

S.S. Thakur & Associates
Chartered Accountants

Subhash S Thakur
B.Com., F.C.A

A-206, Dwarkanath Centre,
Opp:Bodgeshwar Temple,
Mapusa- Goa, 403507.
Ph. No: 3252459.

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. *I have examined the balance sheet as on **31st March, 2006**, and the *profit and loss account / income and expenditure account for the year ended on that date, attached herewith, of **M/S H.L.NATHURMAL Prop. Haresh Melwani (Name), 385 Nova Portugal, Moira, Bardez - Goa.** (Address), **AEXPM 0303 H** (PAN No.).
2. *I certify that the Balance Sheet and the *profit and loss / income and expenditure account are in agreement with the books of account maintained at the head office at Moira, Bardez and ** NIL branched
3. (a) *I report the following observations / comments / discrepancies / inconsistencies; if any:
 - (i) Stock in Hand as on 31st March 2006 is as certified by the Proprietor
 - (b) Subject to above -
- A. *I have obtained all the information and explanations which, to the best of *my knowledge and belief, were necessary for the purpose of the audit.
- B. In *my opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from *my examination of the books.
- C. In *my opinion and to the best of *my information and according to the explanations given to *me / 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, 2006, and
 - (ii) In the case of the *profit and loss account / income and expenditure account, of the *profit / loss or *surplus / deficit 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 and annexure thereto.
5. In *my opinion and to the best of *my information and according to explanations given to *me, the particulars given in the said Form No.3 CD are true and correct.

For S.S.Thakur & Associates
Chartered Accountants


Subhash S. Thakur
(Proprietor)

Place : Mapusa - Goa.
Date : 30th Oct. 2006.



H L NATHURMAL (PROP. HARESH MELWANI)385, NOVO PORTUGAL,
MOIRA, BARDEZ**Balance Sheet**

1-Apr-2005 to 31-Mar-2006

Liabilities	as at 31-Mar-2006	Assets	as at 31-Mar-2006
Capital Account		Fixed Assets	
Haresh Melwani	2,67,74,227.84	Plant and Machinery	1,23,04,854.00
		Vehicles	68,61,286.00
Loans (Liability)	1,51,32,425.00	Airconditioners	2,71,822.00
ICICI Bank(JD I & II)	18,95,345.00	Closed Circuit Camaras and T Vs	2,62,933.00
Kotak Mahindra Bank(Hitachi ZX I)	20,03,571.00	Computer	4,37,478.00
Loan From ICICI Bank (Housing Loan)	15,27,032.00	Furnitures and Fixtures	4,87,290.00
Loan From ICICI Bank (Volvo)	40,69,515.00	Guest House (Flat At Moira)	2,89,750.00
Loan From Kotak Mahindra(207 TATA)	1,72,744.00	Guest House (Flat At Porvorim)	7,86,523.00
Loan From Kotak Mahindra Bank(Omni)	95,061.00	Laptop Computer	20,796.00
Loan From Kotak Mahindra(CRV)	13,38,365.00	Mobiles	1,20,882.00
Loan From Kotak Mahindra (Innova)	6,12,772.00	Office Equipments	1,52,272.00
Loan From Kotak Mahindra (Scorpio)	3,31,831.00	Office Premises	33,99,104.00
Loan From Kotak Mahindra(Swift)	4,01,583.00	Telephone and EPABX	47,250.00
Loan From Kotak Mahindra (Van -Kolhapur)	1,60,023.00		
Loan From Mahendra and Mahendra(Maruti Van)	1,84,292.00	Current Assets	2,57,18,547.98
Loan From M & M Finance(Wagon R)	3,04,407.00	Closing Stock	25,78,390.00
Loan From M & M Financial Services Ltd.(Bolero)	1,86,734.00	Deposits (Asset)	24,52,832.00
Loan From M & M Fin. Services(Tata 207)	3,65,675.00	Loans & Advances (Asset)	1,57,06,361.68
Loan From U W B(Flat)	5,20,000.00	Sundry Debtors	55,57,019.50
Loan From U W B (On Fixed Deposit)	8,98,475.00	Cash-in-hand	4,352.52
Loan on FD with ING Vysya Bank	65,000.00	Bank Accounts	(-)5,80,407.72
Current Liabilities	92,54,135.14		
Duties & Taxes	8,39,789.00		
Provisions	2,30,000.00		
Sundry Creditors	51,40,391.14		
Barge Freight Payable	41,549.00		
Deposit From Prasanna Ghotge	25,00,000.00		
Mallikarjun Shipping(Advance)	4,91,000.00		
S S Thakur and Associates	8,925.00		
Timblo Pvt Ltd	2,481.00		
Branch / Divisions			
Profit & Loss A/c			
Opening Balance			
Current Period	45,32,317.28		
Less: Transferred	45,32,317.28		
Total	5,11,60,787.98	Total	5,11,60,787.98

AS per our Audit Report u/s 44 AB of Income Tax Act, 1961 of even date.

For S. S. Thakur & Associates

Chartered Accountants



Subhash S. Thakur

(Proprietor)



Place : Mapusa, Goa

Date : 30th October, 2006

For H. L. Nathurmal


Haresh L. Melwani

(Proprietor)

H L NATHURMAL (PROP. HARESH MELWANI)385, NOVO PORTUGAL,
MOIRA, BARDEZ**Profit & Loss A/c**

1-Apr-2005 to 31-Mar-2006

Particulars	1-Apr-2005 to 31-Mar-2006	Particulars	1-Apr-2005 to 31-Mar-2006
Opening Stock Stock in Hand		Sales Accounts	4,19,33,317.79
Purchase Accounts	1,18,56,938.00	Manganese Ore	45,87,417.87
Purchase of Iron Ore	1,18,56,938.00	Sales	3,73,45,899.92
Direct Expenses	8,60,98,987.80	Direct Incomes	7,27,19,979.50
Ore Extraction Expenses	1,95,18,349.80	Barge Freight	24,68,116.00
Ore Handling Expenses	6,65,80,638.00	Supervision and Handling Charges	7,02,51,863.50
Gross Profit c/o	1,92,75,761.49	Closing Stock	25,78,390.00
	11,72,31,687.29	Stock in Hand	25,78,390.00
Indirect Expenses	1,53,29,770.21	Gross Profit b/f	1,92,75,761.49
Advertisement Expenses	6,00,705.00	Indirect Incomes	5,86,326.00
Bank Charges	4,12,089.16	Interest on Bank Deposits	83,771.00
Books & Periodicals	52,090.00	Miscellaneous Income	1,400.00
Building Maintenance	52,020.00	Other Income	5,01,155.00
Commission	17,78,341.00		
Computer Repairs	1,37,625.00		
Consultancy Charges	4,13,250.00		
Depreciation	40,10,322.00		
Electricity Expenses	85,118.00		
Electric Repairs	46,582.00		
Interest Paid	10,80,606.00		
Legal Expenses	2,20,951.00		
Machinery Insurance	1,05,219.00		
Membership Fees	2,04,705.00		
Municipal Tax	2,035.00		
Office Insurance	34,286.00		
Office Repairs & Maintenance	4,83,026.00		
Postage & Courier	70,647.00		
Printing and Stationery	61,879.00		
Professional Charges	2,92,936.00		
Rates & Taxes	2,71,606.00		
Rating Fees	69,221.00		
Salary(Panaji Office)	5,23,129.00		
Seminar Expenses	2,49,643.00		
Staff Welfare Expenses	1,58,394.00		
Telephone and Mobile Expenses	6,73,835.22		
Travelling and Conveyance	22,77,600.83		
Vehicle Hire Charges	3,00,000.00		
Vehicle Insurance	3,18,104.00		
Vehicle Repairs	3,43,805.00		
Nett Profit	45,32,317.28		



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H L NATHURMAL (PROP. HARESH MELWANI)

Profit & Loss A/c : 1-Apr-2005 to 31-Mar-2006

Particulars

1-Apr-2005 to 31-Mar-2006

Particulars

1-Apr-2005 to 31-Mar-2006

Total

1,98,62,087.49


Total

1,98,62,087.49

As per our Audit Report u/s 44 AB of Income Tax Act,1961 of even date.

For S. S. Thakur & Associates


Chartered Accountants


Subhash S. Thakur

(Proprietor)



For H. L. Nathurmal


Hareesh L. Melwani
(Proprietor)

Place : Mapusa, Goa

Date : 30th October, 2006

H L NATHURMAL
OILEM, ARVALEM MINES

Rizvi Chambers, Opp Hotel Delmon, Panaji Goa

DEPRECIATION & FIXED ASSETS SCHEDULE AS ON 31.03.2006

Sr. No.	Name of the Asset	Vehicle Reg. No.	Opening W D V	Additions up to 30/9	Total	Additions After 30/9	Deductions	Total	Rate %	Depreciation on column 6	Depreciation on column 7	Total Depreciation	Closing W D V
1	2	3	4	5	6	7	8	9	10	11	12	13=11+12	14
1	Crusher		355,455	-	355,455	67,516	-	422,971	15	53,318	5,064	58,382	364,589
2	Hilachi ZX		3,412,500	33,000	3,445,500	-	-	3,445,500	15	516,825	-	516,825	2,928,675
3	Honda gen. set		38,500	-	38,500	43,383	-	81,883	15	5,775	3,254	9,029	72,854
4	JD I	GA07-C-1366	1,531,280	-	1,531,280	-	-	1,531,280	15	229,692	-	229,692	1,301,588
5	JD II	GA07-C-6613	1,740,941	-	1,740,941	-	-	1,740,941	15	261,141	-	261,141	1,479,800
6	JD II (Rock breaker)		587,632	-	587,632	-	-	587,632	15	88,145	-	88,145	499,487
7	JD II (Rock breaker)		587,632	-	587,632	-	-	587,632	15	88,145	-	88,145	499,487
8	Mahindra 10HP pump		17,680	-	17,680	-	-	17,680	15	2,652	-	2,652	15,028
9	Pulviser		26,390	-	26,390	-	-	26,390	15	3,959	-	3,959	22,431
10	Stone crusher machine		70,009	-	70,009	-	-	70,009	15	10,501	-	10,501	59,508
11	Vibrating screen		268,775	-	268,775	-	-	268,775	15	40,316	-	40,316	228,459
12	Volvo M/c trailer		-	-	-	5,175,072	-	5,175,072	15	-	388,130	388,130	4,786,942
13	Water cooler & purifier		21,000	-	21,000	-	-	21,000	15	3,150	-	3,150	17,850
14	Width cutting machine		33,125	-	33,125	-	-	33,125	15	4,969	-	4,969	28,156
15	Ambulance	GA-01-Z-6613	558,934	-	558,934	-	-	558,934	15	83,840	-	83,840	475,094
16	Bolero	GA-01-Z-1366	438,751	-	438,751	-	-	438,751	15	65,813	-	65,813	372,938
17	CRV	GA-04-C-6613	-	-	-	1,554,894	-	1,554,894	15	-	116,617	116,617	1,438,277
18	Eicher Truck	GA01, Z 0924	505,309	-	505,309	-	-	505,309	15	75,796	-	75,796	429,513
19	Innova	GA09,A-1366	-	908,993	908,993	-	-	908,993	15	136,349	-	136,349	772,644
20	Kinecta Nova 135	GA-03,B-3319	33,460	-	33,460	-	-	33,460	15	5,019	-	5,019	28,441
21	Maruti Van		-	-	-	277,085	-	277,085	15	-	20,781	20,781	256,304
22	Maruti Van (Kolapur)	GA-06-A-6613	-	-	-	272,423	-	272,423	15	-	20,432	20,432	251,991
23	Nova Motorcycle	GA-03,B-0437	29,327	-	29,327	-	-	29,327	15	4,399	-	4,399	24,928
24	Omni Cargo	GA01-Z3166	197,193	197,193	197,193	-	-	197,193	15	29,579	-	29,579	167,614
25	Scorpio	GA-03,C-1366	772,902	-	772,902	-	-	772,902	15	115,935	-	115,935	656,967
26	Splendour Plus	GA03,D-2617	-	40,832	40,832	-	-	40,832	15	6,125	-	6,125	34,707
27	Swift	GA-04-C-1366	-	-	-	562,585	-	562,585	15	-	42,194	42,194	520,391
28	TATA 207	GA-01-Z-2505	478,070	478,070	478,070	-	-	478,070	15	71,711	-	71,711	406,360
29	TATA 207 Mobile	GA-01-T-9194	401,697	-	401,697	-	-	401,697	15	60,255	-	60,255	341,442
30	Tata safari	GA05,A-9926	563,960	-	563,960	-	-	563,960	15	-	-	-	-
31	Wagon-R	GA-01,R-6613	379,454	-	379,454	-	-	379,454	15	56,918	-	56,918	322,536
32	Wagor R(II)	GA-01-J-6613	-	-	-	390,422	-	390,422	15	-	29,282	29,282	361,140
33	Airconditioners		229,425	72,600	302,025	-	-	302,025	10	30,203	-	30,203	271,822
34	Computer		168,237	519,448	687,685	232,006	-	919,691	60	412,611	69,602	482,213	437,478
35	computer (labtop)		-	51,989	51,989	-	-	51,989	60	31,193	-	31,193	20,796
36	Guest House Flat at Porvornim		873,914	-	873,914	-	-	873,914	10	87,391	-	87,391	786,523
37	Guest House Flat at Moira		383,196	148,490	531,686	305,000	-	836,686	10	83,669	15,250	98,919	737,767
38	Furniture & Fixtures		109,147	3,000	112,147	9,234	-	121,381	10	12,138	462	12,600	108,781
39	Mobiles		177,552	1,591	179,143	21,000	-	200,143	10	20,014	1,050	21,064	158,079
40	Office equipments		3,503,970	474,787	3,978,757	18,552	-	3,997,309	15	598,814	1,391	600,205	3,397,104
41	Office premises		52,500	-	52,500	-	-	52,500	10	5,250	-	5,250	47,250
42	Telephone and EPABX		150,703	-	150,703	134,000	-	284,703	10	28,470	6,700	35,170	249,533
43	Televisions		18,005,677	2,947,673	20,389,390	9,063,172	-	29,452,562	10	3,290,114	720,208	4,010,322	25,442,240
	TOTAL												

