

DOUBTFUL NPAs

Reporting under the New Format in Form 3CD - A Specimen

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Bombay
Chartered
Accountants'
Society

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Second Revised Edition — October 2019

First Edition — July 2014

Free E-version

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Published by **CA Manish Sampat, President**

for Bombay Chartered Accountants' Society,

7, Jolly Bhavan No. 2, Ground Floor, New Marine Lines, Mumbai-400 020.

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Printed by

Finesse Graphics & Prints Pvt. Ltd.

Tel.: +91 22 4036 4600

Fax: +91 22 2496 2297

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FOREWORD

In mid 2014, the Taxation Committee had published a very handy publication titled "Reporting Under the New Format in Form 3CD – A Specimen" authored by several senior members. Thereafter, the Form 3CD has undergone several changes. Many more clauses have been added to the Form 3CD and some have been made more broader in scope.

This has obviously led to an increase in the already onerous responsibility of the auditor carrying out audit under section. 44AB of the Income-tax Act, 1961.

In the era of electronic filing of various reports and documents, it is no surprise that the tax audit report too is required to be electronically uploaded in .xml format on the e-filing portal of the income-tax department. By now, over the years, this practice has settled and tax auditors are well accustomed with the e-filing process. However, the constraints that existed in 2014 continue to restrict the freedom of auditors in terms of being able to provide disclaimers, notes, observations, references to case laws etc. Therefore, the practice of uploading, wherever possible, a scanned copy of the audit report in physical form along with the audit report in electronic form is still prevalent in the profession.

The Taxation Committee of the Society has been receiving several requests from its members to revise this publication and provide a revised specimen of the Statement of Particulars in Form No. 3CD. This time, a fresh group of members of the Committee was formed to prepare the revised specimen. Like the earlier edition, this one too is prepared with a view to provide some basic guidance to the members for preparing/finalising the actual reports. This time too, in the Specimen Report, we have covered only the situations which are more common in practice. Therefore, specific issues arising under different situations will have to be separately considered by the Auditor. Few such illustrative cases have been considered and suggested particulars/comment/disclosure in such situations are given as 'Alternate Situation'.

We would like to draw your attention to the following points relating to the Specimen Report given in this booklet:

- (i) This Specimen has been prepared for a company assessee. Accordingly, necessary changes may be made in respect of non-corporate assessees. However, at a couple of places, alternate disclosures for non corporate assessees have also been given (for example in clause 9).
- (ii) Under different clauses, either in Form No. 3CD or in the Annexures forming part of the same, we have given "Notes", "Auditors' Notes" and "Authors' Notes". The "Notes" represent the disclosures made by the assessee and the "Auditors' Notes" represent the observations of the Auditors with regard to the particulars given in the respective clauses. Such "Auditors' Notes" are not necessarily in the nature of qualifications. In actual practice, the nature of such "Auditors' Notes" will have to be decided on the basis of the relevant facts of the case. Apart from this, "Authors' Notes" have also been given at different places which are, primarily, clarificatory in nature or contain some extra guidance. These may become basis for preparing and maintaining appropriate working papers. In some such "Authors' Notes", cross references of different clauses have also been given. Primarily, such cross-references are meant for reconciling the amounts and the facts given under different clauses. Such cross references could also form part of the Statement of Particulars. This will bring clarity and would also avoid possibility of the errors/omissions/mistakes.

- (iii) The disclosures/observations in the form of “Notes”/“Auditors’ Notes” have been given in the Annexures to different clauses, or against the relevant clause in Form No. 3CD itself, if there is no separate Annexure for the clause. Such Notes/Auditors’ Notes can also be given with appropriate modifications at one place in a separate Annexure with necessary references at appropriate places in the audit report and the Statement of Particulars furnished. The method to be followed for this purpose should be decided by the Auditors based on the overall facts of the case of the assessee.
- (iv) In the Specimen Report, by and large, attempt has been made to reconcile the amounts mentioned under different clauses by taking real life situations, though, in some cases, the amounts may be notional. In actual practice, a proper reconciliation of such amounts should be ensured and records thereof should be maintained in the working papers. As suggested earlier, wherever possible cross-references of the relevant clauses may also be given.
- (v) In actual practice, to meet with the requirement of the contents provided in the utility for electronic filing of the audit report, it may become necessary to make certain modifications in the formats etc. adopted in the Specimen Report. In cases where the report in physical form is also simultaneously given, attempt should be made to match, as far as feasible, the particulars/data provided in both the forms of the report and appropriate disclosures should be made in the audit report in Form Nos. 3CA/3CB at the appropriate places (including, to the extent feasible, in the report submitted electronically) drawing attention to this fact. Whenever feasible, a scanned copy of the audit report given in physical form should also be submitted while furnishing the audit report electronically.

The Specimen Report given in the booklet is only a suggested draft which can be used while preparing the actual report. This is not a substitute for the actual reporting in Form No. 3CD. While preparing the Specimen Report, we have been guided by the views expressed in the Guidance Note on Tax Audit under section 44AB of the Income tax Act, 1961 (Revised 2014 Edition) issued by the Institute of Chartered Accountants of India. The Auditors should also refer to the said Guidance Note.

We are extremely grateful to the contributors – Shri Jagdish Punjabi, Smt. Saroj Maniar, Smt. Sonalee Godbole, Shri Sharad Sheth, Shri Vishesh Sangoi and Shri Yogesh Amal for volunteering for this herculean effort and for sparing their valuable time and providing us with an extremely useful specimen report.

We are also thankful to Shri Himanshu Kishnadwala, Shri Anil Sathe and Shri Anil Doshi for going through the draft of the Specimen Report and making valuable suggestions.

We hope that readers will find this publication useful. As always, we encourage you to provide your feedback to us on bcastaxation@gmail.com. Your inputs drive us to scale new heights.

CA Manish Sampat
President

CA Ameet N. Patel
Chairman, Taxation Committee

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FORM NO. 3CA
[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

1. We report that the statutory audit of **XYZ PRIVATE LIMITED**, address: 7, Jolly Bhavan No. 2, Ground Floor, New Marine Lines, Mumbai 400020 (PAN: **ABDCX1234E**) was conducted by **us** in pursuance of the provisions of the Companies Act and **we** annex hereto a copy of **our** audit report dated **4th September, 2019** along with a copy of each of :-
 - a. The audited statement of profit and loss for the period beginning from **1st April, 2018 to 31st March, 2019**.
 - b. the audited balance sheet as at **March 31, 2019** and
 - c. Documents declared by the said Act to be part of, or annexed to, the statement of profit and loss and balance sheet.
2. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD. We clarify that physical copy of Form No.3CA and Form No.3CD contains certain explanatory and other notes to the various clauses which do not find place in the electronic Form No. 3CD. In view of this, the electronic Form No.3CD should be read together with all the notes appearing in the physical Form No.3CD and in case of any conflict, the information and details provided in physical copy shall prevail.
3. In our opinion and to the best of our information and according to examination of books of account including other relevant documents and explanations given to us, the particulars given in the said Form No.3CD are true and correct subject to the following observations/ qualifications:
 - i. The assessee is responsible for the preparation of the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6 G (1) (b) of Income Tax Rules, 1962 that give true and correct particulars as per the provisions of the Income-tax Act, 1961 read with Rules, Notifications, Circulars etc. that are to be included in the Statement. This responsibility also includes designing, implementing and maintaining internal controls, that are relevant and operating effectively for the preparation and presentation of the particulars furnished in Form No. 3CD that are free from material misstatement, whether due to fraud or error.
 - ii. Our responsibility is to provide reasonable assurance about whether the particulars furnished in Form No. 3CD as a whole are free from material misstatement, whether due to fraud or error. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (ICAI). In order to identify and assess the risk of material misstatement, we design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. Reasonable assurance is a high level of assurance,

but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users. In making those risk assessments, we obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.

- iii. As part of an audit in accordance with Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit.
- iv. We evaluate the appropriateness of accounting policies used and the reasonableness of the accounting estimates and related disclosures made by the assessee as well as evaluate the overall presentation, structure and content of the information.
- v. We are also responsible for verifying the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G (1) (b) of Income-tax Rules, 1962. Further, in terms of circular No 387 dated 6th July, 1984, the scope and effect audit under section 44AB does not extend to investigational aspects of a case. We have conducted our verification of the statement in accordance with Guidance Note on Tax Audit under section 44AB of the Income-tax Act, 1961, issued by the ICAI which includes test checks and concept of materiality, and also requires that we comply with the ethical requirements of the code of ethics issued by the ICAI.
- vi.

Sr. No.	Observations/ Qualification Type	Observations / Qualifications
1	Creditors under Micro, Small and Medium Enterprises Development Act, 2006 are not ascertainable	The assessee does not have necessary information relating to registration status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 and hence the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 are not ascertainable. <i>(To be stated only if details are not ascertainable.)</i>
2	Reporting of Deemed Dividend	Determination of beneficial ownership is solely based on the representation and certificate provided by the assessee for reporting under Clause 36A relating to deemed dividend u/s 2(22)(e).

For **LMN & Associates**
Chartered Accountants
Firm Registration No.: _____

[NAME OF PARTNER]
Partner
Membership Number: _____
UDIN: _____

Place:
Date:

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 rule 6G

1. We have examined the Balance Sheet as at 31st March, 2019, and the Profit and Loss Account for the period beginning from 01/04/2018 to ending on 31/03/2019, attached herewith of **M/s. ABC & Co**, Address....., PAN: **ABCDE1234A**.
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 above address and zero branches.
3. (a) We report the following observations /comments/ discrepancies/inconsistencies:

A. Assessee's Responsibility:

- i. The assessee is responsible for the preparation of the aforesaid financial statements that give a true and fair view of the financial position and financial performance (if applicable) in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India and for such internal control as assessee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
- ii. In preparing the financial statements, assessee is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless assessee either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.
- iii. The assessee is responsible for overseeing the entity's financial reporting process.
- iv. The assessee is also responsible for the preparation of the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G(1)(b) of Income Tax Rules, 1962 that give true and correct particulars as per the provisions of the Income-tax Act, 1961 read with Rules, Notifications, circulars etc. that are to be included in the Statement. This responsibility also includes designing, implementing and maintaining internal controls, that are relevant and operating effectively for the preparation and presentation of the particulars furnished in Form No. 3CD that are free from material misstatement, whether due to fraud or error.

B. Auditor's Responsibility:

- i. Our responsibility is to provide reasonable assurance about whether the financial statements and particulars furnished in Form No. 3CD as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We conducted

our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. In order to identify and assess the risk of material misstatement, we design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users.

- ii. In making those risk assessments, we obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- iii. As part of an audit in accordance with Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit.
- iv. We evaluate the appropriateness of accounting policies used and the reasonableness of the accounting estimates and related disclosures made by the assessee as well as evaluate the overall presentation, structure and content of the information.
- v. Conclude on appropriateness of assessee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the assessee's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the assessee to cease to continue as a going concern.
- vi. We communicate with the assessee, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- vii. We also provide assessee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- viii. We are also responsible for verifying the statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961 annexed herewith in Form No. 3CD read with Rule 6G (1) (b) of Income-tax Rules, 1962. Further, in terms of circular No 387 dated 6th July 1984, the scope and effect audit under section 44AB does not extend to investigational aspects of a case. We have conducted our verification of the statement in accordance with Guidance Note on Tax Audit under section 44AB of the Income-tax Act, 1961, issued by the Institute of Chartered Accountants of India which includes test check and concept of materiality.
- ix. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

C. Other Observations:

- i. Physical copy of Form No. 3CB and Form No. 3CD contains certain explanatory and other notes to the various clauses, which do not find place in the electronic Form No. 3CD. In view of this, the electronic Form No. 3CD should be read together with all the notes appearing in the physical Form No. 3CD and in case of any conflict, the information and details provided in physical copy shall prevail.

(b) Subject to above, we further report as under:

- A. We have obtained all the information and explanations, which, to the best of our knowledge and belief, were necessary for the purposes of the audit.
 - B. In our opinion, proper books of account have been kept by the head office 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 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, 2019**; 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 and based on our interpretation among other things inter alia of judicial and/or semi judicial pronouncement/circulars of CBDT, guidance notes, publication of the ICAI etc. the particulars given in the said Form No. 3CD and the annexure thereto are true and correct, subject to following observations / qualifications:

Sr. No.	Observations/ Qualification Type	Observations / Qualifications
1	Creditors under Micro, Small and Medium Enterprises Development Act, 2006 are not ascertainable	The assessee does not have necessary information relating to registration status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006 and hence the suppliers under Micro, Small and Medium Enterprises Development Act, 2006 are not ascertainable. <i>(To be stated only if details are not ascertainable)</i>
2	Reporting of Deemed Dividend	Determination of beneficial ownership is solely based on the representation and certificate provided by the assessee for reporting under Clause 36A relating to deemed dividend u/s 2(22)(e).

For _____

Chartered Accountants

Firm Registration No.: _____

[NAME OF PARTNER]

Partner

Membership Number: _____

UDIN: _____

Place:

Date:

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	: XYZ PRIVATE LIMITED
2.	Address	: 7, Jolly Bhavan No. 2, Ground Floor, New Marine Lines, Mumbai 40020.
3.	Permanent Account Number (PAN)	: ABDCX1234E
4.	Whether the assessee is liable to pay indirect tax like excise duty, service tax, sales tax, goods and services tax, customs duty etc., if yes please furnish the registration number or GST number or any other identification number allotted for the same.	: Refer Annexure 1
5.	Status	: Company
6.	Previous year	: From 01.04.2018 to 31.03.2019
7.	Assessment year	: 2019-20
8.	Indicate the relevant clause of section 44AB under which the audit has been conducted	: Clause (a) of Sec. 44AB <i>Alternate Situation</i> : The Company is engaged in the business of running a nursing home which is also covered by Clause (a) of Sec. 44AB.
<i>Authors' Note</i> : The identification of the Clause of Sec. 44AB should be based on the nature of activity carried on by the assessee viz. business, cases covered by Sec. 44BB(3) etc.		
PART - B		
9.	(a) If firm or association of persons, indicate names of partners / members and their profit sharing ratios.	: Refer Annexure 2
	(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	: Refer Annexure 2
10.	(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)	: Refer Annexure 3
	(b) If there is any change in the nature of business or profession, the particulars of such change.	: Refer Annexure 3
11.	(a) Whether books of account are prescribed under section 44AA, if yes, list of books so prescribed.	: No specific books of account are prescribed under Sec. 44AA in case of the business of the Company.
	(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.)	: Refer Annexure 4
	(c) List of books of account and nature of relevant documents examined.	: Refer Annexure 4
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-G, First Schedule or any other relevant section.)	: The profit and loss account does not include any profit and gains assessable on presumptive basis.
13.	(a) Method of accounting employed in the previous year	: The method of accounting employed is mercantile (i.e. accrual basis).
<i>Authors' Note</i> : The method followed should be matched with that mentioned in the financial statements of the assessee.		
	(b) Whether there had been any change in the method of accounting employed vis-à-vis the method employed in the immediately preceding previous year.	: There is no such change.
<i>Authors' Note</i> : A change in accounting policy is not required to be considered as a change in the method of accounting as mentioned in para 22.7 of the GN.		

	(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
	<i>Authors' Note:</i> Since the clause is not applicable, the table of particulars given in the prescribed Form is not reproduced here.	
	(d) Whether any adjustment is required to be made to the profits or loss for complying with the provisions of income computation and disclosure standards notified under section 145(2)	: There is no such adjustment required.
	<i>Authors' Note:</i> The auditor needs to verify whether the ten Income Computation and Disclosure Standards notified u/s 145 have been followed in the previous year. If the same have not been followed, the amount of adjustment required to the profit or loss will have to be given in the sub-clause (e) hereunder	
	(e) If answer to (d) above is in the affirmative, give details of such adjustments	: Not Applicable
	ICDS	Particulars
	ICDS I	Increase in Profit (Rs.)
	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	
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	Government Grants	
	ICDS VIII	
	Securities	
	ICDS IX	
	Borrowing Costs	
	ICDS X	
	Provisions, Contingent Liabilities, & Contingent Assets	
14.	f) Disclosure as per ICDS:	Refer Annexure 5
	a) Method of valuation of closing stock employed in the previous year	:
	Raw Material	: At lower of cost or net realizable value.
	Work in Progress	: At cost.
	Finished Goods	: At lower of cost or net realizable value.
	Consumables	: At cost.
	<i>Authors' Note:</i> For this purpose, reference should be made to the relevant Note relating to Significant Accounting Policies in the financial statements.	
15.	(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:	Refer Annexure 6
	Give the following particulars of the capital asset converted into stock-in-trade:-	: Not Applicable
	(a) Description of capital asset;	Alternate Situation: Refer Annexure 7
	(b) Date of acquisition;	:
	(c) Cost of acquisition;	:
	(d) Amount at which the asset 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;	: Rs. 3,00,000 being value of a motor car received by the Company as incentive from one of its suppliers under their sales promotion scheme which is credited to Capital Reserve.
	(b) the proforma credits, drawbacks, refund of duty of customs or excise or service tax, or refund of sales tax or value added tax where such credits, drawbacks or refunds are admitted as due by the authorities concerned;	: Nil

		<p>Note: During the previous year, the assessment under MVAT Act has resulted in a refund of Rs. 2,10,000. In respect of such assessment, notice for revision has been received from higher authority. Based on such notice, the Company has treated such refunds as not admitted.</p> <p>Authors' Note: Reporting is also required for amounts which have not been credited in the profit and loss account but netted against the relevant expenditure/income heads.</p>
	(c) escalation claims accepted during the previous year;	: Nil
	(d) any other item of income;	: Nil
	(e) capital receipt, if any.	: (i) During the previous year, an amount of Rs. 10,00,000 received by way of subsidy for setting up a new unit in backward area has been credited to Capital Reserve. (ii) During the previous year, a subsidy of Rs. 50,00,000 was received from the State Government towards the cost of plant and machinery installed which has been reduced from the cost of plant & machinery.
<p>Authors' Note: For (b) above, also, refer details of additions to fixed assets given in Clause 18(d) - Annexure 9</p>		
17.	Where any land or building or both is transferred during the previous year for a 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:	: Refer Annexure 8
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:-	: Refer Annexure 9
	(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 -	: Refer Annexure 9
	i) Central Value Added Tax credits claimed and allowed under the Central Excise Rules, 1944, in respect of assets acquired on or after 1st 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	
19.	Amounts admissible under sections:	: Refer Annexure 10
	a) 32AC	
	b) 32AD	
	c) 33AB	
	d) 33ABA	
	e) 35(1)(i)	
	f) 35(1)(ii)	
	g) 35(1)(iia)	
	h) 35(1)(iii)	
	i) 35(1)(iv)	
	j) 35(2AA)	
	k) 35(2AB)	
	l) 35ABB	
	m) 35AC	
	n) 35AD	
	o) 35CCA	
	p) 35CCB	
	q) 35CCC	
	r) 35CCD	
	s) 35D	
	t) 35DD	
	u) 35DDA	
	v) 35E	

20.	(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) Details of contributions received from employees for various funds as referred to in section 36(1)(va):	: Refer Annexure 11
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.	
	Capital expenditure	: Rs. 15,00,000 being preliminary expenses.
	Authors' Note: For this, reference may also be made to Clause 19 - Annexure 10	
	Personal expenditure	: Nil
		Note: Certain expenses of directors / employees paid by the Company in accordance with contractual obligations are not considered for reporting under this Clause.
	Advertisement expenditure in any souvenir, brochure, tract, pamphlet or the like, published by a political party	: Rs. 7,50,000 being expenditure on advertisement in the souvenirs published by political parties.
	Expenditure incurred at clubs being entrance fees and subscriptions	: Entrance fee Rs. 5,00,000 and subscription Rs. 16,000 paid to ABC Gymkhana.
		Note: For the purpose of this clause, expenses incurred at organisations such as Rotary Club, Lions Club etc. are not considered.
	Expenditure incurred at clubs being cost for club services and facilities used.	: Rs. 1,15,750 paid to ABC Gymkhana.
		Note: For the purpose of this clause, expenses incurred at organisations such as Rotary Club, Lions Club etc. are not considered.
	Expenditure by way of penalty or fine for violation of any law for the time being in force	: Rs. 5,000 being penalty under Income-tax Act which is debited to Miscellaneous Expenses Account.
		Note: The Company has debited penalty of Rs. 1,75,000 levied under the GST law for the late payment of taxes. This amount is considered to be in the nature of interest and not penalty.
	Expenditure by way of any other penalty or fine not covered above	: Rs. 1,95,000 paid by the Company as penalty for delay in supply of goods to a customer under the contract of supply.
	Expenditure incurred for any purpose which is an offence or which is prohibited by law	: Nil
	(b) Amounts inadmissible under section 40(a):-	: Refer Annexure 12
	(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	
	(II) amount of payment	
	(III) nature of payment	
	(IV) name and address of the payee	
	(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	
	(II) amount of payment	
	(III) nature of payment	
	(IV) name and address of the payee	
	(V) amount of tax deducted	
	(ii) as payment referred to in sub-clause (ia)	
	(A) Details of payment on which tax is not deducted:	
	(I) date of payment	
	(II) amount of payment	
	(III) nature of payment	
	(IV) name and address of the payee	
	(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	
	(II) amount of payment	
	(III) nature of payment	
	(IV) name and address of the payee	
	(V) amount of tax deducted	
	(VI) amount out of (V) deposited, if any	
	(iii) under sub-clause (ic) [Wherever applicable]	

	<p>(iv) under sub-clause (iia)</p> <p>(v) under sub-clause (iib)</p> <p>(vi) under sub-clause (iii)</p> <p>(a) date of payment (b) amount of payment (c) PAN of the payee if available (d) name and address of the payee</p> <p>(vii) under sub-clause (iv)</p> <p>(viii) under sub-clause (v)</p> <p>(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;</p> <p>(d) Disallowance/deemed income under section 40A(3):</p> <p>(A) On the basis of the examination of books of account and other relevant documents/evidence, whether the expenditure covered under section 40A(3) read with rule 6DD were made by account payee cheque drawn on a bank or account payee bank draft. If not, please furnish the details:</p> <p>(B) On the basis of the examination of books of account and other relevant documents/evidence, whether the payment referred to in section 40A(3A) read with rule 6DD were 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);</p> <p>(e) provision for payment of gratuity not allowable under section 40A(7);</p> <p>(f) any sum paid by the assessee as an employer not allowable under section 40A(9);</p> <p>(g) particulars of any liability of a contingent nature;</p> <p>(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;</p> <p>(i) amount inadmissible under the proviso to section 36(1)(iii).</p>	<p>: Not Applicable</p> <p>: Refer Annexure 13</p> <p>: Rs. 23,00,000</p> <p>: Nil</p> <p>: Nil</p> <p>: (i) Rs. 1,000 being demat charges; (ii) Other expenses Rs. 100,000.</p> <p>Auditors' Notes: (i) The assessee has determined the above amount of Rs.101,000 on the basis of the overall facts relating to expenditure covered by Sec. 14A. The assessee states that this is the maximum amount which can be considered for disallowance u/s. 14A and therefore the provisions of Rule 8D are not applicable. (ii) The assessee also states that its own funds are substantially higher than the amount of investments (capable of yielding exempt income) made. Therefore no part of interest expenditure is disallowable u/s. 14A. Consequently, interest is not to be considered for the purpose of computing disallowance u/s. 14A and accordingly, it has not considered the same for the above purpose.</p> <p>: Nil</p>
<p>Authors' Note: For the purpose of reporting in sub clauses (b) to (i) of Clause 21, only those items which have been debited to the profit and loss account have been considered.</p>		
22.	<p>Amount of interest inadmissible under section 23 of Micro, Small and Medium Enterprises Development Act, 2006.</p>	<p>: Rs. 3,790</p> <p>Auditors' Note: The above information has been determined to the extent such parties have been identified by the assessee on the basis of information available regarding the status of suppliers under the Micro, Small and Medium Enterprises Development Act, 2006.</p>
23.	<p>Particulars of payments made to persons specified under section 40A(2)(b).</p>	<p>: Refer Annexure 14</p>
24.	<p>Amounts deemed to be profits and gains under section 32AC or 33AB or 33ABA or 33AC.</p>	<p>: Nil</p>
25.	<p>Any amount of profit chargeable to tax under section 41 and computation thereof.</p>	<p>: Refer Annexure 15</p>
26.	<p>In respect of any sum referred to in clause (a), (b), (c), (d), (e), (f) or (g) of Section 43B, the liability for which:</p>	

27.	<p>(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</p> <p>(a) paid during the previous year;</p> <p>(b) not paid during the previous year;</p> <p>(B) was incurred in the previous year and was</p> <p>(a) paid on or before the due date for furnishing the return of income of the previous year under section 139(1);</p> <p>(b) not paid on or before the aforesaid date.</p> <p>(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.)</p> <p>(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 Value Added Tax</p>	<p>: Refer Annexure 16A</p> <p>: Refer Annexure 16B</p> <p>: Refer Annexure 17</p>
<p>Authors' Note: CENVAT credit Rules, 2004 are not applicable since introduction of GST. For the purpose of reporting in sub clause (a) to Clause 27, Input tax credit rules under GST laws have been considered.</p>		
28.	<p>(b) Particulars of income or expenditure of prior period credited or debited to the profit and loss account.</p> <p>Whether during the previous year assessee has received any property, being share of a company not being a company in which public are substantially interested, without consideration or for inadequate consideration as referred to in section 56(2)(viiia), if yes, please furnish the details of the same.</p>	<p>: Refer Annexure 18</p> <p>: No</p> <p>Notes:</p> <p>1) During the previous year, the Company has received 1,00,000 fully paid-up equity shares of Rs 100 each of High Fly Investors Ltd. by way of bonus shares. Receipt of these bonus shares is not treated as having been received without consideration as contemplated in Sec. 56(2)(viiia). Accordingly the same is not considered for the purpose of this clause.</p> <p>2) During the previous year, the Company has subscribed to 50,000 equity shares of Underdeveloped Pvt. Ltd. of Rs 100/- each (fully paid-up) by way of rights shares at a price of Rs. 175 per share. Receipt of these shares is not treated as for inadequate consideration as contemplated in Sec. 56(2)(viiia) and ratio laid down in the following decisions - (1) Khoday Distilleries Ltd. v. CIT 176 Taxman 142 (SC) (2) Sudhir Menon HUF v. ACIT 48 ITD 260 (Mumbai - Trib.) Accordingly, the same is not considered for the purpose of this clause.</p> <p>3) During the previous year, the Company has purchased 50,000 equity shares of Rs 10/- each (fully paid-up) of AB Entertainment Pvt. Ltd., at a price of Rs. 50/- per share. The Company has obtained valuation report in support of the fair market value of such shares, as contemplated in Rule 11UA, from M/s ABC, Merchant Bankers, who have ascertained the fair market value of these shares to be Rs. 50/- per share.</p> <p>Auditors' Note: We have relied upon the above referred valuation report of M/s ABC, Merchant Bankers and accordingly, treated the receipt of such shares as for adequate consideration for the purposes of this clause as contemplated in Sec. 56(2)(viiia).</p>
29.	<p>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.</p>	<p>: No</p> <p>Note: During the previous year, the Company has received Rs. 1 crore for issue of 20,000 equity shares of Rs. 10 each fully paid up at a premium of Rs. 490 per share. The issue price does not exceed the fair market value of the shares referred to in Sec. 56(2)(viib).</p> <p>Auditors' Note : The assessee states that the above shares have been issued at fair market value which will be substantiated by it in the course of assessment proceedings as provided in clause (a)(ii) of the Explanation to Sec. 56(2)(viib).</p>
<p>Authors' Note : For alternate situation where shares are issued at a premium and valuation report of a Merchant Banker is relied upon by the Auditor, the following note & auditors' note may be incorporated:</p>		
<p><i>"Note: During the previous year, the Company has received consideration of Rs.5 crores for issue of 50,000 fully paid up equity shares of Rs. 10/- each, issued at a premium of Rs. 990 per share. The fair market value of the shares issued has been determined by M/s Above Board, Merchant Bankers, as contemplated in Rule 11UA of the Rules at Rs. 1,000 per share</i></p>		
<p>Auditors' Note: We have relied upon the above referred Valuation report of M/s Above Board, Merchant Bankers and accordingly treated the aggregate consideration received as not exceeding the fair market value of the shares issued for the purposes of this clause as contemplated in Sec. 56(2)(viib)."</p>		

	<p>Authors' Note: For alternate situation where shares are issued at a premium to a SEBI registered VCF (Category 1 AIF), the following note may be incorporated: Note: During the previous year, the Company has received consideration of Rs.5 crores for issue of 50,000 fully paid up equity shares of Rs. 10/- each, issued at a premium of Rs. 990 per share from Investor Ltd, a SEBI registered VCF. Since the consideration for issuance of equity shares is received from a SEBI registered VCF, section 56(2)(viib) is not applicable to this receipt.</p>	
29A.	<p>(a) Whether any amount is to be included as income chargeable under the head 'income from other sources' as referred to in clause (ix) of sub-section (2) of section 56 (Yes/No)</p> <p>(b) if yes, please furnish the following details: (i) Nature of income (ii) Amount thereof</p>	<p>Yes</p> <p>Forfeiture of advance received on sale of land as per MOU dt. 1-5-2016 due to breach of condition of MOU Rs. 25,00,000/-</p>
29B.	<p>(a) Whether any amount is to be included as income chargeable under the head 'income from other sources' as referred to in clause (x) of sub-section (2) of section 56 (Yes/No)</p> <p>(b) if yes, please furnish the following details: (i) Nature of income (ii) Amount (in Rs.) thereof</p> <p>Note: During the year under review the assessee has purchased office building for a consideration of Rs. 75,00,000/- and paid stamp duty on the same for Rs. 85,00,000/-</p>	<p>Yes</p> <p>Purchase of office premises at a consideration less than value adopted for stamp duty purpose Rs 10,00,000/-</p>
30.	<p>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]</p>	<p>Rs. 73,000 paid by cash to Mr. Pappu Chand towards the repayment of principal amount borrowed on hundi plus interest.</p> <p>Auditors' Note: In respect of the amounts borrowed on hundi or repayment of such borrowings by cheque, it is not possible for us to verify whether the amounts borrowed on hundi or any amount due thereon (including interest on the amounts borrowed) were repaid otherwise than by account payee cheques, as the necessary evidence is not in the possession of the assessee. However the assessee has certified that all such borrowings/repayments including interest have been made by account payee cheques.</p>
30A	<p>(a) Whether primary adjustment to transfer price, as referred to in sub-section (1) of section 92CE, has been made during previous year (Yes/No)</p> <p>(b) If yes, please furnish the following details: (i) Under which clause of sub-section (1) of section 92CE primary adjustment is made? (ii) Amount (in Rs) of primary adjustment (iii) Whether the excess money available with the associated enterprise is required to be repatriated to India as per the provisions of sub-section (2) of section 92CE? (Yes/No) (iv) If yes, whether the excess money has been repatriated within the prescribed time (Yes/No) (v) If no, the amount of imputed interest income on such excess money which has not been repatriated within the prescribed time:</p>	<p>No.</p> <p>The assessee being a domestic company does not have any associated enterprise as defined u/s 92A. Accordingly the provisions of the said clause are not applicable.</p>
30B.	<p>(a) Whether the assessee has incurred expenditure during the previous year by way of interest or of similar nature exceeding one crore rupees as referred to in sub-section (1) of section 94B? (Yes/No)</p> <p>(b) If yes, please furnish the following details: (i) Amount (in Rs.) of expenditure by way of interest or of similar nature incurred (ii) Earnings before interest, tax, depreciation and amortization (EBITDA) during the previous year (in Rs.) (iii) Amount (in Rs.) of expenditure by way of interest or of similar nature as per (i) above which exceeds 30% of EBITDA as per (ii) above</p>	<p>No,</p> <p>The assessee does not have any associated enterprise as defined u/s 92A of the Income Tax Act, 1961. Accordingly the provisions of the said clause are not applicable.</p> <p>OR</p> <p>Since the expenditure incurred by way of interest or of a similar nature does not exceed Rs 1 crore, the provisions of this clause are not applicable.</p> <p>OR</p> <p>Since the assessee is a non corporate entity, the said clause is not applicable.</p>

	<p>(iv) Details of interest expenditure brought forward as per sub-section (4) of section 94B</p> <p>(v) Details of interest expenditure carried forward as per sub-section (4) of section 94B</p> <p>30C. (a) Whether the assessee has entered into an impermissible avoidance arrangement, as referred to in section 96, during the previous year? (Yes/No)</p> <p>(b) If yes please specify: (i) Nature of the impermissible avoidance arrangement (ii) Amount (in Rs.) of tax benefit in the previous year arising, in aggregate, to all the parties to the arrangement</p> <p>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; (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 an account payee bank draft. * (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.)</p> <p>(b) Particulars of each specified sum 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 person from whom specified sum is received; (ii) amount of specified sum taken or accepted; (iii) whether the specified sum was taken or accepted by cheque or bank draft or use of electronic clearing system through a bank account; (iv) in case the specified sum was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or an 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 the Central, State or Provincial Act.)</p> <p>(ba) Particulars of each receipt in an amount exceeding the limit specified in section 269ST, in aggregate from a person in a day or in respect of a single transaction or in respect of transactions relating to one event or occasion from a person, during the previous year, where such receipt is otherwise than by a cheque or bank draft or use of electronic clearing system through a bank account: (i) Name, address and Permanent Account Number (if available with the assessee) of the payer (ii) Nature of transaction (iii) Amount of receipt (in Rs.) (iv) Date of receipt</p> <p>(bb) Particulars of each receipt in an amount exceeding the limit specified in section 269ST, in aggregate from a person in a day or in respect of a single transaction or in respect of transactions relating to one event or occasion from a person, received by a cheque or bank draft, not being an account payee cheque or an account payee bank draft, during the previous year: (i) Name, address and Permanent Account Number (if available with the assessee) of the payer (ii) Amount of receipt (in Rs.)</p> <p>(bc) Particulars of each payment made in an amount exceeding the limit specified in section 269ST, in aggregate to a person in a day or in respect of a single transaction or in respect of transactions relating to one event or occasion to a person, otherwise than by a cheque or bank draft or use of electronic clearing system through a bank account during the previous year: (i) Name, address and Permanent Account Number (if available with the assessee) of the payee (ii) Nature of transaction (iii) Amount of payment (in Rs.) (iv) Date of payment</p>	<p>:</p> <p>:</p> <p>Not Applicable for AY 2019-20 :(Reporting requirement under this clause has been kept in abeyance till 31st March, 2020 vide CBDT Circular No. 9 of 2019)</p> <p>:</p> <p>:</p> <p>:</p> <p>Refer Annexure 19</p> <p>:</p> <p>Refer Annexure 19.1</p> <p>:</p> <p>Refer Annexure 19.2</p> <p>:</p> <p>Auditor's Note: In respect of amounts received by cheque or bank draft, it is not possible for us to verify whether the cheque or bank draft by which the amount was received was an account payee cheque or an account payee bank draft as necessary evidence is not in the possession of the assessee.</p> <p>:</p> <p>Refer Annexure 19.3</p> <p>:</p> <p>:</p> <p>:</p> <p>:</p> <p>:</p> <p>:</p> <p>:</p> <p>:</p>
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	<p>(bd) Particulars of each payment in an amount exceeding the limit specified in section 269ST, in aggregate to a person in a day or in respect of a single transaction or in respect of transactions relating to one event or occasion to a person, made by a cheque or bank draft, not being an account payee cheque or an account payee bank draft, during the previous year (i) Name, address and Permanent Account Number (if available with the assessee) of the payee (ii) Amount of payment (in Rs.) (Particulars at (ba), (bb), (bc) and (bd) need not be given in the case of receipt by or payment to a Government company, a banking Company, a post office savings bank, a cooperative bank or in the case of transactions referred to in section 269SS or in the case of persons referred to in Notification No. S.O. 2065(E) dated 3rd July, 2017);</p> <p>(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; (i) name, address and Permanent Account Number (if available with the assessee) of the payee; (ii) amount of 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 repaid otherwise than by an account payee cheque or an account payee bank draft.</p> <p>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:- (i) name, address and Permanent Account Number (if available with the assessee) of the payer; (ii) amount of repayment 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.</p> <p>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 account payee bank draft during the previous year: (i) name, address and Permanent Account Number (if available with the assessee) of the payer; (ii) amount of, repayment of loan or deposit or any specified advance received by a cheque or a bank draft which is not an account payee cheque or 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 the Government, Government company, banking company or a corporation established by the Central, State or Provincial Act).</p>	<p>Auditor's Note: In respect of amounts paid by cheque or bank draft, it is not possible for us to verify whether the cheque or bank draft by which the amount was paid was an account payee cheque or an account payee bank draft as necessary evidence is not in the possession of the assessee.</p> <p>Refer Annexure 19.4</p> <p><u>Nil</u></p> <p><u>Nil</u></p> <p>Refer Annexure 20</p> <p>No</p> <p>Authors' Note : For this purpose, necessary verification may be made from the Register of Members.</p> <p>No</p> <p>No, as the Company has not carried out any business specified u/s 35AD.</p> <p>Since the business of the Company does not consist purchase and sale of shares of other companies, this clause is not applicable.</p> <p>Authors' Note: From A.Y. 2015-16, the deeming fiction contained in Explanation to Sec. 73 does not apply to a company whose principal business is of trading in shares.</p> <p>Refer Annexure 21</p>
32.	<p>(a) Details of brought forward loss or depreciation allowance, in the following manner, to the extent available:</p> <p>(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.</p>	<p>Refer Annexure 20</p> <p>No</p>
33.	<p>(c) Whether the assessee has incurred any speculation loss referred to in section 73, if yes, please furnish the details of the same.</p> <p>(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.</p> <p>(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.</p>	<p>No</p> <p>No, as the Company has not carried out any business specified u/s 35AD.</p> <p>Since the business of the Company does not consist purchase and sale of shares of other companies, this clause is not applicable.</p> <p>Authors' Note: From A.Y. 2015-16, the deeming fiction contained in Explanation to Sec. 73 does not apply to a company whose principal business is of trading in shares.</p> <p>Refer Annexure 21</p>
	<p>Section wise details of deductions, if any,admissible under Chapter VI-A or Chapter III (Section 10A, Section 10AA).</p>	<p>Refer Annexure 21</p>

34.	<p>(a) Whether the assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or Chapter XVII-BB, if yes please furnish:</p> <p>(b) whether the assessee is required to furnish the statement of tax deducted or tax collected. If yes, please furnish the details:</p> <p>(c) whether the assessee is liable to pay interest under section 201(1A) or section 206C(7). If yes, please furnish:</p> <p>35. (a) In the case of a trading concern, give quantitative details of principal items of goods traded: i) Opening stock; (ii) purchases during the previous year; (iii) sales during the previous year; (iv) closing stock; (v) shortage / excess, if any</p> <p>(b) In the case of a manufacturing concern, give quantitative details of the principal items of raw materials, finished products and by-products:</p> <p>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.</p> <p>B. Finished products / by-products: (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.</p>	<p>: Refer Annexure 22A</p> <p>: Refer Annexure 22B</p> <p>: Refer Annexure 22C</p> <p>: Refer Annexure 23</p> <p>: Refer Annexure 23</p> <p>: Refer Annexure 23</p> <p>: Refer Annexure 23</p>
<p>Authors' Note: In case cost audit is applicable to the Company, the auditor needs to also compare the above disclosures with the Cost Audit Report.</p>		
36.	<p>In the case of domestic company, details of tax on distributed profits under section 115-O in the following form:-</p> <p>(a) total amount of distributed profits;</p> <p>(b) amount of reduction as referred to in section 115-O(1A)(i);</p> <p>(c) amount of reduction as referred to in section 115-O(1A)(ii);</p> <p>(d) total tax paid thereon;</p> <p>(e) dates of payment with amounts.</p>	<p>:</p> <p>: Rs. 2,50,96,450</p> <p>: Rs. 50,00,000</p> <p>: Nil</p> <p>: Rs. 42,06,187</p> <p>: Rs. 42,06,187 paid on 30.09.2018</p>
<p>Authors' Note: Details of tax on dividend declared, distributed or paid during the Financial Year under audit i.e. F.Y. 2018-19 should be reported.</p>		
36A	<p>(a) Whether the assessee has received any amount in the nature of dividend as referred to in sub-clause (e) of clause (22) of section 2?</p> <p>(b) if yes then furnish the following details: (i) Amount received (ii) Date of receipt</p>	<p>Yes</p> <p>: Rs 1,50,00,000</p> <p>: 31.08.2018</p>
<p>Alternate Situation: The Assessee has not received any amount in the nature of dividend referred to in sub-clause (e) of clause (22) of section 2</p>		
<p>Auditors' Note: We have relied upon - (1) Certificate from the assessee containing list of closely held companies in which the assessee is beneficial owner of shares carrying not less than 10% of the voting power and list of concerns in which it has a substantial interest. (2) Certificate from the assessee giving particulars of any loans or advances received by any concern in which it has substantial interest from any closely held company in which it is beneficial owner of shares carrying not less than 10% voting power.</p>		
37.	<p>Whether any cost audit 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 cost auditor.</p>	<p>: The cost audit was carried out by PQL Co., Cost Auditors and Report dated 20.07.2018 is issued by them. There are no disqualifications or any disagreement on any matter/item/value/ quantity reported or identified by the cost auditor.</p>
<p>Alternate Situation: The requirement of carrying out the cost audit is not applicable to the Company.</p>		

	<p>Authors' Notes: i) As specified in para 64.3 of the GN, the information is required to be given only in respect of such audit report the time period of which falls within the relevant previous year. ii) The Auditor may refer to CARO and other provisions relating to the requirement of maintenance of cost records and applicability of cost audit.</p>	
38.	Whether any audit was conducted under 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 auditor.	: No such audit has been carried out for the previous year i.e. F.Y. 2018-19.
	<p>Authors' Note: As specified in para 65.3 of the GN, the information is required to be given only in respect of such audit report the time period of which falls within the relevant previous year.</p>	
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 such audit has been carried out for the previous year i.e. F.Y. 2018-19.
	<p>Authors' Note: As specified in para 66.3 of the GN, the information is required to be given only in respect of such audit report the time period of which falls within the relevant previous year</p>	
40.	Details regarding turnover, gross profit, etc., for the previous year and preceding previous year: (The details required to be furnished for principal items of goods traded or manufactured or services rendered)	: Refer Annexure 24
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.	: Refer Annexure 25
42.	(a) Whether the assessee is required to furnish statement in Form No.61 or Form No. 61A or Form No. 61B? (Yes/No) (b) If yes, please furnish:	: Refer Annexure 26
43.	(a) Whether the assessee or its parent entity or alternate reporting entity is liable to furnish the report as referred to in sub-section (2) of section 286 (Yes/No) (b) If yes, please furnish the following details: (i) Whether report has been furnished by the assessee or its parent entity or an alternate reporting entity (ii) Name of parent entity (iii) Name of alternate reporting entity (if applicable) (iv) Date of furnishing of report	: Yes. Assessee being the ultimate parent entity of the International group is liable to furnish report in Form 3CEAD. : Yes : XYZ Private Limited : N.A. : March 28, 2019 for financial year ending on March 31, 2018
44.	Break-up of total expenditure of entities registered or not registered under the GST:	: This clause has been deferred till March 31, 2020 vide circular number 9/2019 dated May 14, 2019

For **LMN & Associates**
 Chartered Accountants
 Firm Registration No. _____

For XYZ Private Limited

OPQ
 Partner
 Membership No.: _____
 Mumbai, 8th October, 2019

Director
 Mumbai, 8th October, 2019

Address:
 Faith House, 3rd Floor, Apollo Bunder,
 Colaba, Mumbai 400 005.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 1

CLAUSE 4

DETAILS OF INDIRECT TAX REGISTRATION NUMBER / IDENTIFICATION NUMBER

Relevant Indirect Tax Law	Registration Number/GST Number / Other Identification Number
Central Custom Duty Goods & Services Tax - Maharashtra Goods & Services Tax - Gujarat Goods & Services Tax - Karnataka Goods & Services Tax - Tamil Nadu	IE Code No. 012300123

Authors' Notes:

All other registration numbers for VAT, Excise etc can also be included if the same are not surrendered.
The above can include Entertainment Tax, Luxury Tax etc. wherever applicable.

M/S XYZ ENTERPRISE

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 2

CLAUSE 9(a) and 9(b)

DETAILS OF PARTNERS AND THEIR PROFIT/LOSS SHARING RATIO AND CHANGE IN PROFIT SHARING RATIO DURING THE YEAR

Sr. No.	Name of Partner	Profit sharing ratio as on 1st April, 2018	Profit sharing ratio from 1st September, 2018*	Profit sharing ratio as on 31st March, 2019
1	Mr. XYZ	50%	40%	40%
2	Mr. ABC	25%	25%	25%
3	PQR HUF **	15%	NIL	NIL
4	DEF HUF ***	10%	10%	10%
5	Mrs. GHI ****	NIL	25%	25%
	TOTAL	100%	100%	100%

* During the year under review there is change in the profit sharing ratio with effect from 1st September, 2018 as per Admission-Cum-Retirement Deed executed on 1st September, 2018

** PQR HUF was represented by MR. PQR and he retired from the Firm with effect from 1st September, 2018 as per Admission-Cum-Retirement Deed executed on 1st September, 2018

*** DEF HUF is represented by MR. DEF

**** Mrs. GHI has been admitted as partner into the Firm with effect from 1st September, 2018 as per Admission-Cum-Retirement Deed executed on 1st September, 2018

Authors' Note: Share of losses may be different especially if any of the partner(s) is/are minor(s).

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

Annexure 3

ANNEXURE TO FORM NO. 3CD

CLAUSE 10 (a) and 10(b)

Sr. No.	Sector	Sub-Sector	Code	Particulars of change
1	Manufacturer	Cosmetics	4097	No change
2	Manufacturer	Paints	4040	No change
3	Manufacturer	Fertilizer	4038	No change
4	Wholesale Trade	Garments	9024	During the year the assessee has discontinued its business of Wholesale trade in Garments w.e.f. 30.09.2018
5	Wholesale Trade	Ceramics	9027	During the year the assessee has commenced business of Wholesale trade in Ceramics w.e.f. 01.05.2018

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 4

CLAUSE 11 (b) and 11(c)

11(b): LIST OF BOOKS OF ACCOUNT MAINTAINED

Sr. No.	List of Books Maintained	Whether Computerised Yes/No *
A	Office: 7, Jolly Bhavan No. 2, Ground Floor, New Marine Lines, Mumbai 400020.	
I	FINANCIAL RECORDS	
1	Cash Book	Yes
2	Bank Book	Yes
3	Journal Book	Yes
4	General Ledger	Yes
5	Petty Cash Book	Yes
II	QUANTITY RECORDS	
1	Stock Register (Finished Goods)	Yes
B	Factory: 71, HPIDC, Baddi, Himachal Pradesh	
I	FINANCIAL RECORDS	
1	Cash Book	Yes
2	Bank Book	Yes
3	Journal Book	Yes
4	General Ledger	Yes
5	Petty Cash Book	No
II	QUANTITY RECORDS	
1	Raw Material Stock Register	Yes
2	Finished Goods Stock Register	Yes

Authors' Note:

List of books and registers maintained at depots, branches etc are also to be included here.

11(c) : LIST OF BOOKS OF ACCOUNTS AND NATURE OF RELEVANT DOCUMENTS EXAMINED**Auditors' Note:**

1) The above referred books and the documents relevant to support the entries therein such as payment /receipt/journal vouchers, invoices, debit/credit notes, bank statements, contracts/ agreements, registers etc. have been examined by us.

2) The computerised books of accounts are maintained in a server located at the referred office and Factory address with IP address 101.102.198.3 and 101.102.198.4 respectively as well as on cloud with IP address 101.102.198.5

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 5

CLAUSE 13(f)

DISCLOSURE AS PER ICDS

Sr. No.	ICDS	Disclosure
1	ICDS I - Accounting Policies	Disclosure of Policies - Refer Schedule A to the Notes on Financial Statements
2	ICDS II - Valuation of Inventories	Valuation - for policy on inventory valuation refer Para ____ of Schedule A to the Notes on Financial Statements
3	ICDS II - Valuation of Inventories	Inventory is valued at cost or net realisable value, whichever is lower
4	ICDS II - Valuation of Inventories	Cost is determined on specific identification basis
5	ICDS II - Valuation of Inventories	Standard cost has not been used as a measurement of cost
6	ICDS II - Valuation of Inventories	Carrying amount of inventories is Rs. 25,02,500 towards Raw Materials; Rs. 15,92,750 towards Stock-in-process; and Rs. 75,00,350 towards Finished Goods.
7	ICDS III - Construction Contracts	Contract Revenue of Rs. 10,25,750 has been recognised as revenue of the period under consideration
8	ICDS III - Construction Contracts	In respect of contracts in progress, (i) stage of completion is determined by survey of work performed upto 31.3.2019; (ii) Costs incurred upto 31.3.2019 amount to Rs. 25,75,250; (iii) Profits recognised upto 31.3.2019 amount to Rs. 5,15,200; (iv) Amount of advances received upto 31.3.2019 amount to Rs. 27,50,000; and (v) Amount of retentions as on 31.3.2019 is Rs. 2,75,000.
9	ICDS IV - Revenue Recognition	Computation Policy on Revenue Recognition - Refer Para ____ in Schedule A to the Notes on Financial Statements
10	ICDS IV - Revenue Recognition	Disclosures required under this ICDS are either NIL or Not Applicable Authors' Note: In case any of the disclosures required by ICDS IV are applicable in the facts of the case, the same should be disclosed here
11	ICDS V - Tangible Fixed Assets	Refer details given against clause 18 of Form 3CD
12	ICDS VII - Government Grants	Not Applicable
13	ICDS IX - Borrowing Costs	For computation policy on Borrowing Costs - Refer Para ____ in Schedule A to the Notes on Financial Statements
14	ICDS IX - Borrowing Costs	Borrowing costs are claimed in the computation of income in accordance with the provisions of section 36(1)(iii)/ 37 read with the Explanation 8 to section 43(1) of the Act. To the extent the borrowing costs relate to inventory the same are claimed as a deduction under section 36(1)(iii) in line with the ratio of the decision of the Bombay High Court in the case of CIT v. Lokhandwala Construction Industries Ltd. [(2003) 260 ITR 579 (Bom.)]
15	ICDS X - Provisions, Contingent Liabilities and Contingent Assets	For policy in respect of provisions, refer Para ____ in Schedule A to the Notes on Financial Statements
16	ICDS X - Provisions, Contingent Liabilities and Contingent Assets	For policy in respect of Contingent Assets and Contingent Liabilities, refer Para ____ in Schedule A to the Notes on Financial Statements
17	ICDS X - Provisions, Contingent Liabilities and Contingent Assets	The assessee does not have any provision which requires disclosure under ICDS - X

Authors' Note: ICDS VI and VIII does not have any specific disclosure to be made.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 6

CLAUSE 14(b)

DETAILS OF DEVIATION IN METHOD OF VALUATION PRESCRIBED UNDER SECTION 145A AND EFFECT THEREOF ON THE PROFIT OR LOSS

Sr. No	Particulars	Increase in Profit (Rs.)	Decrease in Profit (Rs.)
1	Increase in cost of opening stock on inventory on inclusion of GST	-	1,086,276
2	Increase in purchase on account of inclusion of GST	-	1,332,041
3	Increase in sales of finished goods on inclusion of GST	27,352,861	-
4	GST paid on sale of finished goods as a result of its inclusion in sales	-	27,352,861
5	Increase in closing stock of raw materials / finished goods on inclusion of GST	2,172,552	-
6	GST credit availed and utilized on raw material consumed in payment of GST on finished goods	245,765	-
	Total	29,771,178	29,771,178

Note:

The Company is following the exclusive method of accounting for GST in the books of account. The inventory is also valued on that basis. Accordingly, to that extent, there is a deviation from the method specified u/s. 145A. However, as shown above, the net effect thereof on the profit/loss for the year is Nil.

Authors' Note: For the above purpose, also refer Clause 27(a) - Annexure 14, to the extent applicable.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 7

CLAUSE 15 - Alternate Situation

DETAILS OF CAPITAL ASSETS CONVERTED INTO STOCK IN TRADE

Description of Capital Asset	Date of Acquisition	Cost of Acquisition (Rs.)	Amount at Which the Asset is Converted (Rs.)
Land admeasuring 500 sq. mts, bearing CTS No. 456, situated at Madh, Malad	15.09.2000	7,500,000	31,500,000

Authors' Notes:

1. In respect of capital asset acquired prior to 1.4.2001, the assessee may also consider giving particulars of the fair market value thereof as on 1.4.2001 and the basis thereof.
2. In the event of conversion of capital asset into stock-in-trade, appropriate disclosure is also required in Clause 10 dealing with nature of business and other relevant Clauses.

XYZ PRIVATE LIMITED**ASSESSMENT YEAR: 2019-20****ANNEXURE TO FORM NO. 3CD****Annexure 8****CLAUSE 17****DETAILS OF LAND OR BUILDING OR BOTH TRANSFERRED DURING THE PREVIOUS YEAR REFERRED TO IN SECTION 50C**

Details of Property	Consideration Received or Accrued (Rs.)	Value adopted or Assessed or Assessable (Rs.)
Land admeasuring 4000 sq. mts, bearing CTS No. 410, situated at Kalol Village, Near Vadodara, Gujarat	7,500,000	8,500,000
Building used for residential purposes (depreciable) being building known as Salad Kunj situated at Chutney Road, Opposite Vegetable Market, Dadar, Mumbai 400 012. (Also refer to Note mentioned in Annexure 9)	45,00,000	50,00,000

Note:

During the previous year, a development agreement in respect of land admeasuring 2000 sq. mts, bearing CTS No. 420, situated at Village Magathane, Borivali, has been entered into for a total consideration of Rs. 5 crores. Under this agreement, the developer is entitled to only a licence to enter the property for the purpose of carrying out the development of the property. The consideration accrued during the previous year, under the agreement, is only to the extent of 15%. This transaction is treated as not covered by the provisions of Sec. 50C and hence is not included above.

Authors' Notes:

(i) Disclosure of items like development agreement under this clause should be decided on the basis of overall facts of the case and the view which one takes on the applicability of Sec. 50C to such transactions.

(ii) In an event where the value for stamp duty purposes has not been assessed in respect of any transaction of transfer of land or building or both, reliance may be placed on the lawyer's / other expert's advice for the purpose of determining the amount of assessable value for stamp duty purposes. In this context, the auditor may consider incorporating the following note –

"For the purpose of verification of the assessable value of the land/building/both transferred during the previous year by the assessee, we have relied upon the advice of the lawyer/other expert as obtained by the assessee in this respect."

(iii) In case of disputes with income tax department regarding classification and rate of depreciation for earlier years, tax auditor should make suitable disclosures.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 9

CLAUSE 18 (a to f)

DETAILS OF DEPRECIATION ALLOWABLE UNDER THE ACT

Sr. No.	Description of asset / Block of assets	Rate of Dep %	Opening WDV as on 01.04.18	Additions used for		Deductions During the Year	Total	Depreciation		Total Depreciation	Closing WDV as on 31.03.19
				180 Days and Above	Less Than 180 Days			(3+4+6)*(2)	(5)*(2)/2		
	1	2	(Rs.)	4	5	(Rs.)	(Rs.)	8	9	(Rs.)	(Rs.)
			3			6	7			10	11
1	Building used for residential purposes	5%	15,000,000	-	-	4,500,000	10,500,000	525,000	-	525,000	9,975,000
2	Building used for office purpose	10%	40,000,000	15,000,000	-	-	55,000,000	5,500,000	-	5,500,000	49,500,000
3	Furniture and Fittings including electrical fittings	10%	750,000	-	250,000	-	1,000,000	75,000	12,500	87,500	912,500
4	Plant & Machinery	15%	1,650,000	1,500,000	4,475,000	800,000	6,825,000	352,500	335,625	688,125	6,136,875
5	Plant & Machinery	40%	150,000	-	80,000	-	230,000	60,000	16,000	76,000	154,000
6	Intangible Assets	25%	1,000,000	-	-	-	1,000,000	250,000	-	250,000	750,000
	TOTAL		58,550,000	16,500,000	4,805,000	5,300,000	74,555,000	6,762,500	364,125	7,126,625	67,428,375

Auditors' Note:

The opening WDV of each block of assets for the year has been taken from the closing WDV of last year as computed in the Return of Income filed for Assessment Year 2018-19 and furnished to us by the assessee.

Authors' Notes:

1. For the purpose of determining the opening WDV, the impact on account of earlier years' assessment/appellate orders etc. should also be considered and the opening WDV as well as Auditors' Note should be suitably modified.
2. For the above purpose, the assessee may also consider additional depreciation, if allowable.

XYZ PRIVATE LIMITED**ASSESSMENT YEAR: 2019-20****ANNEXURE TO FORM NO. 3CD****Annexure 9 (Contd.)****CLAUSE 18(d)****DETAILS OF DEDUCTIONS FROM THE BLOCK OF ASSETS**

Sr No.	Particulars of Assets Sold	Date of Sale	Sale Consideration (Rs.)
1	Building used for residential purposes	02.10.2018	4,500,000
2	Plant and Machinery	05.05.2018	800,000
	Total		5,300,000

Note : In respect of the above building sold during the year, the value assessed for stamp duty purposes is Rs. 50,00,000. However, for the purpose of adjustment in the WDV of the block of assets, the actual sale consideration has been considered as the same is treated as relevant for the purpose of Sec. 43(6)(c)(ii)

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 9 (Contd.)

CLAUSE 18(d)

DETAILS OF ADDITIONS TO BLOCK OF ASSETS

Sr. No.	Description of the Asset	Rate of Depreciation %	Date of Addition	Date Put to Use	Cost of Assets (Rs.)	Adjustment on Account of:			Additions Put to Use for 180 Days or More (Rs.)	Additions Put to Use for Less Than 180 Days (Rs.)
						GST Input tax credit Claimed & Allowed (Rs.)	Foreign Exchange Fluctuation (Rs.)	Capital Subsidy or Grant or Reimbursement (Rs.)		
I	Building used for office purpose									
1	Office No. 2203, Kismet Connection, Upper Dharavi, Mumbai 400013.	10%	12.08.2018	12.08.2018	15,000,000	-	-	-	15,000,000	-
	Total (A)				15,000,000	-	-	-	15,000,000	-
II	Furniture and Fittings including electrical fittings									
1	Tables, chairs & filing cabinets	10%	08.10.2018	08.10.2018	175,000	-	-	-	-	175,000
2	Sofa	10%	15.12.2018	15.12.2018	75,000	-	-	-	-	75,000
	Total (B)				250,000	-	-	-	-	250,000
III	Plant and Machinery									
1	Motor Car - Hyundai Verna Petrol version	15%	05.05.2018	05.05.2018	15,00,000 *	-	-	-	1,500,000	-
2	Machinery	15%	08.12.2018	18.12.2018	10,000,000	525,000	-	5,000,000	-	4,475,000
3	Computers - Lenovo SL 150	40%	12.01.2019	12.01.2019	80,000	-	-	-	-	80,000
	Total (C)				11,580,000	525,000	-	5,000,000	1,500,000	4,555,000
	Total (A+B+C)				26,830,000	525,000	-	5,000,000	16,500,000	4,805,000

* This includes Rs. 3,00,000 being value of motor car referred to in Clause 16(a).

Auditors' Note:

In giving the dates under the column titled "date put to use" in respect of additions during the year, wherever necessary, we have relied on the date certified by the Company.

Auditors' Note:

In respect of adjustment on account of GST input tax credit claimed and capital grant received, also refer Clause 27(a) - Annexure 17 & Clause 16(e) respectively.

XYZ PRIVATE LIMITED**ASSESSMENT YEAR: 2019-20****ANNEXURE TO FORM NO. 3CD****Annexure 10****CLAUSE 19****PARTICULARS OF AMOUNTS ADMISSIBLE UNDER SPECIFIED SECTIONS**

Section	Amount Debited to Profit and Loss Account (Rs.)	Amount admissible as per provisions of Income-tax Act, 1961 and also fulfils the conditions, if any specified under relevant provisions of the Income-tax Act, 1961 or Income-tax Rules, 1962 or any other guidelines, circular, etc., issued in this behalf
35(1)(ii)	30,00,000	Rs. 45,00,000 being 150% of amount contributed to Rural Research Foundation which has been approved by the Central Government by way of notification in the Official Gazette.
35D	15,00,000	Rs. 2,75,000 being 1/5th of expenses eligible for deduction u/s. 35D (1st year) - Rs. 15,00,000 restricted to 13,75,000 being 5% of capital employed

Authors' Notes:

1. For the above amount of preliminary expenses, also refer Clause 21(a).
2. Since the other sections mentioned in the clause are not applicable, the table of particulars given in the prescribed Form in that respect is not reproduced here.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure - 11

CLAUSE 20(b)

DETAILS OF CONTRIBUTIONS RECEIVED FROM EMPLOYEES FOR VARIOUS FUNDS - 36(1)(va)

Sr. No.	Nature of Fund	Sum Received From Employees (Rs.)	Due Date for Payment	The Actual Amount Paid (Rs.)	The Actual Date of Payment to the Concerned Authorities
1	Provident Fund	10,00,000	15.05.2018	10,00,000	18.05.2018
2	Provident Fund	10,00,000	15.06.2018	10,00,000	19.06.2018
3	Provident Fund	10,00,000	15.07.2018	10,00,000	16.07.2018
4	Provident Fund	10,00,000	15.08.2018	10,00,000	(refer Note 1) 14.08.2018
5	Provident Fund	10,00,000	15.09.2018	10,00,000	13.09.2018
6	Provident Fund	10,00,000	15.10.2018	10,00,000	11.10.2018
7	Provident Fund	10,00,000	15.11.2018	10,00,000	19.11.2018
8	Provident Fund	10,00,000	15.12.2018	10,00,000	12.12.2018
9	Provident Fund	10,00,000	15.01.2019	10,00,000	15.01.2019
10	Provident Fund	10,00,000	15.02.2019	10,00,000	14.02.2019
11	Provident Fund	10,00,000	15.03.2019	10,00,000	14.03.2019
12	Provident Fund	10,00,000	15.04.2019	10,00,000	15.04.2019
13	ESIC	1,24,000	15.05.2018	1,24,000	18.05.2018
14	ESIC	1,24,000	15.06.2018	1,24,000	19.06.2018
15	ESIC	1,24,000	15.07.2018	1,24,000	16.07.2018
16	ESIC	1,24,000	15.08.2018	1,24,000	(refer Note 1) 14.08.2018
17	ESIC	1,24,000	15.09.2018	1,24,000	13.09.2018
18	ESIC	1,24,000	15.10.2018	1,24,000	11.10.2018
19	ESIC	1,24,000	15.11.2018	1,24,000	19.11.2018
20	ESIC	1,24,000	15.12.2018	1,24,000	12.12.2018
21	ESIC	1,24,000	15.01.2019	1,24,000	15.01.2019
22	ESIC	1,24,000	15.02.2019	1,24,000	14.02.2019
23	ESIC	1,24,000	15.03.2019	1,24,000	14.03.2019
24	ESIC	1,24,000	15.04.2019	1,24,000	15.04.2019

Notes:

- Since 15th July, 2018 was a Sunday, the payment of PF has been made on the next working day i.e. 16th July, 2018.
- These funds includes superannuation funds created for the benefits of employees

Auditors' Note: Though u/s. 36(1)(va), due date is defined to be the date as laid down by the relevant statute governing the applicable staff welfare scheme, the assessee has relied on the decision of the Bombay High Court in the case of CIT v Hindustan Organic Chemicals Limited [2014] 48 taxmann.com 421 (Bombay) and accordingly, considered the due date of filing the Return of Income as the due date under this clause. The same view was earlier taken by the Delhi High Court in CIT v AIMIL Limited (321 ITR 508) and Uttarakhand High Court in CIT v Kichha Sugar Company Limited (356 ITR 351). However the Gujarat High Court in CIT v Gujarat State Road Transport Corporation (223 Taxmann 398) holds a contrary view.

Authors' Note:

For the purpose of deductibility of the above amount, in certain cases, High Courts have taken a view that if the amount is paid before the due date of furnishing the return of income, the same is deductible.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

CLAUSE 21(b)

Annexure 12

AMOUNTS INADMISSIBLE U/S 40(a)

(i) as payment to non resident referred to in sub clause (i)

(A) Details of payment on which tax is not deducted

S.No	Date of payment	Amount of payment	Nature of Payment	Name of the Payee	PAN of the Payee if available	Address
1	14-Aug-18	2,500,000	Royalty	XYZ Mauritius Ltd		31, GAAR Tower, Cybercity, Ebene, Republic of Mauritius

(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)

S.No	Date of payment	Amount of payment	Nature of Payment	Name of the Payee	PAN of the Payee if available	Address	Amount of Tax Deducted
1	15-Jan-19	1,000,000	Royalty	XYZ Pte Ltd		Suite 1, Cloudy Skies, Muddy Water Bay, Seychelles	100,000

(ii) as payment referred to in sub clause (ia)

(A) Details of payment on which tax is not deducted

S. No.	Date of payment	Amount of payment	Nature of Payment	Name of the Payee	PAN of the Payee if available	Address
1	04.05.2018	225,000	Rent	PQR Ltd	AAACP0000X	21, Ganga Kunj, Jamma Complex, Upper Vaitarna, Powai, Mumbai 400070
2	17.08.2018	1,25,000	Payment to Contractors	Amar Anthony		Room No. 420, Roop Mahal, Prem Gully, Kalina, Mumbai 400090
3	30.11.2018	75,000	Payment to Contractors	Qadir Aslam Khan		Room No. 31, Khula Asmaan Chawl, Dharavi, Mumbai 400 017.

(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

S. No.	Date of payment	Amount of payment	Nature of Payment	Name of the Payer	PAN of the Payer if available	Address	Amount of Tax Deducted	Amount out of (VI) deposited, if any
1	04.10.2018	2,50,000	Rent	PQR Ltd	AAACP0000X	19, Roop Mahal, Prem Lane, Bandra West, Mumbai 400050	25,000	10,000

(iii) under sub-clause (ic) [Wherever applicable]

(iv) Fringe Benefit Tax under sub-clause (ic)

(v) Wealth Tax under sub-clause (ia)

(vi) royalty, license fee, service fee etc under sub-clause (iib)

(vii) salary payable outside India/ to a non resident without TDS etc under sub clause (iii)

S.No	Date of payment	Amount of payment	Nature of Payment	Name of the Payee	PAN of the Payee if available	Address
1	06.08.2018	5,00,000		Mr Chagan Shah	FFFFF0000F	SVP Bldg, MG Road, Nairobi, Kenya

(viii) payment to PF/other fund etc. under sub-clause (iv)

(ix) tax paid by employer for perquisite under sub-clause (v)

Auditor's Notes:

For the purpose of this clause, we have verified the data with relevant records maintained by the company and details certified by them. We have conducted the verification of details on test check basis and considering the concept of materiality in view of complex nature of data and voluminous transactions involved which is in accordance with the generally accepted auditing standards in India and Guidance Note on Tax Audit issued by the Institute of Chartered Accountants of India as amended from time to time.

Based on such checks as were considered appropriate and as certified by the Assessee there are no transaction of interest, fees for professional & technical services, brokerage & commission, rent, royalty and payments to contractors/sub-contractors on which tax is either not deducted or partially deducted or where tax is deducted in the previous year but paid in the subsequent year after expiry of time allowed under section 139(1) and not allowable under section 40(a)(i)/40(a)(ia) were not noticed other than those mentioned above.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 13

CLAUSE 21(d)(A) and (B)

PARTICULARS OF AMOUNT INADMISSIBLE UNDER SECTION 40A(3)

Sr. No	Date of Payment	Nature of Payment	Mode of Payment	Amount of Disallowance / Deemed Income	Name of the Payee	PAN of the Payee
	<u>Under section 40A(3)</u>					
1	30.09.2018	Repairs	Cash	12,000	Repairs & Co	FFFFR0000F
	<u>Under section 40A(3A)</u>					
1	30.08.2018	Repairs	Cash	15,000	Repairs & Co	FFFFR0000F

Auditors' Note:

In respect of payments by cheque/draft for the expenses covered under this clause, we have to state that it is not possible for us to verify whether the payments in excess of Rs 10,000/35,000 have been made otherwise than by account payee cheque / bank draft since the necessary evidence is not in the possession of the assessee. However the assessee has certified that all such payments relating to expenditure covered u/s. 40A(3) / (3A) of the Act read with Rule 6DD, were made either by account payee cheques drawn on a bank or by account payee bank drafts.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 14

Clause 23

DETAILS OF PAYMENTS TO PERSONS SPECIFIED U/S 40A(2)(b)

Sr. No.	Name of Related Person	PAN of Related Person	Nature of Relationship	Nature of Transaction	Amount (Rs.)
1	Mr. Chetan Bhagat Tarachand	AAAPT9021A	Director	Remuneration Commission	175,000 500,000
2	Mr. Ketan Nastik Tarachand	AAAPT9022B	Brother of a director	Commission	100,000
3	PQR Holdings LLC	N.A.	Subsidiary company	Purchases of chemicals	7,500,000
4	X Europe PLC	DEFCX1234G	Holding company	Royalty	9,000,000

Auditors' Note:

The identification of the specified persons covered u/s. 40A(2)(b) is made by the assessee on which we have relied.

Authors' Note:

For the above purpose, reference should also be made to the list of Related Party transactions disclosed in the financial statements. Also, the figures should be cross tallied with the Profit & Loss Account and while doing so, consistency should be maintained in terms of the gross and net figures accounted for with referenece to the GST input credit.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 15

CLAUSE 25**PARTICULARS OF AMOUNT CHARGEABLE TO TAX u/s 41**

Sr. No.	Name of Person	Amount of Income (Rs)	Section	Description of Transaction	Computation (if any)
1	Various parties (amounts not exceeding Rs. 500 per party)	15,000	41(1)(a)	Discount on opening trade payables	-
2	XYZ Ltd	125,000	41(3)	(Sale of assets used for scientific research)	
3	ABC Ltd.	50,000	41(4)	Bad debts written off in the past now recovered	-

Note: The above amounts are credited to Profit & Loss Account.

Sr. No.	Name of Person	Amount of Income (Rs)	Section	Description of Transaction	Computation (if any)
1	Provision Ltd	280,000	41(1)(a)	Provision outstanding since 6 years against which no payment has been made	280,000

Note: The above amount are not credited to Profit & Loss Account.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 16A

CLAUSE 26(A)**DETAILS OF SUM REFERRED TO IN CLAUSE (a), (b), (c), (d), (e) or (f) OF SECTION 43B THE LIABILITY FOR WHICH PRE-EXISTED**

Sr. No	Nature of Liability	Section	Liability pre-existed on the first day of the previous year but was not allowed in any preceding previous year	Amount Paid During the Previous Year		Amount Written back to Profit & Loss Account	Amount Not Paid During the Previous Year
				4 Amount (Rs.)	5 Date		
1	2	3					
a)	GST	43B(a)	35,000	15.12.2018	35,000	-	-
b)	Contribution to Gratuity fund	43B(b)	125,000	01.01.2019	125,000	-	-
c)	Bonus to employees	43B(c)	2,055,000	01.12.2018	1,565,000	490,000	-
d)	Leave Encashment	43B(f)	9,089,970	28.02.2019	1,877,213	-	7,212,757
	Total		11,304,970		3,602,213	490,000	7,212,757

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 16B

CLAUSE 26(B)

DETAILS OF SUM REFERRED TO IN CLAUSE (a), (b), (c), (d), (e) or (f) OF SECTION 43B - THE LIABILITY FOR WHICH WAS INCURRED DURING THE YEAR

Sr. No.	Nature of Liability	Section	Liability Incurred During the Previous Year & Which Was Outstanding As At the Year End	Amount Paid on or Before the Due Date Specified Under Section 139(1)		Amount Not Paid on or Before the Date Specified Under Section 139(1)
				Date	Amount (Rs.)	
1	2	3	4	5	6	7 (4-6)
			Amount (Rs.)	Date	Amount (Rs.)	Amount (Rs.)
a)	Profession tax	43B(a)	35,000	20.04.2019	35,000	-
b)	ESIC	43B(b)	125,000	18.04.2019	125,000	-
c)	Gratuity	43B(b)	895,000	09.05.2019	895,000	-
d)	Contribution to Provident fund	43B(b)	1,000,000	18.04.2019	1,000,000	-
e)	Bonus to employees	43B(c)	5,265,000		-	5,265,000
f)	Commission to Managing Director	43B(c)	3,926,548	30.06.2019	3,926,548	-
g)	Interest on loan from SBI	43B(e)	1,550,000	15.07.2019	1,500,000	50,000
h)	Leave Encashment	43B(f)	7,847,000	26.07.2019	6,401,800	1,445,200
i)	Amount for hire of railway wagons	43B(g)	1,400,000	10.04.2019	1,400,000	-

Notes:

1. During the previous year, GST liability is not passed through the Profit and Loss Account.
2. In giving the information under this sub clause, we have disclosed only those amounts which are covered u/s. 43B and have remained unpaid as at the year end.

Auditors' Note:

The details of payments made after March 31, 2019 but before the due date for filing the return of income include only those payments made upto the date of signing of the report (for which evidence is produced) and does not include any payment which the assessee may make subsequently before the due date of filing the Return u/s. 139(1) or for which the evidence is not produced.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 17

CLAUSE 27(a)

STATEMENT SHOWING DETAILS OF CENVAT / ITC UTILISATION OR AVAILMENT

CENVAT	Amount (Rs.)	Treatment in Profit & Loss Account
Opening Balance	1,050,600	Not routed through Profit & Loss Account
CENVAT / ITC Availed	19,081,000	Not routed through Profit & Loss Account
CENVAT / ITC Utilised	19,575,000	Not routed through Profit & Loss Account
Closing / Outstanding balance	556,600	Not routed through Profit & Loss Account

Note:**Treatment in Profit and Loss Account is as given below:**

The assessee follows the exclusive method of accounting for GST in the books of account. The GST paid on purchase of raw materials / purchase of capital goods and services are debited to ITC Credit Receivable account. As and when the said ITC Credit is utilised against payment of GST on final products, the GST payable is debited to the GST payable account and ITC Credit Receivable account is credited. The purchase cost of the inputs is thus net of the GST. The Inputs consumed and the inventory of such Inputs are valued on the basis of purchase cost net of the GST. The debit balance in the ITC Credit Receivable account is disclosed as an asset in the Balance Sheet.

Authors' Notes: For the above purpose, also refer Clause 14(b) - Annexure 6, to the extent applicable

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 18

CLAUSE 27(b)

PARTICULARS OF INCOME OR EXPENDITURE OF PRIOR PERIOD

Sr. No.	Income Credited / Expenditure Debited	Prior Period to Which it Relates	Amount (Rs.)
I	<u>Prior period expenditure:</u>		
1	Electricity charges for February & March, 2018	F.Y. 2017-18	26,750
	Total		26,750

Auditor's Note: An item of income or expense is considered as prior period item based on the definition given in the ICDS / AS

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 19

CLAUSE 31

PARTICULARS OF EACH LOAN OR DEPOSIT IN AN AMOUNT EXCEEDING LIMIT SPECIFIED IN SECTION 269SS
TAKEN/ACCEPTED DURING THE YEAR.

Name, Address and PAN of the Lender/Depositor	Amount of Loan/Deposit Taken/Accepted (Rs.)	Whether Loan or Deposit taken/accepted by a Cheque or Bank Draft or use of electronic clearing system through a bank account	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 an account payee bank draft	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 (Rs.)
Janta Janardhan Private Limited Tedi Galli, Andheri East, Mumbai 400 059. AAACJ9078A	50,000	Yes	Yes	No	75,000

Notes:

- Particulars are not furnished in respect of parties from whom loans are borrowed in earlier financial years and are carried forward to the next financial year with no transactions during the year except provision / payment for interest thereon.
- Particulars are not furnished in respect of (a) amounts received from customers whether as advance or similar receipts as they are not treated as loans or deposits and (b) amounts refunded in full or part to the customers either on cancellation of orders or of excess amounts received.
- In respect of the amounts borrowed from time to time from bank under various facilities granted by the bank such as cash credit, overdraft, term loan etc., the particulars under clause 31(a) are not furnished in the above statement as provisions of Sec. 269SS do not apply to such borrowings by way of loan or deposit.

Auditors' Note:

In respect of loans/deposits taken/accepted/repaid (in excess of the specified amount), we have to state that it is not possible for us to verify whether the loans/deposits have been taken/accepted/repaid otherwise than by account payee cheques/drafts as the necessary evidences are not in possession of the assessee. However, the assessee has certified that all the loans/deposits, taken/accepted/repaid (in excess of the amount specified u/s. 269SS / 269T) have been taken/accepted/repaid by the assessee during the previous year either by account payee bank drafts or by account payee cheques drawn on the bank as required by the provisions of Sec. 269SS/269T of the Act.

XYZ PRIVATE LIMITED

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ANNEXURE TO FORM NO. 3CD

Annexure 19.1

CLAUSE 31(b)

PARTICULARS OF EACH SPECIFIED SUM IN AN AMOUNT EXCEEDING LIMIT SPECIFIED IN SECTION 269SS TAKEN/ACCEPTED DURING THE YEAR

Name, Address and PAN of the person from whom specified sum is received	Amount of Specified Sum Taken/Accepted (Rs.)	Whether Specified Sum taken/accepted by a Cheque or Bank Draft or use of electronic clearing system through a bank account	In case the Specified Sum was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or an account payee bank draft
Janta Janardhan Pvt Ltd Tedi Galli, Andheri East, Mumbai 400 059. AAACJ9078A	50,000	Yes	Yes

Notes:

1. Particulars are not furnished in respect of parties from whom specified sum has been taken / accepted in earlier financial years and are carried forward to the next financial year with no transactions during the year.

Auditors' Note:

In respect of Specified Sums taken/accepted (in excess of the specified amount), we have to state that it is not possible for us to verify whether the Specified Sums have been taken/accepted otherwise than by account payee cheques/drafts as the necessary evidences are not in possession of the assessee. However, the assessee has certified that all the Specified Sums, taken/accepted (in excess of the amount specified u/s. 269SS) have been taken/accepted by the assessee during the previous year either by account payee bank drafts or by account payee cheques drawn on the bank as required by the provisions of Sec. 269SS of the Act.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 19.2

CLAUSE 31(ba)

PARTICULARS OF EACH RECEIPT IN AN AMOUNT EXCEEDING THE LIMIT SPECIFIED IN SECTION 269ST, IN AGGREGATE FROM A PERSON IN A DAY OR IN RESPECT OF A SINGLE TRANSACTION OR IN RESPECT OF TRANSACTIONS RELATING TO ONE EVENT OR OCCASION FROM A PERSON, DURING THE PREVIOUS YEAR, WHERE SUCH RECEIPT IS OTHERWISE THAN BY A CHEQUE OR BANK DRAFT OR USE OF ELECTRONIC CLEARING SYSTEM THROUGH A BANK ACCOUNT

Name, Address and PAN (if available) of the payer	Nature of Transaction	Amount of Receipt (Rs.)	Date of Receipt
Janta Janardhan Pvt Ltd Tedi Galli, Andheri East, Mumbai 400 059. AAACJ9078A	Sale of goods	250,000	25.12.2018

Auditor's Notes:

1. Set off of amount receivable for sale of goods against amount of consideration for purchase is not regarded as a receipt contemplated by section 269ST and is not included above.
2. In respect of multiple transactions relating to one event or occasion, we have relied upon the list of events / occasions and the transactions relating thereto as have been provided to us by the assessee.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 19.3

CLAUSE 31(bc)

PARTICULARS OF EACH PAYMENT MADE IN AN AMOUNT EXCEEDING THE LIMIT SPECIFIED IN SECTION 269ST IN AGGREGATE TO A PERSON IN A DAY OR IN RESPECT OF A SINGLE TRANSACTION OR IN RESPECT OF TRANSACTIONS RELATING TO ONE EVENT OR OCCASION TO A PERSON OTHERWISE THAN BY A CHEQUE OR BANK DRAFT OR USE OF ELECTRONIC CLEARING SYSTEM THROUGH A BANK ACCOUNT DURING THE PREVIOUS YEAR

Name, Address and PAN (if available) of the payee	Nature of Transaction	Amount of Receipt (Rs.)	Date of Receipt
Baburao Kadam Govind Chawl, Ramwadi, Dharavi	Compensation	250,000	25.12.2018

Author's Notes: In case any of the amounts mentioned in this clause are debited to Profit & Loss Account, the Auditor must check if they are reported in clause 21(d) of Form 3CD as well.

Auditors' Note:

In respect of multiple transactions relating to one event or occasion, we have relied upon the list of events / occasions and the transactions relating thereto as have been provided to us by the assessee.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 19.4

CLAUSE 31(c)

PARTICULARS OF EACH REPAYMENT OF LOAN OR DEPOSIT OR SPECIFIED ADVANCE IN AN AMOUNT EXCEEDING LIMIT SPECIFIED IN SECTION 269T REPAYED DURING THE YEAR

Name, Address and PAN of the Payee	Amount of Repayment (Rs.)	Maximum amount outstanding in the account at any time during the previous year (Rs.)	Whether the repayment was made by cheque or bank draft or use of electronic clearing system through a bank account	In case the repayment was made by cheque or bank draft, whether the same was repaid otherwise than by an account payee cheque or an account payee bank draft
Janta Janardhan Pvt Ltd Tedi Galli, Andheri East, Mumbai 400 059. AAACJ9078A	50,000	200,000	Yes	No

Auditors' Note:

In respect of loans/deposits repaid (in excess of the specified amount) by cheque or bank draft, we have to state that it is not possible for us to verify whether the loans/deposits have been repaid by account payee cheques/drafts as the necessary evidences are not in possession of the assessee. However, the assessee has certified that all the loans/deposits, which have been repaid (in excess of the amount specified u/s. 269T) by cheque or bank draft have been repaid by the assessee during the previous year either by account payee bank drafts or by account payee cheques drawn on the bank as required by the provisions of Sec. 269T of the Act.

Authors' Note:

As per Para 50.5 of GN of ICAI, Loan or deposit discharged by means of transfer entries in the books of account constitute repayment of loan or deposits otherwise than by account payee cheques or account payee bank drafts. Hence, such entries have to be reported under this clause.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 20

CLAUSE 32(a)

DETAILS OF BROUGHT FORWARD LOSS OR DEPRECIATION ALLOWANCE

Sr. No.	Assessment Year	Nature of Loss/ Allowance	Amount as Returned (Rs.)	Amounts as Assessed (Give Reference to Relevant Order) (Rs.)	Remarks
1	2016-17	Speculation Business Loss	350,000	350,000	Vide order dated 26.12.2018 u/s. 143(3)
2	2015-16	Short Term Capital Loss	750,000		As per return of income filed since no intimation or order has been received

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 21

CLAUSE 33**SECTION WISE DETAILS OF DEDUCTIONS, IF ANY, ADMISSIBLE UNDER CHAPTER VI-A OR CHAPTER III**

Section under which deduction is claimed	Amounts admissible as per the provisions 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.
80 G	50% of Rs. 2,00,000 (Note 1)
80 IC	Rs. 10,58,276 (Note 2)
<i>Alternate Situation</i> 10AA	Note 3

Notes :

1. Amount of Donation eligible for deduction under this section is limited to 10% of Gross Total Income (as reduced by all deductions as allowed by the Act). The above deduction is subject to the determination of Gross Total Income of the Company.
2. The Company is entitled to deduction u/s. 80 IC of the Act (fifth year of claim) in respect of the profits earned by its unit set up in Himachal Pradesh. In support of this, the Company has obtained a report in Form 10CCB of M/s. AB & Associates, Chartered Accountants.
3. In respect of the unit set up in SEZ at Navi Mumbai, the Company is entitled to a deduction u/s. 10AA of the Act, (second year of claim). In support of its claim, the Company is yet to obtain the necessary report as prescribed u/s. 10AA(8) read with Sec. 10A(5) and therefore, the amount thereof is not determined at this stage.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 22A

CLAUSE 34(a)

PARTICULARS TO BE FURNISHED WHERE THE ASSESSEE IS REQUIRED TO DEDUCT OR COLLECT TAX AS PER PROVISIONS OF CHAPTER XVII-B OR XVII BB

[1] Tax Deduction and Collection Account Number (TAN)	[2] Section	[3] Nature of Payment	[4] Total amount of payment or receipt of the nature specified in column (3) (Rs.)	[5] Total amount on which tax was required to be deducted or collected out of (4) (Rs.)	[6] Total amount on which tax was deducted or collected at specified rate out of (5) (Rs.)	[7] Amount of tax deducted or collected out of (6) (Rs.)	[8] Total amount on which tax was deducted or collected at less than specified rate out of (5) (Rs.)	[9] Amount of tax deducted or collected on (8) (Rs.)	[10] Amount of tax deducted or collected not deposited to the credit of the Central Government out of (7) and (9) (Rs.)
MUMX0000X	192	Salary	39,259,870	37,259,870	37,259,870	10,167,930	-	-	-
MUMX1111X	192	Salary to Non Residents	1,400,000	1,400,000	1,400,000	225,000	-	-	-
MUMX0000X	194A	Interest	3,275,000	2,275,000	2,275,000	157,750	-	-	-
MUMX0000X	194C	Payment to Contractors	4,859,300	3,659,300	3,659,300	59,190	-	-	-
MUMX0000X	194H	Commission	250,000	250,000	250,000	25,000	-	-	-
MUMX0000X	194I	Rent	4,800,000	4,700,000	4,700,000	350,000	-	-	15,000
MUMX1111X	194J	Professional Fees	1,100,000	850,000	650,000	65,000	2,00,000	4,000	-
MUMX1111X	194J	Royalty	600,000	600,000	600,000	60,000	-	-	-
MUMX1111X	195	Chargeable payments to Non Residents	750,000	750,000	250,000	75,000	-	-	-

Auditors' Notes: Considering the volume of transactions, the verification of the particulars given under Clause 34 is based on:

- Procedure followed for ensuring the compliance;
- Broad review of such procedure;
- Review of internal checks, internal controls, test check of the transactions and facts thereof.

Auditors' Notes:

- Re: details of Sec. 192 - The amount in Col. 4 includes perquisites provided to employees. Out of the total amount of salary mentioned in Col. 4, Rs. 5,00,000 is exempt under various clauses of section 10, Rs. 15,00,000 is paid to employees whose income is below the maximum amount which is not chargeable to tax.
- Re: details of Sec. 194A - Out of the total amount of interest mentioned in Col. 4, Rs. 8,00,000 is paid to banks and Rs. 2,00,000 is paid / payable to various parties who have furnished declarations u/s. 197A on which the Company is not required to deduct tax at source.
- Re: details of Sec. 194C - Out of the total amount mentioned in Col. 4, amounts aggregating to Rs. 10,00,000 are paid / payable to various parties where the payments did not exceed the threshold limits provided in Sec. 194C(5) and Rs. 2,00,000 paid / payable to various transporters covered by Sec. 194C(6) on which the Company is not required to deduct tax at source.
- Re: details of Sec. 194J - Out of the total amount mentioned in Col. 4, a sum of Rs. 1,00,000 has been paid to a landlord on which the Company was not required to deduct tax at source as the amount did not exceed the threshold limit provided in Sec. 194J.
- Re: details of Sec. 194J - Out of the total amount mentioned in Col. 4, amounts aggregating to Rs. 2,50,000 are paid / payable to various parties where the payments did not exceed the threshold limit provided in Sec. 194J on which the Company is not required to deduct tax at source.
- Wherever necessary and feasible, the basis of determination of the amount mentioned in the above, in particular column number 4 should be disclosed. Full reconciliation with the books of account must be maintained by the auditor in his working papers.
- The above details should be reconciled with the information provided in Clause No. 21(b).
- At Para 58.10 of the GN, it has been clarified that specified rate includes the rate specified in certificate issued u/s 195 or 197. Therefore, wherever the amount of tax deducted shown in Col. 7 is less as compared to the amount of tax required to be deducted at the rate mentioned in the section, the difference could be on account of this.

XYZ PRIVATE LIMITED**ASSESSMENT YEAR: 2019-20****ANNEXURE TO FORM NO. 3CD****Annexure 22B****CLAUSE 34(b)****PARTICULARS WHERE THE ASSESSEE HAS NOT FURNISHED THE STATEMENT OF TAX DEDUCTED OR TAX COLLECTED WITHIN THE PRESCRIBED TIME**

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 required to be reported. If not, please furnish list of details/transactions which are not reported
MUMX1111X	26Q-Q1	31-07-18	20-07-18	Yes
MUMX1111X	26Q-Q2	31-10-18	31-10-18	Yes
MUMX1111X	26Q-Q3	31-01-19	29-01-19	Yes
MUMX1111X	26Q-Q4	31-05-19	30-05-19	Yes
MUMX1111X	24Q-Q1	31-07-18	N.A.	TDS NOT DEDUCTED
MUMX1111X	24Q-Q2	31-10-18	N.A.	TDS NOT DEDUCTED
MUMX1111X	24Q-Q3	31-01-19	29-01-19	Yes
MUMX1111X	24Q-Q4	31-05-19	30-05-19	Yes

XYZ PRIVATE LIMITED**ASSESSMENT YEAR: 2019-20****ANNEXURE TO FORM NO. 3CD****Annexure 22C****CLAUSE 34(c)****PARTICULARS OF INTEREST PAYABLE UNDER SECTION 201(1A) OR SECTION 206C(7)**

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.
	Amount (Rs.)	Amount (Rs.)
MUMX1111X (Note below)	16,875	10,875
MUMX1111X	3,650	3,650
		21.02.2019
		19.11.2018

Note:

The Company has received a notice of demand for Rs. 16,875 which it has disputed with the concerned TDS Officer. The matter is not yet resolved. The Company has paid Rs. 10,875 which is the amount computed by the Company and for which it is not in dispute.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 23

CLAUSE 35**QUANTITATIVE DETAILS OF PRINCIPAL ITEMS OF RAW MATERIAL, GOODS TRADED AND FINISHED GOODS****Traded Goods - CLAUSE 35(a)**

Sr. No.	Description	Units	Opening Stock	Purchases During the Year	Sales During the Year	Closing Stock	Shortage/Excess, if any
1	Garments	Nos.	3,500	35,000	33,000	5,500	0

Note: For the purpose of the above, only principal items (constituting at least 10% of aggregate sales) are considered.

Manufactured Goods - CLAUSE 35(b)**Raw Materials**

Sr.	Particulars	Units	Opening Stock	Purchases During the Year	Consumption During the Year	Sales During the Year	Closing Stock	Yield of Finished Products	% of Yield	Shortage/Excess, if any
1	X	MT	8,900	75,700	75,000	5,000	4,600	50,000	66.67	0
2	Y	MT	1,200	14,300	15,000	-	500	Not Ascertainable	Not Ascertainable	
3	Y	MT	1,200	14,300	15,000	-	500	Not Ascertainable	Not Ascertainable	

Notes: a) For the purpose of the above, principal items (constituting at least 10 % of total consumption of raw materials) are considered.

b) Yield of finished goods from consumption of Y is not ascertainable in view of multiple product mix of the finished goods manufactured therefrom.

Finished Goods

Sr.	Particulars	Units	Opening Stock	Purchases during the year	Manufacture d during the year	Sales during the year	Closing Stock	Shortage/ Excess, if any
1	G	MT	1,500	-	50,000	49,000	2,500	-
2	H	Ltr	3,000	250	4,500	750	7,000	-

Note: For the purpose of the above, principal items (constituting at least 10% of total sales of finished goods) are considered.

By-products

Sr. No.	Particulars	Units	Opening	Purchases During the Year	Manufacture d during the year	Sales during the year	Closing Stock	Shortage/ Excess, if any
	NOT APPLICABLE							

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 24

CLAUSE 40**PARTICULARS REGARDING TURNOVER, GROSS PROFIT ETC. FOR THE PREVIOUS YEAR AND PRECEDING PREVIOUS YEAR**

Sr. No.	Particulars	Previous Year		Preceding Previous Year	
		(Rs.)	%	(Rs.)	%
1	Total turnover of the assessee			8,24,02,741	7,29,55,625
2	Gross Profit / Turnover	67,24,967	8.16	58,61,244	8.03
3	Net Profit / Turnover	8,17,671	0.99	11,03,126	1.51
4	Stock in trade* / Turnover	1,88,04,344	22.82	99,87,341	13.68
5	Material consumed / Finished goods produced	4,52,23,399	64.41	3,90,07,902	63.68

* This represents closing stock of finished goods appearing in the Balance Sheet

Authors' Notes:

- 1) Working of Gross Profit, Material Consumed and Finished Goods produced should be separately given if the amount thereof is directly not available in the accounts.
- 2) The above details are given for manufacturing concerns. For trading concerns, item no 5 will not be applicable.
- 3) For service concerns, at item 1, gross receipts are to be taken. Items 4 and 5 will not be applicable.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 25

CLAUSE 41

DETAILS OF DEMAND RAISED / REFUND ISSUED UNDER ANY TAX LAWS OTHER THAN INCOME-TAX ACT, 1961 AND WEALTH-TAX ACT, 1957

Sr. No.	Financial Year to Which Demand / Refund relates to	Name of Other Tax Law	Type (Demand Raised/Refund Received)	Date of Demand Raised/Refund Issued	Amount (Rs.)	Remarks
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	2009-10	Service Tax	Demand raised	29.03.2019	3,90,000	This demand is contested.
2	2008-09 to 2013-14	Profession Tax Act	Demand raised	01.08.2018	15,000	
3	2007-08	MVAT	Refund issued	27.07.2018	20,00,000	

Note: Also refer Note in Clause 16(b) relating to refund of MVAT amounting to Rs. 2,10,000.

Auditors' Note : We have relied upon the representation of the assessee as regards demands raised and refunds issued during the previous year, under various tax laws other than Income-tax Act, 1961 and Wealth-tax Act, 1957.

Authors' Notes:

(i) Reference may be made to the Statutory Auditors' Report under CARO and also disclosure in the accounts under the head Contingent Liabilities so as to ensure that there is consistency in the reporting.

(ii) In case of any refund issued, impact u/s. 41(1) may be examined for reporting under Clause 25.

XYZ PRIVATE LIMITED

ASSESSMENT YEAR: 2019-20

ANNEXURE TO FORM NO. 3CD

Annexure 26

CLAUSE 42

Income tax Department Reporting Entity Identification Number	Type of Form	Due date for furnishing	Date of Furnishing, if furnished	Whether the Form contains information about all details/transactions which are required to be reported. If not, please furnish list of the details/transactions which are not reported.
ABDCX1234E.AZ995	61A	31.5.2019	28.5.2019	Yes

Note :The assessee is not required to file Form 61 and 61B

Reporting under the New Format in Form 3CD - A Specimen

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