

INDIAN INCOME TAX RETURN VERIFICATION FORM
ITR-V [Where the data of the Return of Income/Fringe Benefits in Form ITR-1, ITR-2, ITR-3, ITR-4, ITR-5, ITR-6 & ITR-8 transmitted electronically without digital signature]
 (Please see Rule 12 of the Income-tax Rules, 1962)

Assessment Year
2007-08

| | | | | |
|--|--|--|-------------------|---|
| PERSONAL INFORMATION AND THE DATE OF ELECTRONIC TRANSMISSION | Name PARAMOUNT BUILDERS | | PAN AAHFP4040N | |
| | Flat/Door/Block No 5-4-187/3 AND 4 2ND FLOOR | Name Of Premises/Building/Village SOHAM MANSION | | Form No. which has been electronically transmitted (fill the code) ITR-5 |
| | Road/Street/Post Office | Area/Locality MG ROAD | | |
| | Town/City/District SECUNDERABAD | State ANDHRA PRADESH | Pin 500003 | Status (fill the code) Firm |
| | E-filing Acknowledgement Number 4818150291007 | Date(DD/MM/YYYY) 29-10-2007 | | |

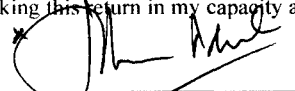
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|---------------------------------------|--------------------|--------------------------------|-------------|---------|
| COMPUTATION OF INCOME AND TAX THEREON | 1 | Gross total income | 1 | 8441104 |
| | 2 | Deductions under Chapter-VI-A | 2 | 7492045 |
| | 3 | Total Income | 3 | 949059 |
| | 4 | Net tax payable | 4 | 319453 |
| | 5 | Interest payable | 5 | 16527 |
| | 6 | Total tax and interest payable | 6 | 335980 |
| | 7 | Taxes Paid | | |
| | | a | Advance Tax | 7a |
| | b | TDS | 7b | 25869 |
| | c | TCS | 7c | 0 |
| | d | Self Assessment Tax | 7d | 170982 |
| | e | Total Taxes Paid (7a+7b+7c+7d) | 7e | 196851 |
| 8 | Tax Payable (6-7d) | 8 | 139129 | |
| 9 | Refund (7e-6) | 9 | 0 | |

भारत सरकार / GOVERNMENT OF INDIA
 वित्त मंत्रालय / MINISTRY OF FINANCE
 आयकर विभाग / Income Tax Department
 1044003864
 13 OCT 2007
 प्राप्त किया / Received by
 आयकर अवर अधिकारी - 10 का कार्यालय
 5th Floor, Block, Income Tax Tower
 Masal, P. O. Mahabubnagar

| | | | | |
|--|----------------------|------------------------------------|----------------------------|------|
| COMPUTATION OF FRINGE BENEFITS AND TAX THEREON | 10 | Value of Fringe Benefits | 10 | 5825 |
| | 11 | Total fringe benefit tax liability | 11 | 1961 |
| | 12 | Total interest payable | 12 | 81 |
| | 13 | Total tax and interest payable | 13 | 2042 |
| | 14 | Taxes Paid | | |
| | | a | Advance Tax | 650 |
| | | b | Self Assessment Tax | 1392 |
| | | c | Total Taxes Paid (14a+14b) | 2042 |
| 15 | Tax Payable (13-14c) | 15 | 0 | |
| 16 | Refund | 16 | 0 | |

VERIFICATION

I, **SOHAM MODI** (full name in block letters), son/ daughter of **SATISH MODI** solemnly declare to the best of my knowledge and belief, the information given in the return and the schedules thereto which have been transmitted electronically by me vide acknowledgement number mentioned above is correct and complete and that the amount of total income/ fringe benefits and other particulars shown therein are truly stated and are in accordance with the provisions of the Income-tax Act, 1961, in respect of income and fringe benefits chargeable to income-tax for the previous year relevant to the assessment year 2007-08. I further declare that I am making this return in my capacity as authorized signatory and I am also competent to make this return and verify it.

Sign here  Date **2007-10-29** Place **SECUNDERABAD**

If the return has been prepared by a Tax Return Preparer (TRP) give further details as below:

| | | |
|---------------------------|-------------|--------------------------|
| Identification No. of TRP | Name of TRP | Counter Signature of TRP |
| | | |

| | |
|---|--|
| <p>For Office Use Only</p> <p>Receipt No</p> <p>Date</p> <p>Seal and signature of receiving official</p> |  <p>AAHFP4040N54818150291007688EE10ECB34664EBB81AACFB2C26D1E57E7F3F0</p> |
|---|--|

Return Filed on 30/10/07
Inward No. 1044002864

Asst
1

PARAMOUNT BUILDERS
5-4-187/3 & 4, 2nd Floor, Soham Mansion, M.G. Road, Secunderabad - 500 003.

Assessment Year :: 2007-2008

Accounting Year: 01.04.2006 to 31.03.2007
Status: Partnership Firm
P A N : AAHFP4040N
Nature of Business: Real Estate Developers/Managers
Date of Incorporation:

COMPUTATION OF TOTAL INCOME

I. Income from Business:

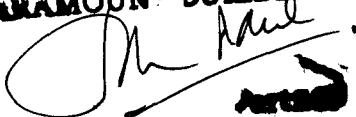
| | | |
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| Net Profit as per Profit & Loss Account | | 7,863,580 |
| Add: Disallowables: | | |
| 1. Provision for taxation | 170,982.00 | |
| 2. FBT | 650.00 | |
| 3. Tax Deduct at Source | 164,998.82 | |
| 4. Disallowance U/s.36(1)(va) | 18,167.00 | |
| 5. Disallowance U/s.40(a)(ia) | 222,727.00 | 577,525 |
| | | <u>8,441,105</u> |
| Less: FDR Interest Credited to P & L Account | | 230,565 |
| | | <u>8,210,539</u> |

II. Income from Other Sources:

| | | |
|---|---------------------------|------------------|
| FDR Interest | | 230,565 |
| | | <u>230,565</u> |
| | Gross Total Income | 8,441,104 |
| Less: Admissible deductions: Under chapter VIA: (I) U/s.80IB(10) - 100% Profit of Housing Project (as given in Form No.3CD) and certificate Form No.10CCB. | | 7,492,045 |
| | Total Income | 949,059 |

| | | |
|---|------------|----------------|
| Tax thereon 30% | 284,717.70 | |
| Add: Surcharge 10% | 28,471.77 | |
| Add: Education Cess 2% | 6,263.79 | 319,453 |
| | | <u>319,453</u> |
| Less: T.D.S. (HDFC Bank) Bhargavi Developers | 25,869.00 | |
| | 139,129.00 | 164,998 |
| | | <u>154,455</u> |
| Add: Interest U/s.234B | 10,811.87 | |
| Interest U/s.234C | 5,714.84 | 16,527 |
| | | <u>16,527</u> |
| Total Tax payable | | <u>170,982</u> |
| Paid on | | |

PARAMOUNT BUILDERS



FORM NO. 3CB
[See rule 6G (1)(b)]
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 the rule 6G

1. We have examined the balance sheet as at 31st March, 2007, and the profit and loss account for the year ended on that date, attached herewith, of **M/s Paramount Builders, 5-4-187/3 & 4, 2nd Floor, Soham Mansion, M.G. Road, Secunderabad – 500 003.** (Permanent Account Number **AAHFP4040N**)

2. We certify that the balance sheet and the profit and loss account are in agreement with the books of account maintained at the head office at 5-4-187/3 & 4, Soham Mansion, M.G. Road, Secunderabad – 500 003 and Nil branches.

3. (a) We report the following observations/comments/discrepancies/inconsistencies; if any:

Refer to Notes to Accounts Annexure No. - XI

(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 purpose of the audit.
- (B) In our opinion, proper books of account 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 2007
 - And
 - (ii) in the case of the profit and 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.

Ajay Mehta
Chartered Accountant



Place: Secunderabad.

Date : 29.10.2007

Ajay Mehta
Chartered Accountant

5-4-187/3 & 4, 2nd Floor,
Soham Mansion, M.G. Road,
Secunderabad - 500 003.
Phone:

FORM NO. 3CD

(as amended by Notification no. 208/2006, dated 10-8-2006)

[See rule 6G(2)]

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

PART - A

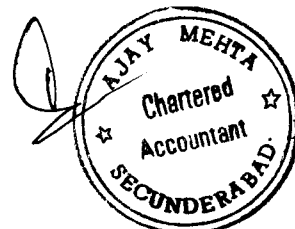
| | |
|-----------------------------|--|
| 1. Name of the assessee | M/s. PARAMOUNT BUILDERS |
| 2. Address | 5-4-187/3 & 4, 2 nd Floor, M.G. Road, Secunderabad - 3. |
| 3. Permanent Account Number | AAHFP4040N |
| 4. Status | PFAS/Resident |
| 5. Previous year ended | 31-3-2007. |
| 6. Assessment year | 2007 - 2008 |

PART - B

| | |
|---|--|
| 7. (a) If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios. | Modi Properties & Investments Pvt. Ltd. 45% Gaurang Modi 5% Snehalata Gangwal 12.50% Samit Gangwal 12.50% Naren Bakshi 25% |
| (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. | No |
| (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 |
| (c) List of books of account examined. | - do - |
| 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). | Not Applicable |
| 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-à-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. | 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 | Not Applicable |

PARAMOUNT BUILDERS

Ajay Mehta
Partner

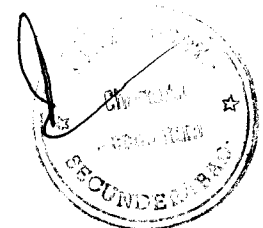


| | | |
|--|----------------------|---------------------|
| and the effect thereof on the profit or loss. | | |
| 12. (a) Method of valuation of closing stock employed in the previous year. | At Cost | |
| (b) Details of deviation, if any, from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss. | Not Applicable | |
| 12A. Give the following particulars of the capital asset converted into stock-in-trade: - | } | |
| (a) Description of Capital Asset. | | |
| (b) Date of Acquisition. | | Nil |
| (c) Cost of Acquisition. | | |
| (d) Amount at which the asset is converted into stock-in-trade. | | |
| 13. Amounts not credited to the profit and loss account, being - | } | |
| (a) the items falling within the scope of section 28; | | |
| (b) the proforma credits, drawbacks, refunds of duty of customs or excise, or service tax or refunds 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; | | |
| (d) any other item of income; | | |
| (e) capital receipt, if any. | | |
| 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. | | |
| (b) Rate of depreciation. | | |
| (c) Actual cost or written down value, as the case may be. | | |
| (d) Additions/deductions during the year with dates; in the case of any addition of an asset, date put to use; including adjustments on account of - | | As per Annexure - I |
| (i) Modified Value Added Tax credit claimed and allowed under the Central Excise rules, 1944, in respect of assets acquired on or after 1 st 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 | | |
| 15. Amounts admissible under section 33AB, 33ABA, 33AC (wherever applicable), 35, 35ABB, 35AC, 35CCA, 35CCB, 35D, 35DD, 35DDA, 35E:- | Nil | |
| (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 | |
| 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 | As per Annexure - II | |

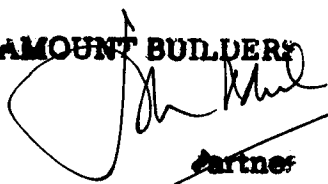
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| under section 36(1)(va). | |
| 17. Amounts debited to the profit and loss account being:- | |
| (a) expenditure of capital nature; | |
| (b) expenditure of personal nature; | |
| (c) expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like, published by a political party; | Nil |
| (d) expenditure incurred at clubs, | |
| (i) as entrance fees and subscriptions; | |
| (ii) as cost for club services and facilities used; | |
| (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; | |
| (f) amounts inadmissible under section 40(a); | As per Annexure – IV |
| (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 |
| (h)[b] amount inadmissible under section 40A(3), read with rule 6DD [with break-up of inadmissible amounts] | Refer Notes to Accounts Annexure –XI Note No.13 |
| (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. | 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, | |
| (m) amount inadmissible under the proviso to section 36(1)(iii) | |
| 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 clause (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); | As per Annexure - III |
| (b) not paid on or before the aforesaid date. | |
| * State whether sales tax, customs duty excise duty or any other indirect tax, levy, cess, impost etc. is | |

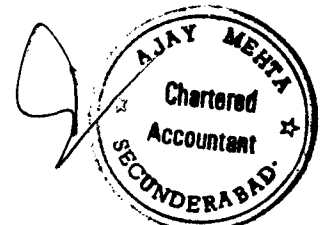
PARAMOUNT BUILDERS

 Partner

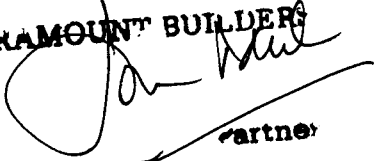


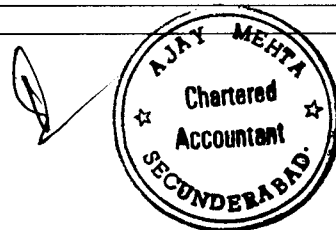
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| passed through the profit and loss account. | |
| 22. (a) Amount of Modified Value Added Tax credits availed of or utilised during the previous year and its treatment in the profit and loss account and treatment of Outstanding Modified Value Added 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 269 T 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 |
| (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. | No |
| The particulars (i) to (iv) at (b) and the Certificate at (c) above need not be given in the case of a repayment of any loan or deposit taken or accepted from Government, Government company, banking company or a corporation established by a Central, State or Provincial Act. | |
| 25. (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. | Nil |
| 26. Section-wise details of deductions, if any, admissible under Chapter VIA. | U/s. 80IB(10) Rs.74,92,045/- |


PARAMOUNT BUILDERS

Partner



| | |
|---|--|
| 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, However there has been delay in Remittance of TDS AS given in Annexure - IV |
| (b) If the provisions of Chapter XVII-B have not been complied with, please give the following details*, namely:- | |
| (i) Tax deductible and not deducted at all | Nil |
| (ii) shortfall on account of lesser deduction than required to be deducted | Nil |
| (iii) tax deducted late | Refer Annexure - IV |
| (iv) tax deducted but not paid to the credit of the Central Government | 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: | Not Applicable Being a Real Estate Developer |
| (i) opening stock | |
| (ii) purchases during the previous year | |
| (iii) sales during the previous year | |
| (iv) closing stock | |
| (v) shortage/excess, if any | |
| (b) In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products. | Not Applicable |
| 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 | |
| B Finished products/By-products | Not Applicable |
| (i) opening stock | |
| (ii) purchases during the previous year | |
| (iii) quantity manufactured during the previous year | |
| (iv) sales during the previous year | |
| (v) closing stock | |
| (vi) shortage/excess, if any | |
| *Information may be given to the extent available | |
| 29. In the case of a domestic company, details of tax on distributed profits under section 115O in the following form: | Not Applicable |
| (a) total amount of distributed profits | |
| (b) total tax paid thereon | |
| (c) dates of payment with amounts | |
| 30. Whether any cost audit was carried out, if yes, enclose a copy of the report of such audit [See section 139(9)] | |
| 31. Whether any audit was conducted under the Central Excise Act, 1944, if yes, enclose a copy of the report of such audit | Not Applicable |
| 32. Accounting ratios with calculations as follows: | Not Applicable (being a Real Estate Developer) |
| (a) Gross profit/Turnover | |
| (b) Net profit/Turnover | |
| (c) Stock-in-trade/Turnover | |
| (d) Material consumed/Finished goods produced | |

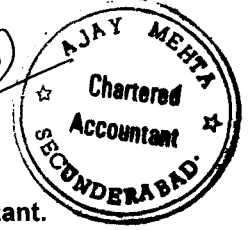
PARAMOUNT BUILDERS

 Partner



M/S PARAMOUNT BUILDERS

Partner

Dated:
Place: Secunderabad.


Ajay Mehta
Chartered Accountant.
M.No. 35449



Note: *This Form has to be signed by the person competent to sign Form No. 3CA or Form No. 3CB as the case may be.

ANNEXURE - I

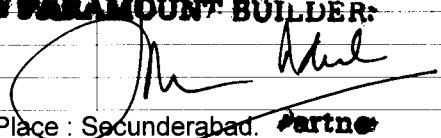
PART - A

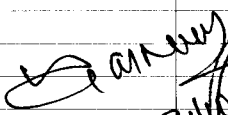
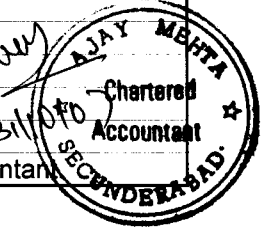
| | | |
|---|--------------------------|---|
| 1 | NAME OF THE ASSESSEE | M/s. Paramount Builders |
| 2 | ADDRESS | 5-4-187/3 & 4, 2nd Floor, Soham Mansion, M.G. Road, Secunderabad - 500 003. |
| 3 | PERMANENT ACCOUNT NUMBER | AAHFP 4040 N |
| 4 | STATUS | Partnership Firm/PFAS/Resident |
| 5 | PREVIOUS YEAR ENDED | 31st March 2007. |
| 6 | ASSESSMENT YEAR | 2007-2008 |

PART - B

| | | |
|---|--------|------|
| Nature of Business of profession in respect of every business of profession carried on during the previous year | Code : | 0403 |
|---|--------|------|

| Parameters | | Current | Preceding year |
|------------|--|----------|----------------|
| 1 | Capital of partner | 24982870 | 5269290 |
| 2 | Share Application Money / Current account of Partner or | Nil | Nil |
| 3 | Reserves and surplus / Profit and Loss Account | Nil | Nil |
| 4 | Securred Loans | 776840 | Nil |
| 5 | Unsecured Loan | Nil | Nil |
| 6 | Current liabilities and provisions | 58192257 | 502500 |
| 7 | Total of Balance Sheet | 83951967 | 5771790 |
| 8 | Gross turnover / gross receipts / Instalments receivable | 52866386 | Nil |
| 9 | Gross profit | 10123617 | Nil |
| 10 | Comission received | Nil | Nil |
| 11 | Commission paid | Nil | Nil |
| 12 | Interest received/ FDR Int | 230565 | Nil |
| 13 | Interest paid | 1207 | Nil |
| 14 | Depreciation as per books of account | 26013 | 17712 |
| 15 | Net Profit (or loss) before tax as per Profit and Loss account | 7863580 | Nil |
| 16 | Taxes on income paid/provided for in the books | 170982 | Nil |

PARAMOUNT BUILDER:

 Place : Secunderabad. **Partne**
 Date :


 Ajay Mehta
 Chartered Accountant


M/S. PARAMOUNT BUILDERS

A.Y.2007-08

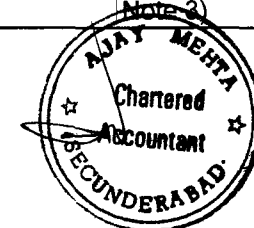
"ANNEXURE - II"

VALUE OF FRINGE BENEFITS IN TERMS OF SECTION 115WC READ WITH SECTION 115WB FOR THE ASSESSMENT YEAR 2007-2008

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

M/S. PARAMOUNT

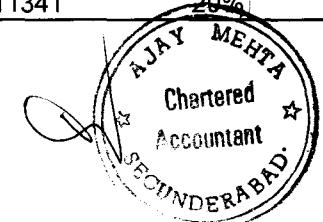
Ajay Mehta
Partner



| | | | | | | | | | | | |
|----|-------------|--|-------|-----|-----|-----|-------|-----|-------|-------------------|-----|
| 5 | 115WB(2)(C) | Conference (other than fee for participation by the employees in any conference) (see Note 4) | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% | Nil |
| 6 | 115WB(2)(D) | Sales promotion including publicity (see Note 5) | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% | |
| 7 | 115WB(2)(E) | Employees' Welfare (see Note 6) | 11316 | Nil | Nil | Nil | 11316 | Nil | 11316 | 20% | 226 |
| 8 | 115WB(2)(F) | Conveyance, tour and travel (including foreign travel (see Note 7) | 25884 | Nil | Nil | Nil | 25884 | Nil | 25884 | 5% | 12 |
| 9 | 115WB(2)(G) | Use of hotel, boarding and lodging facilities | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% (see Note 9) | Nil |
| 10 | 115WB(2)(H) | Repair, running (including fuel), maintenance of motor cars and the amount of depreciation thereon | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% (see Note 10) | Nil |
| 11 | 115WB(2)(I) | Repair, running (including fuel) and maintenance of aircrafts and the amount of depreciation thereon | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% (see Note 11) | Nil |
| 12 | 115WB(2)(J) | use of telephone (including mobile phone) other than expenditure on leased telephone lines | 11341 | Nil | Nil | Nil | 11341 | Nil | 11341 | 20% | 22 |

15 PARAMOUNT BUILDINGS

Ajay Mehta
Partner

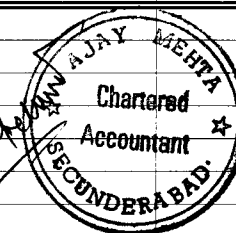


| | | | | | | | | | | | | |
|----|-------------|---|--------|-----|-----|-----|--------|-----|--------|-----|-----|-----|
| | | Maintenance of any accommodation in the nature of guest house other than accommodation used for training purposes | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 20% | Nil |
| 13 | 115WB(2)(K) | | | | | | | | | | | |
| 14 | 115WB(2)(L) | Festival celebrations | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 50% | Nil |
| 15 | 115WB(2)(M) | Use of health club and similar facilities | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 50% | Nil |
| 16 | 115WB(2)(N) | Use of any other club facilities | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 50% | Nil |
| 17 | 115WB(2)(O) | Gifts | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 50% | Nil |
| 18 | 115WB(2)(P) | Scholarships | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 50% | Nil |
| 19 | 115WB(2)(Q) | Tour and Travel (including foreign travel) (see note 12) | Nil | Nil | Nil | Nil | Nil | Nil | Nil | Nil | 5% | Nil |
| 20 | Total | | 188423 | Nil | Nil | Nil | 188423 | Nil | 188423 | | | 58 |

For **PARAMOUNT BUILDERS,**

[Signature]
PARTNER

[Signature]
AJAY MEHTA.
CHARTERED ACCOUNTANT.

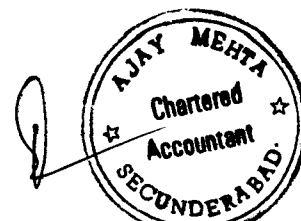


PARAMOUNT BUILDERS
ASSESSMENT YEAR :: 2007-2008.
DETAILS OF FRINGE BENEFIT TAX

| S.No. | HEAD OF EXPENSES | 1st QTR | 2nd QTR | 3rd QTR | 4th QTR | TOTAL AMOUNT |
|-------------------|---|-----------------|------------|-----------------|------------------|------------------|
| FBT @ 50 % | | | | | | |
| 1 | Business Promotion | - | - | - | - | - |
| FBT @ 20 % | | | | | | |
| 1 | Telephone Bills | - | - | 4,387.00 | 6,954.00 | 11,341.00 |
| 2 | Staff Welfare | - | - | 2,635.00 | 8,681.00 | 11,316.00 |
| | TOTAL | - | - | 7,022.00 | 15,635.00 | 22,657.00 |
| FBT @ 5% | | | | | | |
| 1 | Conveyance/Car Hire Charges | 2,281.00 | - | 9,211.00 | 14,392.00 | 25,884.00 |
| | | 2,281.00 | - | 9,211.00 | 14,392.00 | 25,884.00 |
| | FBT on total @50 % | - | - | - | - | - |
| | FBT on total @20 % | - | - | 1,404.40 | 3,127.00 | 4,531.40 |
| | FBT on Conveyance @ 5% | 114.05 | - | 460.55 | 719.60 | 1,294.20 |
| | FBT PAYABLE ON THE AMOUNT | 114.05 | - | 1,864.95 | 3,846.60 | 5,825.60 |
| | TAX @ 30% On the FBT Payable Amount | 34.22 | - | 559.49 | 1,153.98 | 1,747.68 |
| | Sur-Charge on tax @10% | 3.42 | - | 55.95 | 115.40 | 174.77 |
| | Education Cess on Tax & S.c. | 0.75 | - | 12.31 | 25.39 | 38.45 |
| | FBT Payable | 38.39 | - | 627.74 | 1,294.77 | 1,960.90 |
| | FBT PAID | - | - | 650.00 | - | 650.00 |
| | BALANCE PAYABLE | 38.39 | - | (22.26) | 1,294.77 | 1,310.90 |
| | DUE DATE FOR PAYMENT OF FBT | 15th JULY | 15th OCT | 15th JAN | 15th APRIL | |
| | Paid on | 15/07/2006 | 13/10/2006 | 08/01/2007 | | |
| | FBT Payment Delay in Months | 15 | 12 | 9 | 6 | - |
| | INTEREST @1% p.m.on Out Standing Amount | 5.76 | - | (2.00) | 77.69 | 81.44 |
| | | 20.76 | - | (2.00) | 77.69 | 81.44 |
| | FBT Outstanding Amount | 1,960.90 | | | | |
| | Interest on Outstanding Amount | 81.44 | | | | |
| | Balance FBT Payable | 2,042.34 | | | | |
| | Advance paid | 650.00 | | | | |
| | Balance payable/Refundable | 1,392.34 | | | | |
| | Paid on | | | | | |

PARAMOUNT BUILDERS

(Signature)
Partner



| Paramount Builders | | Annexure - I TO FROM NO.3CD DEPRECIATION CHART U/S.32 | | | Asst.Year 2007-2008 | |
|--------------------|----------------------|--|----------------------|----------------------------|---------------------|-----------------------|
| Name of the Asset | WDV as on 01.04.2006 | Purchased before 30/09/2006 | Rate of Depreciation | Purchased after 30/09/2006 | Depreciation | WDV as on 31.03.2007. |
| 1. Computers & | 11,808.00 | 0.00 | 60%/30% | 41392.00 | 19,503.00 | 33,697.00 |
| 2. Printer | 0.00 | 0 | 30% | 17600.00 | 5,280.00 | 12,320.00 |
| 3. UPS | 0.00 | 0 | 30% | 4100.00 | 1,230.00 | 2,870.00 |
| | 11,808.00 | 0.00 | | 63092.00 | 26,013.00 | 48,887.00 |

PARAMOUNT BUILDERS

[Handwritten Signature]
Partner

[Handwritten Signature]

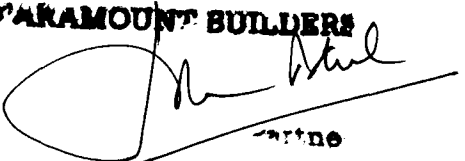


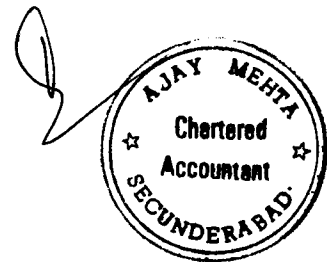
ANNEXURE - II TO FORM 3CD

| PARAMOUNT BUILDERS | | | | | | |
|-----------------------------------|--------------------------------|-------------------------|-------------------------|----------------------------|-------------------------------|------------------------------------|
| (A) EMPLOYEES CONTRIBUTION | | | | | | |
| S.NO | Deduction for the month | P.F.contribution | ESI Contribution | Due Date of payment | Actual date of payment | Disallowances U/S 36(1)(va) |
| 1 | April | 0 | 0 | | | |
| 2 | May | 0 | 0 | | | |
| 3 | June | 0 | 0 | | | |
| 4 | July | 0 | 0 | | | |
| 5 | August | 0 | 0 | | | |
| 6 | September | 0 | 0 | | | |
| 7 | October | 0 | 0 | | | |
| 8 | November | 0 | 0 | | | |
| 9 | December | 4787 | 0 | 20-Jan-07 | 23-Jan-07 | 4787 |
| 10 | January | 4223 | 0 | 20-Feb-07 | 21-Feb-07 | 4223 |
| 11 | February | 3902 | 506 | 20-Mar-07 | 21-Mar-07 | 4408 |
| 12 | March | 3789 | 960 | 20-Apr-07 | 26-Apr-07 | 4749 |
| | Total | 16701.00 | 1466.00 | | | 18167.00 |

| PARAMOUNT BUILDERS | | | | | | |
|----------------------------------|--------------------------------|------------------------|-------------------------|----------------------------|-------------------------------|--------------------------------|
| (B) EMPLOYER CONTRIBUTION | | | | | | |
| S.NO | Deduction for the month | PF Contribution | ESI contribution | Due Date of payment | Actual date of payment | Disallowances U/S 43(b) |
| 1 | April | 0 | 0 | | | |
| 2 | May | 0 | 0 | | | |
| 3 | June | 0 | 0 | | | |
| 4 | July | 0 | 0 | | | |
| 5 | August | 0 | 0 | | | |
| 6 | September | 0 | 0 | | | |
| 7 | October | 0 | 0 | | | |
| 8 | November | 0 | 0 | | | |
| 9 | December | 4767 | 0 | 20-Jan-07 | 23-Jan-07 | |
| 10 | January | 4223 | 0 | 20-Feb-07 | 21-Feb-07 | |
| 11 | February | 3902 | 2852 | 20-Mar-07 | 21-Mar-07 | |
| 12 | March | 3789 | 2768 | 20-Apr-07 | 26-Apr-07 | |
| | Total | 16681.00 | 5620.00 | | | 0.00 |

Note: Due date is considered after adding grace period of 5 days as allowed under respective acts.

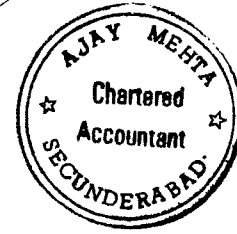
*** PARAMOUNT BUILDERS**




| | | | | |
|--|---|--------------------|-------------|------------------------|
| Modi Ventures | | | | A.Y.2007-08 |
| Annexure III TO FORM NO.3CD | | | | |
| Details of Statutory Liabilities outstanding as on 31-3-2007. | | | | |
| Account Head | Amount Outstanding as on 31-3-2007 | Amount paid | Date | Mode of payment |
| Provident Fund | 7587 | 7587 | 26/04/2007 | Cheque |
| ESI | 3728 | 3728 | 26/04/2007 | Cheque |
| Professional Tax | 825 | 825 | 23/04/2007 | Cheque |
| Service Tax | 388572 | 388572 | 04/04/2007 | Cheque |
| Service Tax (Construct | 241140 | 241140 | 25/10/2007 | Cheque |
| | 641852 | 641852 | | |

CB PARAMOUNT BUILDERS





PARAMOUNT BUILDERS
ANNEXURE - IV TO FORM NO.3CD
Assessment Year :: 2007-2008.

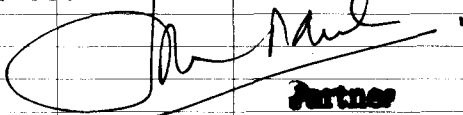
| Sl.No. | Month of Deduction | Under which Head Deducted | Amount of TDS | Due Date | Paid on | Delay in months | Interest @ 1% |
|--------|--------------------|---------------------------|---------------|------------|------------|-----------------|---------------|
| 1 | Apr-06 | Contract | 921 | 07/05/2006 | 05/05/2006 | - | - |
| | | Consultancy | 11448 | 07/05/2006 | 05/05/2006 | - | - |
| 2 | May-06 | Contract | 876 | 07/06/2006 | 07/06/2007 | - | - |
| 3 | Jun-06 | Contract | 78 | 07/07/2007 | 07/07/2007 | - | - |
| 4 | Sep-06 | Contract | 320 | 07/10/2006 | 06/10/2006 | - | - |
| | | Consultancy | 17173 | 07/10/2006 | 06/10/2006 | - | - |
| 7 | Oct-06 | Contract | 2518 | 07/11/2006 | 06/11/2006 | - | - |
| 8 | Nov-06 | Contract | 7858 | 07/12/2006 | 09/12/2006 | 1 | 79 |
| | | Consultancy | 17173 | 07/12/2006 | 09/12/2006 | 1 | 172 |
| 9 | Dec-06 | Contract | 16209 | 07/01/2007 | 05/01/2007 | - | - |
| | | Sub-contract | 452 | 07/01/2007 | 05/01/2007 | - | - |
| 10 | Jan-07 | Contract | 19609 | 07/02/2007 | 07/02/2006 | - | - |
| | | Consultancy | 5724 | 07/02/2007 | 07/02/2006 | - | - |
| 11 | Feb-07 | Contract | 13870 | 07/03/2007 | 07/03/2007 | - | - |
| | | Brokerage | 2550 | 07/03/2007 | 07/03/2007 | - | - |
| 12 | Mar-07 | Contract | 19984 | 07/04/2007 | 04/04/2007 | - | - |
| | | Sub-Contract | 560 | 07/04/2007 | 04/04/2007 | - | - |
| | | Brokerage | 229 | 07/04/2007 | 04/04/2007 | - | - |
| | | Salaries | 79000 | 07/04/2007 | 17/04/2007 | 1 | 790 |
| | | Supervision Charge | 12495 | 07/04/2007 | 07/05/2007 | 2 | 250 |
| | | | 229047 | | | | 1290 |

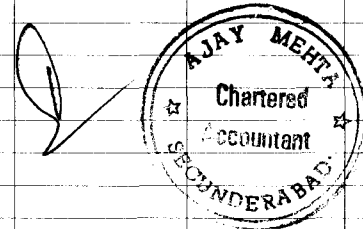
Interest on Delay payments of Rs. 1290/- paid on

Note: Disallowance u/s.40(a)(ia) for delay in payment of TDS is as under:

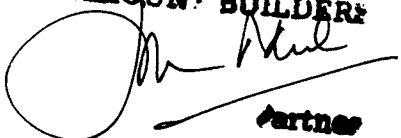
| Sl.No. | Account Head | Amount Credited | TDS Amount |
|--|---------------------|-----------------|------------|
| 2 | Supervision Charges | 222727 | 12495 |
| Total Disallowances u/s.40(a)(ia) | | 222727 | |

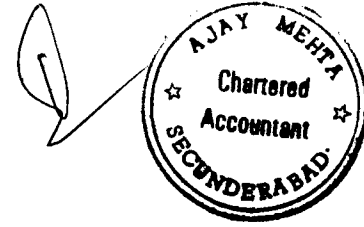
PARAMOUNT BUILDERS


Partner



| Details of Challans paid | | | | | | | |
|--------------------------|------------|-------------|--------|--|--|--|--|
| Sl.No. | Date | Challan No. | Amount | | | | |
| 1 | 05/05/2006 | 5003 | 921 | | | | |
| 2 | 05/05/2006 | 5004 | 11448 | | | | |
| 3 | 07/06/2006 | 7005 | 876 | | | | |
| 4 | 07/07/2006 | 10029 | 78 | | | | |
| 5 | 06/10/2006 | 10039 | 320 | | | | |
| 6 | 06/10/2006 | 10038 | 17173 | | | | |
| 7 | 06/11/2006 | 10039 | 2518 | | | | |
| 8 | 09/12/2006 | 10010 | 7858 | | | | |
| 9 | 09/12/2006 | 10011 | 17173 | | | | |
| 10 | 08/01/2007 | 10028 | 452 | | | | |
| 11 | 08/01/2007 | 10029 | 16209 | | | | |
| 12 | 02/02/2007 | 10023 | 19609 | | | | |
| 13 | 02/02/2007 | 10024 | 5724 | | | | |
| 14 | 07/03/2007 | 10076 | 13870 | | | | |
| 15 | 07/03/2007 | 10075 | 2550 | | | | |
| 16 | 07/04/2007 | 10404 | 19984 | | | | |
| 17 | 07/04/2007 | 10406 | 560 | | | | |
| 18 | 07/04/2007 | 10405 | 229 | | | | |
| 19 | 17/04/2007 | 10004 | 79000 | | | | |
| 20 | 07/05/2007 | 10053 | 12495 | | | | |
| | | | 229047 | | | | |

SHAMOUNT BUILDERS

Partner



PARAMOUNT BUILDERS

5-4-187/3 & 4, 2nd Floor, M.G. Road, Secunderabad – 500 003.

Phone : 66335551

CERTIFICATE

This is to certify that loan transactions covered u/s.269SS & 269T of I.T. Act, 1961 during the financial year 2006-2007 has been made by an account payee cheque or an account payee draft, as the case may be.

For PARAMOUNT BUILDERS,

A handwritten signature in black ink, appearing to read 'John Paul', is written over a horizontal line. The signature is cursive and stylized.

PARTNER.

PARAMOUNT BUILDERS

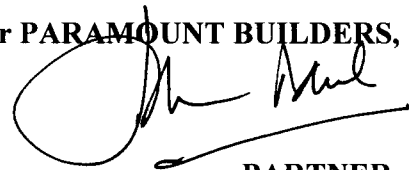
5-4-187/3 & 4, 2nd Floor, M.G. Road, Secunderabad – 500 003.

Phone : 66335551

CERTIFICATE

This is to certify that payments during financial year 2006-07 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 PARAMOUNT BUILDERS,

A handwritten signature in black ink, consisting of a large, stylized 'O' followed by several loops and a horizontal line at the end.

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
- 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)

Paramount Builders
AAHFP 4040 N
Partnership Firm (05)

Yes
Yes

No
No

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

Paramount Builders

80 I B (10)
29/12/2006

Assessment Year 2007-2008

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

AAHFP 4040 N ST 001

28813727456

Nagaram Panchayat, Keesara, 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) :

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

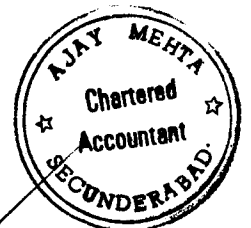
Develop

operate and
maintain

Develop, operate and maintain, the
infrastructure facility

Yes

No



(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

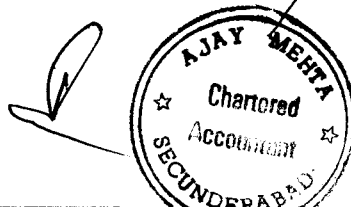
- (i) the year in which the substantial renovation and modernisation of the existing network of transmission or distribution lines took place
(ii) book value of plant and machinery as on 1-4-2004
(iii) value of increase in the plant and machinery in the year of substantial renovation and modernisation

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

Yes No

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)

Yes

No

Yes

No

Yes

No

Yes

No

Yes

No

Yes

No

(Please specify _____)

(Please specify _____)

Yes

No

Yes

No

Yes

No

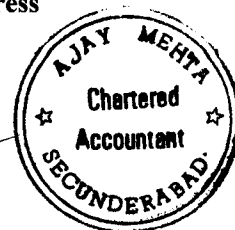
Yes

No

Commercial production of mineral oil
Refining of Mineral Oil
Refining of mineral oil

**Nagaram Panchayat, Keesara Mandal Sanction
No.294/2006-07, 295/2006-07, 296/2006-07,
297/2006-07, 298/2006-07, 299/2006-07 dt.29-12-
2006.**

Under Progress



issued by the local authority)

- (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

Ac 2.03 Gts

Yes

No

Size of each unit ranging from 400 sft. To 1300 (Built up area). The Built up area is certified by Chartered Engineer (Certified copy enclosed)

Nil

Yes

No

Mercantile (Refer Annexure - A)

Not Applicable

Yes

No

Yes

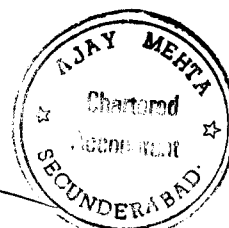
No

Yes

No

Yes

No



day of the previous year in which substantial expansion took place.

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

(e) 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.

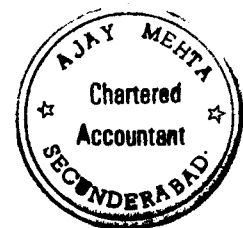
Rs.

Rs.

Rs.

Rs. 74,92,045/- (As per computation enclosed)

Rs. 74,92,045/-



Declaration

I/ We have examined the balance sheet of the above industrial undertaking or enterprises style** **M/s. Paramount Builders** and belonging to the assessee **M/s. Paramount Builders** (Permanent Account no. **AAJFM06456D** as at **31-03-2007** 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:

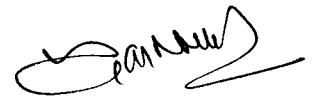
in *me/our opinion the undertaking or enterprise satisfies the conditions stipulated in section 80-IB (strike out which ever is not applicable) and the amount of deduction claimed under this section in item 30 is as per the provisions of the Income-Tax act and meets the required conditions.

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 **31-03-2007**; 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 **31-03-2007**;

Place: Secunderabad

Date: 29-10-2007



Signed




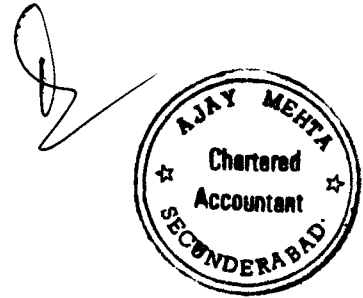
PARAMOUNT BUILDERS
5-4-187/3 & 4, 2nd Floor, Soham Mansion, M.G. Road, Secunderabad - 500 003.

Assessment Year :: 2007-2008

computation of Profit eligible for deduction U/s.80IB(10)

| | | |
|--|---------|-----------------------|
| Net Profit as per Profit & loss Account | | 7,863,580 |
| Less: Credits to Profit & Loss account not considered: | | |
| i) Estimated profit on Construction Receipts | 477,600 | |
| ii) Interest on FDR with Bank | 230,565 | 708,165 |
| | | <hr/> 7,155,414 |
| Add: Debits to P & L Account not considered: | | |
| 1. Provision for taxation | 170,982 | |
| 2. FBT | 650 | |
| 3. Tax Deduct at Source | 164,999 | 336,631 |
| Net Income Eligible for deduction U/s.80IB(10) | | <hr/> <hr/> 7,492,045 |

PARAMOUNT BUILDERS

Partner



PARAMOUNT BUILDERS

Asst Year – 2007-08

Annexure – 1 to Form NO 10CCB

1. The firm has taken up developing of Housing Project which is situated at Nagaram Village which is named as 'Paramount Residency '. The sanction for the project is obtained Form Nagaram Panchayiti, Keesara Mandal, Ranga Reddy District vide sanction No. 294/2006-07, 295/2006-07, 296/2006-07, 297/2006-07, 298/2006-07, 299/2006-07 dated 29-12-2006 being local Authority.
2. The Firm has entered into an Joint Development Agreement dated 31-10-06 with the Co Owners of the Land M/s. Bhargavi Developers. The total land area is admeasuring Ac.3.04 Out of which Ac2.03 gts is owned by the assessee firm and the balance Ac 1.01 gts is owned by M/s. Bhargavi Developers. Under the above Joint Development Agreement the firm and M/s. Bhargavi Developers have reached into an understanding to build housing project on the entire land which in named as "Paramount Residency".
3. Under the above referred Joint Development Agreement the specific share(i.e. number of flats and Area) of each party in the project have been identified.
4. Salient features of the project are as under:

| | Share owned by Paramo Builders | Share owned by Bhargavi Developers |
|--------------------------------|-----------------------------------|---------------------------------------|
| Land Area | Sq.Yd.10043 | S1.Yd.4840 |
| Land Area in Acres | 2.03 Gts. | 1.01 Gts |
| No of Flats | 179 | 81 |
| Area of each Unit Ranging from | 515sft to 1600 sft.. | 515 sft to 1600 sft.. |
| Sanction obtained on | 14-09-2006 | 14-09-2006. |

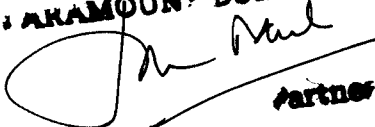
5. The revenue from Housing project is recognized on an estimate basis till the project completed and is transferred / delivered to the customers. Revenue in respect of independent residential units, which are completed is recognized at the point of transfer/delivered and /or ready for delivery to customer.
6. The work for independent residential units is under progress. During the year installments of Rs.4.68,96,386/- received / receivable on the basis of agreements / understanding.
7. In accordance with accounting policy adopted with regard to revenue recognition on uncompleted independent residential units an estimated profit of Rs. 9379277/- calculated at 20% on installments for the year of Rs 46896386/- is credited to Profit & Loss A/C and the corresponding debit of the same is to the account of construction work in progress account.

PARAMOUNT BUILDERS

Partner



8. In accordance with the accounting policy adopted with regard to revenue recognition for uncompleted flats the installments aggregating to Rs. 46896386/- is carried forward as current liabilities and expenditure on construction, land cost and estimated profit declared aggregating to Rs. 37041258/- is carried forward as Inventories.
9. The copy of Sanction letter, Sanction plan, Brochure for the project is enclosed.
10. 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.

AKAMOUNT BUILDERS

Partner





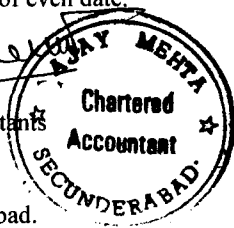
PARAMOUNT BUILDERS
5-4-187/3 & 4, SOHAM MANSION, M.G. ROAD, SECUNDERABAD - 500 003.
Assessment Year: 2007- 2008

BALANCE SHEET AS AT 31-3-2007.

| <u>Liabilities</u> | <u>Amount Rs.</u> | <u>Assets</u> | <u>Amount Rs.</u> |
|-------------------------------------|----------------------|-----------------------------|----------------------|
| Partners' Capital | | Cash | |
| Modi Properties & Investments Pvt I | 14,157,900.88 | Cash on Hand | 98,211.50 |
| Gaurang Mody | 393,178.99 | | |
| Snehalata Gangwal | 1,982,947.47 | Cash at Bank | |
| Samit Gangwal | 2,482,947.47 | Annexure - V | 18,416,225.60 |
| Naren Bakshi | 5,965,894.93 | | |
| | | Inventories | |
| Sundry Creditors | | Annexure - VI | 37,321,258.75 |
| Annexure - I | 1,231,946.00 | | |
| | | Deposits | |
| Outstanding Amounts Payable | | Annexure - VII | 4,023,000.00 |
| Annexure - II | 950,780.00 | | |
| | | Sundry Debtors: | |
| Customer Accounts | | Annexure - VIII | 21,243,202.00 |
| Annexure III | 3,074,175.00 | | |
| | | Fixed Assets | |
| Instalments for - 06-07 | | Annexure - IX | 48,887.00 |
| Annexure IV | 46,896,386.00 | | |
| | | Loans & Advances | |
| HDFC Bank (Over Draft) | 776,840.12 | Annexure - X | 2,801,183.00 |
| | | | |
| Construction Receipts | | | |
| Bhargavi Developers | 5,867,989.00 | | |
| | | | |
| Provision for Taxation | 170,982.00 | | |
| | 83,951,967.85 | | 83,951,967.85 |

Notes to Accounts Annexure - XI
As per my report of even date.

(Ajay Mehta)
Chartered Accountants



Place : Secunderabad.

Date : 29-10-2007

For PARAMOUNT BUILDERS,

PARTNER.


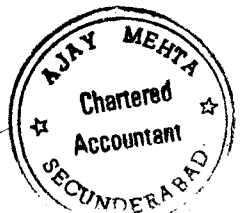
PARAMOUNT BUILDERS
5-4-187/3 & 4, SOHAM MANSION, M.G. ROAD, SECUNDERABAD - 500 003.
Assessment Year: 2007- 2008

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31-3-2007.

| | | | |
|-----------------------------------|------------|------------------------------------|--------------|
| To House Keeping Charges | 6,300.00 | By FDR Interest | 230,565.30 |
| To Salaries | 556,510.00 | By Miscellaneous Income | 36,175.00 |
| To Conveyance | 15,808.00 | By Estimated Profit on Instalments | |
| To Medical Insurance to Staff | 1,882.00 | received @ 20% on | |
| To Staff Welfare Expenses | 11,316.00 | Rs.46896386/- | 9,379,277.20 |
| To Supervision Charges | 350,000.00 | By Estimated Profit on Bhargavi | |
| To Computer Repairs & Maintenance | 12,200.00 | Developers Constructions | |
| To Bank Charges | 10,185.39 | Receipts @ 8% on | |
| To Courier & Postage | 4,108.00 | Rs.5970000/- | 477,600.00 |
| To Depreciation | 26,013.00 | | |
| To Electricity Charges | 46,365.00 | | |
| To Legal Expenses | 58,753.00 | | |
| To Miscellaneous Expenses | 80,406.00 | | |
| To Office Maintenance | 16,647.00 | | |
| To Printing & Stationery | 214,097.00 | | |
| To Incentives | 12,420.00 | | |
| To Stipend | 8,183.00 | | |
| To Telephone Charges | 11,341.00 | | |
| To Vehicle Maintenance | 3,597.00 | | |
| To Designing Charges | 15,000.00 | | |
| To Internet Charges | 1,500.00 | | |
| To Advertisement Charges | 164,024.00 | | |
| To Car Hire Charges | 10,076.00 | | |
| To Exhibition charges | 18,250.00 | | |
| To Firm Registration Fees | 600.00 | | |
| To Discount | 110,000.00 | | |
| To FBT Paid | 650.00 | | |
| To Interest on Bank OD | 1,207.56 | | |
| To Provident Fund | 16,681.00 | | |
| To ESI | 6,120.00 | | |
| To Audit Fees | 16,854.00 | | |
| To Community Welfare | 36,000.00 | | |
| To Tax Deduct at Source | 164,998.82 | | |
| To Bonus | 18,546.00 | | |
| To Income- tax | 170,982.00 | | |
| To Consultancy Charges | 8,418.00 | | |
| To Brokerage | 53,999.00 | | |
| To Net Profit Transferred to | | | |

PARAMOUNT BUILDERS

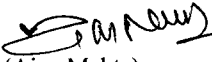
Partner

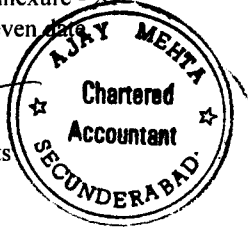



| | |
|-------------------------------------|----------------------|
| Partner Capital Accounts: | |
| Modi Properties & Investments Pvt I | 3,538,610.88 |
| Gaurang Mody | 393,178.99 |
| Snehalata Gangwal | 982,947.47 |
| Samit Gangwal | 982,947.47 |
| Naren Bakshi | 1,965,894.93 |
| | <u>10,123,617.50</u> |

10,123,617.50

Notes to Accounts Annexure - XI
As per my report of even date


(Ajay Mehta)
Chartered Accountants



For PARAMOUNT BUILDERS,

PARTNER.

Place : Secunderabad.

Date : 29-10-2007

Paramount Builders

A.Y.2007-08

Partners Capital Account

Account Copy of M/s. Modi Properties & Investments Pvt Ltd

| | | | |
|--------------------------------|-----------------------------|---------------------------------|-----------------------------|
| To Cheque paid during the year | 280,000.00 | By Opening Balance | 5,269,290.00 |
| To Balance c/fd. | 14,157,900.88 | By Cheques Recd during the year | 5,630,000.00 |
| | | By Net Profit during the year | 3,538,610.88 |
| | <u>14,437,900.88</u> | | <u>14,437,900.88</u> |

Account Copy of Gaurang Mody

| | | | |
|------------------|--------------------------|-------------------------------|--------------------------|
| To Balance c/fd. | 393,178.99 | By Net Profit during the year | 393,178.99 |
| | <u>393,178.99</u> | | <u>393,178.99</u> |

Account Copy of Snehalata Gangwal

| | | | |
|------------------|----------------------------|-------------------------------------|----------------------------|
| To Balance c/fd. | 1,982,947.47 | By Cheques received during the year | 1,000,000.00 |
| | | By Net Profit during the year | 982,947.47 |
| | <u>1,982,947.47</u> | | <u>1,982,947.47</u> |

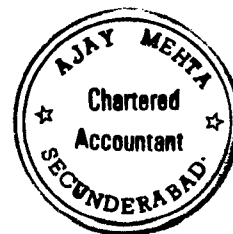
Account Copy of Samit Gangwal

| | | | |
|------------------|----------------------------|-------------------------------------|----------------------------|
| To Balance c/fd. | 2,482,947.47 | By Cheques received during the year | 1,500,000.00 |
| | | By Net Profit during the year | 982,947.47 |
| | <u>2,482,947.47</u> | | <u>2,482,947.47</u> |

Account Copy of Naren Bakshi

| | | | |
|------------------|----------------------------|-------------------------------------|----------------------------|
| To Balance c/fd. | 5,965,894.93 | By Cheques received during the year | 4,000,000.00 |
| | | By Net Profit during the year | 1,965,894.93 |
| | <u>5,965,894.93</u> | | <u>5,965,894.93</u> |

PARAMOUNT BUILDERS
[Signature]
Partner



**Annexure - I
Sundry Creditors**

SUPPLIERS

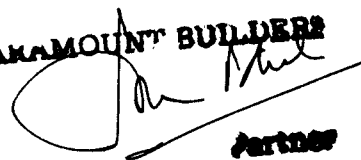
| | | |
|---|---------------------------------|-----------|
| 1 | Vasavadatta Cement | 354600.00 |
| 2 | Grasim Industries Limited | 118205.00 |
| 3 | Krishna Murthy & Sons | 647.00 |
| 4 | RMC Readymix (I) Pvt. Ltd. | 168960.00 |
| 5 | Shubham Enterprises | 19685.00 |
| 6 | Tempest Advertising Pvt. Ltd. | 27313.00 |
| 7 | Venkatramana Binding Works | 1563.00 |
| 8 | IJM Concrete Products Pvt. Ltd. | 318680.00 |
| 9 | Ganji Brothers | 2485.00 |

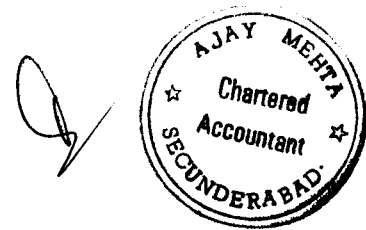
OTHERS

| | | |
|----|------------------------------|-------------------|
| 1 | Srinivas Yadav A 105 | 10,000.00 |
| 2 | Ms Mala Shenoy A 205 | 10,000.00 |
| 3 | Mr Srinivas Yadav A 304 | 10,000.00 |
| 4 | M. Sowjanya B 109 | 10,000.00 |
| 5 | Mr. Babu Rao B 509 | 85,000.00 |
| 6 | Mr. Chandr Shekhar 2C 202 | 10,000.00 |
| 7 | T. Murthy on account | 8,710.00 |
| 8 | Pramod Kumar Petty Cash A/c. | 1,100.00 |
| 9 | S.V. Subba Reddy | 6,000.00 |
| 10 | Deshmukh - Incentives | 53,000.00 |
| 11 | United Security Services | 15998.00 |
| | | 1231946.00 |

**Annexure - II
Outstanding Amounts Payable**

| | | |
|----|-----------------------------|-------------------|
| 1 | Audit Fees Payable | 16,854.00 |
| 2 | Salary Payable | 81,437.00 |
| 3 | TDS Payable | 112268.00 |
| 4 | Supervision Charges payable | 37,505.00 |
| 5 | Providend Fund Payable | 7,578.00 |
| 6 | P.T. Payable | 825.00 |
| 7 | E.S.I. Payable | 3,728.00 |
| 8 | Telephone Expenses payable | 1,000.00 |
| 9 | Electricity Bills payable | 15,000.00 |
| 10 | Bonus Payable | 44,918.00 |
| 11 | Service tax | 629,667.00 |
| | | 950,780.00 |

PARAMOUNT BUILDERS

Partner



**Annexure - III
Customer Accounts**

| | | |
|----|---------------------------------|------------|
| 1 | A 206 mr. Indrasena / Hemalatha | 110,024.00 |
| 2 | A 309 Ms. G Arpitha | 626,743.00 |
| 3 | A 401 Mr. D.N. Prasad | 54,900.00 |
| 4 | B 108 Anup Ostwal | 449,089.00 |
| 5 | B 306 Mr. V. Shekhar Reddy | 59,334.00 |
| 6 | B 407 K. Madhusudan Reddy | 46,834.00 |
| 7 | B 505 mr. A.A. Qaaleq | 9,334.00 |
| 8 | B 507 Mrs Namrata Sanghi | 2,979.00 |
| 9 | 1C 103 Snehalata Gangwal | 724,769.00 |
| 10 | 1C 104 Snehalata Gangwal | 724,769.00 |
| 11 | 1C 209 Chandra Mouli | 50,200.00 |
| 12 | 1C 405 Mr. Gangadhar | 45,200.00 |
| 13 | 2C 402 Mrs Jayashree | 165,000.00 |
| 14 | 2C 505 mr. Anirudh | 5,000.00 |

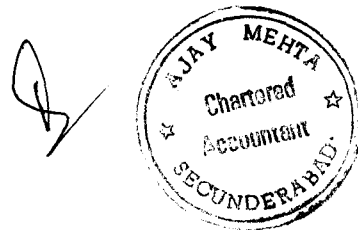
3,074,175.00

**Annexure - IV
Instalments received 06-07**

| | | |
|--------|--------------------------|-----------|
| 1C 102 | A. Shanker Reddy | 245400.00 |
| 1C 103 | Snea Lata Gangwal | 253166.00 |
| 1C 104 | Mrs. Snea Lata Gangwal | 253166.00 |
| 1C 106 | K. Satyanarayana | 487000.00 |
| 1C 107 | K. Vijayalaxmi | 154800.00 |
| 1C 108 | K. Vijaya Laxmi | 154800.00 |
| 1C 109 | Harinath Reddy | 487000.00 |
| 1C 201 | Mr. Mahesh Sharma | 245400.00 |
| 1C 202 | Mr. Mahesh Chandra | 245400.00 |
| 1C 204 | B. Anand | 964000.00 |
| 1C 205 | V.R Hemanth Kumar | 487000.00 |
| 1C 207 | MR. M.S.N. Prasad | 487000.00 |
| 1C 209 | Chandra mouli | 154800.00 |
| 1C 301 | Mr. N. Kanthi Kiran | 245400.00 |
| 1C 303 | Mr. R. Ashok Swaminathan | 862000.00 |
| 1C 304 | Mr. Amit Baksi | 286800.00 |
| 1C 305 | Nayakam Bala Krishna | 487000.00 |
| 1C 306 | S.M Raju | 487000.00 |
| 1C 309 | Mr. P. Suresh | 154800.00 |
| 1C 401 | Mr. Laxmi Ganesh Kumar | 699000.00 |
| 1C 402 | Mrs. Bhavani Ganti | 266800.00 |
| 1C 405 | Gangadhar | 154800.00 |
| 1C 406 | T. Sunil Saxena | 144200.00 |
| 1C 407 | J. Lalitha Krishna | 469000.00 |
| 1C 409 | Mr. K. Srinivas | 469000.00 |

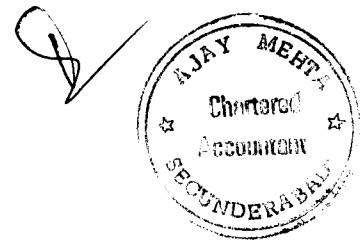
PARAMOUNT BUILDERS

[Handwritten Signature]
Partner



Paramount Builders**A.Y. 2007-2008.**

| | | |
|--------|----------------------------------|------------|
| 1C 502 | Mr. K.V.V.S.V Prasad | 786000.00 |
| 1C 503 | Ajay Mehta | 307800.00 |
| 1C 504 | Mrs. S. Shileja Rani | 333800.00 |
| 1C 505 | Mr. Vijaya Kumar | 469000.00 |
| 1C 506 | Mr. Pratap Kumar | 469000.00 |
| 1C 507 | Mr. P Nageshwara Rao | 511000.00 |
| 1C 508 | Mr. D. Raja Shekhar | 511000.00 |
| 2C 102 | Mr. K. Srikanth | 1042000.00 |
| 2C 103 | Mr. G.R Krishna Murthy | 281571.00 |
| 2C 104 | Mrs. G. Rajeshwari | 281714.00 |
| 2C 106 | Mr. Naga Babu | 562000.00 |
| 2C 109 | Ms. P. Srinija | 155857.00 |
| 2C 201 | Mr. G.R Krishna Murthy | 241285.00 |
| 2C 202 | Mr. Veerasetty | 903000.00 |
| 2C 204 | Mrs. G.R.K Murthy | 281571.00 |
| 2C 205 | Mr. B Nageshwara Rao | 5000.00 |
| 2C 207 | Mr. Veera Kameshwar Rao / Appa I | 5000.00 |
| 2C 301 | Mr. Prasad Babu | 945000.00 |
| 2C 304 | Mr. G.R K. Murthy | 281571.00 |
| 2C 306 | Nagarjuna Kumar | 573000.00 |
| 2C 503 | Mr. Anirudh | 299857.00 |
| A 105 | Ms. Anupama | 290875.00 |
| A 205 | Mr. Peter | 1002000.00 |
| A 206 | Mr. M. Indrasena | 1169000.00 |
| A 208 | Mr. E. Pradeep | 1925000.00 |
| A 209 | Mr. R. Anand | 1890000.00 |
| A 301 | Mr. Kailash Badrinarayan Samdani | 369500.00 |
| A 306 | Mrs. Mehul Mehta | 245625.00 |
| A 309 | Mrs. G. Arpitha | 441428.00 |
| A 401 | Mr. D.N Prasad | 1409000.00 |
| A 404 | Mr. A.N Roy | 1162000.00 |
| A 407 | Mr. Goli Srinivasa Reddy | 380625.00 |
| A 409 | Mr. Ashok, & Mrs. Manjari | 1605000.00 |
| A 501 | Mr. Aziz Ali | 428571.00 |
| A 505 | Mrs. Valas Vijaya Laxmi | 264875.00 |
| B 101 | Mr. Mahesh Agarwal | 1415000.00 |
| B 102 | Mr. Balakrishna Bajaj | 1416000.00 |
| B 103 | S. Ranga Rajan | 10000.00 |
| B 104 | Dr. Jyothi Chabria | 252000.00 |
| B 107 | Mr. Vijayendra Kumar | 793000.00 |
| B 108 | Mr. Anup Ostwal | 252000.00 |
| B 109 | Mr. Shashi Kiran Tirumala | 10000.00 |
| B 202 | Mr. Sumitra Ostwal | 1542000.00 |
| B 205 | Mr. P. Appa Rao | 10000.00 |

PARAMOUNT BUILDERS
Partner

Paramount Builders

A.Y. 2007-2008.

| | | |
|-------|-------------------------|----------------------|
| B 206 | Venkata Choudhry | 211833.00 |
| B 209 | Sachin Malve | 211833.00 |
| B 301 | Harinarayan Vyas | 896000.00 |
| B 303 | Aarhi Singh | 211833.00 |
| B 305 | Laxmi Vyas | 183166.00 |
| B 306 | V. Sheker Reddy | 225666.00 |
| B 307 | Mr. Mukesh Sharma | 793000.00 |
| B 309 | K. Janardhan Reddy | 253800.00 |
| B 402 | MR. S.N.S. Srinivas Rao | 1416000.00 |
| B 403 | Ashok Swaminathan. | 666000.00 |
| B 406 | Mr. Saroj Patel | 225666.00 |
| B 407 | K. Madhusudhan Reddy | 238166.00 |
| B 501 | Mr. Rajesh Garg | 1401000.00 |
| B 502 | G. Mohan Rao | 482500.00 |
| B 505 | Mr. A. A. Qhaliq | 225666.00 |
| B 506 | S.A K Zeelani | 734000.00 |
| B 507 | Mrs. Namrata Sanghi | 790000.00 |
| B 508 | Mr. Prakash A. Shah | 856000.00 |
| | | 46,896,386.00 |

Annexure - V**Cash at Bank**

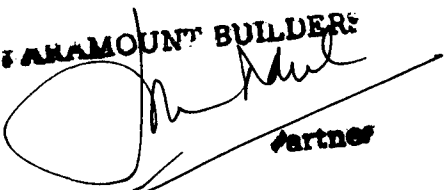
| | | |
|---|------------------------------|----------------------|
| 1 | State Bank of Hyderabad | 308,020.00 |
| 2 | HDFC Bank - Fixed Deposit | 18,000,000.00 |
| 3 | Accrued Interest but not due | 108,205.60 |
| | | 18,108,205.60 |
| | | 18,416,225.60 |

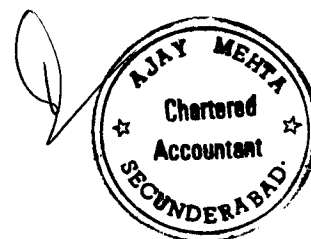
Annexure -VI**Inventories**

| | | |
|---|------------------------------|---------------|
| 1 | Land (At Cost) | 7,543,125.00 |
| 2 | Work -in -Progress (At Cost) | 29,778,133.75 |

37,321,258.75**Annexure - VII****Deposits**

| | | |
|---|--------------------------------|---------------------|
| 1 | Telephone Deposit | 1,000.00 |
| 2 | Internet Deposit | 22,000.00 |
| 3 | Bhargavi Developers (Security) | 4,000,000.00 |
| | | 4,023,000.00 |

PARAMOUNT BUILDERS

Partner

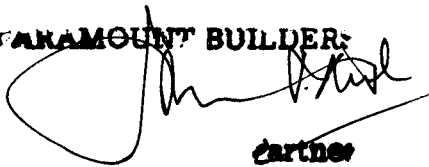
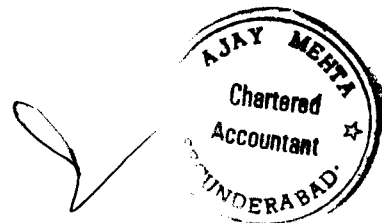


Paramount Builders

A.Y. 2007-2008.

**Annexure - VIII
Sundry Debtors**

| | | |
|----|-----------------------------------|--------------|
| 1 | A 105 Ms. Anupama | 205,875.00 |
| 2 | A 205 Mr. Peter | 774,000.00 |
| 3 | A 208 Mr. Pradeep | 1,680,000.00 |
| 4 | A 209 Mr. R. Anand | 1,775,000.00 |
| 5 | A 301 Mr. Kailash Badrinarayan S: | 354,500.00 |
| 6 | A 404 Mr. A.N. Roy | 212,558.00 |
| 7 | A 407 Mr. G. Srinivas Reddy | 125,625.00 |
| 8 | A 409 Mr. Ashok & Manjari | 1,490,000.00 |
| 9 | A 505 Vijaya Laxmi | 179,875.00 |
| 10 | B 101 Mahesh Agarwal | 288,120.00 |
| 11 | B 102 Balakrishna Bajaj | 1,305,500.00 |
| 12 | B 107 Mr. Vijayendra Kumar | 643,000.00 |
| 13 | B 202 Sumitra Oswal | 295,436.00 |
| 14 | B 301 Harnarayan Vyas | 134,496.00 |
| 15 | B 307 Mukesh Sharma | 643,000.00 |
| 16 | B 309 K. Janardhan Reddy | 168,800.00 |
| 17 | B 402 Mr. S.N.S. Srinivas | 106,985.00 |
| 18 | B 403 Mr. Ashok Swaminathan | 154,239.00 |
| 19 | B 501 Rajesh Garg | 274,120.00 |
| 20 | B 506 Mr. Zeelani | 649,000.00 |
| 21 | B 508 mr. Prakash A Shah | 707,000.00 |
| 22 | B 502 G. Mohan Rao | 467,500.00 |
| 23 | B 103 S Ranga Rajan | 10,000.00 |
| 24 | B-305 Laxmi Vyas | 1,865.00 |
| 25 | 1C 102 Shanker Reddy | 235,400.00 |
| 26 | 1C 106 Satyanarayana | 442,000.00 |
| 27 | 1C 107 K. Vijaya Laxmi | 109,800.00 |
| 28 | 1C 108 K. Vijaya Laxmi | 109,800.00 |
| 29 | 1C 109 Harinath Reddy | 442,000.00 |
| 30 | 1C 201 Mr. Mahesh Sharma | 10,400.00 |
| 31 | 1C 202 Mahesh chandra | 400.00 |
| 32 | 1C 204 Anand | 829,000.00 |
| 33 | 1C 205 V.R. Hemanth Kumar | 132,016.00 |
| 34 | 1C 207 M.S.N. Prasad | 132,016.00 |
| 35 | 1C 303 Ashok Swaminathan | 237,089.00 |
| 36 | 1C 304 Amit Baksi | 9,301.00 |
| 37 | 1C 305 B.N.B. Krishna | 132,015.00 |
| 38 | 1C 306 S.M. Raju | 122,715.00 |
| 39 | 1C 401 Ganesh Kumar | 567,000.00 |
| 40 | 1C 402 Bhavani Ganti | 800.00 |
| 41 | 1C 406 Suneel | 55,600.00 |
| 42 | 1C 407 Mrs Lalitha Krishna | 60,492.00 |
| 43 | 1C 409 K. Srinivas | 11,499.00 |
| 44 | 1C 502 KVVS Prasad | 111,418.00 |
| 45 | 1C 505 Mr. Vijay Kumar | 375,000.00 |
| 46 | 1C 506 Mr. Pratap Kumar | 88,101.00 |

PARAMOUNT BUILDER
Partner

Paramount Builders

A.Y. 2007-2008.

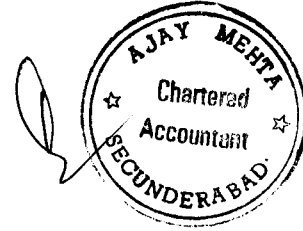
| | | |
|----|----------------------------------|-----------------------------|
| 47 | 1C 507 mr. Nageshwar Rao | 413,000.00 |
| 48 | 1C 508 Mr.D Raja Shekhar | 413,000.00 |
| 49 | 2C 102 Mr Srikanth | 844,000.00 |
| 50 | 2C 106 Mr. Nagababu | 181,132.00 |
| 51 | 2C 109 Ms. Srinija / K. Srinivas | 110,857.00 |
| 52 | 2C 202 Mr. Veerasetty | 818,000.00 |
| 53 | 2C 301 Mr. A. Prasad Babu | 860,000.00 |
| 54 | 2C 306 mr.Nagarjuna Kumar | 528,000.00 |
| 55 | 2C 503 Mr. Anirudh | 214,857.00 |
| | | <u><u>21,243,202.00</u></u> |

**Annexure - X
Loans & Advances**

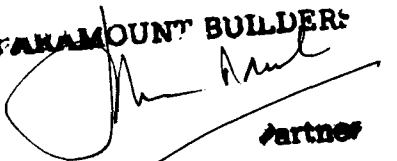
| | | |
|---|----------------------------|----------------------------|
| 1 | Staff - Loans | 76,473.00 |
| 2 | Staff - Petty Cash Account | 924,744.00 |
| 3 | Advances - Contractors | 346,507.00 |
| 4 | Loans- Contractors | 857,421.00 |
| 5 | Loans-/Suppliers/Others | 443,893.00 |
| 7 | Bhargavi Developers | 152,145.00 |
| | | <u><u>2,801,183.00</u></u> |

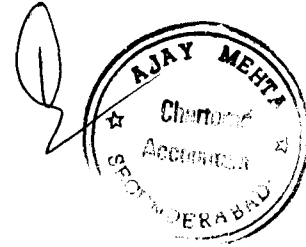
PARAMOUNT BUILDERS


Partner



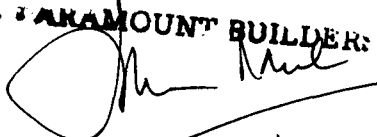
| Paramount Builders | | Asst. Year 2007-2008 | | | | |
|--------------------|----------------------|-------------------------------|----------------------|----------------------------|--------------|-----------------------|
| | | Annexure - IX Fixed Assets | | | | |
| Name of the Asset | WDV as on 01.04.2006 | Purchased before 30/09/2006 | Rate of Depreciation | Purchased after 30/09/2006 | Depreciation | WDV as on 31.03.2007. |
| 1. Computers & | 11,808.00 | 0.00 | 60%/30% | 41392.00 | 19,503.00 | 33,697.00 |
| 2. Printer | 0.00 | 0 | 30% | 17600.00 | 5,280.00 | 12,320.00 |
| 3. UPS | 0.00 | 0 | 30% | 4100.00 | 1,230.00 | 2,870.00 |
| | 11,808.00 | 0.00 | | 63092.00 | 26,013.00 | 48,887.00 |

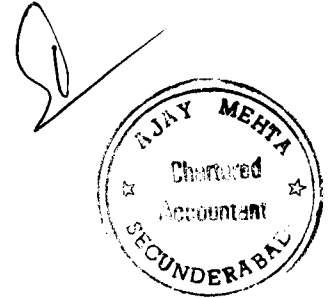
PARAMOUNT BUILDERS

 Partner



Paramount Builders**Asst. Year 2007-2008**

| | | | |
|---|---------------|----------------------|----------------------|
| Land | | | 7,543,125.00 |
| Construction Work in progress | | | |
| Opening Balance 1-4-06 | | 394,593.55 | |
| Add: Construction Expenses During the year | | | |
| Building Materials | 14,384,828.00 | | |
| Hire Charges & Job Work Charges | 1,819,922.60 | | |
| Labour Charges & Allowances | 605,934.40 | | |
| Other Expenses | 63,103.00 | | |
| Diesel & Other Allowances | 205,756.00 | | |
| Architect Fee/Other Consultancy Charges | 1,010,160.00 | | |
| Salaries & Other Benefits | 236,872.00 | | |
| Building permission expenses | 554,631.00 | | |
| Development charges | 536,656.00 | | |
| Processing Charges | 108,800.00 | 19,526,663.00 | |
| | | <u>19,921,256.55</u> | |
| Add: Estimated Profit declared for F.Y.2006-07 on instalments receivable @ 20% | 9,379,277.20 | | |
| Estimated profit declared on Sri Sai Builders Construction receipts % 8% | 477,600.00 | 9,856,877.20 | 29,778,133.75 |
| | | <u>37,321,258.75</u> | <u>37,321,258.75</u> |

PARAMOUNT BUILDERS

Partner



WORK - IN - PROGRESS**Building Materials**

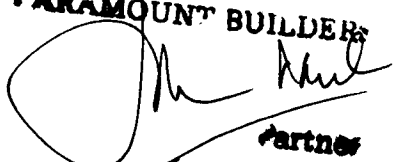
| | | |
|----|---------------------------------|----------------------|
| 1 | Bended Stones | 2,550.00 |
| 2 | Borewell | 77,039.00 |
| 3 | Bricks/Hollow Blocks/Red Bricks | 527,711.00 |
| 4 | Cement | 4,778,221.00 |
| 5 | Chips & Stone Dust | 732,190.00 |
| 6 | Coal Salt | 30.00 |
| 7 | Consumables | 13,442.00 |
| 8 | Doors | 20,776.00 |
| 9 | Earth Compressor | 39,000.00 |
| 10 | Electrical Material | 222,281.00 |
| 11 | Sand Sewing Machine | 21,715.00 |
| 12 | Granite | 102,381.00 |
| 13 | Hardware Material | 203,568.00 |
| 14 | Kadies | 7,800.00 |
| 15 | Metal / Stone Dust | 248,522.00 |
| 16 | Pipes | 45,800.00 |
| 17 | Plumbing & Sanitary | 69,138.00 |
| 18 | Plywood & Glass | 37,107.00 |
| 19 | RCC Rings | 15,200.00 |
| 20 | Sand | 469,227.00 |
| 21 | Steel | 5,811,117.00 |
| 22 | Stones | 19,730.00 |
| 23 | Sundry Purchases | 45,488.00 |
| 24 | Tiles | 13,630.00 |
| 25 | Tools / Hardware material | 241,596.00 |
| 26 | Water Proofing Chemical | 4,646.00 |
| 27 | Water Tanker Charges | 18,624.00 |
| 28 | Wood | 358,797.00 |
| 29 | Material charges | 6,680.00 |
| 30 | Pump | 169,300.00 |
| 31 | Compoundwall permission Fees | 8,099.00 |
| 32 | Paints & Colours | 2,485.00 |
| 33 | Building Materials | 8,742.00 |
| 34 | Bamboos | 7,977.00 |
| 35 | Generator | 34,219.00 |
| | | 14,384,828.00 |

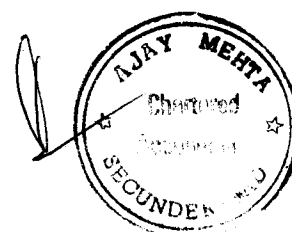
Hire Charges & Job Work Charges

| | | |
|---|-----------------------------|---------------------|
| 1 | Hire Charges For Equipments | 18,311.00 |
| 2 | Allowance for Equipments | 1,718,531.60 |
| 3 | Job Work Charges | 11,452.50 |
| 4 | Security Charges | 71,627.50 |
| | | 1,819,922.60 |

Labour Charges & Allowances

| | | |
|---|--------------------------|-------------------|
| 1 | Labour charges | 605,723.40 |
| 2 | Labour Welfare allowance | 211.00 |
| | | 605,934.40 |

PARAMOUNT BUILDERS

Partner



LOANS - CONTRACTORS

| | | |
|---|-----------------|-------------------|
| 1 | G. Srinivas Rao | 150,000.00 |
| 2 | Krishna | 10,000.00 |
| 3 | O. Vijaylaxmi | 160,000.00 |
| 4 | Rambabu | 6,507.00 |
| 5 | Stayanarayana | 10,000.00 |
| 6 | Abdul Mallik | 10,000.00 |
| | | <u>346,507.00</u> |

**LOANS & ADVANCES
ADVANCES - CONTRACTORS**

| | | |
|----|------------------|-------------------|
| 1 | G. Srinivas | 15,635.00 |
| 2 | Krishna / Haking | 4,320.00 |
| 3 | Krishna | 6,000.00 |
| 4 | Lingam | 1,170.00 |
| 5 | Mannem | 11,305.00 |
| 6 | O. Vijayalaxmi | 16,541.00 |
| 7 | Ramulu | 6,120.00 |
| 8 | Satyanarayana | 768,299.00 |
| 9 | Kamal Singh | 25,000.00 |
| 10 | Murali | 3,031.00 |
| | | <u>857,421.00</u> |

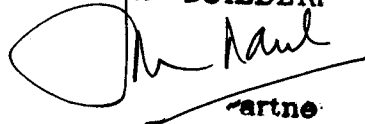
ADVANCES - SUPPLIERS/OTHERS

| | | |
|---|----------------------------------|-------------------|
| 1 | Otis Elevator Company India Ltd. | 306,000.00 |
| 2 | Ahuja Engineering | 130,000.00 |
| 3 | Prasad Associates | 343.00 |
| 4 | Verna Media | 2,550.00 |
| 5 | Kesoram Sunderlal Fatepuria | 5,000.00 |
| | | <u>443,893.00</u> |

**Groupings
Land at Cherlapally**

| | | |
|---|-------------|---------------------|
| 1 | Land | 7,470,000.00 |
| 2 | Reg.Charges | 73,125.00 |
| | | <u>7,543,125.00</u> |

PARAMOUNT BUILDER:



artne



| Other Expenses | | |
|-----------------------|--------------------------------------|------------------|
| 1 | Repairs and Maintenance | 5,108.00 |
| 2 | Transportation Charges | 31,925.00 |
| 3 | Water / Soli / Steel Testing Charges | 15,000.00 |
| 4 | Survey Charges | 2,500.00 |
| 5 | Hamali Charges | 8,570.00 |
| | | <u>63,103.00</u> |

| Diesel & Other Allowances | | |
|--------------------------------------|----------------------------|-------------------|
| 1 | Allowances for Consumables | 192,536.00 |
| 2 | Oil / Petrol / Diesel | 13,220.00 |
| | | <u>205,756.00</u> |

| Architect Fee & Other Constultancy charges | | |
|---|---------------------|---------------------|
| 1 | Consultancy Charges | 1,010,160.00 |
| | | <u>1,010,160.00</u> |

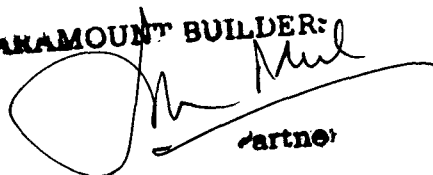
| Salaries & Other Benefits | | |
|--------------------------------------|----------|-------------------|
| 1 | Salaries | 209,980.00 |
| 2 | Bonus | 26,892.00 |
| | | <u>236,872.00</u> |

DETAILS OF LOANS AND ADVANCES

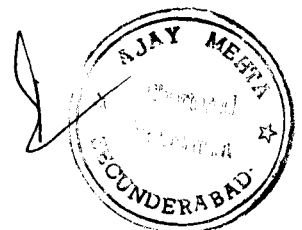
| STAFF - LOANS & ADVANCES | | |
|-------------------------------------|---------------------------|------------------|
| 1 | Pramod Kumar | 12,930.00 |
| 2 | Incentive (Rani susairaj) | 500.00 |
| 3 | Jaffer Khan | 31,000.00 |
| 4 | Lawrance Peterson | 2,600.00 |
| 5 | Laxman Kumar | 2,600.00 |
| 6 | Mubashir Ahmed Khan | 17,700.00 |
| 7 | Narsing Deshmukh | 1,800.00 |
| 8 | Sai Kumar | 2,243.00 |
| 9 | Srinivas Rao G. | 2,100.00 |
| 10 | Suri Babu | 3,000.00 |
| | | <u>76,473.00</u> |

| STAFF PETTY CASH ACCOUNTS | | |
|----------------------------------|--------------------|-------------------|
| 1 | Anil Kumar | 250.00 |
| 2 | Narsing Deshmukh | 6,000.00 |
| 3 | K. Prabhaker Reddy | 896,605.00 |
| 4 | Phani Kumar | 300.00 |
| 5 | Sai Kumar | 15,800.00 |
| 6 | Selva Kumar | 150.00 |
| 7 | Subba Reddy | 3,639.00 |
| 8 | Venkateswara Rao | 2,000.00 |
| | | <u>924,744.00</u> |

PARAMOUNT BUILDER:



partner



PARAMOUNT BUILDERS
ASSESSMENT YEAR :: 2007-2008.

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 is stated at cost including estimated profits declared year to year till completion of the project.

c) Revenue Recognition:

Revenue from Housing Project is recognized on an estimate basis till the flats are completed and are transferred/delivered to the customers.

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

Revenue of flats sold is after discount allowed.

d) Fixed Assets:

Fixed Assets are stated at cost of acquisitions less depreciation.

e) Depreciation:

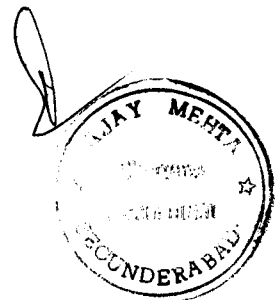
Depreciation on Fixed assets is provided on W.D.V. method at the rates and in the manner specified under I.T. Act/Rules.

2. The Firm has entered into an Joint Development Agreement dated 31-10-06 with the Co Owners of the Land M/s. Bhargavi Developers. The total land area is admeasuring Ac.3.04 Out of which Ac2.03 gts is owned by the assessee firm and the balance Ac 1.01 gts is owned by M/s. Bhargavi Developers. Under the above Joint Development Agreement the firm and M/s. Bhargavi Developers have reached into an understanding to build housing project on the entire land which in named as "Paramount Residency".

3. The sanction for housing project has been obtained from a local authority, Kapra Municipality vide their letter No.6008/P4/Plg/HUDA/2006 dt.14-09-2006.

PARAMOUNT BUILDER:


Partner



4. Under the above referred Joint Development Agreement the specific share(i.e. number of flats and Area) of each party in the project have been identified.
5. The said M/s. Bhargavi Developers have entered into a construction contract with the firm for construction of their share of flats. The said construction is integrated and merged with the entire Housing project. During the year the firm has received a sum of Rs.59.70 Lakhs towards construction receipts.
6. The Profit arising out of the housing project is eligible for deduction u/s. 80 IB (10) of I. T. Act of 1961.
7. Salient features of the project are as under:


| | Share owned by Paramou Builders | Share owned by Bhargavi Developers |
|-----------------------------------|------------------------------------|---------------------------------------|
| Land Area | Sq.Yd.10043 | S1.Yd.4840 |
| Land Area in Acres | 2.03 Gts. | 1.01 Gts |
| No of Flats | 179 | 81 |
| Area of each Unit (Built up Area) | 400sft to 1300 sft.. | 400 sft to 1300 sft.. |
| Sanction obtained on | 14-09-2006 | 14-09-2006. |

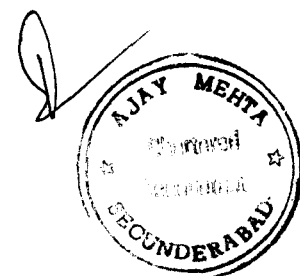
8. During the year the company has commenced work of developing and building above housing project the profits of which are eligible for deduction U/s.80IB(10). The work is under progress. During the year installments of Rs46896386/- towards sale of Flats is received on the basis of agreements/understanding. Further an amount of Rs.5970000/- is received M/s. Bhargavi Developers for construction of their share of Flats which is embedded and forms integral part of the entire Housing Project.

9. In accordance with accounting policy adopted with regard to revenue recognition an estimated gross profit of Rs.9379277/- at the rate of 20% on installments of Rs46896386/- received/receivable during the year is credited to Profit & Loss account and debited to Work in progress account. Further, an estimated gross profit of Rs.477600/- @ 8% on construction receipts of Rs5970000/- during the year is credited to Profit & Loss account and is debited to work in progress account.

10. In accordance with the accounting policy adopted till the project is completed the installments for the year for flats aggregating to Rs.46896386/- and construction receipts for Rs.5970000/- is carried forward as Current Liabilities. Likewise land cost, expenditure on construction, estimated profits declared aggregating to Rs.37321258/- is carried forward as Inventories.

11. Expenses not supported by external evidences as taken as certified and authenticated by the management.

PARAMOUNT BUILDERS

Anand



12. Balances standing to debit/credit to various accounts are subject to confirmation.


13. a) There are no cash payments made at a time exceeding Rs.20000/- U/s.40A(3) read with Rule 6DD of I.T. Rules.

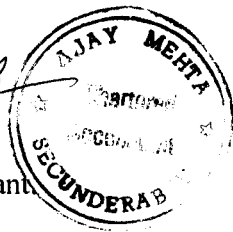
b) In respect of payments by cheques/DD's it is not possible to verify in absence of payee cheque/DD's. ;However a certificate to this effect that the payments are made by account payee cheque/DD has been obtained.

For PARAMOUNT BUILDERS,



PARTNER


Ajay Mehta
Chartered Accountant



Place : Secunderabad.

Date : 29-10-2007