

**Comments of the Management on the report of Statutory Auditors on Accounts & Balance Sheet of IRWO for the year ending 31.03.2012**

Para Nos.1, 2, 4, 5, 6 & 7 of Audit Report are informatory only and hence 'No Comments'.

<b>Para No.</b>	<b>Observations of Statutory Auditors</b>	<b>Comments of the Management</b>
3.1	Fixed Assets, Work in Progress, & Material at site is subject to physical verification and have been taken as mentioned in the books of accounts maintained at the Head Office on the basis of return / information received from respective Project sites. Refer notes on accounts Para (1 & 4).and accounting policy point No.2,3,4	Physical verification has been done by the Project Managers.
3.2	Cash in hand as on 31-3-2012 is subject to physical verification as it represents balance in Imprest account with Project Managers for petty expenses and have been compiled from the statements received from project sites (Refer notes on accounts Para-5)	These are Imprest amount with the Project Managers for meeting day to day petty expenses and maintenance of colonies till they are handed over to Allottee Associations.
3.3	Amount of Contingent Liability against pending court cases has not been ascertained (Refer notes on accounts Para 7(b)).	Liability against court cases cannot be fully ascertained unless the cases are decided. To be on the safer side, IRWO has not yet closed the accounts of such Projects finally and adequate provision exists to honour court orders in case the decision goes against IRWO.