VAT
Corres

MODI PROPERTIES PVT. LTD. INWARD No. 511 Date 19/02/18 Sign SEC'BAD

GOVERNMENT OF TELANGANA
COMMERCIAL TAXES DEPARTMENT

FORM: VAT 305A

NOTICE OF ASSESSMENT OF VALUE ADDED TAX
[See Rule 25(5)]

Date	Month	Year
16	02	2018

TIN	3	6	5	7	0	3	1	7	0	3	3

Tax Office Address:
Commercial Tax Office
Bowenpally Circle, 6Th floor,
Pavani Prestaige, Ameerpet
Hyderabad-18

Name : M/s. SERENE CONSTRUCTIONS LLP	
Address: 5-4-187/3 AND 4 2ND FLOOR, SOHAM MANSION M.G.ROAD	

Sub: - TS VAT Act, 2005 –M/s. Serene Constructions LLP – TIN 36570317033 Audit conducted – Assessment proposed- Show Cause Notice – Issued – Objection Called for – Regarding.

Ref: - 1) This office Audit Notice in Form 304 Dt: 03-02-2018.
2) Authorization ADM 1B No:2018013104803255193401 DT 31-01-2018 issued by Deputy Commissioner (CT), Begumpet Division for completion of assessment order by audit.
3) Authorization ADM 1C No:2018021604803255193402 DT 16-02-2018 Issued by Deputy Commissioner (CT), Begumpet Division for completion of assessment order by audit.

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M/S Serene Constructions LLP,M.G.Road, Secunderabad, are registered dealers on the rolls of CTO M.G.Road, circle, with TIN 36570317033 w.e.f. 01.09.2015, and are doing business of construction and selling of Flats.

As per the authorization of the Deputy Commissioner (CT), Begumpet Division, in Form ADM 1B, dated 31-01-2018, a notice in Form VAT 304, dated 03-02-2018 i.e Notification for Scrutiny of Accounts of VAT was issued to the dealer and requested them to produce books of accounts for the tax period 2013-14 to 2016-17. Having received the same, the dealer produced the following for scrutiny.

1. Copies of P & L account and Balance Sheets for years: 2015-16 and 2016-17.

Verified the same with reference to the Turnovers reported in Monthly VAT 200 returns and found the following turnovers:

TURNOVERS REPORTED AS PER VAT 200 RETURNS:

Sl. No	Year	Exempt Sale Turnover	1% Sale Turnover	5% Sale Turnover	Total Turnover
1	2015-16	0	0	720000	720000
2	2016-17	0	0	288000	288000

SALE RECEIPTS REPORTED IN P & L ACCOUNTS :

Sl. No	Year	Total Receipts as per P & L A/c
1	2015-16	720000
2	2016-17	4785500

2015-16

The dealer did not filed Form VAT 250. Hence assessed the dealer under Section 4(7)(a) of the TS VAT Act by levying tax on value of goods at the time of incorporation as specified in Schedule V @ 14.5% on total consideration received subject to such deduction as may be prescribed Rule 17 (h) of TS VAT Rules. (Standard Deduction)

Total Receipts as per P & L accounts -- Rs. 7,20,000 = 00

Less: Admissible Standard deductions -- Rs. 2,16,000 = 00
@ 30 % Of gross receipts.

Taxable turnover -- Rs. 5,04,000 = 00

Tax levied on Rs. 5,04,000 =00 @ 14.5%	--	Rs.	73,080 = 00
Tax Paid along with monthly VAT returns	--	Rs.	0 = 00
Balance to be paid	--	Rs	73,080 = 00

2016-17

The dealer did not filed Form VAT 250. Hence assessed the dealer under Section 4(7)(a) of the TS VAT Act by levying tax on value of goods at the time of incorporation as specified in Schedule V @ 14.5% on total consideration received subject to such deduction as may be prescribed Rule 17 (h) of TS VAT Rules. (Standard Deduction)

Total Receipts as per P & L accounts	--	Rs. 47,85,500 = 00
Less: Admissible Standard deductions @ 30 % Of gross receipts.	--	Rs. 14,35,650 = 00
Taxable turnover	--	Rs. 33,49,850 = 00

Tax levied on Rs. 33,49,850 =00 @ 14.5%	--	Rs.	4,85,728 = 00
Tax Paid along with monthly VAT returns	--	Rs.	0 = 00
Balance to be paid	--	Rs	4,85,728 = 00

In view of the above findings the final year wise tax liability is worked out as under:

Sl. No.	Year	Tax under declared
1	2015-16	73,080=00
2	2016-17	4,85,728=00
	Total	**5,58,808=00**

TOTAL TAX DUE TO DEPARTMENT Rs5,58,808-00

If the dealers have any objection to the above proposed assessment they are requested to submit the same within (7) days from the receipt of this notice. They are also provided with an opportunity of personal hearing and they are advised to attend this office hours of any working day within these (7) days along with material evidence if any failure to respond to this notice would be construed that the dealer have no objection to offer and order will be passed the provision of TS VAT Act 2005 without any further information in this matter.

DEPUTY COMMERCIAL TAX OFFICER
BOWENPALLY CIRCLE, HYDERABAD.

Deputy Commercial Tax Officer
BOWENPALLY CIRCLE,
BEGUMPET DIVISION
HYDERABAD