,000.00
40	Plot No. 40 Balaji Sampath	125,000.00
41	Plot No. 41 Mr. Krishnan Sampath	125,000.00
42	Plot No. 42 Dr. Sesha S Boppudi	125,000.00
43	Plot No. 43 Mrs. Raheela Begum Ayesha	125,000.00
44	Plot No. 44 Mr. M. Rajeswara Rao	1,065,000.00
45	Plot No. 45 Mr. Venkata Ramana Srinivasan	1,055,000.00



For MEHTA AND MODI HOMES

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Partner

Mehta & Modi Homes**A.Y. 2006-07**

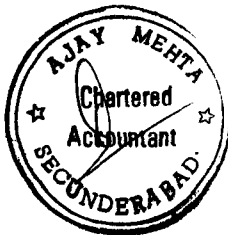
46	Plot No. 46 Mr. M. Babu Rao	1,883,346.00
47	Plot No. 47 Mr. A. Avinash	1,794,000.00
48	Plot No. 48 Mr. Ajay Mehta	1,400,000.00
49	Plot No. 49 Mr. Kuldeep Singh	1,740,000.00
50	Plot No. 50 Dr. D.D. Singh	1,595,000.00
51	Plot No. 51 Mr. Manohar Reddy V.G.	1,794,000.00
52	Plot No. 52 Mr. Konijeti Muralidhar & Mrs. Madhavi Sailaja	1,504,000.00
53	Plot No. 53 Mr. Ajay Shah	1,157,500.00
54	Plot No. 54 Mr. Bommadevara Naga Kumar	1,756,000.00
55	Plot No. 55 Mr. S. Bhaskar Rao	125,000.00
56	Plot No. 56 Mrs. Gurrala Sunitha	125,000.00
57	Plot No. 57 Mrs. M.S. Saritha Reddy	125,000.00
58	Plot No. 58 Mrs. Lakshmi Bhavani Boppudi	125,000.00
59	Plot No. 59 Mr. V. Sri Hari Ramanujam	125,000.00
60	Plot No. 60 Dr. B. Sitamahalakshmi	125,000.00
61	Plot No. 61 Mr. B. Srinivasa Murthy	125,000.00
63	Plot No. 63 Mr. Gajendra Balakrishna Naidu	125,000.00
64	Plot No. 64 A. V. S. Satish	125,000.00
65	Plot No. 65 Mr. Ratneswar Rao	125,000.00
66	Plot No. 66 Mr. Anil Kumar	125,000.00
67	Plot No. 67 Mr. Sakamuri Durga Prasad	125,000.00
68	Plot No. 68 Mr. Pavan Kumar Desai	1,762,000.00
69	Plot No. 69 Mr. Saveed karan & Mrs. Naseem Fatima	125,000.00
70	Plot No. 70 Mr. Srinivasan Arunachalam	1,935,000.00
71	Plot No. 71 Mr. Sridhara Kambalapalli Sesha Phani	1,990,797.00
72	Plot No. 72 Mrs. Rashmi Saxena	1,894,300.00
73	Plot No. 73 JVK Prasad	1,275,000.00
		73,056,260.00

Annexure - V**Cash at Bank**

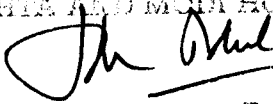
1	HDFC Bank	2,279,892.21
		2,279,892.21

Annexure - VI**Inventories**

	<u>Land</u>		
1	Phase - I (At Cost)	6,179,055.12	
	Phase - II (At cost)	10,831,795.00	
	Phase - III (At Cost)	12,360,055.00	
	Land at Kommetta Village	2,972,000.00	32,342,905.12
2	<u>Work in Progress:</u>		
	Phase - I	49,944,890.29	
	Phase - II	411,938.00	
	Phase - III	870,167.00	51,226,995.29
		83,569,900.41	



For MEHTA AND MODI HOMES


 Partner

Annexure - VII

Deposits

1	Sales Tax Deposit	6,000.00
2	Telephone Deposit	6,750.00
		<hr/>
		12,750.00

Annexure - VIII

Loans & Advances

Phase I

Contractors On accounts:

1	Adisheshu	786,355.50	
2	Babu Rao	40,969.00	
3	Ishaq	26,438.00	
4	Jyoti Ram Material	49,105.00	
5	Jyoti Ram	57,362.00	
6	Karunakar Reddy	60,000.00	
7	Krishna	1,441.00	
8	Madan Kumar	50.00	
9	Mahaboob	127,059.00	
10	Murali Material	180,805.00	
11	Murali	204,977.00	
12	Murthy	169,264.00	
13	Narsimha Reddy	9,275.00	
14	O. Venkatesh	11,029.00	
15	P. Yedukondalu	200,068.00	
16	Ayub Khan	195,268.00	
17	Ramulu	109,947.00	
18	Sanjay	7,014.00	
19	Sudhakar Reddy	94,781.00	
20	Swamy	26,675.00	
21	Veluchamy	26,486.00	
22	Yedukondalu	7,715.00	
		<hr/>	
			2,392,083.50

Advances to Contractors:

1	Kamal Singh	10,000.00
2	Adidheshu	2,489.00
3	Ishaq	18,000.00
4	M. Naga Brahmaiah	17,000.00
5	Murthy	17,000.00
6	O. Venkatesh	2,000.00
7	V. Venkatesh	2,000.00
8	Venkat Reddy	1,900.00
9	Yedukondalu	6,500.00
10	Srinivas Sagar	4,390.00
11		5,930.00

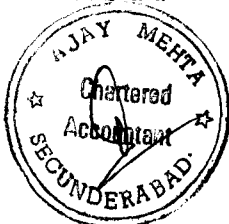


For MEHTA AND MODI HOMES

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Mehta & Modi Homes**A.Y. 2006-07**

12	Mahaboob	25,431.00	112,640.00
	<u>Loans & Advances to Suppliers/others</u>		
1	Ajay Marble & Granite	262,571.00	
2	Architectural Associates	1,027.00	
4	Murali Sanitary & Engineering Co.	580,000.00	
5	Bhavana House Keeping	38,479.00	
6	Tempest Advertising Pvt. Ltd.	699.00	
7	Jade Relators - Advance	3,000,000.00	
8	Jade Hotels	1,500,000.00	
9	Premal C. Parikh Huf	2,014,670.00	
10	Ketan C. Parikh Huf	2,016,521.00	9,413,967.00
	<u>Staff Loans:</u>		
1	Mustafa Ali bay	2,450.00	
2	Pochaiah	14,250.00	
3	Ranjith Prakash	30,550.00	
4	Sai Kumar	23,008.00	
5	Jagdish-Incentives	95,618.00	
6	Vittal	900.00	166,776.00
	<u>Staff Petty cash advances:</u>		
1	A. Shankar Reddy	7,500.00	
2	Badrinath	210.00	
3	Jai Kumar	550.00	
4	K.V.V.S.V. Prasad	5,000.00	
5	Mahender	1,000.00	
6	Phani Kumar	400.00	
7	Prabhakar Reddy	8,800.00	
8	Ramesh	4,450.00	
9	Ranjith	5,636.00	
10	Vijay Sekhar	3,000.00	36,546.00
	<u>Contractors on accounts - Phase II</u>		
1	Ishaq	2,753.00	
2	V. Venkatesh	10,463.00	
3	Kamal Singh	5,500.00	18,716.00
4	<u>Contractors on accounts - Phase III</u>		
5	Adisheshu	1,277.00	
6	G. Venkat	9,800.00	
7	M. Nagabramaiah	159,719.00	
8	Murali	1,540.00	
9	Mustafa	60,141.00	
10	O. Venkatesh	1,669.00	
11	P. Ramulu	500.00	
12	P. Srinu	2,926.00	237,572.00

Total Loans & Advances**12,378,300.50**

For MEHTA AND MODI HOMES

Partner

S.No.	Name of the Asset	Annexure - IX Fixed Assets			
		Opening Balance	Additions during the year	Depreciation	WDV
1	Office Equipment	10,412.00	40,994.00	6,268.50	45,137.50
2	Digital Camera	13,125.00	-	1,968.75	11,156.25
3	Computers	6,475.00	86,532.00	38,634.60	54,372.40
4	Mobile Phone	-	2,750.00	206.25	2,543.75
5	Printer	-	4,420.00	1,326.00	3,094.00
		30,012.00	134,696.00	48,404.10	116,303.90

**Annexure - X
Sundry Debtors**

S.No	Name	Amount
1	Plot No. 1 Mr. Ramandeep Khurana	1,146,352.00
2	Plot No. 2 Mr. Mohanlal Jesati Purohit	446,086.50
3	Plot No. 3 Mr. R. Mohan	604,589.45
4	Plot No. 4 Mrs. Aparna Upreti	771,380.00
5	Plot No. 5 Mr. Alok Goyal	673,865.00
6	Plot No. 6 Sifco Metal Industries	610,000.00
7	Plot No. 7 Mr. Krishnan Padmanabhan Iyer	28,893.37
8	Plot No. 8 Mr. Nadh Thota	82,659.36
9	Plot No. 9 Dr. Tejal Modi	457,932.16
10	Plot No. 10 Mr. N. Rajagopalan	678,468.00
11	Plot No. 11 Dr. I J Anand	313,390.00
12	Plot No. 12 Mr. Kevin Green & Mrs. Deepa Dhawan Green	245,050.00
13	Plot No. 13 Mr. Venkat Reddy	1,045,000.00
14	Plot No. 15 Mr. Inderkumar Seth & Mr. Rajesh Seth	100,000.00
15	Plot No. 16 Mr. Debashish Das	615,620.00
16	Plot No. 17 Mrs. Tripta Anand	322,885.00
17	Plot No. 18 Mr. Nikhil C Popat	254,979.12
18	Plot No. 20 Mr. Srinivas N Aluri	206,732.05
19	Plot No. 21 Mr. Soumen Mukerji & Mrs. Sudeshna Mukerji	19,656.46
20	Plot No. 23 Mr. Sunil Bothra	233,570.25
21	Plot No. 25 Mr. Girish Subramaniam	628,270.00
22	Plot No. 26 Mr. Feiz Arney	100,000.00
23	Plot No. 28 Mrs. Shahruq Hussain & Mrs. Azima Hussain	720,400.00
24	Plot No. 30 Mr. Dudharam Purohit	721,920.00
25	Plot No. 32 Mr. Tarun Sharma	278,173.46
26	Plot No. 34 Mr. Rohit Sharma	876,988.68
27	Plot No. 35 Mrs. Neeti Tiwari	751,970.00
28	Plot No. 36 Mr. D. Giridhar Reddy	657,446.05
29	Plot No. 37 Mrs. Rupa Krishnan Iyer	655,123.91



For MEHTA AND MODI HOMES

(Signature)

Partner

Mehta & Modi Homes**A.Y. 2006-07**

30	Plot No. 38 Mr. Krishnan Padmanabhan Iyer	656,062.02
31	Plot No. 39 Mr. Jatil Sharma & Mrs. Sushma Sharma	342,040.00
32	Plot No. 44 Mr. M. Rajeswara Rao	46,602.41
33	Plot No. 46 Mr. M. Babu Rao	286,631.03
34	Plot No. 47 Mr. A. Avinash	202,257.83
35	Plot No. 48 Mr. Ajay Mehta	300,226.86
36	Plot No. 49 Mr. Kuldeep Singh	617,317.24
37	Plot No. 50 Dr. D.D. Singh	221,136.16
38	Plot No. 51 Mr. Manohar Reddy V.G.	251,358.58
39	Plot No. 52 Mr. Konijeti Muralidhar & Mrs. Madhavi Sailaja	255,376.84
40	Plot No. 53 Mr. Ajay Shah	189,335.14
41	Plot No. 54 Mr. Bommadevara Naga Kumar	666,048.80
42	Plot No. 57 Mrs. M.S. Saritha Reddy	100,000.00
43	Plot No. 64 A.V.S. Satish	100,000.00
44	Plot No. 65 Mr. Ratneswar Rao	50,000.00
45	Plot No. 66 Mr. Anil Kumar	100,000.00
46	Plot No. 68 Mr. Pavan Kumar Desai	468,068.25
47	Plot No. 69 Mr. Faiz Arni	100,000.00
48	Plot No. 70 Mr. Srinivasan Arunachalam	1,053,950.66
49	Plot No. 71 Mr. Sridhara Kambalapalli Sesha Phani	591,599.00
50	Plot No. 72 Mrs. Rashmi Saxena	33,925.70
51	Plot No. 73 JVK Prasad	650,000.00
		<u>21,529,337.34</u>

Salaries & Other Benefits

1	Salaries	275,341.00
2	Incentives	659,180.00
3	Bonus	27,750.00
4	Staff Welfare & Other benefits	48,444.00
		<u>1,010,715.00</u>



For MEHTA AND MODI HOMES

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Partner

Mehta & Modi Homes**A.Y.2006-2007****Groupings
LAND ACCOUNT****Phase - I**

Land at Cherlapally (Opening Balance)	5,271,190.00		
Pre-operative expenses (Opening balan	105,049.12	5,376,239.12	
Add: Fees paid for building permissions during the year		802,816.00	6,179,055.12

Phase -II

Land at Cherlapally (Opening Balance)	6,806,425.00		
Add: Purchased during the year	2,771,000.00		
Add: Reg.Charges paid	790,675.00	10,368,100.00	
Add: Fees paid for Lay-out permission		452,695.00	
Add: Brokerage Paid against land purchase		11,000.00	10,831,795.00

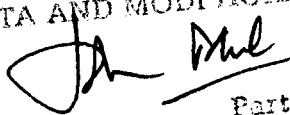
Phase -III

Land at Cherlapally purchased during the year		11,300,000.00	
Reg.Charges		855,050.00	
Brokerage		205,005.00	12,360,055.00
Land at Kommeta Village purchased during the year			2,972,000.00
Total Land Purchases			32,342,905.12

Details of Work in Progress - Phase - I

Opening Balance	5,873,746.74
Estimated Profit @ 15% on Installments Recd	10,958,439.00
Building Materials	20,564,155.00
Other Materials/Expenses	5,999,224.78
Labour Allowances	4,714,284.77
Job Work Charges	107,971.00
Hire Charges	339,394.00
Consultancy Charges	411,433.00
Other Exp	408,082.00
Salaries & Other Benefits	530,210.00
Deposits	37,950.00
	49,944,890.29



For MEHTA AND MODI HOMES

 Partner

Building Materials - Phase I

Aluminium Extructions	394,444.00
Bricks / Solid Blocks / Stones / Granite	1,229,597.00
Cement / RMC	5,241,800.00
Chips & Dust Powder	103,166.00
Marble	367,689.00
Metal	874,959.00
Sand / Mud / Stone Dust	2,151,041.00
Steel	9,303,074.00
Tiles	898,385.00
	<u>20,564,155.00</u>

Other Materials-Phase I

Chemicals	179,332.00
Electrical Goods	1,411,340.00
Glass Tiles Work	1,402.00
Granite	10,647.00
Hardwards Material	933,033.00
Miscellaneous - MMH	118,038.00
Paints & Colours	93,842.00
Petrol / Diesel / Oils	40,554.00
Plumbing & Sanitary Material	1,380,753.00
Sundry Purchase	144,923.00
Construction Equipment(Tools)	132,318.00
Transportation Charges	363,956.78
Water Tanker Charges	339,518.00
Wood	623,490.00
Borewell	29,924.00
Pump	46,518.00
Doors & Windows	149,636.00
	<u>5,999,224.78</u>

Labour & Allowances - Phase I

Consumables Allowances	357,066.00
Diesel Allowance	95,465.07
Excavation - Labour charges	323,900.00
Hamali Charges	29,733.00
Hire charges for Equipments	2,417,074.38
Labour welfare allowance	37,389.00
Labour Charges	1,146,505.32
Water Proofing Work Material Hire Cl	14,994.00
Water Proofing Work Labour Charges	24,990.00
Gardening Charges	89,168.00
Road Wrok	178,000.00
	<u>4,714,284.77</u>



For MEHTA AND MODI BUILDERS
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Partner

Job Work Charges - Phase I

Adisheshu	14,730.00
Mustafa	1,100.00
Yedukondalu	46,366.00
Sanjay	9,621.00
Pochaiah	3,000.00
Ramachander	588.00
Ishaq	1,976.00
Mannem	7,777.00
Ganesh	5,000.00
Babu Rao	702.00
Ramulu	350.00
Krishna	16,761.00

107,971.00

Hire charges - Phase I

Krishna	3,509.00
Uttaiah	81,192.00
Sanjay	31,227.00
Bhikshapathi	73,602.00
Bagi Reddy	28,938.00
Mannem	82,381.00
Venkat reddy	21,279.00
Yedukondalu	17,266.00

339,394.00

Consultancy Charges- Phase I

Architect Fee	326,023.00
Structural Engg Fee	85,410.00

411,433.00

Deposits - Phase I

A.P.S.E.B Deposit	12,450.00
National Savings Certificates	25,500.00

37,950.00

Other Expenses

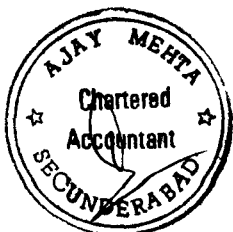
Electricity Charges	216,528.00
Security Charges	191,554.00

408,082.00

Salaries & Other Benefits

Salaries	491,595.00
Bonus paid	38,615.00

530,210.00



For MEHTA AND MODI HOMES

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Partner

Details of Work in Progress - Phase - II

Building Materials	246,723.00
Deposits	2,850.00
Hire Charges	14,398.00
Job Work Charges	5,206.00
Allowance & Other expenses	142,761.00
	411,938.00

Building Material - Phase II

Granite	123,974.00
Hardware Material	9,329.00
Metal/Stone Dust	72,329.00
Bore Well	21,150.00
Bricks/Solid Bricks/Stones/Granite	9,350.00
Chips/Stone Dust	8,700.00
Sundry Purchass	1,891.00
	246,723.00

Deposits - Phase II

APSEB Deposit	2,850.00
	2,850.00

Hire Charges - Phase II

Venkat Reddy	5,530.00
Mannem	123.00
Bagi Reddy	7,934.00
Madan Kumar	811.00
	14,398.00

Job work charges - Phase II

Adisheshu	481.00
Venkatesh	4,725.00
	5,206.00

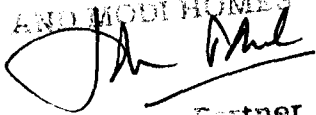
Allowances & Other Expenses - Phase II

Transportation	710.00
Miscellaneous Expenses	53,403.00
Labour Charges	65,458.00
Consumables Allowance	11,595.00
Hire charges for Equipments	11,595.00
	142,761.00

Details of Work in Progress - Phase - III

Building Materials	485,373.00
Allowance & Other expenses	101,650.00
Job Work Charges	124,959.00
Hire charges	158,185.00
	870,167.00



FOR MEHTA AND MODI HOMES

 Partner

Mehta & Modi Homes**A.Y. 2006-07****Building Material - Phase III**

Chips/Dust Powder	14,400.00
Granite	213,995.00
Khadies	71,232.00
Metal	98,107.00
Sundry Purchases	9,395.00
Sand/Mud/Stone Dust	47,094.00
Bricks/Solid Bricks/Stones	31,150.00
	<u>485,373.00</u>

Allowances & Other Expenses - Phase III

Consumables Allowances	20,169.00
Hire charges for Equipments	25,587.00
Labour charges	30,505.00
Electricity Charges	4,000.00
Miscellaneous Expenses	7,254.00
Survey charges	12,500.00
Hamali Charges	200.00
Transportation charges	1,435.00
	<u>101,650.00</u>

Job work charges - Phase III

Venkat Reddy	4,550.00
Satyanarayana	2,041.00
Mannem	1,923.00
Venkatesh	16,636.00
Srinivas	1,572.00
Ramulu	35,944.00
Adishesu	4,968.00
Sanjay	2,665.00
Yedukondalu	53,555.00
Krishna	1,105.00
	<u>124,959.00</u>

Hire Charges - Phase III

Mannem	18,482.00
Bikshapathi	2,277.00
Madan Kumar	2,460.00
Venkat Reddy	41,880.00
Bagi Reddy	93,086.00
	<u>158,185.00</u>



For MEHTA AND MODI HOMES

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Partner

MEHTA & MODI HOMES
Assessment Year :: 2006-2007.

SCHEDULE "XI"

Notes to Accounts

1. Significant Accounting Policies

a) Accounting Conventions

The accounts have been prepared using historical cost conventions and on the basis of going concern with revenues recognized and expenses incurred on accrual basis unless otherwise stated.

b) Inventories

- i) Land is stated at cost
- ii) Building construction work in progress is stated at cost including estimated profits declared year to year till completion of the project.

c) Revenue Recognition

Revenue from Housing Project under which independent residential units (bungalows) are constructed is recognized on an estimate basis till such independent residential units are completed and are transferred/delivered to the customers.

Revenue in respect of independent residential units which are completed in recognized at the point of transfer/delivery/and or are ready for delivery to the customers.

Revenue of independent residential units sold is after discounts allowed.

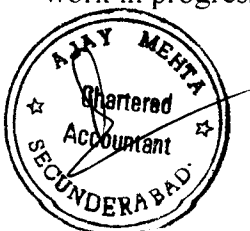
d) Fixed Assets

Fixed Assets are stated at cost of acquisitions less depreciation.

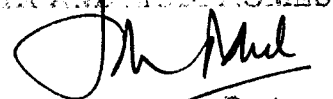
e) Depreciation

Depreciation on Fixed assets is provided on W.D.V. method at the rates and in the manner specified under I.T. Act/Rules.


2. During the year the company has carried on work of developing and building housing project near Cherlapally village which is styled as 'Silver Oak Bungalows'. The income of housing project which is deductible under section 80 1B(10) of IT Act 1961. The work for various bungalows is under progress. During the year installments of Rs.7,30,56,260/- are received/receivable on the basis of agreements/understanding.
3. In accordance with accounting policy adopted with regard to revenue recognition on uncompleted independent residential units an estimated profit of Rs.1,09,58,439/- calculated at 15% on installments for the year of Rs.7,30,56,260/- is credited to Profit & Loss account and the corresponding debit of the same is to the account of construction work in progress account.

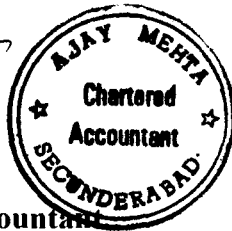


For MEHTA AND MODI HOMES

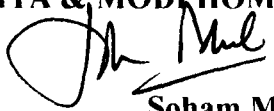

Partner

4. In accordance with the accounting policy adopted with regard to revenue recognition for uncompleted blocks the installments aggregating to Rs.7,30,56,260/- is carried forward under schedule IV current Liabilities and expenditure on construction land cost and estimated profits declared aggregating to Rs.1,09,58,439/- is carried forward under Schedule VI as Inventories.
5. Expenses not supported by external evidences are taken as certified and authenticated by the Management.
6. Balances standing to debit/credit to various accounts are subject to confirmation.
7. In computing the value of Fringe Benefit, Car Hire charges paid of Rs.51,838/- have not been considered as expenditure as the nature of expenditure is towards taxi hire charges paid for customers visit to site and not towards expenditure on maintenance etc of motor cars belonging to the company as envisaged in section 115WB(2)(H).
8. The firm has taken land at Kommetta Village for Rs. 29,72,000/- during the year for which conveyance is to be executed in favour of the firm. The firm has however taken the possession of the land under an oral understanding with the Vendor Mr. Ramesh Jain.
9. The firm has paid a sum of Rs. 5,20,000/- towards management remuneration to one of its partners M/s. Modi Properties & Investments Pvt Ltd.


Ajay Mehta
Chartered Accountant



For MEHTA & MODI HOMES,


Soham Modi
Partner.

Place : Secunderabad.

Date : 28.10.2006

FORM No. 3CB

[Vide rule 6G(1)(b) of Income-tax Rules, 1962]

AUDIT REPORT UNDER SECTION 44AB OF THE INCOME-TAX ACT, 1961 IN THE CASE OF A PERSON REFERRED TO IN CLAUSE (B) OF SUB-RULE (1) OF RULE 6G

*I/We have examined the balance sheet as at 31st March 2006, and the *profit and loss account / income and expenditure account for the year ended on that date, attached herewith, of

(mention name and address of the assessee with permanent account number)

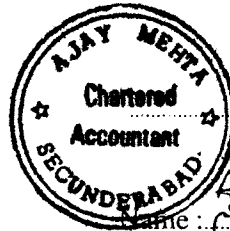
MEHTA & MODI HOMES
5-4-187/3 & 4, 2nd FLOOR,
Soham Mansion, M.G. Road,
Secunderabad - 500 003.
Permanent Account Number. AAJFM 0647C

2. *I/We certify that the balance sheet and the *profit and loss account/income and expenditure account are in agreement with the books of account maintained at the head office at 5-4-187/3 & 4, 2nd floor, Soham Mansion, M.G. Road, Secunderabad - 500 003 and** -NIL- branches.
3. (a) *I/We report the following observations/comments/discrepancies/inconsistencies; if any :

Refer Notes to Accounts as per Annexure - XI

(b) Subject to above,—

- (A) *I/We have obtained all the information and explanations which, to the best of *my/our knowledge and belief were necessary for the purposes of the audit.
- (B) In *my/our opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from *my/our examination of the books.
- (C) In *my/our opinion and to the best of *my/our information and according to the explanations given to *me/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 affairs of the assessee as at 31st March, 2006 and
- (ii) in the case of the *profit and loss account/income and expenditure account of the *profit/loss or *surplus/deficit 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 *my/our opinion and to the best of *my/our information and according to explanations given to *me/us, the particulars given in the said Form No. 3CD and the annexure thereto are true and correct.



***Signed

AJAY MEHTA

Name: CHARTERED ACCOUNTANT

Address: M.M.No. 35449
5-4-187/3 & 4, 2nd floor,
M.G. Road, Secunderabad - 500 003

Place: Secunderabad

Date: 28.10.2006

- NOTES:-
- *Delete whichever is not applicable.
 - **Mention the total number of branches.
 - ***This report has to be signed by—
 - a chartered accountant within the meaning of the Chartered Accountants Act, 1949 (38 of 1949); or
 - any person who, in relation to any State, is, by virtue of the provisions of sub-section (2) of section 226 of the Companies Act, 1956 (1 of 1956), entitled to be appointed to act as an auditor of companies registered in that State.
 - The person, who signs this audit report, shall indicate reference of his membership number/certificate of practice number/authority under which he is entitled to sign this report.

FORM No. 3CD[Vide Rule 6G(2) of
Income-tax Rules, 1962]**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. MEHTA & MODI HOMES
2. Address : 5-4-187/384, 2ND FLOOR,
SOHAM MANSION, M.G. ROAD,
SECUNDERABAD - 500 003.
3. Permanent Account Number : AAJFM 0647 C
4. Status : PARTNERSHP FIRM (05)
5. Previous year ended : 31st March 2006.
6. Assessment year : 2006-2007

PART B

7. (a) If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios :
- | | |
|------------------------------------|----------|
| 1) Modi Properties & Inv. (P) Ltd. | (50%) |
| 2) Suresh Mehta | (16.66%) |
| 3) Bhavesh Mehta | (16.67%) |
| 4) Deepak Mehta | (16.67%) |

- (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 :

— No —

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):

Real Estate / Developers / Managers

- (b) If there is any change in the nature of business or profession, the particulars of such change:

— No —

9. (a) Whether books of account are prescribed under section 44AA, if yes, list of books so prescribed :

- (b) Books of account maintained. (In case books of account are maintained in a computer system, mention the books of account generated by such computer system.)

Generated by Computer System:

- 1) Cash Book 2) Bank Book
3) Journal Book 4) General Ledger

For MEHTA AND MODI HOMES

- (c) List of books of account examined :

Jh Mehta
Partner



Same as above

10. Whether the profit and loss account includes any profits and gains assessable on presumptive basis, if yes, indicate the amount and the relevant section (44AD, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB or any other relevant section) :

— N.A. —

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.

— 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.

— N.A. —

(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.

— N.A. —

12. (a) Method of valuation of closing stock employed in the previous year. →

land & WIP }
— ~~At~~ cost }

(b) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss.

— N.A. —

12A. Give the following particulars of the capital asset converted into stock-in-trade:-

(a) Description of Capital Asset,

— NIL —

(b) Date of acquisition;

— NIL —

(c) Cost of acquisition;

— NIL —

(d) Amount at which the asset is 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, 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 —

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, in the following form:—

(a) Description of asset/block of assets.

As Per Annexure I enclosed.

(b) Rate of depreciation.

(c) Actual cost or written down value, as the case may be.

For MEHTA AND MODI HOMES

Jh. Meht.

Partner



- (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) Modified 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.

AS Per Annexure I Enclosed.

15. Amounts admissible under sections-

- (a) 33AB
- (b) 33ABA
- (c) 33AC (wherever applicable)
- (d) 35
- (e) 35ABB
- (f) 35AC
- (g) 35CCA
- (h) 35CCB
- (i) 35D
- (j) 35DD
- (k) 35DDA
- (l) 35E

— NIL —

- (a) debited to the profit and loss account (showing the amount debited and deduction allowable under each section separately);
- (b) not debited to the profit and loss account.

— NIL —

— NIL —

16. (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;
- (b) expenditure of personal nature;
- (c) expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like, published by a political party;
- (d) expenditure incurred at clubs,—
 - (i) as entrance fees and subscriptions;
 - (ii) as cost for club services and facilities used;

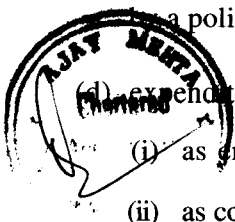
— NIL —

— NIL —

— NIL —

— NIL —

— NIL —



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- (e) (i) expenditure by way of penalty or fine for violation of any law for the time being in force;
- (ii) any other penalty or fine;
- (iii) expenditure incurred for any purpose which is an offence or which is prohibited by law;

— NIL —

— NIL —

— NIL —

- (f) amounts inadmissible under section 40(a);
- (g) interest, salary, bonus, commission or remuneration inadmissible under section 40(b)/40(ba) and computation thereof;

— NIL —

— 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]

Refer Annexure II

- (i) provision for payment of gratuity not allowable under section 40A(7);
- (j) any sum paid by the assessee as an employer not allowable under section 40A(9);
- (k) particulars of any liability of a contingent nature.
- (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,
- (m) amount inadmissible under the proviso to section 36(1)(iii).

— NIL —

— NIL —

— NIL —

— NIL —

— NIL —

18. Particulars of payments made to persons specified under section 40A(2)(b) :

— NIL —

19. Amounts deemed to be profits and gains under section 33AB or 33ABA or 33AC :

— NIL —

20. Any amount of profit chargeable to tax under section 41 and computation thereof :

— NIL —

21. *(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;

(b) not paid during the previous year;

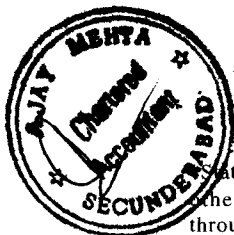
(B) was incurred in the previous year and was

(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.

FOR MEHTA AND MODI HOMES



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.

[Signature]

Partner

22. (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.

— NIL —

(b) Particulars of income or expenditure of prior period credited or debited to the profit and loss account.

— NIL —

23. 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 —

24. (a)*Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year:—

- (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) whether the loan or deposit was taken or accepted otherwise than by an account payee cheque or an account payee bank draft.

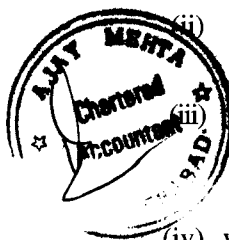
— NIL —

*(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.)

(b) Particulars of each repayment of loan or deposit in an amount exceeding the limit specified in section 269T made during the previous year:—

- (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 account payee cheque or account payee bank draft.

— NIL —



[Handwritten signature]
2007

27. (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]

however clearly
yes
In payment given in

(b) If the provisions of Chapter XVII-B have not been complied with, please give the following details*, namely:-

Annexure - III
NIL

- (i) Tax deductible and not deducted at all
- (ii) shortfall on account of lesser deduction than required to be deducted
- (iii) tax deducted late
- (iv) tax deducted but not paid to the credit of the Central Government

Amount
-NIL-
-NIL-
Refer Annexure III
-NIL-
-NIL-

*Please give the details of cases covered in (i) to (iv) above.

28. (a) In the case of a trading concern, give quantitative details of principal items of goods traded :

- (i) Opening stock;
- (ii) Purchases during the previous year;
- (iii) Sales during the previous year;
- (iv) Closing stock;
- (v) shortage/excess, if any.

N.A.

(b) In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products :

A. Raw materials :

- (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.

N.A.

JK Paul

B. Finished products / By-products :

- (i) opening stock;
- (ii) purchases during the previous year;

N.A.



- (iii) quantity manufactured during the previous year;
- (iv) sales during the previous year;
- (v) closing stock;
- (vi) shortage/excess, if any.

*Information may be given to the extent available.

29. In the case of a domestic company, details of tax on distributed profits under section 115-O in the following form :—

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

— N. A. —

30. Whether any cost audit was carried out, if yes, enclose a copy of the report of such audit [See section 139(9)].

— N. A. —

31. Whether any audit was conducted under the Central Excise Act, 1944, if yes, enclose a copy of the report of such audit.

— N. A. —

32. Accounting ratios with calculations as follows :-

- (a) Gross profit/Turnover;
- (b) Net profit/Turnover;
- (c) Stock-in-trade/Turnover;
- (d) Material consumed/Finished goods produced.

— N. A. —
 As the ~~Accountant~~
 is engaged in Real estate

For MEHTA AND MODI HOMES

Jh Me
 Partner



[Signature]

*Signed

Name : AJAY MEHTA
 CHARTERED ACCOUNTANT

M.M. No. 35449

Address : 5-4-187/38H, 2nd Floor,

SOHAM MANSION,

M. G. ROAD,

SECUNDERABAD - 500 003.

Place : SECUNDERABAD

Date : 28/10/2006

- NOTES: 1. The Annexure to this Form must be filled up failing which the Form will be considered as incomplete.
 2. This Form and the Annexure have to be signed by the person competent to sign Form No. 3CA or Form No. 3CB, as the case may be.

ANNEXURE - I

PART - A

1. NAME OF THE ASSESSEE : MEHTA & MODI HOMES
 2. ADDRESS : S-4-187/386, 2nd Floor, Sobhan Mansion
 H.G. Road, Secunderabad
 3. PERMANENT ACCOUNT NUMBER : AAJCM0667C
 4. STATUS : PARTNERSHIP FIRM
 5. PREVIOUS YEAR ENDED : 31st March 2006
 6. ASSESSMENT YEAR : 2006 - 2007

PART - B

Nature of business or profession in respect of every business or profession carried on during the previous year	Code*	0 4 0 3
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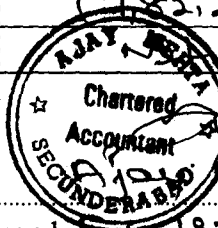
Sl. No.	Parameters	Current year	Preceding year
1.	Paid-up share capital / capital of partner / proprietor C8	3,46,21,799	1,42,47,727 (C8)
2.	Share Application Money / Current account of Partner or Proprietor, if any,	NIL	NIL
3.	Reserves and Surplus / Profit and Loss Account	NIL	NIL
4.	Secured loans	-	5,65,247
5.	Unsecured loans	-	NIL
6.	Current liabilities and provisions	8,55,24,987	61,69,955
7.	Total of Balance Sheet	12,01,46,786	2,09,82,929
8.	Gross turnover / gross receipts / Instalment received	7,30,56,260	NIL
9.	Gross profit / Estimated Profit..	1,09,58,439	NIL
10.	Commission received	-	NIL
11.	Commission paid	-	NIL
12.	Interest received	2,13,281	17,479
13.	Interest paid	484	6596
14.	Depreciation as per books of account	48404	7638
15.	Net profit (or loss) before tax as per Profit and Loss Account	1,09,58,439	(782,273)
16.	Taxes on income paid/provided for in the books	77,033	

Place : Secunderabad

Date : 28/10/2006

For MEHTA AND MODI HOMES

[Signature]
Partner



Signed : *[Signature]*
Sobhan Mansion, H.G. Road, Secunderabad

Note : *Please enter the relevant Code pertaining to the main area of your business activity. The codes are as follows:

Sector	Sub-Sector	Code
(1) Manufacturing Industry	Agro-based industries	0101
	Automobile and Auto parts	0102
	Cement	0103
	Diamond cutting	0104
	Drugs and pharmaceuticals	0105
	Electronics including Computer Hardware	0106
	Engineering goods	0107
	Fertilizers, Chemicals, Paints	0108
	Flour and Rice Mills	0109
	Food Processing Units	0110
	Marble and Granite	0111
	Paper	0112

ANNEXURE - I

PART - A

1. NAME OF THE ASSESSEE : MEHTA & MODI HOMES
 2. ADDRESS : S-6-187/386, 2nd Floor, Soham Mansion
 M.G. Road, Secunderabad
 3. PERMANENT ACCOUNT NUMBER : AAJRM0667C
 4. STATUS : PARTNERSHIP FIRM
 5. PREVIOUS YEAR ENDED : 31st March 2006
 6. ASSESSMENT YEAR : 2006 - 2007

PART - B

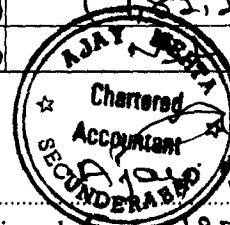
Nature of business or profession in respect of every business or profession carried on during the previous year Code* 0403

Sl. No.	Parameters	Current year	Preceding year
1.	Paid-up share capital / capital of partner / proprietor C8	3,46,21,799	1,42,47,727 (C8)
2.	Share Application Money / Current account of Partner or Proprietor, if any,	NIL	NIL
3.	Reserves and Surplus / Profit and Loss Account	NIL	NIL
4.	Secured loans	-	5,65,247
5.	Unsecured loans	-	NIL
6.	Current liabilities and provisions	8,55,24,987	61,69,955
7.	Total of Balance Sheet	12,01,46,786	2,09,82,929
8.	Gross turnover / gross receipts / <i>Instalment received</i>	7,30,56,260	NIL
9.	Gross profit / <i>Estimated Profit..</i>	1,09,58,439	NIL
10.	Commission received	-	NIL
11.	Commission paid	-	NIL
12.	Interest received	2,13,281	17,479
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15.	Net profit (or loss) before tax as per Profit and Loss Account	1,09,58,439	(782,273)
16.	Taxes on income paid/provided for in the books	77,033	

Place : Secunderabad

For MEHTA AND MODI HOMES

Oh Modi
Partner



Date : 28/10/2006

Signed *Ajay Mehta*
Soham Mansion, M.G. Road, Secunderabad

Note : *Please enter the relevant Code pertaining to the main area of your business activity. The codes are as follows:

Sector	Sub-Sector	Code
(1) Manufacturing Industry	Agro-based industries	0101
	Automobile and Auto parts	0102
	Cement	0103
	Diamond cutting	0104
	Drugs and pharmaceuticals	0105
	Electronics including Computer Hardware	0106
	Engineering goods	0107
	Fertilizers, Chemicals, Paints	0108
	Flour and Rice Mills	0109
	Food Processing Units	0110
	Marble and Granite	0111
	Paper	0112

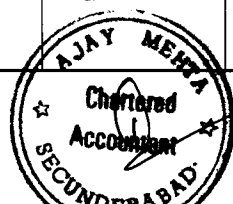
"ANNEXURE-II"

VALUE OF FRINGE BENEFITS IN TERMS OF SECTION 115WC READ WITH SECTION 115WB FOR THE ASSESSMENT YEAR

Sl. No.	Section under which chargeable to Fringe Benefit Tax	Nature of expenditure/ payment	Amount of expenditure incurred or payment made					Deductions, if any	Total	Percentage of expenditure/ payment being fringe benefits	Value of fringe benefits
			Debited to the Profit and Loss Account	Accounted for in the balance sheet	Reimbursement	Any other head	Total				
(1)	(2)	(3)	(4)					(5)	(6) (4-5)	(7)	(8)
(1)	115WB(1)(b)	Free or concessional ticket provided by the employer for private journeys of his employees or their family members		—	NIL	—				100%	
(2)	115WB(1)(c)	Any contribution by the employer to any approved Super-annuation fund for employees (see Note 1)		—	NIL	—				100%	
(3)	115WB(2)(A)	Entertainment		—	NIL	—				20%	
(4)	115WB(2)(B)	Provision of Hospitality of every kind by the employer to any person (see Note 2)		—	NIL	—				20% (see Note 3)	

For MEHTA AND MODI HOMES

(Signature)
Partner



(1)	(2)	(3)	(4)				(5)	(6) (4-5)	(7)		
(5)	115WB(2)(C)	Conference (other than fee for participation by the employees in any conference) (see Note 4)		—	NIL	—			20%		
(6)	115WB(2)(D)	Sales promotion including publicity (see Note 5)		—	NIL	—			20%		
(7)	115WB(2)(E)	Employees' Welfare (see Note 6)	48,444	—	NIL	—	48444	NIL	48444	20%	9688.00
(8)	115WB(2)(F)	Conveyance, tour and travel (including foreign travel (see Note 7)	18,599	—	NIL	—	18599	NIL	18599	20% 5% (see Note 8)	930.00
(9)	115WB(2)(G)	Use of hotel, boarding and lodging facilities		—	NIL	—				20% (see Note 9)	
(10)	115WB(2)(H)	Repair, running (including fuel), maintenance of motor cars and the amount of depreciation thereon		—	NIL	—				20% (see Note 10)	
(11)	115WB(2)(I)	Repair, running (including fuel) and maintenance of aircrafts and the amount of depreciation thereon		—	NIL	—				20% (see Note 11)	

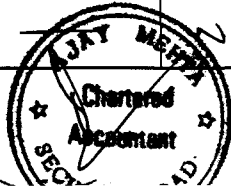


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(1)	(2)	(3)	(4)				(5)	(6) (4-5)	(7)	(8)	
(12)	115WB(2)(J)	Use of telephone (including mobile phone) other than expenditure on leased telephone lines	41533	—	NIL	—	41533	NIL	41533	20%	8306
(13)	115WB(2)(K)	Maintenance of any accommodation in the nature of guest house other than accommodation used for training purposes.		—	NIL	—				20%	
(14)	115WB(2)(L)	Festival celebrations		—	NIL	—				50%	
(15)	115WB(2)(M)	Use of health club and similar facilities		—	NIL	—				50%	
(16)	115WB(2)(N)	Use of any other club facilities		—	NIL	—				50%	
(17)	115WB(2)(O)	Gifts	30500	—	NIL	—	30500	NIL	30500	50%	15250
(18)	115WB(2)(P)	Scholarships		—	NIL	—				50%	
(19)	115WB(2)(Q)	Tour and Travel (including foreign travel) (see Note 12)		—	NIL	—				5%	
(20)	Total		139076	—	NIL	—	139076	NIL	139076		34176

For MEHTA AND MODI HOMES

Oh Mul
Partner



MEHTA & MODI HOMES
ASST. YEAR 2006-07
ANNEXURE TO FORM No.3CD.
ANNEXURE - I - DEPRECIATION STATEMENT.

	<u>Office Equipment</u>	<u>Computer & Pheriphials</u>	<u>Digital Camera</u>	<u>Mobile Phone</u>	<u>Total</u>
Opening W.D.V b/fd	10,412.00	6,475.00	13,125.00	-	30,012.00
<u>Additions during the year</u>					-
Before 30/09/2005	21,762.00	29,300.00		-	51,062.00
After 30/09/2005	19,232.00	61,652.00	-	2,750.00	83,634.00
	51,406.00	97,427.00	13,125.00	2,750.00	164,708.00

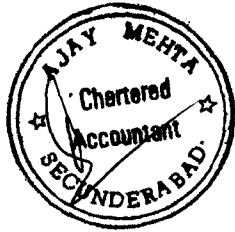
Depreciation Rate

On WDV & Additions before 30.09.05	15%	60%	15%	15%
On WDV & Additions after 30.09.05	7.5%	30%	7.5%	7.5%

Depreciation Amount

Before 30/09/2005	4,826.10	21,465.00	1,968.75	-	28,259.85
After 30/09/2005	1,442.40	18,495.60	-	206.25	20,144.25
	6,268.50	39,960.60	1,968.75	206.25	48,404.10

Total Depreciation 48,404.10



For MEHTA AND MODI HOMES

(Signature)
Partner

(Signature)

MEHTA & MODI HOMES

5-4-187/3 & 4, II Floor, M.G. Road, Secunderabad – 500 003.

Phone : 66335551

Annexure D - 3CD.

CERTIFICATE

This is to certify that loan transactions covered u/s.269SS & 269T of IT Act, 1961 during the financial year 2005-2006 has been made by an account payee Cheque or an account payee draft, as the case may be.

For MEHTA & MODI HOMES,



PARTNER.

MEHTA & MODI HOMES
5-4-187/3 & 4, II Floor, M.G. Road, Secunderabad – 500 003.
Phone : 66335551

CERTIFICATE

This is to certify that payments during financial year 2005-06 relating to any expenditure covered under section 40A(3) of IT Act, 1961 has been made by account payee Cheque drawn on a bank or by an account payee bank draft, as the case may be.

For MEHTA & MODI HOMES,

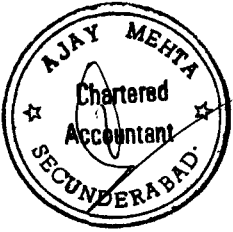

PARTNER.

Annexure - II - Payment u/s. 40 A (3)

1. There are certain cash payments exceeding Rs. 20,000/- as given below other than payment covered under Rule 6DD.

Date	Head of Account Details	Amount
10.04.2005	Ramesh Jain - for Land	100,000
10.05.2005	Ramesh Jain - for Land	99,500
25.05.2005	Land - Phase II	440,000
08.07.2005	Land - Phase II	937,500
08.07.2005	Land - Phase II	361,000
03.11.2005	Land - Phase II	400,000
19.11.2005	Land - Phase II	400,000
03.01.2006	Land - Phase III	150,000
08.02.2006	Land - Phase III	500,000
08.02.2006	Land - Phase III	500,000
09.03.2006	Ramesh Jain - for Land	112,500
		4,000,500

2. In respect of payments made by cheque/DD it is not possible to verify in absence of necessary evidence in possession of the assessee whether they are by account payee cheque/DD or otherwise. However a certificate to the effect that the payments covered u/s.40 A(3) are made by account payee cheque/DD has been obtained.



For MEHTA AND MODI HOMES

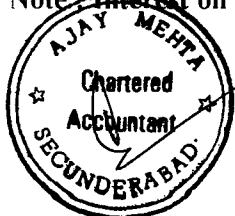
Jh. Modi
Partner

ANNERURES TO FORM NO 3 CD
ANNEXURE III
DETAILS OF TDS

<u>S.No.</u>	<u>Month of Deduction</u>	<u>Under Which Head Deducted</u>	<u>Amount of TDS</u>	<u>Due Date</u>	<u>Paid On</u>	<u>Delay in Months</u>	<u>Interest @ 1%p.m.</u>
1	April 2006	Payment of Contractors	6,380.00	07/05/2005	04/07/2005	2	128.00
2	May 2005	Payment of Contractors	1,633.00	07/06/2005	04/07/2005	1	16.00
3	Jun 2005	Payment of Contractors	1,053.00	07/07/2005	04/07/2005	0	0
		Professional Charges	408.00	07/07/2005	04/07/2005	0	0
4	Jul 2005	Payment of Contractors	1498.00	07/08/2005	03/10/2005	2	29.00
		Professional Charges	5,610.00	07/08/2005	03/10/2005	2	112.00
5	Aug 2005	Payment of Contractors	8,795.00	07/09/2005	03/10/2005	1	88.00
6	Sep 2005	Payment of Contractors	5,897.00	07/10/2005	03/10/2005	0	0
7	Oct 2005	Payment of Contractors	12,634.00	07/11/2005	03/01/2006	2	254.00
		Professional Charges	1,778.00	07/11/2005	03/01/2006	2	36.00
8	Nov 2005	Payment of Contractors	19,639.00	07/12/2005	03/01/2006	1	196.00
		Professional Charges	7,903.00	07/12/2005	03/01/2006	1	79.00
9	Dec 2005	Payment of Contractors	23,913.00	07/01/2006	03/01/2006	0	0
10	Jan 2006	Payment of Contractors	16,983.00	07/02/2006	08/02/2006	1	170.00
		Professional Charges	6,732.00	07/02/2006	08/02/2005	1	67.00
11	Feb 2006	Payment of Contractors	24,318.00	07/03/2006	02/03/2006	0	0
12	Mar 2006	Payment of Contractors	34,031.00	07/04/2006	06/04/2006	0	0
		Professional Charges	9,246.00	31/05/2006	24/05/2006	0	0
		Brokerage	8,671.00	07/04/2006	31/03/2006	0	0
		Salaries	89,853.00	31/05/2006	31/03/2006	0	0
TOTAL			2,86,975.00				1,175.00

ABSTRACT			
1	04/07/2005	Payment Made	9,474.00
2	03/10/2005	Payment Made	21,800.00
3	03/01/2006	Payment Made	65,867.00
4	08/02/2006	Payment Made	23,715.00
5	02/03/2006	Payment Made	24,318.00
6	31/03/2006	Payment Made	89,853.00
7	31/03/2006	Payment Made	8,671.00
8	07/04/2006	Payment Made	34,031.00
9	24/05/2006	Payment Made	9,246.00
TOTAL			2,86,975.00

Note: Interest on delayed payment of Rs. 1,175/- is paid on 30/10/2006 Xerox of challan is enclosed



For MEHTA AND MODI HOMES

[Signature]
Partner

FORM NO. 10CCB

[See rule 18BBB]

Audit report under section 80-I(7)/80-IA(7)/80-IB/80-IC

- 1 Name of the assessee
2 PAN
3 Status
4 Ownership status of the undertaking/enterprise :
(a) Fully owned by assessee
(b) Partly owned by assessee
If yes, please specify the percentage of ownership

MEHTA & MODI HOMES
AAJFM 0647 C
Partnership Firm (05)

Yes
Yes

No
No

- 5 Address
6 Name of the enterprise or undertaking eligible for deduction under section 80-IA, 80-IB or 80-IC
7 Section and sub-section of the Income-tax Act, 1961, under which deduction is being claimed
8 Date of commencement of operation/activity by the undertaking or enterprise.
9 Initial assessment year from when deduction is being claimed
10 Address (with District and State) of the enterprise/ undertaking claiming deduction
11 Excise/service tax registration number and office where registered
12 Sales-tax registration number and office where registered
13 Local/State authorities from whom approval is taken (attach copy of approval)

5-4-187/3&4 3rd Floor, Soham Mansion,
M.G.Road, Ranigunj, Secunderabad - 500 003

MEHTA & MODI HOMES

80 I B (10)
02-07-2005 (first building sanction)

Assessment Year 2006-2007
5-4-187/3&4 3rd Floor, Soham Mansion,
M.G.Road, Ranigunj, Secunderabad - 500 003

AAJFM0647C ST001

28840298894

Kapra Municipality, Uppal Mandal, Ranga Reddy
District

ELIGIBLE BUSINESS UNDER SECTION 80-IA

- 14 Development, operation, maintenance of an infrastructure facility:
(a) With respect to the infrastructure facility, does the enterprise (please tick) :

Develop operate and maintain
Develop, operate and maintain, the infrastructure facility

- (b) Please specify the nature of the infrastructure facility * * *

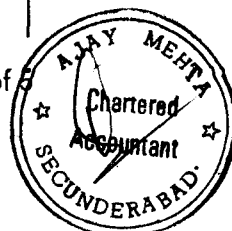
[e.g., road, bridge, rail system, port, etc.
[Explanation to section 80-IA(4)(i)]]

- (c) Has the operation and maintenance of the infrastructure facility been received on transfer from its developer in accordance with the agreement with the Central/State Government/local authority/any other statutory body

Yes

No

- (d) If yes, please specify the first year of claim of deduction under section 80-IA by the developer



(Attach copy of Form 10CCB of developer)

- 15 Providing telecommunication services :
(a) Please specify the nature of telecom service
[e.g., basic telecom service, cellular service, etc.
[Section 80-IA(4)(ii)]]

- 16 Development, operation, maintenance of industrial park/SEZ
(a) With respect to the industrial park/SEZ, does the undertaking (please tick):

Develop
Develop and operate
Maintain and operate an industrial park /SEZ

- (b) Name and address of the industrial park/SEZ
(c) Has the operation and maintenance of the industrial park/SEZ been received on transfer from its developer
(d) If yes, first year of claiming deduction under section 80-IA by the developer (Attach copy of Form 10CCB of developer)

Yes

No

- 17 Generation, transmission, distribution of power :

- (a) Does the undertaking generate power or generate and distribute power
(i) If yes, indicate the year in which the undertaking has started generating power

Yes

No

- (b) Does the undertaking transmit or distribute power
(i) If yes, indicate the year in which the new transmission and distribution lines were laid

Yes

No

- (c) Has there been substantial renovation and modernization of the existing network of transmission or distribution lines
If yes, please specify, -

Yes

No

- (i) the year in which the substantial renovation and modernisation of the existing network of transmission or distribution lines took place
(ii) book value of plant and machinery as on 1-4-2004
(iii) value of increase in the plant and machinery in the year of substantial renovation and modernisation

ELIGIBLE BUSINESS UNDER SECTION 80-IB

- 18 Industrial undertakings engaged in manufacture or production of article or thing or operation of cold storage plant

- (a) Does the industrial undertaking manufacture or produce any article or thing specified in the Eleventh Schedule
(Please specify the article or thing.....)

Yes

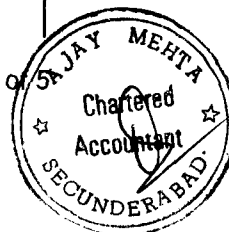
No

- (b) If yes, does the manufacturing process use power

Yes

No

- (c) Number of workers employed in the



manufacturing process

- (d) Does the industrial undertaking operate any cold storage plant
- (e) Please specify if the company is a small scale industrial undertaking
- (f) If the industry is located in the North Eastern Region, is the industry a notified industry as per second proviso to section 80-IB(4)?
- (g) If the industry is located in Jammu & Kashmir, does it manufacture or produce any article or thing specified in part 'C' of the Thirteenth Schedule?

19 Business of ship

- (a) Is the ship owned by an Indian company and wholly used for the business carried on by it
- (b) If the ship was acquired on transfer, was the ship owned or used in Indian territorial waters by a person resident in India

20 Business of hotel

- (a) Is the hotel located in
- (i) Hilly area
 - (ii) Rural area
 - (iii) Place of pilgrimage
 - (iv) Other notified area
 - (v) None of the above
- (b) Is the hotel approved by the prescribed authority under rule 18BBC of the Income-tax Rules, 1962?

21 Business of scientific research and development

- (a) Is the business approved by the prescribed authority under rule 18D?
- (Please attach copy of approval)

Printed from Taxmann's Income-tax Rules on CD

- (b) Does it fulfil the conditions prescribed in rule 18DA of the Income-tax Rules?

22 Commercial production or refining of mineral oil

- (a) Is the undertaking engaged in the commercial production or refining of mineral oil?
- (b) If yes, please specify:

23 Developing and building housing projects

- (a) Date of approval by local authority (Please attach copy of approval/if approval is obtained more than once, attach copy of first approval of the building plan)
- (b) Date of completion of the housing project (Please attach copy of the completion certificate issued by the local authority)

Yes No

Yes No

Yes No

Yes No

Yes No

Yes No

(Please specify _____)

(Please specify _____)

Yes No

Yes No

Yes No

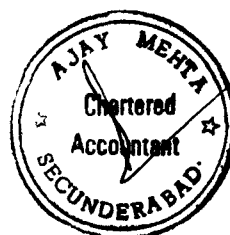
Yes No

Commercial production of mineral oil Refining of Mineral Oil

Refining of mineral oil

**Kapra Municipality Sanction No. BA/G/1162/2005
Dt. 02.07.2005 (First Building Plan Permission)**

Under Progress



- (c) Size of plot of land of the project
 (d) Is the project situated in Delhi or Mumbai or within 25 kilometres from their municipal limits
 (e) Built-up area of the residential unit of the Project.

- (f) Built -up area of the shops and other commercial establishments situated in the project
 (g) Whether the project is carried out in accordance with a scheme framed by Central/State Government for re-construction/re -development of existing buildings in areas declared to be slum areas under any law in force and notified by the Board.
 (Please attach a copy of CBDT's notification)
 (h) Please specify the method of accounting adopted

24 Other business activities

- (a) Is the undertaking in the business of setting up and operating a cold chain facility for agricultural produce
 (b) Is the undertaking in the integrated business of handling, storage and transportation of foodgrains
 (c) Is the undertaking in the business of processing, preservation and packaging of fruits or vegetables

ELIGIBLE BUSINESS UNDER SECTION 80-IC

- 25 (i) Whether the undertaking or enterprise is located in an area notified by the Board for the purposes of in an area notified by the Board for the purposes of section 80 -IC
 (ii) If yes, please indicate,—
 (a) Name of the Export Processing Zone/Integrated Infrastructure development centre / industrial Growth Centre/Industrial Park/Estate/Software Technology Park/Industrial Area/Theme Park and the District/State in which located
 (b) Khasra No. of the undertaking or enterprise (Also indicate the Board's Notification No.)
 (c) If the eligible business is new, please give the date of commencement of production or manufacture of article or thing
 (d) If the existing business has undertaken substantial expansion, please specify,-
 (i) The date of substantial expansion
 (ii) The total book value of plant and machinery (before taking depreciation in any year) as on first day of the previous year in which substantial expansion took place.

Ac 6.05 Guntas (For Phase-I)

Yes No

Size of each unit ranging from 1366 S.ft to 1,487 S.ft (Built up area). The Built up area is certified by Chartered Engineer (Certified Copy Enclosed)

Nil

Yes No

Mertile (Refer Annexure - A)

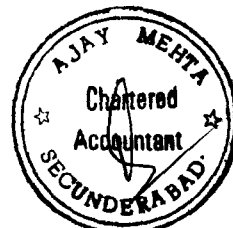
Not Applicable

Yes No

Yes No

Yes No

Yes No



(iii) Value of increase in the plant and machinery in the year of substantial expansion.

(c) Does the undertaking or enterprise manufacture or produce any article or thing specified in the Thirteenth Schedule

(If yes, please specify the article or thing)

(f) Does the undertaking or enterprise manufacture or produce any article or thing specified in the Fourteenth Schedule

(If yes, please specify the article or thing or operation)

26 For claim of deduction under section 80-IA(4)(ii) and (iv) / 80-Ib(3), (4), (5), and (11)/80-IC please indicate:

(a) Whether the undertaking or enterprise has been formed by the splitting up or the reconstruction of a business already in existence

(b) If yes, whether the circumstances and the period specified in section 33B is applicable
(Please give details)

(c) Has the undertaking or enterprise received any machinery or plant on transfer which was previously used for any purpose

(d) If yes, please specify value of machinery or plant received on transfer

(e) Total value of machinery or plant used in business

27 Total sales of the undertaking

28 Transactions by the undertaking to a related concern of the assessee, or another undertaking of the assessee, or the co-owner of the undertaking, or another undertaking of the co-owner :

[Related concern is a person within the meaning of section 40A(2)(b)]

Name of the Related Concern

(a)

(b)

(c)

(d)

29 Profits and gains derived by the undertaking / enterprise from the Eligible business #

30 Deduction under section 80-IB

Yes

No

Yes

No

Yes

No

Yes

No

Refer Annexure 'I'

NIL

Transaction

(Please specify nature and amount)

Rs.

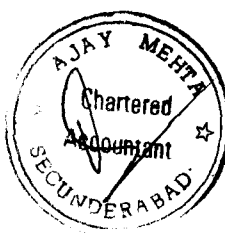
Rs.

Rs.

Rs.

Rs. 87,60,134/- (As per computation of Income enclosed)

Rs. 87,60,134/-



Declaration

I/ We have examined the balance sheet of the above industrial undertaking or enterprises style** **M/s. Mehta and Modi Homes** and belonging to the assessee **M/s. Mehta and Modi Homes** (Permanent Account no. **AAJFM0647C** as at **31-03-2006** and the profit and loss account of the said industrial undertaking or enterprise for the year ended on that date which are in agreement with the books of account maintained at the head office at **5-4-187/3& 4, 2nd Floor, Soham Mansion, M.G Road Ranigunj Secunderabad.- 500003** and Branches at **None**

*I/We have obtained all the information and explanations which to the best of *my /our knowledge and belief were necessary for the purposes of the audit, in *my/our proper books of account have been kept by the head office and the branches of the industrial undertaking or enterprise aforesaid visited by *me/us so far as appears from *my/our examination of books, and proper returns adequate for the purposes of audit have been received from branches not visited by *me/us, subject to the comments given below:

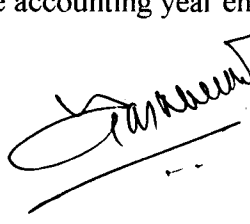
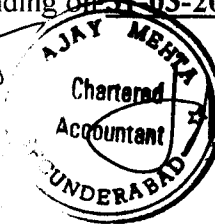
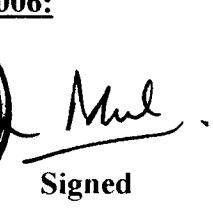
in *me/our opinion the undertaking or enterprise satisfies the conditions stipulated in section 80-I/80-IA/80-IB/80-IC (strike out which ever is not applicable) and the amount of deduction claimed under this section in item 30 is as per the provisions of the Income-Tax act and meets the required conditions.

In *my/our opinion and to the best of *my/our information and according to explanations given to *me/us the said accounts give a true and fair view-

- (i) in the case of the balance sheet, of the state of affairs of the above name industrial undertaking or enterprise as at **31-03-2006**; and
- (ii) in the case of the profit and loss account, of the profit ~~or loss~~ of the industrial ~~undertaking~~ or enterprise for the accounting year ending on **31-03-2006**;

Place: Secunderabad

Date: 28-10-2006

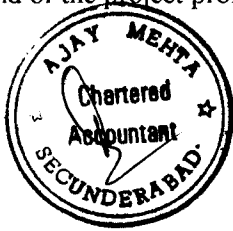


 Signed

MEHTA & MODI HOMES

Asst Year – 2006-07

Annexure – 1 to Form NO 10CCB

1. The firm has taken up developing of Housing Project which is situated at Cherlapally Village which is named as 'Silver Oak Bungalows'. The sanction for the project is obtained Form HUDA vide Lr.No.2755/MP2/Plg/HUDA/2004 dated 06/07/2005 and Kapra Municipality vide sanction No. BA/41/3650/2004 dated 15.06.2005 being local Authority.
2. The salient features of the project are as under:
 - a. Land Area Acre 6.05 Gts.
 - b. Total number of individual residential units 76
 - c. Size of each unit is ranging from 1366 S.ft to 1487 S.ft (*Built-up area.*) The Built-up area is certified by a Chartered Engineer) (copies are enclosed herewith)
 - d. Date of commencement 02.07.2005 (Date of First Building plan sanction)
3. The revenue from Housing project is recognized on an estimate basis till the project completed and is transferred / delivered to the customers. Revenue in respect of independent residential units, which are completed is recognized at the point of transfer/delivered and /or ready for delivery to customer.
4. The work for independent residential units is under progress. During the year installments of Rs. 7,30,56,260/- received / receivable on the basis of agreements / understanding.
5. In accordance with accounting policy adopted with regard to revenue recognition on uncompleted independent residential units an estimated profit of Rs. 1,09,58,439/- calculated at 15% on installments for the year of Rs 7,30,56,260/- is credited to Profit & Loss A/C and the corresponding debit of the same is to the account of construction work in progress account.
6. In accordance with the accounting policy adopted with regard to revenue recognition for uncompleted flats the installments aggregating to Rs. 7,30,56,260/- is carried forward as current liabilities and expenditure on construction, land cost and estimated profit declared aggregating to Rs. 5,61,23,945/- (Phase-I) is carried forward as Inventories.
7. The copy of Sanction letter, Sanction plan, Brochure for the project is enclosed.
8. The Project is under the stage of construction. Keeping in view the generally accepted and settled principle that the profits accrues year to year in a project having a gestation period and not at the end of the project profits are estimated during the progress of project.



[Handwritten Signature]