

F.Y - 2016-2017

AUDIT REPORT

YEAR: 2016-17

STAR INDIA CONSTRUCTION PVT. LTD.
ADHARSHILA COMPLEX, SOUTH GANDHI MAIDAN
Patna- 800 001

Auditor

M/S SUBODH GOEL & CO.
Chartered Accountants

Head Office:

202, Rani Plaza, Exhibition Road,
PATNA - 800 001

Branch Office -1:

301, Krishna Plaza,
A CHS, 3rd Floor, Above Krishna Sweets,
Near Railway Station, Thane West- 400602
Maharashtra

Ph. : 0612-2320912
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SUBODH GOEL & CO.

Chartered Accountants

Head Off: 202 Rani Plaza Exhibition Road, PATNA-800001 Bihari

Tel : 9612-2320912/2320455

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Email : skgoel_ka@rediffmail.com

skgoelka@gmail.com

[See rule 6G(1)(a)]

**Audit report under section 44AB of the Income - tax Act, 1961,
in a case where the accounts of the business or profession of a person
have been audited under any other law**

We report that the statutory audit of STAR INDIA CONSTRUCTION PRIVATE LIMITED office at Adharshila Complex, South Gandhi Maidan, Patna, (PAN-AADCS9275K) was conducted by us in pursuance of the provisions of the Companies Act, and we annexed hereto a copy of our audit report dated 04.09.2017 along with a copy of each of :-

- the audited profit and loss account for the period beginning from 1st April, 2016 to ending on 31st March, 2017 ;
 - the audited balance sheet as at 31st March, 2017 ; and
 - documents declared by the said Act to be part of, or annexed to, the profit and loss account and balance sheet.
2. The Statement of particulars required to be furnished under section 44AB is annexed here - with in Form No. 3CD.

- In our opinion and to the best of our information and according to examination of books of accounts including other relevant documents and explanations given to us, the particulars given in the said Form No.3 CD are true and correct subject to the following observations / qualifications, if any:

a.Others: The assessee is involved is engaged in construction of immovable properties where exists numerous items in the stock. Thus the assessee finds it difficult to maintain item-wise stock records. Hence, quantative details can not be given.

b Others.: The value adopted or assessable for consideration pertaining to section 43CA is taken on the date on which agreement for sale has been made which has been given by the assessee.

c.Others: The information provided in the point no 41 in relation to demand raised / refund issued during the previous year under any tax laws other than Income Tax Act, 1961 and Wealth Tax Act, 1957 is as provided by the assessee.

For SUBODH GOEL & CO.

Chartered Accountants

(SUBODH KUMAR GOEL)

Partner

M. No.- 74835

202, Rani Plaza

Exhibition Road

PATNA- 800 001

Place : Patna

Date : 31-10-2017

FORM NO. 3CD

[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 : STAR INDIA CONSTRUCTION PRIVATE LIMITED
- 2 Address : Adharshila Complex, South Gandhi Maidan, Patna
- 3 Permanent Account Number : AADCS9275K
- 4 Whether the assessee is liable to pay indirect tax like excise duty, service tax, sales tax, customs duty, etc. if yes, please furnish the registration number or any other identification number allotted for the same : Service Tax Reg No. AADCS9275KST001
- 5 Status : PRIVATE LIMITED COMPANY
- 6 Previous Year : From 1st April, 2016
To 31st March, 2017
- 7 Assessment Year : 2017-18
- 8 Indicate the relevant clause of section 44AB under which the audit has been conducted : Under Clause (a) of the section 44AB of Income Tax Act, 1961

PART - B

- 9 (a) If Firm or Association of Persons, indicate names of partners / members and their profit sharing ratios : Not Applicable
- (b) If there is any change in the Partners / members or their profit sharing ratio, the particulars of such change. : Not Applicable
- 10 (a) Nature of Business or Profession. (If there is more than one business or profession is carried on during the previous year, nature of every business or profession) : Commercial and residential Builders & Developer
(Code: 0401)
- (b) If there is any change in the nature of business or Profession, the particulars of such change : No Change
- 11 (a) Whether Books of Account are prescribed under section 44AA, if yes, list of books so prescribed : Not Prescribed
- (b) List of books of Account maintained and the address at which the books of accounts are kept.
(In case books of account are maintained in a computer system, mention the books of account generated by such computer system. If the books of accounts are not kept at one location, please furnish the addresses of locations along with the details of books of accounts maintained at each location.) : Cash Book, Bank Book, Ledger, Journal

Address:-
Adharshila Complex, South Gandhi Maidan, Patna
- (c) List of books of account and nature of relevant documents examined : Cash Book, Bank Book, Ledger, Journal

12. 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, Chapter - XII-C, First schedule or any other relevant section).

: Nil

13. (a) Method of accounting employed in the previous Year

: Mercantile

(b) Whether there has been any changes in the method of accounting employed vis-a-vis the method employed in the immediately preceding previous year.

: No Change

(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) Whether an adjustment is required to be made to the profit or loss for complying with the provisions of income computation and disclosure standards notified under section 145(2)

: No Deviation

(e) If answer to (d) above is in the affirmative, give details of such adjustments:

		Increase (in Profit (Rs.))	Decrease (in profit (Rs.))
ICDS I	Accounting Policies		
ICDS II	Valuation of Inventories		
ICDS III	Construction Contracts		
ICDS IV	Revenue Recognition		
ICDS V	Tangible Fixed Assets		
ICDS VI	Changes in Foreign Exchange Rates		
ICDS VII	Governments Grants		
ICDS VIII	Securities		
ICDS IX	Borrowing Costs		
ICDS X	Provisions, Contingent Liabilities and		
	Total		

(f) Disclosure as per ICDS

Please Refer

Annexure "A"

ICDS I	- Accounting Policies
ICDS II	- Valuation of Inventories
ICDS III	- Construction Contracts
ICDS IV	- Revenue Recognition
ICDS V	- Tangible Fixed Assets
ICDS VII	- Governments Grants
ICDS IX	- Borrowing Costs
ICDS X	- Provisions.

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

: WIP are valued at cost

(b) In case of deviation from the method of valuation prescribed under section 145A, and the effect thereof on the profit or loss, please furnish

: No Deviation

15 Give the following particulars of the capital assets converted into stock in trade:-	: Nil	
(a) Description of capital assets;	:	
(b) Date of acquisition;	:	
(c) Cost of acquisition	:	
(d) Amount at which the assets is converted into stock in trade	:	
16 Amounts not credited to the profit and loss account, being, -		
(a) the items falling within the scope of section 28,	: Nil	
(b) the proforma credits, drawbacks, refunds of duty of customs or excise or service tax, or 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,	: Nil	
(d) any other item of income,	: Nil	
(e) capital receipt, if any	: Nil	
17 Where any land or building or both is transferred during the previous consideration less than value adopted or assessed or assessable by any authority of a State Government referred to in section 43CA or 50C, please furnish	: Please Refer	Annexure- 'B'
18 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.	: Please Refer	Annexure- C'
(b) Rate of depreciation	: Please Refer	Annexure- C'
(c) Actual cost or written down value, as the case may be	: Please Refer	Annexure- C'
(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-	: Please Refer	Annexure- C'
(i) Central Value Added Tax credit claimed and allowed under the Central Excise rules, 1944, in respect of assets acquired on or after 1st March, 1994,	: Not Applicable	
(ii) change in rate of exchange of currency, and	: Nil	
(iii) subsidy or grant or reimbursement, by whatever name called.	: Nil	
(e) Depreciation allowable	: Please Refer	Annexure- C'
(f) Written down value at the end of year.	: Please Refer	Annexure- C'

19 Amounts admissible under section 32AC, 33AB, 33ABA, 35(1)(i), 35(1)(ii), 35(1)(ia), 35(1)(iii), 35(1)(iv), 35(2AA), 35(2AB), 35ABB, 35AC, 35AD, 35CCA, 35CCB, 35CCC, 35CCD, 35D, 35DD, 35DDA, 35E:

(a) debited to the profit and loss account : Nil

(b) Amount admissible as per the provisions of the Income Tax Act, 1961 and also fulfills the conditions, if any, specified under the conditions, if any, specified under the relevant 14 provisions of Income tax Act, 1961 or Income-Tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf : Nil

20 (a) Any sum paid to an employees 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) Details of contributions received from employees for various funds as referred to in section 36(1)(va)

Serial number	Nature of fund	Sum received from employees	Due date for payment	The actual amount paid	The actual date of payment to the
1	ESI	777.00	21/05/2016	777.00	21/07/2016
2	ESI	828.00	21/06/2016	828.00	21/07/2016
3	ESI	827.00	21/07/2016	827.00	21/07/2016
4	ESI	945.00	21/08/2016	945.00	Not paid till date
5	ESI	1,263.00	21/09/2016	1,263.00	Not paid till date
6	ESI	1,211.00	21/10/2016	1,211.00	Not paid till date
7	ESI	780.00	21/11/2016	780.00	Not paid till date
8	ESI	1,228.00	21-12-2016	1,228.00	Not paid till date
9	ESI	853.00	21-01-2017	853.00	Not paid till date
10	ESI	890.00	21-02-2017	890.00	Not paid till date
11	ESI	1,103.00	21-03-2017	1,103.00	Not paid till date
12	ESI	1,411.00	21-04-2017	1,411.00	Not paid till date

21 (a) Please furnish the details of amounts debited to the profit and loss account, being in the nature of capital, personal, advertisement expenditure etc. : Nil

Nature	S. No.	Particulars	Amount (in Rs.)
Expenditure incurred at clubs being cost for club services and facilities used.	Nil	Nil	Nil
Expenditure by way of penalty or fine or violation of any law for the time being in force;	Nil	Nil	Nil
Expenditure by way of any other penalty or fine not covered above,	Nil	Nil	Nil
Expenditure incurred for any purpose which is an offence or which is prohibited by law,	Nil	Nil	Nil

(b) Amounts inadmissible under section 40 (a);	: Nil
(i) as payment to non-resident referred to in sub-clause (i)	:
(A) Details of payment on which tax is not deducted:	
(I) date of payment	: Not Applicable
(II) amount of payment	: Not Applicable
(III) nature of payment	: Not Applicable
(IV) name and address of the payee	: Not Applicable
(B) Details of payment on which tax has been deducted but has not been paid during the previous year or in the subsequent year before the expiry of time prescribed under section 200(1)	
(I) date of payment	: Not Applicable
(II) amount of payment	: Not Applicable
(III) nature of payment	: Not Applicable
(IV) name and address of the payee	: Not Applicable
(V) amount of tax deducted	: Not Applicable
(ii) as payment referred to in sub-clause (ia)	: Nil
(A) Details of payment on which tax is not deducted:	
(I) date of payment	: Not Applicable
(II) amount of payment	: Not Applicable
(III) nature of payment	: Not Applicable
(IV) name and address of the payee	: Not Applicable
(B) Details of payment on which tax has been deducted but has not been paid on or before the due date specified in sub-section (1) of section 139	
(I) date of payment	: Not Applicable
(II) amount of payment	: Not Applicable
(III) nature of payment	: Not Applicable
(IV) name and address of the payer	: Not Applicable
(V) amount of tax deducted	: Not Applicable
(VI) amount out of (V) deposited, if any	: Not Applicable
(iii) under sub-clause (ic) [Wherever applicable]	: Nil
(iv) under sub-clause (iia)	: Nil
(v) under sub-clause (iib)	: Nil
(vi) under sub-clause (iii)	:
(A) date of payment	: Not Applicable
(B) amount of payment	: Not Applicable
(C) name and address of the payee	: Not Applicable
(vii) under sub-clause (iv)	: Nil
(viii) under sub-clause (v)	: Nil
(c) Amounts debited to profit and loss account being, interest, salary, bonus, commission or remuneration inadmissible under section 40 (b) + 40 (ba) and computation thereof.	: Nil

(d) Disallowance : deemed income under section 40A(3). : Nil

(A) On the basis of the examination of books of accounts and other relevant documents/evidence, whether the expenditure covered under section 40A(3) read with the rule 6DD were made by account payee cheque drawn on a bank or account payee bank draft. If not, please furnish the details : Yes

Serial number	Date of Payment	Nature of payment	Amount	Name and Permanent Account Number of the payee, if available
Nil				

(B) On the basis of examination of books of accounts and other relevant documents / evidence, whether the payment referred to in section 40A(3A) read with rule 6DD where made by account payee cheque drawn on a bank or account payee bank draft. If not, please furnish the details of amount deemed to be the profits and gains of business or profession under section 40A(3A); : Yes

Serial number	Date of Payment	Nature of payment	Amount	Name and Permanent Account Number of the payee, if available
Nil				

(e) provision for payment of gratuity not allowable under section 40A (7); : Nil

(f) any sum paid by the assessee as an employer not allowable under section 40A(9); : Nil

(g) particulars of any liability of a contingent nature. : Nil

(h) 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. : Nil

(i) amount inadmissible under the provision to section 36(1) (iii). : Nil

2.2 Amount of Interest Inadmissible under section 23 of the Micro, Small and Medium Enterprises Development Act, '2006 : Nil

2.3 Particulars of payments made to persons specified under section 40A (2)(b) : As stated below

Name of the person(s)	Relation	PAN	Nature of Expenditures	Date of Payment	Amount (Rs.)
Shashi Bhushan Prasad	Director	ADLPS9118F	Remuneration	31.03.2017	24,00,000.00
Basant Kumar	Director	ALYPK3331K	Remuneration	31.03.2017	6,00,000.00

24 Amounts deemed to be profits and gains under section 32AC or 33AB or 33ABA or 33AC : Not Applicable

25 Any amount of profit chargeable to tax under section 41 and computation thereof : Not Applicable

- 26 (1) 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
- (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);
- (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 passed through the profit and loss account.)
- 27 (a) Amount of Central 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 Central credits in the accounts.
- (b) Particulars of income or expenditure of prior period credited or debited to the profit and loss account.
- 28 Whether during the previous year the assessee has received any property, being share of a company not being a company in which the public are substantially interested, without consideration or for inadequate consideration as referred to in section 56(2)(viii), if yes, please furnish the details of the same.
- 29 Whether during the previous year the assessee received any consideration for issue of shares which exceeds the fair market value of the shares as referred to in section 56(2)(viib), if yes, please furnish the details of the same.
- 30 Details of any amount borrowed on hundi or any amount due (including interest on the amount borrowed) repaid, otherwise than through an account payee cheque. [Section 69D].
- 31 (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;
- Nil
- TDS of Rs. 10,10,568.00 Paid on 31/10/2017
- Service Tax of Rs. 22,55,032.00 Not paid till the date
EPF of Rs. 47,628.00 Not paid till the date
- No
- Nil
- Nil
- Not Applicable
- Nil
- Nil
- Please Refer Annexure- 'D'

(iv) maximum amount outstanding in the account at any time during the previous year ;

(v) whether the loan or deposit was taken or accepted by cheque or bank draft or use of electronic clearing system through a bank account;

(vi) in case the loan or deposit was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or account payee bank draft.

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

: Please Refer

Annexure- 'D'

(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.

(Particulars at (a) and (b) 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.)

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

: Please Refer

Annexure- 'D'

(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 by cheque or bank draft or use of electronic clearing system through a bank account;

(v) in case the repayment was made by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or account payee bank draft

(d) Particulars of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received otherwise than by a cheque or bank draft or use of electronic clearing system through a bank account during the previous year :-

: Not Applicable

(i) name, address and permanent account number (if available with the assessee) of the lender, or depositor or person from whom specified advance is received;

(ii) amount of loan or deposit or any specified advance received otherwise than by a cheque or bank draft or use of electronic clearing system through a bank account during the previous year.

(e) Particulars of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received by a cheque or bank draft which is not an account payee cheque or an account payee bank draft during the previous year :-

: Not Applicable

(i) name, address and permanent account number (if available with the assessee) of the lender, or depositor or person from whom specified advance is received;

(ii) amount of loan or deposit or any specified advance received by a cheque or bank draft which is not an account payee cheque or an account payee bank draft during the previous year.

(Particulars at (c), (d) and (e) need not be given in the case of a repayment of any loan or deposit or any specified advance taken or accepted from Government, Government company, banking company or a corporation established by a Central, State or Provincial Act.)

32 (a) Details of Brought forward loss or depreciation allowance, in the following manner, to the extent available

: As given below

Serial Number	Assessment Year	Nature of loss / allowance (in rupees)	Amount at returned (in rupees)	Amount as assessed (give reference to relevant order)	Remarks
----- 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'

: No

(c) Whether the assessee has incurred any speculation loss referred to in section 73 during the previous year, If yes, please furnish the details of the same.

: Nil

(d) whether the assessee has incurred any loss referred to in section 73A in respect of any specified business during the previous year, if yes, please furnish details of the same.

: Not Applicable

(e) In case of a company, please state that whether the company is deemed to be carrying on a speculation business as referred in explanation to section 73, if yes, please furnish the details of speculation loss if any incurred during the previous year.

: Nil

Nil

33 Section wise details of deduction, if any, admissible under chapter VIA or Chapter III (Section 10A, Section 10AA)

Section under which deduction is claimed	Amounts admissible as per the provision of the Income-tax Act, 1961 and fulfils the conditions, if any, specified under the relevant provisions of Income-tax Act, 1961 or Income-tax Rules, 1962 or any other guidelines, circular, etc, issued in this behalf.
	Nil

34 (a) Whether the assessee is required to deduct or collect tax as per the provision of Chapter XVII-B or Chapter XVII-BB, if yes please furnish. : Please Refer Annexure- 'E'

(b) Whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time. If not, please furnish the details. : Please Refer Annexure- 'E'

(c) Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish. : Please Refer Annexure- 'E'

35 (a) In case of a trading concern, give quantitative details of principal items of goods traded : Not Applicable

(i) Opening Stock ;

(ii) Purchase 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) Purchase 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

(i) Opening stock,

(ii) Purchase during the previous year

(iii) Quantity manufactured during the previous yr.;

(iv) Sale during the previous year ,

(v) Closing Stock

(vi) Shortage / excess, if any.

: Not Applicable

36 In the case of Domestic Company, details of tax on distributed profits u/s 115-O in the following Form : Not Applicable

(a) Total amount of Distributed profits

(b) Amount of deduction as referred to in section 115-O(1A)(i)

(c) Amount of deduction as referred to in section 115-O(1A)(ii)

(d) Total Tax paid thereon

(e) Dates of Payments with amount

37 Whether any cost Audits was carried out if yes; give the details, if any, of disqualification or disagreement on any matter / item / value / quantity as may be reported / identified by the

: Not Required

38 Whether any audit was conducted under the Central Excise Act, 1944, if yes, give the details, if any, of disqualification or disagreement on any matter item / value / quantity as may be reported / identified by the cost auditor.

: Not Required

39 Whether any audit was conducted under section 72A of the Finance Act, 1994 in relation to valuation of taxable services, if yes, give the details, if any of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the auditor.

: No

40 Details regarding turnover, gross profit, etc., for the previous year and preceding previous year:

1 Total turnover of the assessee				
Previous Year	7,52,03,233.94			
Preceding Previous Year	7,44,78,739.57			
2 Gross profit / turnover				
Previous Year	2,84,55,365.77	7,52,03,233.94	37.84%	
Preceding Previous Year	2,12,44,282.55	7,44,78,739.57	28.52%	
3 Net profit / turnover				
Previous Year	60,78,383.86	7,52,03,233.94	8.08%	
Preceding Previous Year	20,92,555.76	7,44,78,739.57	2.81%	
4 Stock-in-trade / turnover				
Previous Year	N/A			
Preceding Previous Year	N/A			
5 Material consumed / finished goods produced				
Previous Year	N/A			
Preceding Previous Year	N/A			

(The details required to be furnished for principal items of goods traded or manufactured or services rendered)

41 Please furnish the details of demand raised or refund issued during the previous year under any tax laws other than Income Tax Act, 1961 and Wealth Tax Act, 1957 alongwith details of relevant proceedings

Nil

For SUBODH GOEL & CO.
Chartered Accountants

(SUBODH KUMAR GOEL)

Partner

M. No.- 74835

Place : Patna

Date : 31-10-2017

202, Rani Plaza

Exhibition Road

PATNA- 800 001

PARTICULARS OF DISCLOSURES AS PER ICDS
ANNEXURE "A" TO FORM 3CD; PARAGRAPH NO. 13(f)

i) ICDS – I Accounting Policies

The Financial Statements are prepared on accrual basis and using the fundamental assumption of going concern basis. The accounting policies are consistent and are in accordance with generally accepted accounting principles.

The treatment and presentation of transactions and events are governed by their substance and not merely by their legal form.

There are no changes in accounting policies during the current year.

ii) ICDS – II Valuation of Inventories

Valuation of inventory (Work-in-Progress) has been made at cost. Cost includes cost of raw material consumed, labour charges, Technical and supervision charges and other expenditure directly or indirectly related to that job.

The total carrying amounts of inventories are as follows:

Particulars		Amount in Rs.
Work in progress	:	7,71,80,078.68
iii) ICDS – III Construction Contract	:	Not Applicable
iv) ICDS – IV Revenue Recognition	:	
Revenue/ Incomes are generally accounted on percentage completion method. Percentage completion method as generally accepted in India.		
v) ICDS – V Tangible Fixed Assets	:	
Tangible Fixed Assets are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses. Cost comprises of purchase price, import duties and other taxes excluding those subsequently recoverable and any directly attributable expenditures on making asset ready for its intended used.		

Subsequent expenditure that increases the future benefit from the existing assets beyond the previously assessed standard of performance is added to the cost of assets.

The cost of an addition or extension to existing tangible fixed assets which is of capital nature and which becomes an integral part of the existing tangible fixed assets is added to its cost.

Items of tangible fixed assets that are retired from active use and are held for disposal are stated at the lower of their net book value or net realisable value in the financial statements. Any expected loss is recognised in the statement of profit and loss.

Gains or losses arising from disposal of tangible fixed assets which are carried at cost are recognised in the statement of profit and loss.

vi) **ICDS – VII Government Grant** : **Not Applicable**

vii) **ICDS – IX Borrowing Costs** :
Borrowing costs attributable to acquisition and construction of respective project are charged as a part of the cost of such project. Other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

viii) **ICDS – X Provision, Contingent Liabilities and Contingent Assets :**
Provisions are recognised when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and there is a reasonable estimated of the amount of the obligation.

Provisions are measured at the expenditure required to settle the present obligation at the balance sheet date and are not discounted to its present value.

Contingent liabilities or contingent assets are neither recognised nor disclosed in the financial statements.

Annexure "B"

[illegible]

STAR INDIA CONSTRUCTION PRIVATE LIMITED

Adharshila Complex, South Gandhi Maidan, Patna

Annexure "C"

Details of Para 18 of FORM NO. 3CD

Annexure "C"

Description of Assets Block of Asset(s)	Rate of Depreciation	W.D.V. as on 01-04-2016	Addition/ (Deduction)		Date	Depreciation as on 31-03-2017		W.D.V. as on 31-03-2017
			Amount	Date		Amount		
Block - A	10%							
Furniture & Fixture		4,13,480.38	-					
Building		6,01,625.70	-		18.01.2017	7,420.00	41,719.00	3,79,181.38
Block - B	15%							
Bicycle		70.85	-					
Air Conditioner		48,039.23	74,900.00				11.00	59.85
Attendance Machine			32,500.00				18,441.00	1,04,498.23
EPBAX		10,708.00					4,875.00	27,625.00
Mobile Phone		394.07	-				1,606.00	9,102.00
Car		79,826.90	-				59.00	335.07
Car I 10		6,56,152.55	-				11,974.00	67,852.90
Car Safari		4,39,358.00	-				98,423.00	5,57,729.55
Car (BMW)		8,84,182.00	-				65,904.00	3,73,454.00
Television		13,15,456.00	43,36,818.00		01.09.2016	(13,46,000.00)	1,32,627.00	7,51,555.00
Weight Machine		1,65,112.00	-				6,45,941.00	36,60,333.00
Office Equipments		59.66	-				24,767.00	1,40,345.00
CCTV		5,074.72	-				9.00	50.66
Inventor		31,385.31	-				761.00	4,313.72
		36,295.00	-				4,708.00	26,677.31
Block - C	60%						5,444.00	30,851.00
Computer with printer		1,01,971.60	69,600.00		28.03.2017	91,500.00	1,30,393.00	1,32,678.60
Laptop		26,000.00	-				15,600.00	10,400.00
Total :		48,15,191.97	45,13,818.00			(12,47,080.00)	12,63,425.00	68,18,504.97

STAR INDIA CONSTRUCTION PRIVATE LIMITED

Adharshila Complex, South Gandhi Maidan, Patna

Details of Para 31 of FORM NO. 3CD

Annexure - "D"

Name, Address and PAN of the Lenders and depositors	Permanent Account Number (PAN)	Loan or deposit raised during the previous year	whether the loan or deposit was squared up during the previous year ;	maximum amount outstanding in the account at any time during the previous year ;	Amount of the re-payment	Whether the loan or deposit was taken or accepted or the repayment was made by cheque or bank draft or use of electronic clearing system through a bank account	In case the loan or deposit was taken or accepted or the repayment was made by cheque or bank draft, whether the same was taken or accepted by an account payee cheque
Shashi Bhushan Prasad, Patna	ADLPS9118F	42,00,000.00	No	56,56,703.00		Cheque	Account Payee Cheque

STAR INDIA CONSTRUCTION PRIVATE LIMITED
Adharshila Complex, South Gandhi Maidan, Patna

Details of Para 34 of FORM NO. 3CD

34

(a) Whether the assessee is required to deduct or collect tax as per the provision of Chapter XVII-B or Chapter XVII-BB, if yes please furnish.

Annexure 'E'

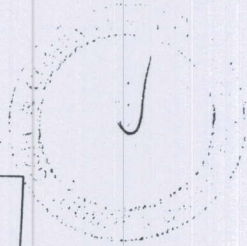
Tax deduction and collection Account Number (TAN)	Section	Nature of Payment	Total amount of payment or receipt of the nature specified in column (3)	Total amount on which tax was required to be deducted or collected out of (4)	Total amount on which tax was deducted or collected at specified rate out of (5)	Amount of tax deducted or collected out of (6)	Total amount on which tax was deducted or collected at less than specified rate out of (7)	Amount of tax deducted or collected on (8)	Amount of tax deducted or deposited to the credit of the Central Government out of (6) and (8)
-1	-2	-3	-4	-5	-6	-7	-8	-9	-10
PTNS00999F	192	Salary	1,42,28,546.00	42,15,500.00	42,15,500.00	6,28,780.00	-	-	-
PTNS00999F	194H	Commission	38,37,335.00	38,37,335.00	38,37,335.00	1,93,238.00	-	-	-
PTNS00999F	194I	Rent	26,78,502.00	26,78,502.00	26,78,502.00	2,67,848.00	-	-	-
PTNS00999F	194J	Professional Fees	25,57,668.00	25,57,668.00	25,57,668.00	2,55,764.00	-	-	-
PTNS00999F	194C	Contract	1,04,63,610.00	1,04,63,610.00	1,04,63,610.00	1,10,042.00	-	-	-

(b) Whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time. If not, please furnish the details.

Tax deduction and collection Account Number (TAN)	Type of Form	Due date for furnishing	Date of furnishing, if furnished	Whether the statement of tax deducted or collected contains information about all transactions which are
PTNS00999F	24Q	31.07.2016	Not Furnished till date	Not Applicable
PTNS00999F	26Q	31.07.2016	Not Furnished till date	Not Applicable
PTNS00999F	24Q	31.10.2016	Not Furnished till date	Not Applicable
PTNS00999F	26Q	31.07.2016	Not Furnished till date	Not Applicable
PTNS00999F	24Q	31.01.2017	Not Furnished till date	Not Applicable
PTNS00999F	26Q	31.01.2017	Not Furnished till date	Not Applicable
PTNS00999F	24Q	31.05.2017	Not Furnished till date	Not Applicable
PTNS00999F	26Q	31.05.2017	Not Furnished till date	Not Applicable

(c) Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish.

Tax deduction and collection Account Number (TAN)	Amount of interest under section 201(1A) / 206C(7) is payable	Amount paid out of column (2) along with date of payment.
PTNS00999F	1,86,635.00	1,86,635.00 Paid on 31-10-2017



We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the standalone financial statements.

Basis for Qualified Opinion

1. The Company has granted short term loans and advances as covered under section 185 and 186 of the Companies Act, 2013 to related parties during the year having yearend balance of Rs.7,81,749.00;
2. No records pertaining to service tax return for the year were being produced before us for our verification.
3. No records pertaining to ESI deduction from employee's contribution and from employer's contribution is being produced before us for our verification.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles

generally accepted in India, of the state of affairs of the Company as at 31st March, 2017, and its profit and its cash flows for the year ended on that date.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial Statements:

- a) Balance of Sundry receivables and payables are subject to formal confirmation. All sundry debtors are unsecured but considered good by the management to the extent of their book value.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that :
 - (a) We have sought and, except for the matters described in the Basis for Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
 - (f) On the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (g) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial position.

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

(iv) The Company has provided requisite disclosures in the financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management – **Refer Point No. 14** of "Notes on accounts".

For **Subodh Goel & Co.**

Chartered Accountants

(SUBODH KUMAR GOEL)

M.NO.-74835

Partner

Firm Reg. No- 006103C

Place: Patna

Date: 04-09-2017

M/s STAR INDIA CONSTRUCTION PRIVATE LIMITED

CIN No. : U45201BR1995PTC006640

Annexure "A" to the Independent Auditors' Report:

Referred to in Paragraph 1 under the heading of "**Report on Other Legal and Regulatory Requirements**" of our Report of even date:

- (i) (a) Since, the records pertaining to fixed assets of the company were not produced for our verification, we are unable to comment on whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) Since, the records pertaining to fixed assets of the company were not produced for our verification, we are unable to comment on the physical verification procedure adopted for verification of fixed assets followed by the management;
- (c) The company does not have immovable property. Hence the provisions of the clause 1(c) of the Companies (Auditor's Report) Order, 2016 is not applicable to the company;
- (ii) The physical verification of inventory has been conducted at reasonable intervals by the management and material discrepancies noticed on such verification have been properly dealt with in the books of account.
- (iii) The Company has granted loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 having year end balance of **Rs.7.82 Lacs**;
- (a) The terms and condition on which loan is granted cannot be prima-facie said to be prejudicial to the interest of the company;
- (b) The schedule of repayment of principal and payment of interest has not been produced before us for our verification. Therefore, we are unable to give any comment on it.
- (c) Since, schedule of repayment of principal and payment of interest has not been produced before us for our verification, therefore, in the absence of repayment schedule, we are unable to calculate the total amount overdue for more than ninety days and the reasonable steps taken by the company for recovery of the principal

- (iv) In our opinion and according to the information and explanations given to us, the Company has not complied with the provisions of Section 185 & 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

"The Company has granted long term loans and advances of Rs.7.82 Lacs to directors and related parties as covered under section 185 of the Companies Act, 2013 during the year.

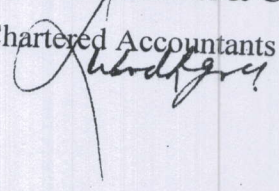
- (v) The company has not accepted any deposit from public within the meaning of the word "deposit" as defined under Rule 2(1)(c) of the Companies (Acceptance of Deposits) Rules, 2014. In our opinion, and according to the information and explanations given to us, there is no noncompliance to the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 wherever applicable. We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal upon the Company.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, in respect of the nature of activity carried out by the Company;
- (vii) (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is not regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service-tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues during the year as applicable with the appropriate authorities. There are arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable as given below;

Name of the Statue	Particular's	Amount (In Rs.)
Cental Board of Excise and Customes	Service Tax	58,04,387.50
Employees' State Insurance Act, 1948	ESI	47,628.00

- (b) In our opinion and according to the information and explanations given to us, there are no dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute;
- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). In our opinion and according to the information and explanations given to us, the company has applied money raised by way of term loans for the purpose for which those are raised by the company.
- (x) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the company or any fraud on the company by its officers/employees, noticed or reported during the year, nor have been informed of such case by the management.
- (xi) In respect of managerial remuneration paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act is Not Applicable to the Company.
- (xii) The company is not a Nidhi Company. Hence the provisions of the clause 4(xii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the company.
- (xiii) All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 wherever applicable and the details have been disclosed in the Financial Statements etc as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment or private placement of shares or

- (xv) The company has not entered into any non cash transactions with directors or persons connected with him which needs to be complied with the provisions of section 192 of Companies Act, 2013.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934

For **Subodh Goel & Co.**
Chartered Accountants


(SUBODH KUMAR GOEL)

M.NO.-74835

Partner

Firm Reg. No- 006103C

Place: Patna

Date: 04-09-2017