

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

- 1. NAME MEHTA & MODI HOMES
- 2. FATHER'S NAME - NA -
- 3. ADDRESS 5-4-187/3&4,
M.G. Road,
Secunderabad PIN 500003 TELEPHONE
- 4. PERMANENT ACCOUNT NUMBER AAJFM0647C 5. DATE OF BIRTH - NA -
- 6. INDIVIDUAL / HINDU UNDIVIDED FAMILY / FIRM / ASSOCIATION OF PERSONS / LOCAL AUTHORITY
- 7. RESIDENT / NON-RESIDENT / NOT ORDINARILY RESIDENT 8. WARD/CIRCLE/SPECIAL RANGE WARD 10(4)/HYD
- 9. SEX: MALE/FEMALE — 10. INCOME FOR THE PREVIOUS YEAR i.e. 1.4. 04 TO 31.3. 05
- 11. ASSESSMENT YEAR 2005-2006 12. RETURN: ORIGINAL OR REVISED ORIGINAL

13. PARTICULARS OF BANK ACCOUNT (MANDATORY IN REFUND CASES)

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

14. Details of Credit Card	Credit Card Number	Issued by

Ministry of Finance
Income Tax Department

13 OCT 2005

Offg. Addl. Commissioner of
Income Tax Range - 10
158/8A, Banjara Hills, Sec'bad.

15. INCOME FROM SALARY (Attach Form No. 16)	-	701	Rs.	NIL				
16. INCOME FROM HOUSE PROPERTY	-	702	Rs.	NIL				
17. (i) INCOME FROM BUSINESS OR PROFESSION	-	703	Rs.	(4,05,445)				
(ii) PROFITS AND GAINS FROM TRANSACTIONS CHARGEABLE TO SECURITIES TRANSACTIONS TAX [included in (i) above]	-	597	Rs.	NIL				
18. CAPITAL GAINS	15/9	15/12	31/3	TOTAL				
(a) Short-Term (u/s111A)	676	677	678	679	710	776	Rs.	NIL
(b) Short-Term (others)	645	646	647	648	704			
(c) Long-Term	695	696	697	698	705			
19. INCOME FROM OTHER SOURCES	-	706	Rs.	NIL				
20. INCOME OF ANY OTHER PERSON TO BE ADDED	-	775	Rs.	NIL				
21. GROSS TOTAL INCOME (15+16+17+18+19+20)	-	746	Rs.	(4,05,445)				

2. LESS : DEDUCTIONS UNDER CHAPTER VI-A Code (For office Use) SECTION AMOUNT (Rs.)

(a)			
(b)			
(c)			

23. TOTAL INCOME : (21 - 22)	-	760	Rs.	(4,05,445)
24. ADD : AGRICULTURAL INCOME (For rate purposes)	-	762	Rs.	NIL
25. INCOME CLAIMED TO BE EXEMPT FROM INCOME-TAX	-	125	Rs.	NIL

26. TAX ON TOTAL INCOME	INCOME	INCOME-TAX
(a) At normal rates	772	802
(b) At special rates	768	801

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

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

*Please go through the instructions. These will help you in filling in the return.

28. TAX PAYABLE	-	-	-	-	-	826	Rs.	MIC
29. ADD : SURCHARGE	-	-	-	-	-	828	Rs.	MIC
30. ADD : EDUCATION CESS	-	-	-	-	-	834	Rs.	MIC
31. TOTAL TAX PAYABLE : (28 + 29+30)	-	-	-	-	-	832	Rs.	MIC
32. LESS : RELIEF	-	-	-	-	-	837	Rs.	MIC
33. NET TAX PAYABLE	-	-	-	-	-	840	Rs.	MIC
34. LESS : TAX DEDUCTED AT SOURCE	-	-	-	-	-	873	Rs.	1,828
35. LESS : ADVANCE TAX PAID								

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

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

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

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

38. BALANCE TAX : PAYABLE / REFUNDABLE	-	-	-	-	891	Rs.	1,828
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DOCUMENTS ATTACHED WITH THE RETURN

1. Computation of Total Income TDS Certificate
2. Income Tax Return Form
3. Audit Report Form No. 3CR/B CD
4. Statement of Accounts
5. _____
6. _____

VERIFICATION

I, SOHAM MODI (name in full and in block letters),
son/daughter of SATISH MODI, solemnly declare that to the best of my knowledge and belief, the information given in this return and the annexures and statements accompanying it are correct, complete and truly stated and in accordance with the provisions of the Income-Tax Act, 1961, in respect of income chargeable to income-tax for the previous year relevant to the assessment year 2005 - 2006.

Receipt No. _____ Date _____

Seal

Signature of the receiving official

Date : 06.10.2005

Place : SECUNDERABAD

For Mehta and Modi Homes

Jha Moh
Partner

Signature

Filed on 13/10/2005
Inv. No. 1001020834

MEHTA & MODI HOMES

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

Assessment Year 2005-2006.

Status: Partnership Firm as Such (PFAS) / Resident
PAN : AAJFM 0647 C/ Ward 10 (4)/ Hyd
Year Ending: 31-03-05
Nature of Business: Real Estate/Developers/Managers

COMPUTATION OF INCOME

I. Income from Business

Net Loss as per Profit & Loss account (782,273)

Less: Items disallowed/considered separately:

1.20% of Cash payments of Rs. 18,75,000/- made in excess of of Rs.20,000/- (Refer Annexure-II to Form No. 3CD)	375,000	
2. TDS debited to P & L A/c.	1,828	376,828
		(405,445)
		OR
		(405,450)

Taxes Paid:

1. TDS on interest 1,828

Less: Tax on income returned -

Balance Refundable 1,828

Notes:

1. Certified copy of Supplementary Deed of Partnership dated 1st December 2004 is enclosed. It is requested to adopt status of the Firm as PFAS.
2. Loss for the A.Y.2005-2006 of Rs.4,05,450/- is to be carried forward as under:

Statement of Carryforward Loss

Assessment Year	Business Loss	Depreciation Loss	Total
2005-2006	397,812	7,638	405,450
	397,812	7,638	405,450

For Mehta and Modi Homes


Partner

Ref. No.: 3207889

Branch : 42

FORM NO. 16-A

[See rule 31(1) (b)]

Certificate of deduction of tax at source under section 203 of the Income-tax Act, 1961

[For interest on securities; dividends; interest other than "interest on securities" winning from lotteries or crossword puzzle; winning from horse race; payments to contractors and sub-contractors; insurance commission; payments to non-resident sportsmen/sports associations; payments in respect of deposits under National Savings Scheme; payments on account of repurchase of units by Mutual Fund or Unit Trust of India; commission, remuneration or prize on sale of lottery tickets; other sums under section 195; income of foreign companies referred to in section 196A(2); income from units referred to in section 196B; income from foreign currency bonds or shares of an Indian company referred to in section 196C; income of Foreign Institutional Investors from securities referred to in section 196(D)]

Consignment Number : 42/3207889

Name and address of the person deducting tax	TDS circle where Annual Return under section 206 is delivered	Name and address of the person to whom payment made or in whose acct. it is cred.
HDFC BANK LTD HYDERABAD - SECUNDERABAD USHA KIRAN COMPLEX, GR FLOOR PARADISE CIRCLE SECUNDERABAD - 500 003 ANDHRA PRADESH - TEL : 040-7810155	TDS 1(1) ASST. COMM. OF INCOME TAX	MEHTA AND MODI HOMES 5-4-187/3 AND 4/7/B 3RD FLOOR SOHAM MANSION M G ROAD SECUNDERABAD - 500003 AP - INDIA +++++
X DEDUCTION A/C NO. OF THE DEDUCTOR	NATURE OF PAYMENT	PAN/GIR NO. OF THE PAYEE
H-03189-E BBY	Interest on Fixed Deposit Accounts. A/C details as Per Annexure	
PAN/GIR NO. OF THE DEDUCTOR	*****	FOR THE PERIOD
AAACH2702H		FROM : 01 Apr 2004 TO : 31 Mar 2005

DETAILS OF THE PAYMENT, TAX DEDUCTIONS AND DEPOSIT OF TAX INTO CENTRAL GOVERNMENT ACCOUNT

Date of Payment/ Credit	Amount paid/credited (Rs.)	Amount of income-tax deducted (Rs.)	Rate at which deducted (%)	Date and Challan No. of deposit of tax into Central Govt. Account	Name of Bank and branch where tax deposited
Apr 2004	0.00	0.00	0.00		
May 2004	0.00	0.00	0.00		
Jun 2004	0.00	0.00	0.00		
Jul 2004	0.00	0.00	0.00		
Aug 04	0.00	0.00	0.00		
Sep 2004	0.00	0.00	0.00		
Oct 2004	0.00	0.00	0.00		
Nov 4	0.00	0.00	0.00		
Dec 2004	0.00	0.00	0.00		
Jan 2005	0.00	0.00	0.00		
Feb 2005	0.00	0.00	0.00		
Mar 2005	17,479.45	1,828.35	10.46	06 Apr 2005 ITNS 281	HDFC BANK FORT MUMBAI
Totals :	17,479.45	1,828.35			

Certified that a sum of Rs. 1,828.35 (INR ONE THOUSAND EIGHT HUNDRED AND TWENTY EIGHT AND PAISE THIRTY FIVE ONLY) has been deducted at source and paid to the credit of the Central Government as per the details given above.

Place : SECUNDERABAD

Date : 08 Apr 2005



For HDFC BANK LTD

AUTHORISED SIGNATORY

Anil Gargurde

Assistant Manager

'Tax deduction at Source on interest accrued as on 31/03/2005 will be remitted to government treasury before the due date prescribed by Rule 30(1) (b) (i) (1) of Income Tax Rules, 1962'.

FORM No. 3CB

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

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

*I/~~We~~ have examined the balance sheet as at 31st March.....2005....., and the *profit and loss account / income and expenditure account for the year ended on that date, attached herewith, of

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

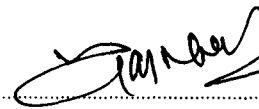
MEHTA & MODI HOMES
5-4-187/3&4,
M.G. Road,
Secunderabad.

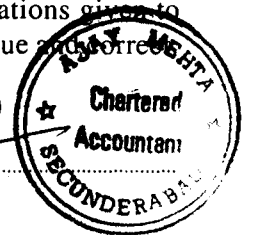
Permanent Account Number. AAJFM0647C

2. *I/~~We~~ certify that the balance sheet and the *profit and loss account/income and expenditure account are in agreement with the books of account maintained at the head office at above Address.....
..... and** None..... branches.
3. (a) *I/~~We~~ report the following observations/comments/discrepancies/inconsistencies; if any :

(b) Subject to above,—

- (A) *I/~~We~~ have obtained all the information and explanations which, to the best of *my/our knowledge and belief were necessary for the purposes of the audit.
- (B) In *my/our opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from *my/our examination of the books.
- (C) In *my/our opinion and to the best of *my/our information and according to the explanations given to *me/us, the said accounts, read with notes thereon, if any, give a true and fair view :—
- (i) in the case of the balance sheet, of the state of the affairs of the affairs of the assessee as at 31st March,.....2005..... and
- (ii) in the case of the *profit and loss account/~~income and expenditure~~ account of the *~~profit~~ [✓] ~~loss~~ or *~~surplus/deficit~~ of the assessee for the year ended on that date.
4. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD.
5. In *my/our opinion and to the best of *my/our information and according to explanations given to *me/us, the particulars given in the said Form No. 3CD and the annexure thereto are true and correct.


***Signed



Place : Secunderabad.

Name : AJAY C. MEHTA [M. No. 35449]

Address : 5-4-187/3&4, Sakam Mansion,
M.G. Road, Secunderabad-500003.

Date : 01.10.2005

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

ANNEXURE

PART - A

1. NAME OF THE ASSESSEE : MEHTA S MODI HOMES

2. ADDRESS : 5-4-187/394, Scheme Hanscon,
3rd Floor, M.G. Road, Sec-6ad.

3. PERMANENT ACCOUNT NUMBER : AAJFM0647C

4. STATUS : PFA/S/Resident

5. PREVIOUS YEAR ENDED : 31st March 2005

6. ASSESSMENT YEAR : 2005-2006

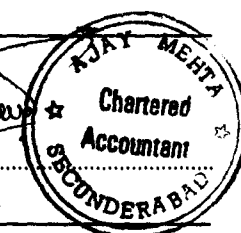
PART - B

Nature of business		Code*	
<u>Property Developer</u>		<u>0403</u>	
Sl. No.	Parameters	Current year (Rs)	Preceding year
1.	Paid-up share capital <u>[Partners Capital]</u>	<u>1,42,19,727</u>	<u>63,69,000</u>
2.	Share Application Money	-	-
3.	Reserves and Surplus	-	-
4.	Secured loans	<u>5,65,247</u>	-
5.	Unsecured loans	-	-
6.	Current liabilities and provisions	<u>61,69,955</u>	<u>11,184</u>
7.	Total of Balance Sheet	<u>20,98,292</u>	<u>63,71,184</u>
8.	Gross turnover	-	-
9.	Gross profit	-	-
10.	Commission received	-	-
11.	Commission paid	-	-
12.	Interest received	<u>17479</u>	-
13.	Interest paid	<u>6596</u>	-
14.	Depreciation as per books of account	<u>7638</u>	-
15.	Net profit (or loss) before tax <u>[Loss]</u>	<u>(782273)</u>	-
16.	Taxes on income paid/provided for in the books	-	-

Place : Secunderabad.

Date : 01.10.2005

Signed



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

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

For Mehta & Co. 09

John Mehta

MEHTA & MODI HOMES
ASST. YEAR 2005-06
ANNEXURE TO FORM No.3CD.
ANNEXURE - I - DEPRECIATION STATEMENT.

	<u>Office Equipment</u>	<u>Computer</u>	<u>Digital Camera</u>
Opening W.D.V b/fd	-	-	-
<u>Additions during the year</u>			
Before 30/09/2004	10,500.00		
After 30/09/2004	2,900.00	9,250.00	15,000.00
	<u>13,400.00</u>	<u>9,250.00</u>	<u>15,000.00</u>
<u>Depreciation Rate</u>			
On WDV & Additions before 30.09.2004	25%	60%	25%
On WDV & Additions after 30.09.2004	12.5%	30%	12.5%
<u>Depreciation Amount</u>			
Before 30/09/2004	2,625.00	-	-
After 30/09/2004	363.00	2,775.00	1,875.00
	<u>2,988.00</u>	<u>2,775.00</u>	<u>1,875.00</u>
Total Depreciation	7,638.00		

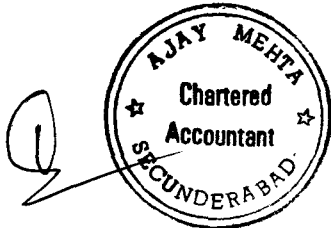
ANNEXURE - II - Clause 17 (h)

1. The following cash payments are made at a time exceeding Rs. 20,000/- other than those specifically excluded in rule 6DD of I.T.Rules.

<u>Date</u>	<u>Amount Paid</u>	<u>Towards</u>
Opening balance 01.04.2004	300,000	Land Purchase at Cherlapally (Phase - II)
23.11.2004	270,000	Land Purchase at Cherlapally (Phase - II)
21.02.2005	375,000	Land Purchase at Cherlapally (Phase - II)
11.03.2005	930,000	Land Purchase at Cherlapally (Phase - II)
	<u>1,875,000</u>	

Dissallowance @ 20% is Rs.3,75,000/-

2. In respect of payments made by cheques/DDs it is not possible in absence of necessary evidence whether the same are by account payee cheques/DD or otherwise.



For Mehta and Modi Homes
John Modi
Partner


4	Jan-05	Payment of Contractors	3,242	07-02-05	31-03-05	2	81
5	Jan-05	Professional Charges	5,100	07-02-05	31-03-05	2	128
6	Feb-05	Payment of Contractors	3,704	07-03-05	31-03-05	1	46
7	Feb-05	Professional Charges	5,100	07-03-05	31-03-05	1	64
8	Mar-05	Payment of Contractors	2,632	31-05-05	31-03-05	0	-
9	Mar-05	Payment of Contractors	4,578	31-05-05	09-05-05	0	-
9	Mar-05	Professional Charges	530	31-05-05	09-05-05	0	-
TOTAL			29,009				484

Details of Payment

1	31-03-05	Payment of Contractors	18,128
2	09-05-05	Payment of Contractors	151
3	31-03-05	Payment of Contractors	10,200
4	09-05-05	Professional Charges	530
TOTAL			29,009

Note: Interest on delayed payment of Rs.484/- is paid on 08.10.2005. Xerox copy of challan is enclosed.



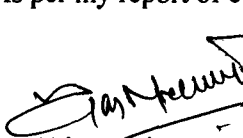
For Mehta and Modi Homes

Partner

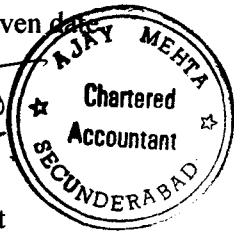
HOUSING PROJECT CONSTRUCTION ACCOUNT.

To Opening Stock		By Closing Stock	
Land - Phase I	4,841,015.00	Phase - I	
		Land	5,271,190.00
Land Improvement Works -in- Progress Phase -I	730,460.68	Land Improvement work -in- progress	5,873,746.68
To Purchases/Expenditure		Phase - II	
Phase I (Silver Oak Bungalows)	-	Land	6,806,425.00
Development Charges paid to HUDA	302,445.00		
Layout Fee paid to Kapra Municipality	28,000.00		
Mortgage Charges paid to HUDA	55,730.00		
Survey Charges	3,000.00		
Brokerage	41,000.00		
Land Improvement Works-in- Progress Vide Annexure - VI	5,143,286.00		
To Purchases/Expenditure			
Phase - II.			
Land Purchase	6,675,000.00		
Registration Charges	131,425.00		
	17,951,361.68		17,951,361.68

Notes to Accounts Annexure - XI

As per my report of even date


(Ajay Mehta)
Chartered Accountant



Place: Secunderabad.
Date : 01.10.2005

For Mehta & Modi Homes


Soham Modi
(Partner)

Mehta & Modi Homes

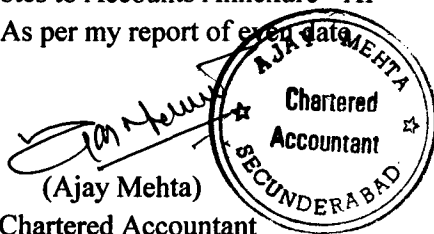
A.Y.2005-06

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31.03.2005

To Audit Fee Paid	8,265.00	By Misc. Receipts	6,500.00
To I.T.Representation Fee	3,000.00	By Interest on Fixed Deposits	17,479.45
To Salaries & Other Benefits	278,569.00		
To Depreciation	7,638.00		
To Bank Charges	485.70	By Net Loss apportioned among	
To Conveyance	15,580.00	the Partners	
To Filing Fee	704.00	1. Modi Properties & Invests P Ltd	391,136.38
To Legal Expenses	29,505.00	2. Bhavesh Mehta	130,404.87
To Management & Supervision Charg	40,000.00	3. Suresh U. Mehta	130,326.64
To News Periodicals	90.00	4. Deepak Mehta	130,404.87
To Postage & Courier	9,989.00		
To Printing & Stationery	86,936.00		
To Repairs & Maintenance	3,300.00		
To Telephone Charges	23,883.00		
To Vehicle Maintenance	906.00		
To Xerox Expenses	7,967.00		
To Advertisement	195,921.00		
To Refreshment Charges	3,078.00		
To Staff Welfare/Medical Exp	858.00		
To Car Hire Charges	31,551.00		
To Exhibition	30,000.00		
To Interest on Over Draft	6,596.16		
To Tax Deducted at Source	1,828.35		
To Pre-operative Expenses Written of	19,602.00		
	<u>806,252.21</u>		<u>806,252.21</u>

Notes to Accounts Annexure - XI

As per my report of even date



(Ajay Mehta)

Chartered Accountant

Place: Secunderabad.

Date : 01.10.2005

For Mehta & Modi Homes

Soham Modi
(Partner)

M/s. MEHTA & MODI HOMES

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

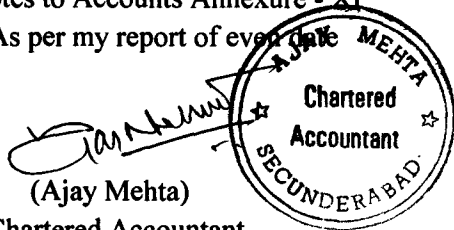
Assessment Year: 2005- 2006

BALANCE SHEET AS ON 31.03.2005

<u>Liabilities</u>	<u>Amount Rs.</u>	<u>Assets</u>	<u>Amount Rs.</u>
Partners Capital - Annexure - I		Cash	
1. Modi Properties & Invst Pvt Ltd	10,238,863.62	Cash on hand	9,543.68
2. Suresh Mehta	2,019,673.36		
3. Bhavesh Mehta	1,769,595.13	Cash at Bank	
4. Deepak Mehta	219,595.13	Annexure - V	2,000,000.00
Outstanding Amounts Payable		Inventories	
Annexure - II	64,808.00	Annexure - VI	17,951,361.74
Sundry Creditors		Deposits	
Annexure - III	375,576.88	Annexure - VII	12,750.00
Customer Accounts		Loans & Advances	
Annexure - IV	5,729,570.00	Annexure - VIII	858,561.27
Bank Over Draft		Fixed Assets	
HDFC Bank, S.D.Road, Secunderabac	565,246.79	Annexure - IX	30,012.00
		Interest Accrued But Not Due	15,651.10
		Pre-Operative Exp	
		Annexure - X	105,049.12
	<u>20,982,928.91</u>		<u>20,982,928.91</u>

Notes to Accounts Annexure - XI

As per my report of even date



(Ajay Mehta)

Chartered Accountant

Place: Secunderabad.

Date : 01.10.2005

For Mehta & Modi Homes

**Soham Modi
(Partner)**

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

To Cheques issued during the year	1,160,000.00	By Opening Balance on 01/04/03	4,460,000.00
To Amounts debited during the year	9,900.00	By Cheques recd during the year	7,329,100.00
To Share of Loss transferred from P & L A/c.	391,136.38	By Amount credited during the year	10,800.00
To Balance c/fd	10,238,863.62		
	11,799,900.00		11,799,900.00

Mr. Bhavesh Mehta Account

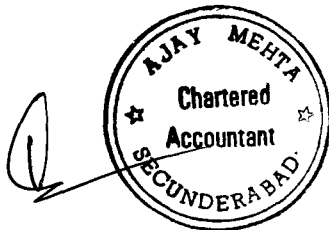
To Share of Loss transferred from P & L A/c.	130,404.87	By Opening Balance 01/04/2004	1,100,000.00
To Balance c/fd	1,769,595.13	By Cheque recd during the year	800,000.00
	1,900,000.00		1,900,000.00

Mr. Deepak Mehta Account

To Share of Loss transferred from P & L A/c.	130,404.87	By Opening Balance 01/04/2004	350,000.00
To Balance c/fd	219,595.13		
	350,000.00		350,000.00

Mr. Suresh Mehta Account

To Share of Loss transferred from P & L A/c.	130,326.64	By Opening Balance 01/04/2004	450,000.00
To Balance c/fd.	2,019,673.36	By Cheques recd during the year	1,700,000.00
	2,150,000.00		2,150,000.00



For Mehta and Modi Homes

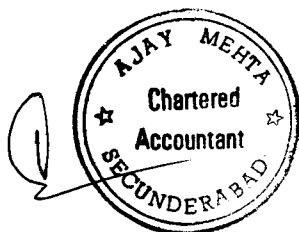
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Partner

Annexure - II
Outstanding Amounts Payable

1. I.T.Representation Fee	5,000.00
2. Salary payable	16,250.00
3. T.D.S Payable	681.00
4. V.D.A	4,350.00
5. HRA	6,298.00
6. CCA	6,556.00
7. T.A	5,750.00
8. E.A	5,204.00
9. Telephone Charges	1,350.00
10. Leave Encashment	1,365.00
11. Incentives	3,739.00
12. Audit Fee Payable	8,265.00
	<hr/>
	64,808.00
	<hr/>

Annexure - III
Sundry Creditors

1	D.V.Krishna Book Depot	100.00
2	Ganji Brothers	8,089.00
3	Murali Sanitary	589.00
4	Neha Marketing	35,400.00
5	Rajesh Electricals	1,130.00
6	Regal Sports	86,034.00
7	Sai Teja Agencies	1,522.00
8	Sri Santosh Associates	1,200.00
9	Vaibhav Lighting	3,375.00
10	Purnima Mosaic Tiles	36,000.00
11	Delta Marketing	15,284.00
12	Sree Panduranga Saw Mills	4,053.00
13	Praful Sanitary	66,720.00
14	Sridhar - Incentives	54,600.00
15	Shiva- Incentives	44,800.00
16	Jagdish Incentives	8,800.00
17	Uddandaih Diesel allowance	7,880.88
		<hr/>
		375,576.88
		<hr/>



For Mehta and Modi Homes

Cher Moh.
Partner

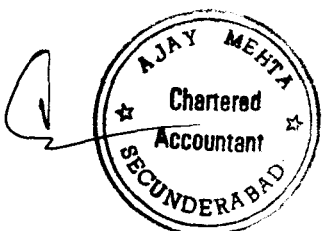
Mehta & Modi Homes**A.Y.2005-06****Annexure - IV**
Customer Accounts

1	Plot No.1	Ramandeep Khurana	125,000.00
2	Plot No.5	Alok Goel	126,135.00
3	Plot No.6	V.Venkata Ramana	125,000.00
4	Plot No.7	K.P.Iyer	426,145.00
5	Plot No.8	T.Nadh	69,000.00
6	Plot No.9	Tejal Modi	444,267.00
7	Plot No.12	Narasimha Reddy	25,000.00
8	Plot No.18	Nikhil Popat	100,000.00
9	Plot No.21	A.K.Natraj	25,000.00
10	Plot No.23	Sunil Bothara	125,000.00
11	Plot No.24	Srihari Kumar	124,983.00
12	Plot No.31	Pradeep Kumar	25,000.00
13	Plot No.33	T.Jayashree	150,000.00
14	Plot No.34	Rohit Sharma	25,000.00
15	Plot No.35	Neeti Tiwari	25,000.00
16	Plot No.36	D.Giridhar Reddy	100,000.00
17	Plot No.37	R.K.Iyer	25,000.00
18	Plot No.38	K.P.Iyer	25,000.00
19	Plot No.45	A.Vijay Kumar	25,000.00
20	Plot No.46	M.Baburao	125,000.00
21	Plot No.47	Avinash	152,800.00
22	Plot No.48	Ajay Mehta	561,700.00
23	Plot No.49	Kuldeep Singh	125,000.00
24	Plot No.50	D.D.Singh	125,000.00
25	Plot No.51	V.G.Manohar Reddy	75,935.00
26	Plot No.52	K.Muralidhar	875,150.00
27	Plot No.53	Ajay Shah	25,000.00
28	Plot No.54	B.Naga Kumar	75,000.00
29	Plot No.68	Pavan Desai	74,395.00
30	Plot No.70	S.Arunachalam	899,730.00
31	Plot No.71	Sheshapani	509,935.00
			<hr/> 5,740,175.00
32	Plot No.10	N.Raja Gopal	(10,605.00)
			<hr/> 5,729,570.00

Annexure - V
Cash at Bank

HDFC Bank Fixed Deposits

2,000,000.00

2,000,000.00**For Mehta and Modi Homes**

A handwritten signature in black ink, appearing to read "Tejal Modi".

Partner

Mehta & Modi Homes**A.Y.2005-06****Annexure - VI**
Inventories**Land at Cherlapally**

Phase - I (At Cost)	5,271,190.00	
Phase - II (At cost)	6,806,425.00	
Land Improvement Works - in- Progress - Phase -I (At Cost)	5,873,746.74	
		<u>17,951,361.74</u>

Annexure - VII
Deposits

Telephone Deposit	6,750.00	
Sales Tax Deposit	6,000.00	
		<u>12,750.00</u>

Annexure - VIII
Loans & Advances**Contractors - Loans**

1. Adishesu - Loan	12,299.00	
2. Mannem	355.00	
3. Srinivas Sagar	4,390.00	17,044.00

Staff - Advances

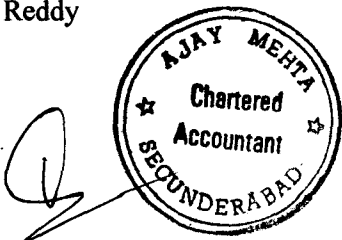
1. Jagdish Petty Cash	1,000.00	
2. Prabhakar Petty Cash	8,800.00	
3. Ramesh Petty Cash	1,550.00	
4. Shiva Petty Cash	1,100.00	
5. Solomon	7,500.00	19,950.00

Staff - Loans

1. Shiva	2,500.00	
2. Sridhar	1,200.00	
3. Phaninder	1,000.00	4,700.00

Contractors- Advances

Adishesu	115,898.00	
Anantha Charan	28,654.00	
Bhavana House Keeping Maintenance	5,096.00	
Bharat Patel	50,000.00	
Ishaq	12,782.00	
Kamal Singh	320,678.00	
Krishna	24,979.00	
Krishna Gardner	6,000.00	
Mababoob	83,582.00	
Maisaiah	25,214.35	
Mannem	19,904.50	
Murali	13,561.42	
Naveen Reddy	41,386.00	

**For Mehta and Modi Homes**
Partner

Mehta & Modi Homes

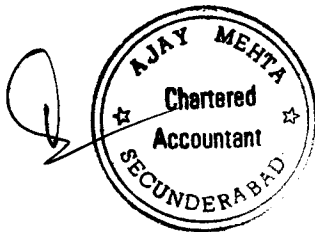
A.Y.2005-06

Ram Koti	3,430.00	
Srinivas	9,426.00	
Tirupathi Swamy	40,120.00	800,711.27
<u>Others:</u>		
1. Architecthral Associates	10,730.00	
2. Bharat Petroleum	4,318.00	
3. United Security Services	1,108.00	16,156.00
		<u>858,561.27</u>

Annexure - IX

Fixed Assets

	<u>Opening</u> <u>Balance</u>	<u>Additions during the</u> <u>year</u>	<u>Depreciation</u>	<u>WDV</u>
Office Equipment	-	13,400.00	2,988.00	10,412.00
Digital Camera	-	15,000.00	1,875.00	13,125.00
Computers	-	9,250.00	2,775.00	6,475.00
		<u>37,650.00</u>	<u>7,638.00</u>	<u>30,012.00</u>

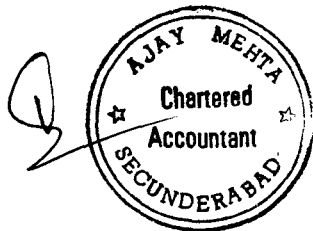


For Mehta and Modi Homes

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Partner

Annexure - X
Pre-operative Expenses

	<u>F.Y 2002-03</u>	<u>F.Y.2003-04</u>	<u>F.Y.2004-05</u> <u>(From 01.04.2004 To</u> <u>26.10.2004)</u>	<u>TOTAL</u>
I.T.Rep. Fee	-	4,000.00	-	4,000.00
Leave Encashment	-	487.00	1,757.00	2,244.00
Legal Exp	440.00	12,010.00	4,160.00	16,610.00
Misc. Exp	786.00	6,347.12	-	7,133.12
Printing & Stationery	100.00	819.00	2,950.00	3,869.00
Salaries & Other Benefits	-	10,415.00	52,702.00	63,117.00
Telephone Charges	-	3,771.00	4,667.00	8,438.00
Bank Charges	-	75.00	-	75.00
Advertisement	-	10,770.00	2,540.00	13,310.00
Xerox Exp	-	684.00	1,425.00	2,109.00
Conveyance	1,050.00	-	2,180.00	3,230.00
Survey Charges	3,000.00			
Labour Charges	4,040.00			
Incentives/ Brokerage	20,000.00	-	516.00	20,516.00
	29,416.00	49,378.12	72,897.00	151,691.12
Less: Brokerage, Survey Charges & Labour Charges tansfered to Land A/c & Compound Wall Constn A/c.	27,040.00	-	-	27,040.00
	2,376.00	49,378.12	72,897.00	124,651.12
		Less: Written Off during the year		19,602.00
		Balance c/fd.		105,049.12



Per Mehta and Modi Homes
[Signature]
Partner

ANNEXURE - XI
Notes to Accounts

1. Significant Accounting Policies
 - a) **Accounting Conventions:**

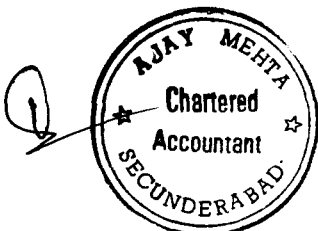
The Accounts have been prepared using historical cost conventions and on the basis of a going concern with revenues recognized and expenses incurred on accrual basis unless otherwise stated.
 - b) **Inventories: Land at Cherlapally**
 - i) Phase - I (At Cost)
 - ii) Phase - II (At cost)
 - iii) Land Development/Betterment
Work - in- Progress - Phase -I (At Cost)
 - c) **Revenue Recognition:**

Revenue from Housing Project carried out in phases by way of construction of individual bungalows is recognized on an estimate basis, till the respective bungalows are completed and are transferred/delivered to the customers.
 - d) **Fixed Assets:**

Fixed Assets are stated at cost less depreciation i.e., at written down value.
 - e) **Depreciation:**

Depreciation on fixed assets is provided on W.D.V. method at the rates prescribed under I. T. Act/Rules.
 - f) **Pre-Operative Expenses:**

Pre-operative expenses are written off over estimated projection completion period of 30 months beginning from the month in which the necessary development/construction permission is received from concerned authorities.
2. The firm has taken up the project of constructing about 77 independent bungalows on land admeasuring Ac6.05 guntas at Survey No. 35, 36(p), 37(p), 38(p), 39(p) situated at Cherlapally, Ghatkesar Mandal, Ranga Reddy District- Phase- I which is styled as 'Silver Oak Bungalows' The firm has been accorded draft residential lay out permission from Kapra Municipality, a Local Authority vide letter No.G1/3650/2004 dated 25.10.2004 in respect of development of above land . The firm during the year has commenced developmental work on the land which is essential for obtaining final approvals. The date of commencement of the project is taken as 27.10.2004 i.e., the date of first sanction by a Local Authority.
3. During the year the firm has carried on only land development/betterment works in respect of above referred land. In the scheme of the project, the land is divided into individual plots which will have to be duly approved by HUDA after necessary development works are carried out. The individual plots in due course are registered infavour of prospective purchasers. The construction of the bungalows will commence thereafter. The firm has received advances aggregating to Rs. 57,40,175/- from prospective customers during the year. No revenue has been recognized during the year on above receipts of Rs. 57,40,175/- from prospective customers as the construction of bungalows has not been commenced.
4. Administrative expenses (i.e., indirect expenses) incurred upto 26/10/2004 are treated as pre-operative expenses. Pre-operative expenses of Rs. 19,602/- are written off during the year for a period of 5 months beginning from 01.11.2004 in accordance with accounting policy in respect to pre-operative expenses stated above.




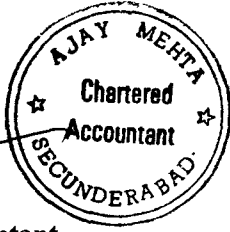
For Mehta and Modi Homes

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Partner

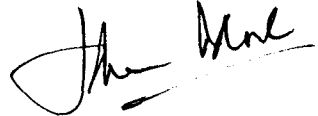
- 5 Administrative and other expenses of Rs.8,06,252/-incurred from 27.10.2004 are charged to Profit & Loss Account.
- 6 Opening balances are incorporated from un-audited Balance Sheet as on 31.03.2004.
7. The balances in the accounts of Sundry Debtors/Sundry Creditors, Loans & advances, Customer Accounts are subject to respective confirmation by them.
8. Management & Supervision charges of Rs. 40,000/- debited to Profit & Loss Account is paid to one of the partner M/s. Modi Properties & Investments Pvt Ltd in accordance with the terms of Partnership Deed.

Signatures to Annexures I to XI.

Ajay Mehta
Chartered Accountant
Place: Secunderabad
Date : 01.10.2005

For Mehta & Modi Homes



(Soham Modi)
Partner.
Place: Secunderabad
Date : 01.10.2005