

FORM 217

See sub-rule (1) of rule 44

Audit Report under section - 63 of Gujarat Value Added Tax Act, 2003.

To,

M/s. **RADHAKRISHNA TEXTILES**

B-14 GURU KRIPA IND SOCIETY VED ROAD
SURAT SURAT 395004

T I N	24222600606
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1. I/We have verified correctness and completeness of the annual return with reference to the books of accounts audited by me/us, and subject to my /our observations and comments mentioned hereunder and in the statement of particulars; state that,

- (1) In my/our view the books of accounts and other value added tax related records and registers maintained by the dealer are sufficient for verification of correctness and completeness of the annual returns. The dealer has maintained and preserved the accounts and records as per the requirement of Rule - 45 of Gujarat Value Added Tax Rules, 2006.
- (2) The gross turnover of sales declared in the annual return includes all the transactions of the sales during the period of review.
- (3) The gross turnover of purchases declared in the annual return includes all the transactions of purchases made during the period of review.
- (4) The adjustment to turnover of sales and / or purchase is based on entries made in the books of accounts during the period of review.
- (5) The deductions from the gross turnover of sales, including deductions on account of goods return, claimed in the returns are in conformity with the provisions of the relevant Act.
- (6) Computation of tax payable as shown in the annual return is correct.
- (7) Computation of input tax credit admissible in respect of purchases made during the period of review and adjustment to input tax credit Claimed in the previous period is correct. The dealer has applied fair and reasonable method to determine input tax credit to the extent to which goods are sold, used, consumed or supplied or intended to be sold, used, consumed or supplied.
- (8) Computation of incentive benefits (if any) is in conformity of the provisions of the Act in this regard.
- (9) Other information required to be furnished in the annual return is correct and complete.

2. For the purpose of verification of correctness and completeness of the returns, as well as for the preparation of statement of particulars, we have relied on-

1. Book of Accounts for the year ended **31/03/2007**
2. Profit and loss Account and the Balance Sheet for the year ended **31/03/2007**
3. Records/Registers relating to sales, purchases, stock, branch, transfers, deductions, concessions (List the records/registers verified)
SALES REGISTER, PURCHASE REGISTER, BANK BOOK, CASH BOOK, JV REGISTER, GENERAL LEDGER, DR/CR NOTES etc.

3. The following are the major changes made during the period of review (specify if any of the below or others) -

1) Changes in the business status

NO CHANGE

2) Changes in the method of valuation of stock.

NO CHANGE

3) Changes in the accounting system.

NO CHANGE

4. Summary of the additional tax liability and / or additional refund due to the dealer, arising on verification of the value added tax annual returns together with the books of accounts and other related accounts mentioned herein above, for the period under review is as follows. -

Sr. No.	Particulars	Amount As per Return (Rs.)	Amount as determined (Rs.)	Difference (Rs.)
1	Value Added Tax payable under Gujarat V.A.T. Act, 2003	NA	NA	NA
2	Input Tax Credit claimed u/s 11	NA	NA	NA
3	Input Tax Credit claimed u/s 12	NA	NA	NA
4	Refund/Carried forward of Input Tax Credit as claimed in the annual return	NA	NA	NA
5	Computation of incentive benefits Claimed	NA	NA	NA
6	Tax payable under C.S.T. Act, 1956	NA	NA	NA
7	Any Other (Please Specify)	NA	NA	NA

5. The dealer has been advised to-

(i) Pay differential tax liability of

Rs. NA

(ii) Pay interest liability upto the time of payment.

(iii) Claim additional refund of

Rs. NA

(iv) Correct opening/closing balance of incentive benefits of

Rs. NA

Place : **SURAT**

Date : **21/03/2008**

Signature : _____

Name : _____

Membership /
Enrollment No. : _____

Encl :1) Statutory Audit Report with Profit & Loss Account and Balance Sheet.

2) Statement of other observation, comments and notes thereon.

3) Statement of other particulars as decided by the Commissioner through public circular.

STATEMENT OF PARTICULARS - C

(For dealers other than covered under statement of particulars - A & B)

PART IT I N **24222600606****GENERAL INFORMATION**Period under audit for the year **2006 - 2007** (From **01/04/2006** To **31/03/2007**)

1. Name of the Dealer

RADHAKRISHNA TEXTILES

2. Address with phone, Fax, E-mail etc(of the principal place of business)

Address

Room/Block/Flat No.	B-14		
Municipal No & Name of Building	GURU KRIPA IND SOCIETY		
Road/Street/Land	VED ROAD	Area	
Village/Town/City	SURAT	District	SURAT
Pin Code No.	395004		
Phone No.	3205001 3205005	Fax No.	
Mobile No.		Email Id	

3. Name and Address of Branch(es)/ Godown(s)/ and manufacturing unit(s) (if any) within the State of Gujarat.

Branch Name	Address

4. Name and Address of Branch(es)/Godown(s)/ and manufacturing unit(s) (if any) outside the State of Gujarat.

Branch Name	Address

5. (a) Registration Certificate No. under Gujarat VAT Act **24222600606**(b) Central Sales Tax Registration No.(CST No.) **24722600606**

6. Other Identification No.s

(a) Income Tax PAN No. **ABYPK6289J**(b) Central Excise Registration No(if any) **NA**(c) Service Tax Registration No(if any) **NA**(d) SSI No(if any) **NA**(e) IEC Code No(if any) **NA**(f) Electrical Energy Supply Service No(if any) **428933**(g) (i) Professional Tax No.Registration Certificate(if any) **NA**(ii) Professional Tax No.Enrolment Certificate **E-3589 978283**(h) Any Other **NA**7. Status of the dealer **Sole Proprietorship**

8. Change in the constitution during the year(if any)

NA

9. If not proprietary, indicate name and address of Partners, Directors and share of interest of partners.

Name	Address	% Share

10. Nature of business

Manufacturer

11. Details of change in the nature of business (if any)

NO CHANGE

12. (a) List of books of accounts maintained Computerised / Manual (in case books of accounts maintained in a computer system, mention the books of accounts generated by such computer system.

SALES REGISTER , PURCHASE REGISTER, BANK BOOK, CASH BOOK, JV REGISTER, GENERAL LEDGER,DR/CR NOTES etc.

- (b) List of books of account examined.

AS PER CLAUSE 12(a)

- (c) Method of accounting followed.

MERCANTILE

- (d) Whether there has been any change in the method of accounting followed in the immediately preceding year, if so details of deviation

NOT APPLICABLE BEING NO CHANGES

- (e) Method of valuation of stock.

RAW MATERIAL AND FINISHED GOODS ARE VALUED AT COST OR MARKET VALUE WHICHEVER IS LOWER. STOCK IN PROCESS ARE VALUED AT COST

13. Particulars of all Bank Accounts

Bank Name	Branch Name	A/c. No.
THE SURAT MARCANTILE CO	LAL DARWAJA	105
OP BANK LTD		

14. Tax Invoice for sales issued.

Total No. **NA**

Total Amount Rs.

NA

15. Retail Invoice for sales issued.

Total No. **NA**

Total Amount Rs.

16894918

16. Total no.of invoices received for purchases

Total No. **NA**

Total Amount Rs.

15249901

17. Other Information(if any)(specify)

PART II

T I N 24222600606

A. MANUFACTURING RESULT

A. Stock	Opening	Closing
(1) Raw Materials/Work in progress/Consumables	2208351	1739589
(2) Others (Specify)	NA	NA
(3) Total (1 + 2)	2208351	1739589
(4) Cost of goods in the opening stock eligible to claim input tax credit u/s 12 (only during the transition year i.e. year from sales tax to VAT)	NA	NA
B. Purchase / Receipts of Goods and Debit Note Transactions(including Purchase Returns / Receipt Returns of Goods)	Purchase	Debit Note Transactions/ Returns
(1) Local Purchases		
(a) From VAT registered dealers other than (b)	NA	NA
(b) From others (including unregistered dealers)	10726941	NA
(c) Total [(a)+(b)]	10726941	NA
(d) Net purchase (Purchase value less debit Note Value	10726941	
(i) eligible for input tax credit	NA	
(ii) not eligible for input tax credit	10726941	
(2) Purchase Interstate		
(a) Goods liable to Entry Tax		
(i) Eligible for input tax credit	NA	NA
(ii)Not eligible for input tax credit	NA	NA
(iii)Total	NA	NA
(b) Others(specify)	NA	NA
(c) Total (a(iii)+b)	NA	NA
(d) Net purchase (Purchase value less debit note value	NA	
(3) Interstate Stock Transfer Receipt		
(a) From Head Office and Branches	NA	NA
(b) From Others	NA	NA
(c) Total (a + b)	NA	NA
(d) Net stock transfer	NA	
(4) (a) Import from outside the Country	NA	NA
(b) Net Import (less return)	NA	
(5) (a) Others purchase(specify)	NA	NA
(b) Others purchases Net(less return)	NA	
(6) Total [B1(c)+B2(c)+B3(c)+B4(a)+B5(a)]	10726941	NA
(7) Total Net Purchase-B1(d)+B2(d)+B3(d)+B4(b)+B5(b)	10726941	
C. Amount of Direct Expenses as per Trading/ P & L Account	6099557	NA
D. Total (Opening Stock as per A3+B7+C	19034849	1739589
E. Cost of Goods manufactured during the year [D(-) closing stock as per A3)	17295260	NA

B. TRADING RESULTS OF MANUFACTURED GOODS

	Opening	Closing
F. Stock of Finished goods (Manufactured)	32507	40313
G. Cost of goods manufactured during the year (same figure as per E)	17295260	NA
H. Cost of goods meant for sale during the year (Opening stock of finished goods as per F+G)	17327767	40313
I. Sales/Issue of finished goods and credit note Transactions(including Sales Returns /Issue Returns of Goods)	Sales	Credit Note Transactions/Returns
(1) Local Sales		
(a) Sales	16894918	NA
(b) Net Sales	16894918	
(2) Sales Inter State		
(i) Sales against 'C' Forms [Except below(iii)]	NA	NA
(ii) Sales against 'D' Forms	NA	NA
(iii) Sales in transit	NA	NA
(iv) Sales against Forms I,J	NA	NA
(v) Others (specify commodity wise,taxbale and non taxable)	NA	NA
(vi) Total [i+ii+iii+iv+v]	NA	NA
(vii) Total net Interstate sales	NA	
(3) Stock transfer/consignment outwards		
(i) To Head office & Branches	NA	NA
(ii) To Others	NA	NA
(iii) Total [i + ii]	NA	NA
(iv) Net stock transfer/consignment	NA	
(4) Export Transactions		
(a) Exports to outside the country	NA	NA
(b) Net Export	NA	
(5) Deemed export Sales		
(a) Deemed Export sale(against form H)	NA	NA
(b) Net deemed export sale	NA	
(6) Other Sales/Issues		
(a) Others (specify)	NA	NA
(b) Net others	NA	
(7) Total [1(a)+2(vi)+3(iii)+4(a)+5(a)+6(a)]	16894918	NA
(8) Total net Sales/issues [1(b)+2(vii)+3(iv)+4(b)+5(b)+6(b)]	16894918	
J. Gross Profit as per Trading/P & L Account	1223988	NA

PART III

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FOR TRADING ACTIVITY ONLY

K. Stock	Opening	Closing
(a) Opening Stock of Goods eligible for input tax credit under section 11 & 12 of Guj. VAT Act, 2003.	NA	NA
(b) Opening Stock of Goods not eligible for Input tax credit under section 11 & 12 of Guj. VAT Act, 2003.	NA	NA
(c) Closing Stock of Goods eligible for input tax credit under section 11 of Guj. VAT Act, 2003.	NA	NA
(d) Closing Stock of Goods not eligible for input tax credit under section 11 of Guj. VAT Act, 2003.	NA	NA
L. Purchase / Receipts of Goods and Debit Note Transactions(including Purchase Returns / Receipt Returns of Goods)Purchase Debit Note transactions	Purchase	Debit Note Transactions / Returns
(1) Local Purchases		
(a) From VAT registered dealers other than (b) & (c)	NA	NA
(b) From registered dealers who have issued retail invoices.	NA	NA
(c) From others (including unregistered dealers)	NA	NA
(d) Total [(a)+(b)+(c)]	NA	NA
(e) Net purchase (Purchase value less debit Note Value		
(i)eligible for input tax credit	NA	
(ii)not eligible for input tax credit	NA	
(2) Purchase Interstate		
(a) Goods liable to Entry Tax		
(i)Eligible for input tax credit	NA	NA
(ii)Not eligible for input tax credit	NA	NA
(iii)Total (i + ii)	NA	NA
(b) Others(specify)	NA	NA
(c) Total (a(iii)+b)	NA	NA
(d) Net purchase (Purchase value less debit note value	NA	
(3) Interstate Stock Transfer/Consignment Receipts		
(a) Head Office and Branches	NA	NA
(b) Others	NA	NA
(c) Total (a + b)	NA	NA
(d) Net stock transfer/consignment	NA	
(4) Imports		
(a) Import from outside the Country	NA	NA
(b) Net Import (less return)	NA	
(5) Others		
(a) Others purchase(specify)	NA	NA
(b) Others purchases Net(less return)	NA	
(6) Total [1(d)+2(c)+3(c)+4(a)+5(a)]	NA	NA
(7) Total Net Purchase-1(e)+2(d)+3(d)+4(b)+5(b)	NA	
M. Direct Expenses(as per Trading/P & L A/c.)	NA	NA
N. Total (Opening Stock as per K+L7+M	NA	NA

O. Sales/Issue of finished goods and credit note Transactions(including Sales Returns / Returns of Goods)	Sales	Credit Note Transactions/ Returns
(1) Local Sales		
(a) Sales	NA	NA
(b) Net Sales	NA	
(2) Sales Inter State		
(a) Sales against 'C' Forms [Except below(iii)]	NA	NA
(b) Sales against 'D' Forms	NA	NA
(c) Sales in transit	NA	NA
(d) Sales against Forms I,J	NA	NA
(e) Others (specify as per annexure)	NA	NA
(f) Total [a+b+c+d+e]	NA	NA
(g) Total net Interstate sales	NA	
(3) Inter state Stock transfer/consignment outwards		
(a) To Head office & Branches	NA	NA
(b) To Others	NA	NA
(c) Total [a + b]	NA	NA
(d) Net stock transfer/consignment	NA	
(4) Export		
(a) Exports to outside the country	NA	NA
(b) Net Export	NA	
(5) Deemed export		
(a) Deemed Export sale(against form H)	NA	NA
(b) Net deemed export sale	NA	
(6) Other Sales		
(a) Others (specify)	NA	NA
(b) Net others	NA	
(7) Total [1(a)+2(f)+3(c)+4(a)+5(a)+6(a)]	NA	NA
(8) Total net Sales/issues [1(b)+2(g)+3(d)+4(b)+5(b)+6(b)]	NA	
P. Gross Profit as per Trading/P & L Account	NA	NA

PART IV

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OTHER STATMENTS**1. STATEMENTS OF CAPITAL ASSETS, SALE AND PURCHASE OF FIXED ASSETS (IF ANY)**

Sr. No.	Description of capital Goods/assets	Date of acquisition / purchase	Cost at the time of acquisition / purchase	Sale Value (if Sold)	Rate of Tax	Tax	Remark
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2. STATEMENT OF CONSIGNMENT/BRANCH TRANSFER SALES

(by the consignee where the goods are received from the consignor outside the state)

Sl. No.	Particulars	Amount
1	Opening Stock	NA
2	Goods received (Consignor wise details)	NA
3	Sales	NA
4	Tax collected	NA
5	Tax remitted	NA
6	Goods returned/transferred to other branch-Consignee details	NA
7	Closing Stock	NA

3. STATEMENT OF TRANSFER OF RIGHT TO USE GOODS

Sr. No.	Description of Goods	Lease rentals received	Rate of Tax	Tax Collected	Tax remitted
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4. STATEMENT OF INPUT TAX CREDIT ON CAPITAL GOODS(Plant & Machinery)(IF ANY)

Sr. No.	Name of capital Goods/ Purchased	Date of purchase	Purchase Value(Rs.)				Input Tax Paid	Input tax credit to
			Local Purchase	Inter State Purchase	Import from outside the country	Total		be carried forward to next year under rule 15(6)
1	MACHINERY	15/03/2007	4349000	0	0	4349000	173960	0

5.1 Statement of Details of Work Contract for the dealers who have opted for lumpsum u/s 14(A)

Sl. No.	Particulars	No. of Contracts	Total amount of contract Value	Total amount of contract value received/ paid upto 31st March previous year(Rs.)	Receipts during the year			Tax remittance/deduction		
					Amount			by TDS	Along with returns	Total
1	Pending Contracts as on 1st April	NA	NA	NA	NA	NA	NA	NA	NA	NA
2	New Contract Under taken during the year	NA	NA	NA	NA	NA	NA	NA	NA	NA
3	Total (1 + 2)	NA	NA	NA	NA	NA	NA	NA	NA	NA
4	Contrats Pending as on 31st March	#Error	#Error	#Error	#Error	#Error	#Error	#Error	#Error	#Error

5.2 Statement of Details of Work Contract for the dealers who have not opted for lumpsum.

Sl. No.	Particulars	No. of Contracts	Total amount of contract Value	Total amount of contract value received/ paid upto 31st march previous year(Rs.)	Receipts during the year				Tax remittance/deduction		
					Amount	as per VAT Act	T.O.	rate	by TDS	Along with returns	Total
1	Pending Contracts as on 1st April	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
2	New Contract Under taken during the year	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
3	Total (1 + 2)	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
4	Contrats Pending as on 31st March	#Error	#Error	#Error	#Error	#Error	#Error	#Error	#Error	#Error	#Error

6. INFORMATION ABOUT VALUE ADDED TAX INCENTIVES (IF APPLICABLE)

i. Eligibility certificate No. and Date of its issue	NA
ii. Certificate of entitlement No. and Date of its issue	NA
iii. Period of validity of the certificate of entitlement	NA
iv. Period of suspension/cancellation of certificate of entitlement during audit period.	NA
v. Ceiling,if any,subject to which the tax benefits are granted.	NA
vi. Benefit availed till the beginning of the year	NA
(a)Benefit availed against sales during the year	NA
(b)Benefits availed for the tax paid purchases during the year	NA
vii. Total benefit availed	NA
viii.Balance of ceiling (if any) at the close of the year	NA

PART V
FINANCIAL RESULTS

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1. SUMMARY RESULTS OF TAX

Sl.No.	Particulars		
1	Tax Credits as per section 11 & 12 of Gujarat VAT Act, 2003	Total	ITC Claimed
1.1	Input tax paid in local purchase of goods		
	1% Turnover of Purchase Rs. NA	NA	NA
	4% Turnover of Purchase Rs. NA	NA	NA
	12.5% Turnover of Purchase Rs. NA	NA	NA
	Other% Turnover of Purchase Rs. NA	NA	NA
1.2	Input tax paid on Capital goods	NA	NA
1.3	Purchase tax paid	NA	NA
1.4	Entry Tax paid	NA	NA
1.5	Tax Amount eligible for tax credit on opening stock u/s. 12	NA	NA
1.6	Others if any (specify)	NA	NA
1.7	Input tax credit brought forward (carried forward from previous year)	NA	NA
1.8	Total (1.1 to 1.7)	NA	NA
1.9	Deduct input tax credit required to be reduced as per Sec. 11	NA	NA
1.10	Net Amount for tax credit (1.8 - 1.9)	NA	NA
2	Output Tax		
2.1	Tax Due/collected on sales	NA	
	1% Turnover of Sale Rs. NA	NA	
	4% Turnover of Sale Rs. NA	NA	
	12.5% Turnover of Sale Rs. NA	NA	
	Others Turnover of Sale Rs. NA	NA	
2.2	Entry Tax paid/Payable	NA	
2.3	Purchase tax Paid/Payable	NA	
2.4	Others if any (specify)	NA	
2.5	Total out put tax paid/payable (2.1 to 2.4)	NA	
3	Net tax payable/creditable (Total of output tax-Total of input tax)	NA	
4	Tax Due on interstate sales	NA	
5	Net tax payable/Creditable	NA	
6	Excess input tax credit carried forward	NA	

2. DETAILS OF REFUNDS

Sl. No.	Particulars	Amount Due
1	On Export	NA
2	On Inter State sales	NA
3	On Inter State Stock Transfer	NA
4	Separate Tax paid local Purchase by Incentive Unit	NA
5	On unadjusted & Excess tax Credit not Carried forward	NA
6	On Excess unadjusted payment of tax due to any reason	NA
7	Total	NA
8	Refund Effected	NA
9	Balance Outstanding	NA

3. STATEMENT OF TAXES ETC PAID/PAYABLE/REMITTED DURING THE YEAR

Sl. No.	Particulars	Amount Payable	Amount Paid/Remitted	Balance Payable
1	VAT Act	NA	NA	NA
2	CST Act	NA	NA	NA
3	Entry Tax Act	NA	NA	NA
4	Others (Specify)	NA	NA	NA
5	Total	NA	NA	NA
	Sub Details Under VAT Act.			
	a) VAT	NA	NA	NA
	b) Purchase Tax	NA	NA	NA
	c) Tax deduction at Source	NA	NA	NA
	d) Amount paid for voluntary registration	NA	NA	NA
	e) Interest	NA	NA	NA
	f) Penalty	NA	NA	NA
	g) Others (Specify)	NA	NA	NA
	h) Total	NA	NA	NA

Notes :-

1. Seperate statement of monthwise payments with details of challan is submitted
2. Seperate Quantitative particulars of principal items is submitted
3. Seperate list of statutory forms obtained from the commercial tax office with serial numbers.(Form C,EI,EII,F,H,I,J & others, if any) is submitted
4. Seperate list of statutory forms issued by the dealer during the year. (Form C,EI,EII,F,H,I,J & others, if any) is submitted
5. Seperate list of statutory forms received on the sales of goods under Gujarat Value Added Tax Act, 2003 as well as under Central Sales Tax Act, 1956 is submitted
6. Observations about delay in filing returns, delay in payment of tax or non payment or short payment of tax(if any)

Place : **SURAT** (Signature of the dealer) (Signature of the Auditor)

Date : **21/03/2008** Name : _____

Number : _____

Chartered Accountant/Cost Accountant/Sales Tax -Legal Practitioner with Enrolment/Membership No.

1. All the Columns/Rows should be filled as stipulated.If any statement/Columns /Rows is not applicable put 'NA' (Bold Letters) against the respective statement/Columns/Row.
2. Pl attach separate list mentioning commodity wise turnover of sales and purchase,tax rate and tax involved of top 10 commodities

To,
The Assessing Officer, _____ Unit

Audit report as received above is submitted as per requirement of S.63 of Gujarat VAT Act, 2003.

Place : **SURAT** Signature of Dealer

Date : **21/03/2008** Name : **RAJENDRA K KAPADIA**

Designation : **PROPRIETOR**