

**RATNAYAKE T.A. & CO.**  
**Chartered Accountants**  
T.A.Ratnayake B.Sc.(B.Acc.), F.C.A., F.S.C.M.A.  
K.A.D.Cynl Chanaratne A.C.A., S.A.T.

17, Rodney Street,  
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Tel. 682891/696753  
Fax 678438

**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**  
**NO. 10, FONSEKA TERRACE, HAVELOCK ROAD**  
**COLOMBO 06**

**CONTENTS**

***Balance Sheet as at 31<sup>st</sup> March 2010***

***Income Statement***  
***for the year ended 31<sup>st</sup> March 2010***

**DATED**

**24<sup>th</sup> May, 2010**  
**COLOMBO**

**RATNAYAKE T.A. & CO.**  
**Chartered Accountants**

T.A Ratnayake B.Sc.(B.Ac.), F.C.A., F.S.C.M.A.  
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**REPORT OF THE AUDITORS TO THE MEMBERS OF  
HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**

We have audited the accompanying financial statements Housing And Construction (Pvt) Limited, which comprise the Balance Sheet as at March 31<sup>st</sup>, 2010, and the Income Statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation of these financial statements in accordance with Sri Lanka Accounting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Scope of Audit and Basis of Opinion**

Our responsibility is to express an opinion on these financial statements based our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation.

We have obtained all the information and explanations to the best of our knowledge and belief were necessary for the purposes of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

**Opinion**

In our opinion, so far as appears from our examination, the Company maintained proper accounting records for the year ended March 31, 2010 and the financial statements give a true and fair view of the Company's state of affairs as at March 31 2010 and its profit and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

**Report on other Legal and Regulatory Requirements**

These financial statements also comply with the requirements of the Companies Act No. 07 of 2007.

**CHARTERED ACCOUNTANTS**  
24<sup>th</sup> May, 2010

**RATNAYAKE T.A. & CO.**  
**Chartered Accountants**

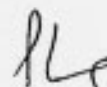
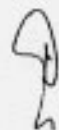
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**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**BALANCE SHEET AS AT 31st MARCH 2010**

<b><u>ASSETS</u></b>	<b><u>NOTES</u></b>	<b><u>RS.</u></b>	<b><u>31.03.2009</u></b>
			<b><u>RS.</u></b>
<u>Non - Current Assets</u>			
Property, Plant & Equipment	2	2,911,274.41	3,273,374
<u>Current Assets</u>			
Inventories	3	139,452,907.23	149,548,234
Trade & Other Receivables	4	1,206,373.40	547,954
Deposits & Prepayments	5	3,469,772.00	4,047,749
Cash & Cash Equivalents	6	3,026,106.93	5,857,592
<b>TOTAL ASSETS</b>		<b>150,066,433.97</b>	<b>163,274,905</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<u>Capital &amp; Reserves</u>			
Stated Capital	7	100,981,000.00	100,981,000
Accumulated Profit/ (Loss)	8	(12,401,656.81)	(14,444,176)
Non - Current Liabilities		-	1,295,960
<u>Current Liabilities</u>			
Trade & Other Payables	9	61,487,090.78	75,442,120
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>150,066,433.97</b>	<b>163,274,905</b>



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**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**INCOME STATEMENT**  
**FOR THE YEAR ENDING 31st MARCH 2010**

	<u>NOTES</u>	<u>RS.</u>	<u>31.03.2009</u> <u>RS.</u>
Revenue - Sales	10	69,484,642.00	57,416,620
Cost of Sales	11	(42,969,821.37)	(24,890,529)
General Construction Overheads	12	<u>(3,875,937.33)</u>	<u>(5,624,052)</u>
Gross Income		22,638,883.31	26,902,039
Marketing Expenses	13	(5,593,020.44)	(7,119,182)
Administrative Expenses	14	(14,597,228.46)	(16,233,548)
Other Operating Expenses	15	<u>(327,354.67)</u>	<u>(181,920)</u>
Profit/(Loss) from Operations		2,121,279.74	3,367,389
Finance Cost	16	<u>(78,760.60)</u>	<u>(148,846)</u>
Net Profit/(Loss) for the Period/Year		<u><u>2,042,519.14</u></u>	<u><u>3,218,543</u></u>

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**HOUSING AND CONSTRUCTION LANKA (PVT) LTD**

**CASH FLOW STATEMENT**  
**FOR THE YEAR OF ASSESSMENT 2009/2010**

<u>Cash Flow From Operating Activities</u>		
Net Profit/(Loss) before Taxation		2,042,519.00
Adjustments For		
Depreciation	413,122.00	
Interest Income	-	
Interest Expenses	-	
	413,122.00	413,122.00
Operating Profit Before Working Capital Changes		2,455,641.00
Working Capital Changes		
(Increase)/Decrease Inventories	10,095,327.00	
(Increase)/Decrease Other Receivable	(658,419.00)	
(Increase)/Decrease Deposit & Prepayment	577,977.00	
Increase/(Decrease) Trade & Other Payable	(13,955,029.00)	
(Increase)/Decrease Director Account	-	
(Increase)/Decrease Amount Due from Related Parties	-	
(Increase)/Decrease Amount Due to Related Parties	-	
	(3,940,144.00)	(3,940,144.00)
Net Cash Flow From Operating Activities		(1,484,503.00)
<u>Cash Flow From Investing Activities</u>		
Acquisition Of Property, Plant & Equipment		(51,022.00)
Net Cash Flow From Investing Activities		(1,535,525.00)
<u>Cash Flow From Financing Activities</u>		
Interest Income	-	
Interest Expenses	-	
Lease/Loan Paid	(1,295,960.00)	
	(1,295,960.00)	(1,295,960.00)
Net Increase/Decrease In Cash & Cash Equivalents		(2,831,485.00)
Cash & Cash Equivalents Aat the beginning of the year (a)		5,857,592.00
Cash & Cash Equivalents at the end of the year		3,026,107.00
<u>Note (a)</u>		
Cash & Cash Equivalents	31.03.2010	31.03.2009
Bank Overdraft	3,026,107.00	5,857,592.00
	3,026,107.00	5,857,592.00

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**HOUSING AND CONSTRUCTION LANKA (PVT) LTD**

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2010**

	<b>STATED CAPITAL RS.</b>	<b>ACCUMULATED PROFIT RS.</b>	<b>TOTAL RS.</b>
Balance as at 31 <sup>st</sup> March 2007	100,981,000	(17,972,618)	83,008,382
Net profit/(Loss) For The Year	-	309,899	309,899
Share Issued	-	-	-
Balance as at 31 <sup>st</sup> March 2008	100,981,000	(17,662,719)	83,318,281
Net profit/(Loss) For The Year	-	3,218,543	3,218,543
Share Issued	-	-	-
Balance as at 31 <sup>st</sup> March 2009	100,981,000	(14,444,176)	86,536,824
Net profit/(Loss) For The Year	-	2,042,519	2,042,519
Share Issued	-	-	-
Balance as at 31 <sup>st</sup> March 2010	<u>100,981,000</u>	<u>(12,401,657)</u>	<u>88,579,343</u>

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**  
**NOTE TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2010**

**I. Accounting Policies**  
**(A) General**

Housing And Construction (Private) Limited is a Company incorporated and operating in Sri Lanka.

The Board of Directors of the Company is responsible for the preparation of the Financial Statements.

The final Statements of the Company have been prepared in accordance with Accounting Standards issued by the Institute of Chartered Accountants of Sri Lanka and the requirements of the Company Act No.7 of 2007.

The final statements referred to, are based on the historical cost convention.

The specific policies used are explained in the Notes to the Accounts that follow and are applicable to the financial statements of the Company.

All values presented in the Financial Statements are in Sri Lankan Rupees.

**Tangible**

**(i) Investments**

Investments are classified as long term investments.

All long term investments are stated in the Balance Sheet at cost less any amounts written off to reflect any permanent diminution in value.

**(ii) Property, Plant & Equipment Valuation**

The cost of property, plant & equipment is the cost of purchase or construction together with any expenses incurred in bringing the assets to their working condition for the intended use.

Any subsequently expenditure incurred is capitalized only when it increases the future economic benefits of property, plant & equipment. All other expenditure is charged to the income statement.

Property, plant & equipment are stated at cost/valuation less accumulated depreciation which is provided for on the basis stated below.

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**  
**NOTE TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2010**

**Depreciation**

Provision for depreciation is calculated on the brought forward written down values. No depreciation is provided for the year of purchase but full year's provision is made for the year of disposal.

**(iii) Current Assets**

Assets classified as Current Assets in the Balance Sheet are those expected to realize during Company's the normal operating cycle of the business or within one year from the Balance Sheet date, whichever is longer, and cash balances. Assets other than current assets are those which the company intends to hold beyond the one year period from the Balance Sheet date.

**(iv) Inventories**

Inventories are valued at the lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses. The cost of finished goods is computed based on the average cost method. The cost of raw material is computed at average cost.

**(v) Debtors and other Receivables**

Debtors and other receivables are stated at their estimated realizable values. Provision has been made in the Accounts where necessary, for bad & doubtful debts.

**(vi) Cash and cash equivalents**

Cash and cash equivalents are defined as cash in hand, demand deposits in bank and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of change in value.

**(B) Liabilities and Provisions**

- (i) Liabilities stated under current liabilities in the Balance Sheet are those expected to fall due within one year from the Balance Sheet date. Items stated as long term liabilities are those expected to fall due at a point of time after one year from the Balance Sheet date.

**Defined Contribution Plan-  
EPF & ETF**

Contributions to EPF and ETF are charged to the income as and when incurred on accrual basis.

**(iv) Taxation**

**Current Taxation**

Income tax has been computed by taking the credit in full for depreciation allowances granted under the Inland Revenue Act No. 10 of 2007.

The company is entitled for tax exemption for 10 years from year 2000 under approval granted by board of investment of Sri Lanka.

**(C) Transaction in Foreign Currency**

Foreign exchange transactions are converted at the rate of exchange prevailing at the time the transactions were effected.

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**  
**NOTE TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2010**

**(D) Revenue Recognition**

**(i) Turnover**

Revenue from the sale of goods is recognized in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

**(ii) Dividend Income**

Dividend income (if any) is accounted for when the right to receive the dividend is established.

**(iii) Rental Income**

Rental income (if any) is accounted for on an accrual basis.

**(iv) Commission on Direct Sales**

Commission on direct sales (if any) is accounted for on a cash basis.

**(v) Disposal of Assets**

Other gains or losses of revenue nature on the disposal of property, plant & equipment have been accounted for in the Income Statement.

**(vi) Expenditure Recognition**

All expenditure incurred in running the business and in maintaining the capital assets in a state of efficiency has been charged to revenue in arriving at the profit for the year.

**(vii) Profit & Loss**

The Profit earned during the year as revealed through the Income Statement of the year been materially on the following policies, provision and estimations.

(a) Land Capital cost and the stamp duty of sold plots of land has been apportioned proportionately.

(b). Improvement & Construction cost of sold plots & houses has been apportioned and estimated by the company with reference to the cost already incurred and to incurred

(c ). Brought forward General Overheads be equally charged to the revenue over a period of five year.

(d). General Construction Overheads incurred during any year after the year ended 31 03.2004 be charged to the Revenue of the Respective Year.

For the purpose of presentation of the Income Statement, the Directors are of the view that functions of expenses method is appropriated

**(E) Borrowing Costs**

Borrowing costs are recognized as an expense in the period in which they are incurred.

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**  
**NOTE TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2010**

**(F) Cash Flow**

The cash flow Statement has been prepared using the indirect method. Interest paid and interest received is classified as operating cash flows.

In the cash flow statement, cash & cash equivalent are expressed net of bank overdrafts and short term loans.

Dividends received are classified as operating cash flows for the purpose of presentation of Cash Flow Statement.

**(G) Post Balance Sheet Events**

All material post Balance Sheet events have been considered and where appropriate, adjustments or disclosure have been made in respective Notes to the financial Statements.

**Contingent Liability**

The land allocated by BOI for the company for development is on leasehold for 10 years. The Liability position of the lease as follows.

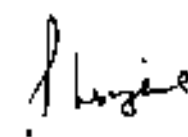
Total Area Allocated – 1046 Acres

Total Lease at Rs.75, 185.75 per Acre = Rs.78, 644,336.34

Lease application to the area 86.3 Acre to be handed over in future by steps is Rs 64, 885,336.77

**(H) Comparative Information**

Comparative information has been restated according to this year's classification where necessary.



**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDING 31st MARCH 2010**

**02. PROPERTY, PLANT & EQUIPMENT**

DESCRIPTION	COST AS AT 01.04.2009	ADDITIONS	BALANCE AS AT 31.03.2010
Motor Vehicle	1,137,285.00	-	1,137,285.00
Office Equipment	1,549,087.78	27,250.00	1,576,337.78
Furniture & Fittings	907,407.00	9,822.00	917,229.00
Site Equipment	1,189,028.70	13,950.00	1,202,978.70
	4,782,808.48	51,022.00	4,833,830.48

**02. DEPRECIATION**

DESCRIPTION AT COST	BALANCE AS AT 01.04.2009	CHARGES FOR THE YEAR	BALANCE AS AT 31.03.2010
Motor Vehicle	196,884.00	94,040.10	290,924.10
Office Equipment	569,457.00	146,944.62	716,401.62
Furniture & Fittings	290,126.00	61,728.10	351,854.10
Site Equipment	452,967.00	110,409.26	563,376.26
	1,509,434.00	413,122.07	1,922,556.07
Net Book Value			2,911,274.41

**HOUSING AND CONSTRUCTION LANKA (PVT) LTD**  
**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDING 31ST MARCH 2010**

02(a). **ADDITIONS**

Office Equipments

01 Nos. Printer & Scanner	16,500.00
01 No Of SATA Hard Disk	10,750.00
	27,250.00

Furniture & Fittings

01 No Of High Black Chair	9,822.00
	9,822.00

Site Equipments

01 Nos. Grass Cutting Machine	13,950.00
	13,950.00

03. **INVENTORIES**

Work in Progress B/F		10,719,989.62
- Land Capital Cost & Stamp Duty		138,828,244.59
- Land Improvement & Construction Cost		149,548,234.21
- General Overheads		

Add :

- Improvement & Construction Cost During the Period		32,874,494.39
		182,422,728.60

Less :

Cost of Sold Plots & Houses		
- Land Capital Cost & Stamp Duty	(444,046.00)	
- Improvement & Construction Cost	(42,525,775.37)	(42,969,821.37)
		139,452,907.23

\* **BALANCE CARRIED FORWARD**

Land Capital Cost & Stamp Duty		
Balance B/F	10,719,989.62	
Less :		
Charged to Profit of the Year	(444,046.00)	10,275,943.62
Land Improvement & Construction Cost		
Balance B/F	138,828,244.59	
Add:		
Improvement & Construction Cost		
During the year	32,874,494.39	
	171,702,738.98	
Less :		
Charged to Profit of the Year	(42,525,775.37)	129,176,963.61
		139,452,907.23

**HOUSING AND CONSTRUCTION LANKA (PVT) LTD**  
**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDING 31ST MARCH 2010**

04. <u>TRADE &amp; OTHER RECEIVABLES</u>	
Other Receivable - Staff Loan	110,500.00
Sundry Debtors	736,131.00
ESC Receivable (a)	357,546.40
Contractor Advance	2,196.00
	<u>1,206,373.40</u>
04.(a) <u>ECONOMIC SERVICE CHARGES</u>	
Balance B/F	183,835.00
Add:	
Provision For The Year	173,711.40
	<u>357,546.40</u>
05. <u>DEPOSITS &amp; PREPAYMENT</u>	
Rent Deposit	150,000.00
Telephone Deposit	7,900.00
Security Deposit	2,250.00
Other Advances - Materials	3,260,872.00
Rent Prepayment - Office	48,750.00
	<u>3,469,772.00</u>
06. <u>CASH &amp; CASH EQUIVALENTS</u>	
Commercial Bank	2,884,340.88
A/C No. 1220000591	
State Bank of India - A/C No. 400432	27,450.33
Cash Imprest	114,315.72
	<u>3,026,106.93</u>
07. <u>STATED CAPITAL</u>	
Fully paid up ordinary shares	
Issue for cash consideration	<u>100,981,000.00</u>
Total No of ordinary shares	<u>10,098,100</u>
Weighted average amount per ordinary shares	<u>10.00</u>

**HOUSING AND CONSTRUCTION LANKA (PVT) LTD**  
**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDING 31ST MARCH 2010**

08. <b><u>ACCUMULATED PROFIT/(LOSS)</u></b>	
Balance B/F	(14,444,175.95)
Add :	
Net Profit/(Loss) for the Period/Year	2,042,519.14
	<u>(12,401,656.81)</u>
09. <b><u>NON - CURRANT LIABILITIES</u></b>	
Board of Investment of Sri Lanka	1,295,960.00
Land Lease Payable B/F	
	<u>1,295,960.00</u>
Less:	
Payment during the year	<u>(1,295,960.00)</u>
10. <b><u>TRADE &amp; OTHER PAYABLES</u></b>	
Contractors Payable	13,951,461.29
Other Creditors (a)	32,196,496.67
Accrued Expenses (b)	2,372,093.00
Amount Payable to Contractors/Supplier	1,083,551.86
VAT	1,551,877.56
NBT	250,465.00
ESC (c)	70,457.40
Sub Lease Advances	10,000,000.00
VAT Penalty Chgs	10,688.00
	<u>61,487,090.78</u>
10.(a) <b><u>OTHER CREDITORS</u></b>	
Deposits Received from Customers	30,165,341.00
Refunds Due to Customers	230,000.00
Retention Payable	736,025.72
Horana Regional Secretarial - Revenue Tax	891,117.95
Maintenance Charges Received in Advance	174,012.00
	<u>32,196,496.67</u>

**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDING 31st MARCH 2010**

10(b). ACCRUED EXPENSES

EPF	63,040.00
ETF	9,458.00
Salary Payable - Foreign Staff	220,664.00
Salary Payable - Local Staff	189,063.00
Audit Fee	60,000.00
Payee Tax	147,862.00
Legal Fee	1,036,699.00
Secretarial Charges	7,031.00
Consultancy Fee	121,590.00
Telephone	123,519.00
Water	29,282.00
Electricity	106,232.00
Bonus	254,000.00
BOI Charges	3,653.00
	<u>2,372,093.00</u>

10.(c) ECONOMIC SERVICE CHARGES

Balance B/F	37,928.00
Add:	
Provision For The Year	173,711.40
	<u>211,639.40</u>
Less:	
Paid During The Year	(141,182.00)
	<u>70,457.40</u>

11. REVENUE

Plots	26,749,710.00
Houses	42,734,932.00
	<u>69,484,642.00</u>

12. COST OF SALES

Land Improvement & Construction Cost (Refer Note 3)	<u>42,969,821.37</u>
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13. GENERAL CONSTRUCTION OVERHEADS

Site Security Expenses	2,762,975.00
Site Maintenance	638,689.30
Site Expenses - Survey	30,840.00
Depreciation	110,409.26
General Site Expenses	333,023.77
	<u>3,875,937.33</u>

**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDING 31st MARCH 2010**

14. MARKETING EXPENSES

Travelling & Transport	147,221.00
Vehicle Maintenance & Hiring	440,821.00
Insurance	51,308.34
Sales Commission	140,000.00
Advertisement	4,165,907.00
Depreciation	94,040.10
Fuel	553,723.00
	<u>5,593,020.44</u>

15. ADMINISTRATIVE EXPENSES

Salaries & Wages	4,761,546.00
EPF	560,820.00
ETF	140,217.00
Salary Foreign Staff	1,022,800.00
Internet	19,894.33
Newspaper & Magazine	30,120.00
Visa Fees	67,635.00
BOI Annual Charges & Premium	465,625.00
BOI Ground Rent	362,798.30
Computer Maintenance	97,650.00
Consultancy Fees	1,045,000.81
Staff Accomodation - Rent	360,000.00
Office Accomodation - Rent	1,172,500.00
Bonus	254,000.00
Telephone	762,886.32
Electricity	1,272,213.35
Water	568,889.57
Staff Welfare	394,860.15
Printing & Stationery	132,311.00
Postage & Delivery	69,952.16
Compensation to Buyer	40,000.00

**HOUSING AND CONSTRUCTION LANKA (PRIVATE) LIMITED**

**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDING 31st MARCH 2010**

Entertainment	176,081.98
Maintenance & Repair	211,812.02
Office Maintenance	100,119.00
Labour Charges	141,250.00
Professional Fees	96,693.75
Depreciation	208,672.72
Audit Fees	60,000.00
Parking Fee	880.00
	<u>14,597,228.46</u>
<b>10. <u>OTHER OPERATING EXPENSES</u></b>	
General Expenses	267,021.42
ETF Surcharge	12,140.45
N.B.T. Penalty	7,304.00
Penalty on BOI	6,200.80
VAT Penalty	10,688.00
Charity & Donation	24,000.00
	<u>327,354.67</u>
<b>11. <u>FINANCE COST</u></b>	
Debit Tax	65,160.50
Bank Charges	13,600.00
	<u>78,760.50</u>

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**

**TAX COMPUTATION  
FOR THE YEAR ASSESMENT 2009/2010**

Net Profit / (Loss) as per Accounts		2,042,519
Add :		
<b><u>Disallowable Expenses</u></b>		
Depreciation	413,122	
Advertisement 50% of Rs.4,165,907	2,082,954	
Entertainment	176,082	
ETF Surcharge	12,140	
M.B.T. Penalty	7,304	
Penalty on BOI	6,201	
Charity & Donation	24,000	
VAT Penalty	10,688	
	<hr/>	<hr/>
		2,732,491
		4,775,010
Less :		
<b><u>Depreciation Allowances On Additions to Property, Plant &amp; Equipment</u></b>		
<b>2004/2005</b>		
Office Equipment 12.5% of Rs. 44,000	5,550	
Site Equipment 12.5% of Rs. 9,300	1,163	
<b>2005/2006</b>		
Office Equipment 12.5% of Rs. 16,900	2,112	
<b>2006/2007</b>		
Motor Vehicle 20% of Rs. 1,24,565	24,913	
Office Equipment 12.5% of Rs. 66,200	8,275	
Site Equipment 12.5% of Rs. 55,100	6,887	
<b>2007/2008</b>		
Office Equipment 12.5% of Rs. 3,59,740	44,967	
Furniture & Fittings 20% of Rs. 4,11,896	82,379	
Site Equipment 12.5% of Rs. 124,508	15,563	

**HOUSING AND CONSTRUCTION (PRIVATE) LIMITED**

**TAX COMPUTATION  
FOR THE YEAR ASSESMENT 2009/2010**

**2008/2009**

Motor Vehicle 20% of Rs. 1,60,345	32,069	
Office Equipment 12.5% of Rs. 3,79,948	47,493	
Furniture & Fittings 20% of Rs. 7,650	1,530	
Site Equipment 12.5% of Rs. 3,04,150	38,019	

**2009/2010**

Office Equipment 12.5% of Rs. 2,7,250	3,406	
Furniture & Fittings 20% of Rs. 9,822	1,964	
Site Equipment 12.5% of Rs. 13,950	<u>1,744</u>	<u>(318,034)</u>

Adjusted Trade Profit/(Loss) - Exempt

4,442,976