

**FORM 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 other law.**

**\* I/We report that the statutory Audit of**

Mentioned name and address of the assessee with permanent account number

Aarey Drugs and Pharmaceuticals Limited

107, Sahakar Bhavan,

340/348, Narshi Natha Street,

Mumbai - 400 009.

Permanent Account Number AAACA 5253 A

Was conducted by \*me / us /

in pursuance of the provisions of

the companies act, and \* I/ We annex hereto a copy of \*my/ our/ their audit report

dated 5 JUN 2004. Along with a copy of -

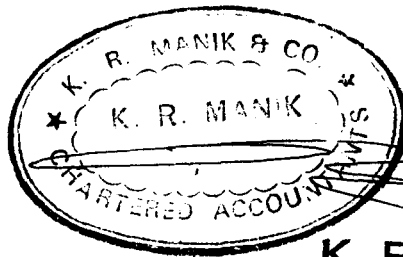
- (a) The audited \* profit & Loss Account / Income & Expenditure account for the year ended **31<sup>st</sup> March, 2004**.
- (b) The audited balance sheet as at **31<sup>st</sup> March, 2004**; and
- (c) Documents declared by the said act to be part of, or annexed to, the \* profit and loss account / income & expenditure account and balance sheet.

2. The Statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD.

3. In \* my/our opinion and to the best of \*my / our information and according to explanation given to \* me/us, the particulars given in the said Form No. 3CD are true and correct.

Place: MUMBAI

Date: 5 JUN 2004



Name:

Membership No. 9550

Address:

**K. R. MANIK & CO.**

★ Chartered Accountants ★

203, N. Dutt Road,

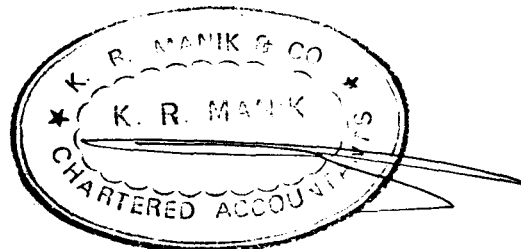
N. Dutt Road, Andheri (W), BOMBAY-400 053.

**FORM NO. 3CD**

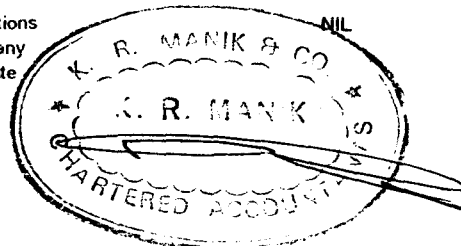
[ See rule 6G (2) (a) ]

**STATEMENT OF PARTICULARS REQUIRED TO BE FURNISHED UNDER SECTION 44AB  
OF THE INCOME TAX ACT, 1961**

- |   |                          |   |
|---|--------------------------|---|
| 1 | Name of the Assessee     | AAREY DRUGS & PHARMACEUTICALS LIMITED                         |
| 2 | Address                  | 107, Sahakar Bhavan, 340/348, Narsih natha Street, Mumbai - 9 |
| 3 | Permanent Account Number | AAACAS2534  |
| 4 | Status                   | Company   |
| 5 | Previous year ended      | 31st March 2004   |
| 6 | Assessment Year          | 2004 - 2005   |
- 7 (a) If firm or Association of persons, indicate names of partners/ members and their profit sharing ratios. N.A.
- (b) If there is any change in the partners / members or their profit sharing ratios the particulars of such change. N.A.
- 8 (a) Nature of business or profession Mfd. & Trading in Chemicals, Solvents, Drugs, Intermediarie, etc.
- (b) If there is any change in the nature of business or profession, the particulars of such change. No Change
- 9 (a) Whether books of accounts are prescribed under section 44AA, if yes list of Books so prescribed NO
- (b) Books of accounts maintained (in case of account are maintained in computer system, mention the books of account generated by such computer system) Sales Register, Purchase Register, Cash Book, Ledger, Journal Book
- (c) List of books of accounts examined As per mentioned in (b) above
- 10 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, 44B3A, 44B3B or any other relevant section) NO
- 11 (a) Method of accounting employed in previous year MERCANTILE
- (b) Whether there has been any change in the method of accounting employed vis-a-vis the method employed in the immediately preceding previous year. No Change
- (c) If answer to (b) above is the affirmative, give details of such change, and the effect thereof on the profit and loss. N.A.
- (d) Details of deviation, if any, in the method of accounting employed in the previous year from accounting standards prescribed under section 145 and the effect thereof on the profit or loss N.A.



12 (a) Method of valuation of closing stock employed in the previous year.	Market Price or Cost Price whichever is lower
(b) Details of deviation, if any from the method of valuation prescribed under section 145A, and the effect thereof on the effect thereof on the profit and loss	No Deviation
13 Amounts not credited to profit and loss account, being:-	Nil
(a) The items falling within the scope of section 28.	NIL
(b) The performa credits, drawbacks, refunds of duty of customs or excise, or refunds of sales tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned;	NIL
(c) Escalation claims accepted during the previous year:	NIL
(d) Any other item of income;	NIL
(e) Capital receipt, if any.	NIL
14 Particulars of depreciation allowable as per Income tax Act, 1961 in respect of each asset or block of assets, as the case may be, in the following from :-	
(a) Description of assets / 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:	As per Schedule of Fixed Assets to the balance sheet & Refer Notes of Accounts -1
(i) Modified Value Added Tax credit 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.	NIL
15 Amounts admissible under section 33AB, 33ABA, 33AC, 35, 35ABB, 35AC, 35CCA, 35CCB, 35D, 35E	NIL
(a) Debited to the profit and loss account (showing the amount debited and deduction allowable under each section separately);	Nil
(b) Not debited to the profit and loss account.	NIL
16 (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) Any sum received from employees towards contributions to any provident fund or superannuation fund or any other fund mentioned in section 2 (24)(x); and due date for payment and the actual date of payment to the concerned	NIL



(a) expenditure of capital nature;	NIL
(b) expenditure of personal nature;	NIL
(c) Expenditure on advertisement in any souvenir, brochure, tract, pamphlet or the like, published by political party;	NIL
(d) Expenditure incurred at clubs	NIL
(i) As entrance fees and subscriptions;	
(ii) As cost for club services and facilities	
(e) expenditure by way of penalty or fine for violation of any	REF NOTE-2
(i) law for the time being in force	
(ii) Any other penalty or fine	
(iii) expenditure incurred for any purpose which is an offence or which is prohibited by law	
(f) Amounts inadmissible under section 40(a);	
(g) Interest, salary, bonus, commission or remuneration inadmissible under section 40(b) / 40 (ba) and computation thereof;	REF NOTE-3
(h) Amounts inadmissible under section 40A(3) read with rule 6dd and computation thereof;	

In respect of payment in excess of Rs. 20000/- are unable to verify whether the payments were made by crossed cheque or bank drafts as necessary evidence is not available with assessee & Refer our notes of accounts --

(i) Provision for payment of gratuity not allowable under section 40A(7);	NIL
(j) Any sum paid by assessee as an employer not allowable under section 40A(9);	NIL
(k) Particulars of any liability of contingent nature.	NIL
18 Particulars of payments made to persons specified under section 40A(2)(b)	As per Annexure Attached
19 Amounts deemed to be profits and gains under section 33AB or 33ABA or 33AC	NIL
20 Any amount of profit chargeable to tax under section 41 and computation thereof	NIL
21 (i) * In respect of any sum referred to in clause (a), (c) (d) or (e) of section 43B, the liability for which	NIL



(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

NIL

(a) Paid during the previous year;

(b) Not paid during the previous year;

(B) Was incurred in the previous year and was

(a) Paid on or for before the due date for furnishing the return of income of previous year under section 139(1);

NIL

(b) Not paid on or before the aforesaid date.

(ii) In respect of any sum referred to in clause (b) of section 43B, the liability for which

NIL

(A) Pre - existed on the first day of previous year but was not allowed in the assessment of any preceding previous year;

(a) Nature of liability ;

(b) Due date of payment under second provision to section 43B ;

(c) Actual date of payment ;

(d) If paid otherwise than in cash whether the sum has been realised within fifteen days of the aforesaid due date ;

(B) Was incurred in previous year:

NIL

(a) Nature of liability ;

(b) Due date of payment under second provision to section 43B ;

(c) Actual date of payment ;

(d) If paid otherwise than in cash whether the sum has been realised within fifteen days of the aforesaid due date ;

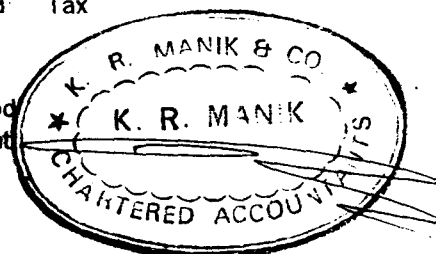
\* State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost, etc is passed through the profit and loss

22 (a) Amount of Modified Value Added tax credits availed of or utilised of or utilised during the previous year and its treatment in the profit and loss account and treatment of outstanding Modified Value Added Tax credits

NIL

(b) Particulars of income or expenditure of prior period credited or debited to profit and loss account

NIL



23 Details of any amount borrowed on hundi or any amount due thereon (including interest on amount borrowed) repaid otherwise than through an account payee cheque [ section 69D ].

NIL

24 (a) \* Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year ;-

As per Annexure Attached

(i) Name , address and permanent account number (if available with the assessee ) of the lender of 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 otherwise than 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 Provisional Act. )

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

Nil

(i) Name , address and permanent account number (if available with the assessee ) of the lender of depositor .

(ii) Amount of the repayment ;

(iii) Maximum amount outstanding in the account at any time during the previous year ;

(iv) Whether the repayment was made otherwise than by an account payee cheque or an account payee bank draft.



- 25 Details of brought forward loss or depreciation allowance ,  
in the following manner , to the extent available

Sr. No.	Assessment year	Nature of Loss/ Allowances ( in rupees )	Amount as Returned ( in rupees )	Amount as Remark Assessed ( give reference to relevant order )
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NIL

- 26 Section wise details of deductions if any,admissible under  
Chapter VIA

NIL

- 27 ( a ) Whether the assessee has deducted tax at source and  
paid the amount so deducted to the credit of central  
government in accordance with the provisions of chapter  
XVII-B

See Note - 5

- ( b ) If the answer to (a) above is in negative ,then give the  
following details:

Sr. No.	Particulars or head which tax is deducted at source	Amount of tax deducted at sources ( in	Due date for remittanceto Government	Details of payments : Date/Amount ( in rupees )
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- 28 ( a ) In case of a trading concern,given quantitative details of  
principle items of goods traded:)

- ( i ) Opening Stock ;  
( ii ) Purchase during the previous year ;  
( iii ) Sales during the previous year ;  
( iv ) Closing stock ;  
( v ) Shortage/excess, if any.

As Per Annexure Attached

- ( b ) (b) In the case of a manufacturing concern ,ive quantitive  
details of the principal items of raw materials, finished  
products and by products :

N.A

- ( b ) principal items of raw materials,finished products and by  
products :

- ( A ) Raw material :

- ( 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.

N.A

