6<sup>th</sup> January 2006.

To,
The Commercial Tax Officer,
M. G. Road Circle,
Begumpet Division,
6-3-789, 3<sup>rd</sup> Floor,
Ameerpet,
Hyderabad.

Dear Sir,

Sub: Compliance of your notice for penality - vide notice ID - 230605 VAT

2037025826 dated 30.12.2005 - Reg.

Ref: Our Tin No. 28840298894.

With reference to the above, we would like to bring your notice that we have been filing monthly returns regularly and despite this by surprise we have received notice for penalty of Rs. 2,500/-. We are herewith enclosing all monthly returns (Xerox copies) acknowledged by your office for your ready reference and perusal.

Please look into the matter and waive off the penalty as we are not on guilty side.

Thanking you,

Yours faithfully, for Mehta & Modi Homes,

A. Shanker Reddy,

Manager - Admin.