

**M/S. BHAGAT CONSTRUCTION**  
**(Prop: Birendra Bhagat)**

**SCHEDULE 'A', NOTES ON ACCOUNTS & SIGNIFICANT ACCOUNTING**  
**POLICIES AS ON 31.03.2021**

**1) SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of preparation of financial statements**

The financial statements have been prepared under the historical cost convention on accrual basis of accounting in accordance with generally accepted accounting principles in INDIA as adopted consistently by the firm.

**b) Use of estimates**

The preparation of the financial statements in conformity with the general accepted accounting principles requires estimates and assumption to be made that affect the reported amount of assets and liabilities on the date of the financial statements and reported amount of revenues and expenses during the reporting year. Difference between the actual result and estimates are recognized in the year in which the results are known / materialized.

**2) FIXED ASSETS**

Contrary to standard Accounting practice and accounting standard issued by the Institute of Chartered Accountants of INDIA on Fixed Assets are stated at written down value without showing the original cost and accumulated depreciation and are grouped together as block of assets having same rate of depreciation under the Income Tax Act, 1961 and no gain / loss on sale of an asset is ascertained and instead the sale price is adjusted with the written down value of the Block of fixed Assets to which it relates.

**3) DEPRECIATION**

Depreciation is calculated on fixed assets on written down value method at the rates prescribed under the income tax Act, 1961 and to provide such depreciation irrespective of the period of use for whole year on assets if purchased during the year except on those which are acquired after 6 months of the start of the accounting year on which depreciation is provided at half of the whole year depreciation. No depreciation on assets is provided in the year in which it is sold/ discarded irrespective of the period of its use during the year.

**4) INVENTORIES**

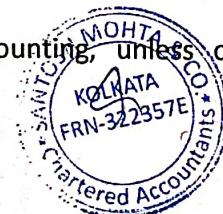
Inventories, if any, are stated at lower of cost or net realisable value. Cost is determined on FIFO basis and includes expenditure incurred in the normal course of business in bringing inventories to its location and condition including appropriate overheads, where applicable. Provision is made for obsolete, slow moving & defective stocks wherever necessary. Inventories are taken, valued and certified by the proprietor of the firm have been relied upon.

**5) REVENUE RECOGNITION**

Sales represent value of goods sold and are net of trade discounts/allowances, sales return etc.

6) Balances in parties account, loan account, bank accounts and other accounts has been shown as appeared in the books of accounts.

7) Accounts were prepared according to mercantile system of accounting, unless otherwise specifically mentioned.



8) The information regarding the enterprises which have provided goods & services to the firm and which qualify under the definition of micro and small enterprises, as defined under Micro, Small & Medium Enterprises Development Act, 2006. is not available with the firm. As such the disclosure in respect of the amounts payable to such enterprises as at 31st March 2014 could not be made.

**9) VAT DEMAND**

Demand raised by sales tax Department for the year 2016-17 for Rs. 14477861/- . The matter was amicably settled under a West Bengal Govt. Settlement Scheme and an amount of Rs. 2269190/- was paid and charged in P/L A/c.

**10) INCOME TAX DEMAND**

Demand raised by Income tax department for the year 2017-18 for Rs. 470092/- . Response has been submitted by the firm for the same on 9<sup>th</sup> November, 2021.

11) The firm is in the process of obtaining confirmations and reconciliation with its debtors, creditors and other dues receivables. The confirmations to the extent received have been reconciled and adjustments, if any, have been made. The others are pending for confirmations, reconciliations and adjustments, if any. However, the management does not expect any significant variations in the existing status.

12) In opinion of the management and to the best of their knowledge and belief, value on realisation of loans, advance and current assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.

13) Cash balance as on 31.03.2021 as certified by the proprietor of the firm have been relied upon.

14) Since there is no timing differences between taxable income and accounting income for a period that originate in one period and are capable of reversal in one more subsequent period. Hence no provision for deferred taxation has been made in the books of account as per AS-22 "Accounting for taxes on income issued by the institute of Chartered Accountants of INDIA".

15) All figures are in INDIAN Rupees.



**INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT**

[Where the data of the Return of Income in Form ITR-1 (SAHAJ), ITR-2, ITR-3, ITR-4(SUGAM), ITR-5, ITR-6, ITR-7 filed and verified]  
(Please see Rule 12 of the Income-tax Rules, 1962)

Assessment Year  
**2021-22**

PAN	AGVPB4287H		
Name	BIRENDRA BHAGAT		
Address	90/1 , PIPE ROAD, BARRACKPORE , KOLKATA , 32-West Bengal , 91-INDIA , 700120		
Status	Individual	Form Number	ITR-3
Filed u/s	139(1)-On or before due date	e-Filing Acknowledgement Number	309060210080322
Taxable Income and Tax details	Current Year business loss, if any	1	0
	Total Income		42,62,490
	Book Profit under MAT, where applicable	2	0
	Adjusted Total Income under AMT, where applicable	3	42,62,490
	Net tax payable	4	10,29,270
	Interest and Fee Payable	5	10,29,270
	Total tax, interest and Fee payable	6	10,34,364
	Taxes Paid	7	13,21,575
(+) Tax Payable / (-) Refundable (6-7)	8	(-) 2,87,210	
Dividend Distribution Tax details	Dividend Tax Payable	9	0
	Interest Payable	10	0
	Total Dividend tax and interest payable	11	0
	Taxes Paid	12	0
	(+) Tax Payable / (-) Refundable (11-12)	13	0
Accreted Income & Tax Details	Accreted Income as per section 115TD	14	0
	Additional Tax payable u/s 115TD	15	0
	Interest payable u/s 115TE	16	0
	Additional Tax and interest payable	17	0
	Tax and interest paid	18	0
	(+) Tax Payable / (-) Refundable (17-18)	19	0

This return has been digitally signed by BIRENDRA BHAGAT in the capacity of Self having PAN AGVPB4287H from IP address 10.1.122.226 on 08-Mar-2022 DSC Sl.No & Issuer 21822197 & 21822197CN=e-Mudhra Sub CA for Class 3 Individual 2014.OU=Certifying Authority.O=eMudhra Consumer Services Limited.C=IN

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AGVPB4287H033090602100803223d750ed4b808045b509abed6fb27e807c567e066

**DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU**

**BHAGAT CONSTRUCTION**

90/1, Pipe road, Barrackpore

Kolkata- 700120

**PROFIT & LOSS FOR THE YEAR ENDED 2020-2021**

Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Purchase of Material	2,33,26,913.25	By Job Contract Charges	6,72,21,174.54
To Job Contract Charges	2,64,21,394.38	By Discount Received	53,275.80
To Direct Expenses	6,52,042.00		
		By Construction (WIP)	14,64,866.91
<b>To Gross Profit c/d</b>	<b>1,83,38,967.62</b>		
	<b>6,87,39,317.25</b>		<b>6,87,39,317.25</b>
To Project Development Expenses	11,00,359.00	By Gross Profit b/d	1,83,38,967.62
To Interest on Loan	32,782.74	By Profit On Mutual Fund	6,60,427.83
To Professional Fees	4,88,000.00	By Rounded off	4.42
To Site Expenses (Petty Cash)	4,07,246.53	By Miscellaneous Receipt	4,202.12
To Audit Fees	75,000.00	By Interest on FD	25,205.00
To Accounting Charges	65,000.00		
To Bank Charges business account	24,620.00		
To Car Maintenance Charges	3,58,346.00		
To Carriage Inward & Outward Charges	1,43,450.00		
To Computer Expenses	50,850.00		
To Depreciation	26,95,359.84		
To Donation & Subscription	32,700.00		
To Delivery Charges	80,565.33		
To Electricity Charges	2,48,326.00		
To Employers Contribution to PF	1,96,132.00		
To Employers Contribution to ESI	1,22,293.00		
To GST Late Fees	3,300.00		
To Canteen Expenses	3,07,365.00		
To Sales Promotion Expenses	1,75,700.00		
To Fuel Charges	25,51,355.81		
To Garge Rent	30,382.00		
To Layout Charges	42,400.00		
To Insurance Charges	58,007.00		
To Interest on Taxes & Duties	7,504.00		
To Medical Expenses	1,87,604.00		
To Miscellaneous Expenses	67,142.00		
To Office Expenses	45,790.00		
To Printing & Stationary	1,02,550.00		
To Professional Tax	2,500.00		
To Repair & Maintenance	1,75,966.00		
To Salary & Wages	45,77,222.00		
To Service Charges	91,724.00		
To Staff Welfare Expenses	32,765.00		
To Telephone Expenses	1,27,087.00		
To Travelling & Expenses	48,752.00		
To Net profit transferred to capital A/C	42,72,660.74		
	<b>1,90,28,806.99</b>		<b>1,90,28,806.99</b>

In terms of our report of even date

For SANTOSH MOHTA &amp; CO.

Chartered Accountants

Firm Regn No.-322357E

*Ankit K. Pandey*  
(ANKIT KUMAR PANDEY)

Partner

M.N-309458

Dated: 14-02-2021



For BHAGAT CONSTRUCTION

**BHAGAT CONSTRUCTION**(BIRENDRA BHAGAT) *Birendra Bhagat***Proprietor**

**BHAGAT CONSTRUCTION**  
90/1, Pipe road, Barrackpore  
Kolkata- 700120

**BALANCE SHEET AS ON 31ST MARCH 2021**

Liabilities	Amount (Rs.)	Assets	Amount (Rs.)
<b>Capital Account:</b>		<b>Fixed Assets:</b>	
Transfer from Capital account	3,08,22,396	As per Separate Sheet	1,85,42,511
		Add: Net Addition	23,848
			1,85,66,358
<b>Unsecured Loans:</b>		Less: Depreciation	26,95,360
Avishek Kumar Bhagat	34,80,903		1,58,70,998
Ram Sakhi Bhagat	3,00,000		
	37,80,903	<b>Current Assets :</b>	
		TCS	19,823
<b>Current Liabilities:</b>		Tax deducted at Source-2019-20	8,22,880
Audit Fees payable	1,50,375	Advance Tax	5,00,000
Retention Money	7,53,332	Work in Progress ( Development)	32,73,835
Salary & Wages Payable	16,16,950		46,16,538
Outstanding P F	53,658		
Outstanding E S I	19,654	<b>Sundry Debtors:</b>	3,25,48,063
GST Payable	5,00,875		
Professional tax payable	21,270		
TDS Payable	60,176	<b>Loan &amp; Advances:</b>	
	31,76,289	Advance to landlord	1,54,10,000
		Advance for flat	80,72,588
		Advance to M K project	8,00,000
			2,42,82,588
<b>Sundry Creditors</b>	10,39,90,442	<b>Deposits:</b>	
		Sales Tax	16,83,083
		Service Tax	5,62,883
		Security Deposit against Vat	25,000
		Security Deposit labour licence	10,000
		Security Deposit against work	1,79,42,444
		Fixed Deposit	4,00,15,616
		Works Contract Tax	30,33,679
			6,32,72,705
		<b>Cash &amp; Bank Balances :</b>	
		Axis Bank	1,00,291
		ICICI Bank (000605501301)	8,713
		ICICI Bank (037105006423)	4,71,625
		ICICI Bank (037105006777)	2,46,483
		Standard Chartered Bank (6642)	1,05,319
		State Bank of India	1,92,274
			11,24,705
		Cash in Hand	54,433
	<b>14,17,70,030</b>		<b>14,17,70,030</b>

In terms of our report of even date  
For SANTOSH MOHTA & CO.  
Chartered Accountants  
Firm Regn No.-322357E

*Ankit Kumar Pandey*  
(ANKIT KUMAR PANDEY)  
Partner  
M.N-309458  
Dated: 14-02-2021



For BHAGAT CONSTRUCTION

**BHAGAT CONSTRUCTION**

(BIRENDRA BHAGAT)

*Birendra Bhagat*

**Proprietor**

**CAPITAL A/C AS ON 31.03.2021**

<b>PARTICULARS</b>	<b>AMOUNT</b>	<b>PARTICULARS</b>	<b>AMOUNT</b>
To Capital Withdrawn	5,51,460.32	By Balance B/F	2,78,81,635.25
To LIC		By Net Profit	42,72,660.74
To TDS		By Capital Contribution	12,58,500.00
To Advance Tax			
To Income Tax	20,38,940.00		
To Balance C/F	3,08,22,395.67		
	<b>3,34,12,795.99</b>		<b>3,34,12,795.99</b>

In terms of our report of even date  
 For SANTOSH MOHTA & CO.  
 Chartered Accountants  
 Firm Regn No.-322357E

*Ankit Kumar Pandey*  
 (ANKIT KUMAR PANDEY)

Partner

M.N-309458

Dated: 14-02-2021



For BHAGAT CONSTRUCTION

*Birendra Bhagat*

(BIRENDRA BHAGAT)

*Proprietor*