

## NOTICE

NOTICE is hereby given that the Twenty Second Annual General Meeting of the Crown Tours Limited will be held on Monday, 1<sup>st</sup> August, 2011 at Opp. Hotel Rajputana Palace Sheraton, Palace Road, Jaipur-302006 at 10.00 A.M. to transact the following business :-

### (A) ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Annual Accounts for the year ended 31<sup>st</sup> March, 2011 and the report of directors and auditors thereon.
2. To appoint a Director in the place of Mr. Vipin Bhandari, who retires by rotation and is eligible for re-appointment.
3. To appoint a Director in the place of Mr. Amit Lodha, who retires by rotation and is eligible for re-appointment.
4. To appoint Auditors who shall hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

### BOARD OF DIRECTORS

Mr. Bharat Raj Bhandari      Managing Director  
Mr. Kamlesh Bhandari      Whole Time Director  
Mr. Dinesh Golecha  
Mr. Om Prakash Agarwal  
Mr. Amit Lodha  
Mr. Vipul Bhandari

### COMPLIANCE OFFICER

Mr. Sitaram Jhanwar

### AUDITORS

M/s. Kalani & Company  
Chartered Accountants  
S-23-A, Mangal Marg, Bapu Nagar,  
Jaipur - 302 004

### BANKERS

Andhra Bank  
ICICI Bank Ltd.  
Bank of Baroda

### REGISTERED OFFICE

Opp. Hotel Rajputana Palace Sheraton, Palace Road,  
Jaipur - 302 006  
Tel. : 0141-2363310, 2378057  
Fax : 0141-4002311  
E-mail : srj@crownjaipur.org  
Website : www.crownjaipur.org

### REGISTRAR & SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.  
C-13, Pannalal Silk Mills Compound,  
LBS Marg, Bhandup (W),  
Mumbai - 400078

### REGISTERED OFFICE

Opp. Hotel Rajputana Palace Sheraton  
Palace Road, Jaipur-302006

Dated: 30.05.2011

By order of the Board

**For CROWN TOURS LIMITED**

Sd/-

**BHARAT RAJ BHANDARI**  
Managing Director

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**NOTES :**

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY IN ORDER TO BE EFFECTIVE MUST BE LODGED AT REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE COMMENCEMENT OF THE MEETING.
2. The Register of Members and Transfer Books of the Company will be closed from 25<sup>th</sup> July 2011 to 30<sup>th</sup> July 2011 ( both days inclusive).
3. Shareholders desiring any information as regards the accounts are requested to write to the company at an early date so as to enable the management to keep the information ready.

**REGISTERED OFFICE**

Opp. Hotel Rajputana Palace Sheraton,  
Palace Road, Jaipur-302006

Dated: 30-05-2011

By Order of the Board  
For **CROWN TOURS LIMITED**

Sd/-  
**Bharat Raj Bhandari**  
Managing Director

**DIRECTORS' REPORT TO THE MEMBERS**

Your Directors have pleasure in presenting the Twenty Second Annual Report together with the Audited Statement of Accounts of your company for the year ended on 31<sup>st</sup> March, 2011.

**FINANCIAL RESULTS**

**The performance of the Company for the financial year ended 31<sup>st</sup> March 2011 is summarized below : -**

	<b>(Rs. in Lacs)</b>	
	<b>2010-11</b>	<b>2009-10</b>
Operating Receipts	1169.99	1062.33
Profit before Depreciation & Interest	86.88	92.78
Less: Depreciation & Interest	65.96	65.70
Net profit for the year before Tax	20.93	27.08
Less: Provision for Taxation/Deferred Tax / Fringe Benefit Tax	3.69	6.51
Net Profit after Tax	16.48	20.57
Add: Balance brought forward	295.50	274.93
Balance Carried to Balance Sheet	311.98	295.50

**FINANCIAL PERFORMANCE**

During the year under review, your Company has earned total revenue of Rs. 1169.99 lacs against Rs. 1062.33 lacs in the previous year. The Company earned net profit of Rs. 20.93 lacs as compared to Rs. 27.08 lacs in previous year.

**INDUSTRY STRUCTURE & DEVELOPMENTS**

In previous year's Directors report, the Company Management expected that the painful pangs of all round severe plunge in the world economic environment would be arrested and start stabilizing by January, 2011, Fortunately, the total industrial sector, much so the tourism sector, did have a sign of some relief in 2010-11, when the down trend onslaught in inbound tourist traffic was abated consequent to the improved world economic scenario. As a natural consequence, it was necessary for every one, to confront the 'survival of the fittest' syndrome by attractive offers at rock bottom rates best suited to their clients and drastically reduce the expenditure outflow by cutting corners at all stages.

Your management with a critical and discreet foresight, effectively combated this requirement which not only improved the turnover quantum but also maintained Net Profit for 2010-11 at a comfortable level.

The effective tourist inflow will commence around mid September, 2011 and with all the untiring efforts to capture new market vistas, your Directors are quite hopeful to achieve substantial improvement both in total Sales and the bottom line figures.

**DIVIDEND**

Yet waiting for the complete normalcy to be resumed, Your Directors have not recommended any Dividend for the current financial year.

**MANAGEMENT DISCUSSION & ANALYSIS**

Management Discussion & Analysis Report for the year under review as stipulated under Clause 49 of the Listing Agreement with Stock Exchanges in India is presented in a separate section forming part of the Annual report.

**DIRECTORS**

In terms of Article 89 of the Articles of Association of the Company, Mr. Vipul Bhandari and Mr. Amit Lodha, Directors of the company retire by rotation and being eligible offers himself for re-appointment at the ensuing Annual General Meeting.

A brief resume of the directors retiring by rotation at the ensuing Annual General Meeting together with the nature of their expertise in specific functional areas as stipulated under Clause 49 of the Listing Agreement with the Stock Exchange are given in the section on Corporate Governance forming part of the Annual report.

**DIRECTORS' RESPONSIBILITY STATEMENT IN TERMS OF SECTION 217(2AA) OF THE COMPANIES, 1956**

Your directors confirm that:

- (a) In the preparation of Annual Accounts, the applicable Accounting Standards have been followed. Further, there have been no material departures.
- (b) The Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of financial year and of the profit of the company for that period.
- (c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- (d) The Directors had prepared the Annual Accounts on a going concern basis.

**AUDITORS**

M/s Kalani & Company, Chartered Accountants, as Statutory Auditors of the Company holds office until the conclusion of the ensuing Annual general Meeting and eligible for re-appointment.

The Company has received letter from M/s Kalani & Company, Chartered Accountant, to the effect that their appointment, if made would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956. Member are requested to consider their re-appointment for financial year ending 31<sup>st</sup> March 2012 on remuneration to be decided by the Board of directors of your company.

Auditor's observations are self explanatory read with notes on accounts and need no further explanation.

**CORPORATE GOVERNANCE**

The report on Corporate Governance as stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges forms part of the Annual Report. The Directors affirm their commitment to the policies as prescribed which set out the systems, Process and policies confirming to the Corporate Governance Standards.

A certificate from the Auditors of the Company M/s Kalani & Company, Chartered Accountant, confirming compliance with conditions of corporate governance as stipulated under the aforesaid Clause 49, is annexed to this report.

**PARTICULARS OF EMPLOYEES**

In terms of the provisions of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975, as amended, the names and other particulars of the employees are **NIL**

**INDUSTRIAL RELATIONS**

Industrial Relations are cordiac. Your Directors wish to express their appreciation for the dedicated services rendered by the workmen, staff and officers of the Company.

**DEPOSIT**

The company has not accepted any fixed deposit during the year under review.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO**

Particulars required to be furnished under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 are as under:

1. Part A and B pertaining to conservation of energy and technology absorption are not applicable to the Company being the company in service trade.
2. Total Foreign exchange receipt out of the tickets sold and transport services to foreigners to the tune of Rs. 29,37,554/- and expenses in foreign currency amounting to Rs. Nil.

**ACKNOWLEDGEMENT**

The Board expresses and places on record its sincere gratitude for co-operation, guidance and advice received from the Andhra Bank, ICICI Bank, The Bank of Rajasthan, Central & State Tourism Departments, and Central & State Government Depts. for their valued patronage. The Directors thank the company's valued and esteemed customers for their continued patronage. They would also like to acknowledge the continued support of the company's shareholders in its entire endeavor. Your Directors also thank the employees of the Company at all levels for their active participation and contribution in growth of the company, who through their competence, hard work, co-operation and support, have enabled the company to achieve new heights.

**REGISTERED OFFICE**

Opp. Hotel Rajputana Palace  
Sheraton, Palace Road  
Jaipur – 302006

Dated : 30-05-2011

By order of the Board  
**FOR CROWN TOURS LIMITED**

**Sd/-**  
**Bharat Raj Bhandari**  
Managing Director

**Sd/-**  
**Kamlesh Bhandari**  
Director

## MANAGEMENT DISCUSSION & ANALYSIS REPORT

### INDUSTRY STRUCTURE & DEVELOPMENT

Tourism is an important industry in Indian economy providing employment to million of persons. Ranked among the fastest growing sectors, it is also a leading sector for foreign exchange generation. Even when affordable funds were not at hand for the tourists because of stringent conditions, yet the first liking for parting money for tours, has not slacken world wide. The domestic Tourism has rather increased. The Company hence is quite hopeful to bring quite palatable result at the end of 2011-12.

In order to provide extra attractions to the incoming tourists, the Company has planned several VALUE ADDED offerings and expects an appreciable outcome with such plans.

### OUTLOOK, OPPORTUNITIES AND THREATS

Rajasthan even now enjoys the status of most preferred tourism spot because of its heritage properties and wild life sancturay. The major challenge lies in infusing confidence and providing international standards of safety to the tourists and to with many added value facilities, to pull the guests to wards your Company. Itineraries at affordable every one's budget prices have been evolved which surely will raise additional sales. The Company has now adapted the philosophy of equalizing the domestic tourism to the levels of foreign tourist influx as a ego satisfying strategy for the inland tourist.

### RISK & CONCERNS

Tourism is considered to be quite sensitive to socio-political situations in a country. Hence basically being a seasonal business; lower revenues in the non peak season do make significant dents in the revenues and call for quite a discreet spending under various heads of expenditure. Your Management hence has been monitoring the situation both from quantitative and availability point of view. Course corrections are implemented which are definitely beneficial to achieve the growth.

### INTERNAL CONTROL SYSTEMS

The Company has built adequate systems of internal controls towards achieving efficiency and effectiveness in operations, optimum utilisation of resources, and effective monitoring thereof as well as compliance with all applicable laws The internal control mechanism comprises a well-defined organisation structure, documented policy guidelines, predetermined authority levels and processes commensurate with the level of responsibility.

## FINANCIAL PERFORMANCE

The annexed Balance Sheet will have given the members, the Company's performance in the year under report. Without any tinge of complacency, your Directors are making untiring efforts to achieve new heights again in the coming year too.

### HUMAN RESOURCES MANAGEMENT

The Company's belief in trust, transparency and teamwork improved employee efficiency at all levels. The Company's commitment to harmonious industrial relations resulted in enhancing effectiveness of operations and enabled the achievement of international benchmarks in tourism business The company's ongoing objective is to create an inspirational work climate where talented employees engaged in creating sustained value for the stakeholders,

Training and orientation programmes are being arranged periodically, to update the employees in the work techniques. The overall human resources are positive and we would be able to effectively achieve the desired objectives. The Company has developed an environment of harmonious and cordial relations with its employees.

### CAUTIONARY STATEMENT

*Statements in the Management Discussion and Analysis describing the Company's position, objectives, projections, estimates and expectations may be "forward looking statements" within the meaning of applicable law and regulations. Actual results might differ substantially or materially from those expressed or implied. Important factors that could make a difference to the Company's operations include, inter-alia, change in tourism policy of the Government, natural calamities, change in political and economic conditions, change in Government policies and regulations, tax laws and other statues, market and other risks, risk inherent in successfully implementing company's growth strategy, dependence on certain patrons and other factors over which the company does not have any direct control.*

### REGISTERED OFFICE

Opp. Hotel Rajputana Palace  
Sheraton, Palace Road  
Jaipur – 302006

By order of the Board  
**FOR CROWN TOURS LIMITED**

**Sd/-**  
**Bharat Raj Bhandari**  
Managing Director

**Sd/-**  
**Kamlesh Bhandari**  
Director

Dated : 30-05-2011

## CORPORATE GOVERNANCE REPORT

### 1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

The Company has been ceaselessly efforting to maintain top level transparency in all matters and this objective does require a highest degree of accountability and equity converying all aspects of operations as also in the dealings with different stakeholders. Like all other buisnesses, Travel trade too has been confronting a bitter competition much so not alone in terms of prices offered but more on quality of services provided. More than on any previous occasions, the customers predominant consideration is the return of 'value of money' shelled out by them. Hence the theme for fiscal 201-11 operations have been meticulously on teh 'Quality services' at optimal costs.

Your Management has quite satisfactorily acheived success in the matter of providing and maintaining Quality services to our patrons. Due to some policy changes by our patrons, a large chunk of operations have had to be divested by the Company in the later part of 2010-11. But this major set back could not deter our alternate strategies/plans for new client inflows and at the end of the year, your Company could achieve more than 6% growth even in otherwise adverse circumstances. Your Directors do feel that the incessant and sincere efforts put by them have certainly resulted in driving the various stakeholders particularly the employees to inculcate ahearfelt craze to continue with the Growth in the Company.

Your Directors are well seized with the basic requirement of trade that growth and only growth is the only need to maintain presence in the compatitive world today and hence wish to reassure you that their hunger for catching on excellence in every field of tourism will never be allowed to diminish, come what may.

### 2. BOARD OF DIRECTORS

The composition of the Board of Directors of the Company represents an appropriate mix of Executive and Non Executive Directors to ensure the independence of the Board, and to separate the board functions of governance and management.

The Board of Directors of the company comprises of six directors as on date of this report, of whom four are Non-Executive Directors and two are Executive Directors. Two of the Directors are Independent Directors. The Directors have an in-depth knowledge of the business and the industry and have long experience in the trade.

The Board periodically reviews compliance reports of all laws applicable to the company and takes steps to rectify non compliances, if any. The Board's ambit is to oversee the company's strategic policies, review corporate performance, authorise strategic investments, ensure regulatory compliance and safeguard the interests of shareholders. The Directors including the

Non-Executive Directors actively participate in Board Meetings. The day to day management of the company is conducted by Managing Director subject to supervision and control of Board of Directors.

The Board meets once a quarter to review and discuss the performance of the company, its future plans, strategies and other pertinent issues relating to the company. Additional Board meetings are also held under exigencies. During the financial year ended on 31<sup>st</sup> March 2011 the Board of Directors of the company held 10 meetings and the gap between two meetings did not exceed four months.

The meetings were held on 30th April 2010, 29th May 2010, 31st May 2010, 31st July 2010, 21st Sept. 2010, 14th Oct. 2010, 8th Dec.2010, 11th Jan. 2011, 16th Feb. 2011 and 31st March 2011.

The particulars of the Directors and attendance at the Board Meetings during the year and the last Annual General Meeting as also number of other directorships (excluding Crown Tours Limited) and Committee Membership as on 31-03-2011 are as follows:

S.No.	Name of Directors	Attendance		No. of other Directorships	No. of Committees*	
		BOD	AGM		Member	Chairperson
1.	Mr. Bharat Bhandari M.D.	10	Yes	6	0	0
2.	Mr. Kamlesh Bhandari WTD	10	Yes	7	1	0
3.	Mr. Dinesh Golecha NED	10	Yes	0	3	0
4.	Mr. O.P. Agarwal NED(I)	10	Yes	0	3	2
5.	Mr. Amit Lodha NED(I)	10	Yes	0	2	1
6.	Mr. Vipul Bhandari NED	8	Yes	1	0	0

MD – Managing Director, WTD – Whole Time Director, NED – Non-Executive Director, ED – Executive Director, I – Independent Directors

\*Including Audit Committee, Remuneration Committee, Shareholders' / Investors' Grievance Committee.

### Brief Resume of Directors being eligible for Re-appointment at the ensuing Annual General Meeting.

Mr. Vipul Bhandari and Mr. Amit Lodha are Directors to retire by rotation and being eligible offers themselves for reappointment. The brief profile of the Directors is given below:

**Mr. Vipul Bhandari:** Mr. Vipul Bhandari, the youngest Director in the Board has come up with smart and fruitful plans during the course of Board meetings. He has been touring lot to get on the spot tourist desires and expectations so that the Company can come to an enviable position. His suggestions are well taken and also implemented where necessary. His contributions are discreet and thought provoking. Mr. Vipul Bhandari is also Director in three other Private Companies. He is not a member in the Committees of any other company.

**Mr. Amit Lodha:** Mr. Amit Lodha, aged 33 years, is a Chartered Accountant. He has experience in the areas of finance, commercial, banking, accounts and general management. He has rendered valuable professional service to the company in matters related to Accounts, taxation & legal matters. Mr. Amit Lodha is Chairman of the 'Remuneration Committee' and a member of the 'Audit Committee'. Mr. Amit Lodha does not hold directorship in any other company. He is not a member in the Committees of any other company.

**3. BOARD COMMITTEES**

**(A) Audit Committee**

The Audit Committee comprises of three Non-Executive Directors, viz. Mr. O.P. Agarwal, Mr. Dinesh Golecha and Mr. Amit Lodha. Mr. O.P. Agarwal an Independent Non Executive Director is the Chairman of the Committee.

During the year the Committee met four times and the attendance of members at the meeting was as under:

S. No.	Name of Members	Status	No. of meetings attended
1.	Mr. O.P. Agarwal	Chairman	4
2.	Mr. Dinesh Golecha	Member	4
3.	Mr. Amit Lodha	Member	4

The Audit Committee is constituted in accordance with the provisions of the Listing Agreement and the Companies Act, 1956. The Members of the Committee are qualified and experienced in the fields of finance, accounts, taxation & company law and other allied subjects.

The terms of reference of the audit Committee include the following:

1. Reviewing the Company's financial reporting process and the disclosure of its financial information
1. Recommending the appointment and removal of statutory auditors, fixation of audit fees and also to approve payment for other services.
1. Reviewing the quarterly and annual financial statements with primary focus on accounting policies and practices, compliance with accounting standards and legal requirements concerning financial statements.
1. Reviewing the reports furnished by the internal auditors and statutory auditors and ensures suitable follow up thereon.

**(B) Remuneration Committee**

The Remuneration Committee of the company comprises of Mr. Amit Lodha, Non- Executive Independent Director as Chairman and Mr. Dinesh Golecha and Mr. O.P. Agarwal, Non Executive Directors, as its Members.

The terms of reference of the Remuneration Committee, inter alia, consist of reviewing the overall compensation policy and structures, service agreements and other employment conditions for the members of the board. The Committee has been constituted for determining the company's policy on specific remuneration packages for Directors including pension rights and any compensation payments. The Committee determines/ reviews and recommends to the Board the remuneration payable to the Managing Director/ Whole Time Director/ Executive Directors, subject to the approval of Shareholders in the General Meeting.

During the year the Committee met only once on 30<sup>th</sup> May, 2010 and the attendance of members at the meeting was as under :

S.No.	Name of Member	Status	No of meetings attendend
1.	Mr. Amit Lodha	Chairman	1
2.	Mr. Dinesh Golecha	Member	1
3.	Mr. O. P. Agarwal	Member	1

Remuneration paid to Managing Director/Whole Time Director during the financial year 2010-11 was as per under mentioned details:

S. No.	Name	Designation	Salary & perquisites (Rs. in Lacs)
1.	Bharat Raj Bhandari	Managing Director	12.00
2.	Kamlesh Bhandari	Whole Time Director	3.00
	<b>TOTAL</b>		<b>15.00</b>

**(C) Shareholders'/Investors Grievance Committee**

Share Transfer and Shareholders'/Investors' Grievance Committee comprises of Shri O.P. Agarwal, Non Executive Director as Chairman and Shri Kamlesh Bhandari and Shri Dinesh Golecha as its Members.

The Shareholder's/ Investors Grievance Committee has been constituted for approving and monitoring transfers, transmission, splitting and consolidation of securities, issue of duplicate share certificates by the company and look into various issues relating to shareholders including redressal of complaints from shareholders relating to transfer of shares, non receipts of Balance Sheet, etc.

Mr. Sitaram Jhanwar, was acting as Compliance Officer of the Company during the year under review.

During the year the committee met 7 times and the attendance of the members is as follows:

S. No.	Name of Member	Status	No. of meeting attended
1.	Shri O.P. Agarwal	Chairman	7
2.	Shri Kamlesh Bhandari	Member	7
3.	Shri Dinesh Golecha	Member	7

The total numbers of complaint/ share transfer requests received and replied to the satisfaction of shareholders during the year under review were 46. There were no complaints pending as on 31<sup>st</sup> March, 2011.

**4. CODE OF CONDUCT**

The Company has adopted the Code of Conduct and ethics for Directors and Senior Management. The code has been circulated to all the Members of the Board and Senior Management and the same has been put on the company's website [www.crownjaipur.org](http://www.crownjaipur.org). The Board Members and Senior Management has affirmed their compliance with the code of conduct and a declaration signed by the Managing Director of the Company is appearing elsewhere in the Annual Report.

**5. CEO/CFO CERTIFICATION**

Chief Executive Officer (CEO) and Chief Financial Officer (CFO) have issued necessary certificate pursuant to the provisions of Clause 49 of the Listing Agreement and the same is annexed and forms part of the Annual Report.

**6. GENERAL BODY MEETING****Date, time & Venue of the last three Annual General Meetings:**

Year	Date	Time	Venue
2007-08	18/08/2008	10.00 a.m.	Opp. Hotel Rajputana Palace Sheraton, Palace Road, Jaipur
2008-09	13/08/2009	10.00 a.m.	Opp. Hotel Rajputana Palace Sheraton ,Palace Road, Jaipur
2009-10	20/09/2010	10.00 a.m.	Opp. Hotel Rajputana Palace Sheraton ,Palace Road, Jaipur

During the last year no resolution were put through postal ballot and neither during the current year any resolution is proposed to be passed through postal ballots.

**7. DISCLOSURES**

- (a) No materially significant related party transaction that may have potential conflict with the interests of the Company at large have been entered into.
- (b) The company has continued to comply with the requirements of regulatory authorities, i.e., Stock Exchanges, SEBI and other Statutory Authorities on all matters relating to Capital Markets during the last three years and no penalties or strictures have been imposed on the Company by the above mentioned authorities.

**8. MEANS OF COMMUNICATION**

The quarterly & half yearly unaudited financial results & the annual audited financial results are published in one English daily and in one Vernacular Newspaper & are also furnished to the Stock Exchange with whom the company has listing agreements to enable them to put them on their website. The same is also posted at company's website – [www.crownjaipur.org](http://www.crownjaipur.org). Since the results of the company are published in the newspaper, half yearly report is not sent to each house hold of shareholders.

**9. GENERAL SHAREHOLDERS' INFORMATION**

- (i) Annual General Meeting : Monday, 1<sup>st</sup> August 2011 at 10.00 A.M.  
At Opp. Hotel Rajputana Palace Sheraton,  
Palace Road, Jaipur (Regd. Office)
- ii) Financial Calendar : 1st April to 31st March  
(tentative and subject to change)  
I Quarterly results (June, 2010) : last week of July, 2010  
II Quarterly results (September, 2010) : last week of October, 2010  
III Quarterly results (December, 2010) : last week of January, 2011  
Audited Yearly Results for the year  
Ending on 31st March, 2011 : last week of May, 2011



- (iii) Book Closure Date : 25<sup>th</sup> July 2011 to 30<sup>th</sup> July 2011  
(both days inclusive)
- (iv) Listing on Stock Exchanges at : Jaipur Stock Exchange Limited,  
Stock Exchange Building, J.L.N Marg, Jaipur
- Delhi Stock Exchange Association Limited,  
DSE House, 3/1, Asaf Ali Road,  
New Delhi -110002.
- Listing fees as prescribed have been paid to all the aforesaid Stock exchange upto the Financial year 2010-11.
- (v) Demat ISIN No. : INE969E01010
- (vi) Stock Market Data : There was no trading of the shares of the company on either of the Stock Exchanges and the shares of the company were not quoted throughout the year
- (vii) Registrars and Share Transfer agents : Link Intime India Private Limited  
(Formerly known as "Intime Spectrum Registry Limited")  
C-13, Pannalal Silk Mills Compound,  
LBS Marg, Bhandup (West),  
Mumbai-400078
- (viii) Corporate Identification No. (CIN) : L63040RJ1989PLC004942
- (ix) Share Transfer System : Share Transfers in physical form are processed by the Registrar and Share Transfer Agent and approved by the Share Transfer Committee which meets at requisite intervals. Share Transfers are registered and returned within 30 days from the receipt of duly filled transfer deeds and certificates, provided they are valid and complete in all respects.
- (x) Dematerialisation of shares: 12700 shares (0.41%) of the company have been dematerialised upto 31-03-2011 and balance 3087300 shares (99.59%) were held in physical form.

**(xi) Shareholding**

**(a) Distribution of shareholdings as on 31-03-2011**

Nominal Value of Shares	Shareholders		Share Amount (in Rs.)	% to Equity
	Number	%		
Upto 2,500	22	10.05	28,000	0.09
2,501 — 5,000	149	68.03	5,31,000	1.71
5,001 — 10,000	6	2.74	53,000	0.17
10,001 — 20,000	2	0.91	25,000	0.08
20,001 — 30,000	6	2.74	1,50,000	0.48
30,001 — 40,000	2	0.91	70,000	0.23
40,001 — 50,000	1	0.46	44,000	0.14
50,001 — 100,000	9	4.11	6,10,000	1.97
1,00,001 & Above	22	10.05	2,94,89,000	95.13
<b>TOTAL</b>	<b>219</b>	<b>100.00</b>	<b>3,10,00,000</b>	<b>100.00</b>

**(b) Category of Shareholders as on 31-03-2011 :**

Category	Share Held	
	Number	%
Promoters	22,02,500	71.05
Persons acting in concert	—	—
Institutional Investors	—	—
Private Corporate Bodies	—	—
Indian Public	8,97,500	28.95
<b>TOTAL</b>	<b>31,00,000</b>	<b>100.00</b>

**(xii) Investor Correspondence :**

Opp. Hotel Rajputana Palace Sheraton,  
Palace Road, Jaipur -302006

The shareholders may address their communications/suggestion/grievances/queries to:

The Company Secretary,

**CROWN TOURS LIMITED**

Opp. Hotel Rajputana Palace Sheraton,

Palace Road, Jaipur

E-mail: info@crownjaipur.org

Website: www.crownjaipur.org

**10. ADOPTION OF NON-MANDATORY REQUIREMENTS OF CLAUSE 49**

The company complies with the following non-mandatory requirements stipulated under clause 49 of the Listing Agreement:

- (a) **Remuneration Committee:** The Company has constituted Remuneration Committee to determine/ review and recommend to the Board the remuneration payable to the Managing Director/ Whole Time Directors/ Executive directors.
- (b) **Whistle Blower Policy:** The Company do have a Whistle Blower Policy. It inter alia provides a mechanism for employees of the Company and other persons dealing with the Company to report to the Chairman of the Audit and Finance Committee, any instance of the unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. It also provides for adequate safeguards against victimization of such employees. Further, the existence of the mechanism has been appropriately communicated within the organization.

**AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE**

The company has obtained a Certificate from its Statutory Auditors regarding compliance of conditions of Corporate Governance as stipulated in the Listing Agreements with Stock Exchanges. The said Certificate is annexed hereto as Annexure – B

**REGISTERED OFFICE**

Opp. Hotel Rajputana Palace

Sheraton, Palace Road

Jaipur – 302006

**Dated : 30.05.2011**

By order of the Board  
**FOR CROWN TOURS LIMITED**

**Bharat Bhandari**

Managing Director

**Kamlesh Bhandari**

Whole Time Director

**DECLARATION FOR COMPLIANCE WITH CODE OF CONDUCT**

**To the members of Crown Tours Limited**

Pursuant to Clause 49 I (D)(ii) of the Listing Agreement, I hereby confirm that the company has obtained affirmation from all the members of the Board and Senior Management that they have complied with the Code of Business Conduct and Ethics for Directors and Senior Management in respect of the financial year 2010-11.

**For Crown Tours Limited**

**Date: 30.05.2011**

**Place: Jaipur**

**Bharat Raj Bhandari**

**Managing Director**

**CEO / CFO CERTIFICATION**

**To the Board of Directors,**

We have reviewed the financial statements, read with the cash flow statements of Crown Tours Ltd. for the year ended 31<sup>st</sup> March, 2011 and to the best of our knowledge and belief, we state that:

- (a) (i) these statements do not contain any materially untrue statements or omit any material fact or contain statements that may be misleading
- (ii) these statements present a true and fair view of the Company's affairs and are in compliance with current accounting standards, applicable, laws and regulations.
- (b) there are to the best of our knowledge and belief, no transaction entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.

- (d) We have indicated to the Auditors and the Audit committee:
- (i) significant changes, if any, in the internal control over financial reporting during the year
  - (ii) significant changes, if any, in accounting policies made during the year and that the same have been disclosed in the notes to the financial statements; &
  - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For Crown Tours Limited**

**Date: 30.05.2011**  
**Place: Jaipur**

**S.G. Harsolekar**  
Chief Financial Officer

**Bharat Raj Bhandari**  
Managing Director

**AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE**

TO THE MEMBERS  
CROWN TOURS LIMITED

We have examined the compliance of the conditions of Corporate Governance by Crown Tours Limited for the year ended on 31<sup>st</sup> March 2011 as stipulated in clause 49 of the Listing Agreement of the said company with the stock exchanges.

The compliance of the conditions of corporate governance is the responsibility of the management. Our examination has been limited to the review of procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us and representation made by the directors and the management, we certify that the company has complied with the conditions of Corporate Governance as stipulated in clause 49.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

**For KALANI AND COMPANY**  
Chartered Accountants  
FRN : 000722C

**Place: Jaipur**  
**Date: 30.05.2011**

**[Vikas Gupta]**  
**Partner**  
**M.No. 77076**

## AUDITOR'S REPORT

### TO THE MEMBERS OF CROWN TOURS LIMITED

1. We have audited the attached Balance Sheet of CROWN TOURS LIMITED as at 31<sup>st</sup> March, 2011 and the related Profit and Loss Account and Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the company, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure, a statement on the matters specified in paragraph 4 and 5 of the said order.
4. Further to our comments in the Annexure referred to above, we report that:
  - i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - ii) In our opinion, proper books of accounts as required by the law have been kept by the company so far as appears from our examination of those books.
  - iii) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
  - iv) In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.
  - v) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2011 and taken on record by the Board of Directors of the company, we report that none of the director is disqualified as on 31<sup>st</sup> March, 2011 from being

appointed as Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

- vi) In our opinion and to the best of our information and according to the explanations given to us, the said accounts, read together with Significant Accounting Policies and Notes on Accounts (as per Schedule-14) give the information as required by the Companies Act, 1956 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) in the case of Balance Sheet, of the state of affairs of the company as at 31<sup>st</sup> March, 2011;
  - b) in the case of Profit and Loss Account, of the profit for the year ended on that date; and
  - c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

**FOR KALANI & COMPANY**  
Chartered Accountants  
FRN : 000722C

**Sd/-**  
**(Vikas Gupta)**  
Partner  
**M.NO. 77076**

**Place: Jaipur**  
**Dated : 30-05-2011**

**ANNEXURE TO THE AUDITOR'S REPORT**

Statement referred to in paragraph (3) of our report of even date to the members of the **CROWN TOURS LIMITED** on the accounts for the year ended 31<sup>st</sup> March, 2011.

- (i.) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) The fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- c) During the year, Company has not disposed off any substantial/major part of fixed assets; hence the going concern status of the company is not affected.
- (ii) a) to c) As there was no inventory, no reporting is required for clause nos. 4(ii) a,b & c.
- (iii) (a) to (d) The company has not granted any loans to parties listed in the register maintained under section 301 of the Companies Act, 1956. Therefore, the provisions of clause 4(iii)(a) to 4(iii)(d) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (e) to (g) The company has not taken any loans secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business with regard to the purchase of fixed assets, other assets and with regard to rendering of services. Further, on the basis of our examination of the books of accounts and records of the company and according to information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct weakness in the aforesaid internal control system.
- (v) a) On the basis of checks carried out by us and according to the information and explanations given to us, the particulars of contracts or arrangements referred to in section under section 301 of the Companies Act, 1956 have been entered in the register required to be maintained under that section.

- b) In our opinion and according to the explanations and information given to us, the transaction made in pursuance of such contract or arrangement have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) The company has not accepted deposits from the public within the meaning of Sections 58A and 58AA of the Companies Act, 1956 and the rules made there under.
- (vii) In our opinion, the company has an internal audit system commensurate with its size and nature of its business.
- (viii) The maintenance of cost records has not been prescribed by the Central Government under section 209(1) (d) of the Companies Act, 1956.
- (ix) a) According to the information and explanations given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities all applicable undisputed statutory dues. According to the information and explanations given to us there were no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of Income Tax, Sales tax, Customs duty, Wealth tax, Excise duty, Cess, Service Tax which have not been deposited on account of any dispute.
- (x) There are no accumulated losses at the end of the financial year. The company has also not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institutions or bank. The company does not have any outstanding debentures at the end of the year.
- (xii) According to the information and explanations given to us, the company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

- (xiii) The company is not a chit fund or a nidhi/mutual benefit or a society. Therefore, the provisions of clause 4 (xiii) (a) to 4(xiii) (d) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) The company is not dealing in or trading in the shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xvi) The company has not taken any term loans during the year.
- (xvii) According to the Cash Flow Statement and records examined by us and information and explanations given to us and on overall examination of Balance Sheet, we report that no funds raised on short-term basis have been used for long-term investments.
- (xviii) According to the information and explanations given to us, the company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The company has not issued debentures during the year.
- (xx) The company has not raised any money by way of public issue during the year.
- (xxi) To the best of our knowledge and belief according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year.

**FOR KALANI & COMPANY**  
Chartered Accountants  
FRN : 000722C

Sd/-  
**(Vikas Gupta)**  
Partner  
M.NO. 77076

Place: Jaipur  
Dated : 30.05.2011

**BALANCE SHEET AS AT 31ST MARCH, 2011**

(Amount in Rs.)

PARTICULARS	SCHEDULE NO.	AS AT 31-03-2011		AS AT 31-03-2010	
<b>SOURCE OF FUND</b>					
<b>SHARE HOLDER'S FUNDS</b>					
Share Capital	1	30,990,000		30,990,000	
Reserves and Surplus	2	31,500,017	62,490,017	29,851,725	60,841,725
<b>LOAN FUND</b>					
Secured Loans	3	1,405,158	1,405,158	2,065,754	2,065,754
<b>DEFERRED TAX LIABILITY</b>					
			1,816,112		2,162,641
<b>TOTAL</b>			<b>65,711,287</b>		<b>65,070,120</b>
<b>APPLICATIONS OF FUND</b>					
<b>FIXED ASSETS</b>					
Gross Block	4	58,826,805		58,189,126	
Less - Depreciation		34,029,523		31,347,730	
Net Block			24,797,282		26,841,396
<b>CAPITAL WIP</b>	4		-		1,449,122
<b>INVESTMENTS</b>	5		6,200,281		10,259,387
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>					
I. Current Assets	6				
A. Receivable		31,047,539		30,175,399	
B. Cash and Bank Balances		10,659,408		7,186,799	
C. Other current assets		17,173,785		13,901,970	
II. Loans and Advances		4,629,382		4,005,301	
			63,510,114		55,269,469
Less : - Current liabilities	7	28,796,390		28,749,254	
Provisions	7	-		-	
Net Current Assets			34,713,724		26,520,215
<b>TOTAL</b>			<b>65,711,287</b>		<b>65,070,120</b>
<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS</b>					
	14				

The Schedule referred to above and notes on accounts thereon form an integral part of the Balance Sheet  
This is the Balance sheet referred to in our report of even date  
**FOR KALANI & COMPANY**  
Chartered Accountants,  
FRN : 000722C

Sd/-  
**BHARAT RAJ BHANDARI**  
Managing Director  
PLACE : JAIPUR  
DATED : 30.05.2011

Sd/-  
**KAMLESH BHANDARI**  
Director

Sd/-  
**[VIKAS GUPTA]**  
Partner  
M.No. : 77076

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2011** (Amount in Rs.)

PARTICULARS	SCHEDULE NO.	CURRENT YEAR		PREVIOUS YEAR	
		2010-2011		2009-2010	
<b>INCOME</b>					
A. Operating Income	8	110,411,289		103,921,308	
B. Interest received (TDS Rs. 33,521 P.Y. Rs. 56,954)		322,649		702,823	
C. Other Income/Loss	9	964,940		1,609,004	
			111,698,877		106,233,135
<b>EXPENDITURE</b>					
A. Operating Expenses	10	80,834,472		73,172,367	
B. Payments to Employees	11	12,301,472		11,746,401	
C. Administrative expenses	12	9,761,167		11,857,533	
D. Financial expenses	13	333,586		834,968	
			103,230,696		97,611,269
<b>Profit before depreciation &amp; Tax</b>			<b>8,468,181</b>		<b>8,621,866</b>
Less : Depreciation			6,375,445		5,913,827
<b>Profit before Tax</b>			<b>2,092,736</b>		<b>2,708,039</b>
Less : Taxation					
(a) Current Tax		710,000		690,000	
(b) Deferred Tax		(346,530)		(28,896)	
(c) Earlier Year adjustment (FBT)		500		(9,334)	
(d) Earlier Year adjustment (Income Tax)		4,941		(1,077)	
			368,911		650,693
<b>Net Profit for the year</b>			<b>1,723,825</b>		<b>2,057,346</b>
Less: Prior period adjustment (Depreciation)			75,533		-
<b>Net Profit</b>			<b>1,648,292</b>		<b>2,057,346</b>
Balance brought forward			29,549,950		27,492,604
<b>Balance carried to Balance Sheet</b>			<b>31,198,242</b>		<b>29,549,950</b>
<b>Earning per Share (Basic/Diluted)</b> (Face Value of Rs. 10/- each)			<b>0.53</b>		<b>0.66</b>
<b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS</b>	14				

The Schedule referred to above and notes on accounts thereon form an integral part of the Profit & Loss Account  
This is the Profit & Loss Account referred to in our report of even date

**FOR KALANI & COMPANY**

Chartered Accountants,

FRN : 000722C

Sd/-  
**BHARAT RAJ BHANDARI**  
Managing Director  
PLACE : JAIPUR  
DATED : 30.05.2011

Sd/-  
**KAMLESH BHANDARI**  
Director

Sd/-  
**[VIKAS GUPTA]**  
Partner  
M.No. : 77076

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2011** (Amount in Rs.)

PARTICULARS	CURRENT YEAR		PREVIOUS YEAR	
	2010-2011		2009-2010	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net profit before tax and extraordinary items		2,092,736		2,708,039
<b>Adjustment for :</b>				
1. Depreciation	6,375,445		5,913,827	
2. Financial Income	(322,649)		(702,823)	
3. Dividend Income	(142,970)		(145,476)	
4. Loss (Profit) on sale of fixed assets	(327,632)		(379,998)	
5. Financial expenses	333,586	5,915,779	834,968	5,520,498
Operating profit before working capital changes		8,008,515		8,228,537
<b>Adjustment for:</b>				
1. Trade and other receivables	(4,788,036)		(4,506,873)	
2. Pledged FDR	(66,895)		(176,745)	
3. Trade payable	47,136		220,463	
		(4,807,795)		(4,463,155)
Cash Generated from operations		3,200,720		3,765,382
Income tax Paid		(695,441)		(1,272,589)
Cash flow before extraordinary items		2,505,279		2,492,793
Extraordinary items		-		-
Net cash from operating activities (A)		<b>2,505,279</b>		<b>2,492,793</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase of Fixed assets	(4,002,749)		(8,605,940)	
Sale of Fixed assets	1,372,640		380,000	
Interest received	322,649		702,824	
Dividend Income	142,970		145,476	
<b>Net cash from investing activities (B)</b>		<b>(2,164,490)</b>		<b>(7,377,640)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Borrowings	(660,596)		1,053,078	
Financial expenses	(333,586)		(834,968)	
<b>Net cash used in financing activities (C)</b>		<b>(994,181)</b>		<b>218,110</b>
<b>Net increase/decrease in cash and cash equivalents (A+B+C)</b>		<b>(653,392)</b>		<b>(4,666,737)</b>
Cash and Cash equivalents at the beginning of the year		16,083,319		20,750,056
<b>Cash and Cash equivalents at the close of the year</b>		<b>15,429,927</b>		<b>16,083,319</b>
<b>NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011</b>				
Cash and Cash equivalents include:				
Cash and Cheques on hand		3,072,507		3,240,481
Balance with scheduled banks				
in current account		5,167,139		2,583,451
in fixed deposit account *		990,000		-
Current Investment		6,200,281		10,259,387
<b>CASH AND CASH EQUIVALENT</b>		<b>15,429,927</b>		<b>16,083,319</b>

Note : Out of total FDR of Rs. 24,19,762 (PY Rs. 13,62,867), FDR worth Rs. 14,29,762 (PY Rs. 13,62,867) is pledged with bank against guarantee. The same Equivalents and accordingly adjusted in Working capital Changes.

FOR AND ON BEHALF OF THE BOARD

This is the Cash Flow Statement referred to in our report of even date

**FOR KALANI & COMPANY**

Chartered Accountants,

FRN : 000722C

Sd/-  
**BHARAT RAJ BHANDARI**  
Managing Director  
PLACE : JAIPUR  
DATED : 30.05.2011

Sd/-  
**KAMLESH BHANDARI**  
Director

Sd/-  
**[VIKAS GUPTA]**  
Partner  
M.No. : 77076

**CROWN TOURS LIMITED**

**CAPITAL FUND**

**SCHEDULE 1**  
(Amount in Rs.)

PARTICULARS	AS AT 31-03-2011		AS AT 31-03-2010	
<b>SHARE CAPITAL</b>				
<b>AUTHORISED CAPITAL</b>				
40,00,000 equity shares of Rs. 10/- each		40,000,000		40,000,000
<b>ISSUED AND SUBSCRIBED CAPITAL</b>				
31,00,000 equity shares of Rs. 10/- each		31,000,000		31,000,000
<b>PAID UP CAPITAL</b>				
31,00,000 equity shares of Rs. 10/- each fully paid		31,000,000		31,000,000
Less : - Calls in Arrears				
From Directors		-		-
From Others	10,000		10,000	
		10,000		10,000
		<b>30,990,000</b>		<b>30,990,000</b>

**RESERVES AND SURPLUS**

**SCHEDULE 2**  
(Amount in Rs.)

PARTICULARS	AS AT 31-03-2011		AS AT 31-03-2010	
(A) Foreign Exchange Earning Reserve				
Utilised Reserve-Opening Balance	250,000		250,000	
- Additions during the year	-	250,000	-	250,000
(B) Capital Reserve				
- Opening balance	51,775		51,775	
- Additions during the year	-	51,775	-	51,775
(C) Profit and Loss Account		31,198,242		29,549,950
		<b>31,500,017</b>		<b>29,851,725</b>

**CROWN TOURS LIMITED**

**LOAN FUND**

**SCHEDULE 3**  
(Amount in Rs.)

PARTICULARS	AS AT 31.03.2011		AS AT 31.03.2010	
<b>SECURED LOANS</b>				
<b>Andhra Bank (Cash Credit Limit)</b>		1,405,158		2,032,854
(Secured against hypothecation of book debts, personal guarantee of Managing Director & one Director and equitable mortgage of property owned by company located opp. Airport, Sanganer; property located at Fateh singh ki Dharmshala owned by Director)				
<b>ICICI Bank Ltd.</b>		-		32,900
(Secured against hypothecation of specified vehicles awaiting registration in the name of Co. - loan is in the name of director)				
		<b>1,405,158</b>		<b>2,065,754</b>



**FIXED ASSETS**

**SCHEDULE 4**

(Amount in Rs.)

PARTICULARS	GROSS BLOCK		DEPRECIATION			NET BLOCK				
	AS AT 01.04.2010	ADDITION	DEDUCTION	AS AT 31.03.2011	UP TO 31.03.2010	FOR THE YEAR	PRIOR PERIOD	UP TO 31.03.2011	AS AT 31.03.2011	AS AT 31.03.2010
LAND	-	649,750	-	649,750	-	-	-	-	649,750	-
BUILDING	1,476,969	-	-	1,476,969	24,075	-	-	352,334	1,124,635	1,148,710
CONSTRUCTION ON RENTED PREMISES	1,195,419	-	-	1,195,419	19,485	-	-	84,986	1,110,433	11,29,918
VEHICLE FOR HIRE	44,308,342	2,093,955	3,898,593	42,503,704	5,631,985	-	3,544,389	27,291,750	15,211,954	19,104,188
OTHER VEHICLES	3,635,612	1,781,747	352,959	5,064,400	381,545	-	224,795	879,417	4,184,983	2,912,945
GENERATOR	320,260	-	-	320,260	15,212	-	-	60,199	260,061	275,274
OFFICE AIRCONDITIONING	560,376	-	-	560,376	26,618	-	-	206,438	353,938	380,556
OFFICE EQUIPMENT	733,658	92229	-	825,887	36,843	-	-	523,094	302,793	247,407
FURNITURE & FIXTURE	2,887,085	11,400	-	2,898,485	182,982	-	-	1,786,025	1,112,460	1,284,041
COMPUTER	3,071,405	38,650	-	3,110,055	26,696	75,533	-	2,815,277	294,778	358,356
Intangible Asset(Software)	-	221,500	-	221,500	30,003	-	-	30,003	191,497	-
<b>TOTAL</b>	<b>58,189,126</b>	<b>4,889,231</b>	<b>4,251,552</b>	<b>58,826,805</b>	<b>6,375,445</b>	<b>75,533</b>	<b>3,769,184</b>	<b>34,029,523</b>	<b>24,797,282</b>	<b>26,841,396</b>

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**CROWN TOURS LIMITED**

**CAPITAL WIP**

CHASIS OF MINI COACH	886,482	-	-	-	-	-	-	-	-	886,482
GENERATOR	562,640	-	-	-	-	-	-	-	-	562,640
<b>TOTAL</b>	<b>1,449,122</b>	<b>-</b>	<b>1,449,122</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,449,122</b>

**CROWN TOURS LIMITED**

**INVESTMENTS**

**SCHEDULE 5**  
(Amount in Rs.)

PARTICULARS	AS AT 31.03.2011		AS AT 31.03.2010	
	No. Units	Value (Rs.)	No. of Units	Value (Rs.)
<b>Current-Non-Trade-Unquoted</b>				
SBI-SHDF-ST-Retail Plan-Growth	-	-	360,455	4,186,391
HDFC Floating Rate -STP-Div. Reinvest.	414	4,171.61	581,416	5,861,201
HDFC High Interest Fund-Growth	7,122	211,794.61	7,122	211,795
HDFC MIP Long Term Fund-Growth	130,116	2,976,704.60	-	-
Kotak MIP Growth	192,604	3,007,609.58	-	-
(NAV of Mutual Funds as on 31.03.11 was Rs. 62,53,033/- & P.Y. Rs. 1,04,44,252/-)				
<b>Total</b>	<b>330,256</b>	<b>6,200,281</b>	<b>948,993</b>	<b>10,259,387</b>

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## CURRENT ASSETS, LOANS AND ADVANCES

## SCHEDULE - 6

(Amount in Rs.)

PARTICULARS	AS AT 31-03-2011		AS AT 31-03-2010	
<b>I CURRENT ASSETS</b>				
<b>A. RECEIVABLES</b>				
(Unsecured & Considered good)				
(i) Debts outstanding for a period over six months				
- Considered good	2,339,608		2,358,758	
- Considered Doubtful	347,485		2,15,706	
	2,687,093		2,574,464	
Less : Provision for bad & doubtful debts	347,485		215,706	
	2,339,608		2,358,758	
(ii) Others debts			-	
-Considered good	28,707,931		27,772,527	
Other Receivables		31,047,539		30,131,285
		-		44,114
<b>TOTAL (A)</b>		<b>31,047,539</b>		<b>30,175,399</b>
<b>B. CASH AND BANK BALANCES</b>				
- Cash in hand		1,707,947		1,578,761
- Cheques in hand		1,364,561		1,661,720
- Balance with the scheduled banks				
- In current account		5,167,139		2,583,451
- In Fixed Deposits account		2,419,762		1,362,867
(FDR worth Rs. 14,29,762 is pledged with Bank against guarantee; P.Y. Rs. 13,62,867)				
<b>TOTAL (B)</b>		<b>10,659,408</b>		<b>7,186,799</b>
<b>C. OTHER CURRENT ASSETS</b>				
- Security Deposit and earnest money		10,325,169		8,245,169
- Interest accrued on FDR		307,046		271,113
- Accrued Income		56,836		349,287
- Unbilled Services		350,143		269,270
- Prepaid Expenses		1,224,554		1,229,444
- Income Tax / FBT Refundable		4,910,037		3,537,687
<b>TOTAL (C)</b>		<b>17,173,785</b>		<b>13,901,970</b>
<b>TOTAL I (A TO C)</b>		<b>58,880,732</b>		<b>51,264,168</b>
<b>II. LOANS AND ADVANCES</b>				
<b>A. Advances recoverable in cash or in kind for which value to be received</b>				
- Considered Good	3,342,958		3,145,303	
- Considered Doubtful	16,200		16,200	
	3,359,158		3,161,503	
- Less : Provision for doubtful advance	16,200	3,342,958	16,200	3,145,303
<b>B. Other Advances</b>				
- Advance Tax				
- Income Tax	-		50,000	
- Tax deducted at source	1,996,424		1,499,999	
	1,996,424		1,549,999	
Less Provisions as per Contra	710,000	1,286,424	690,000	859,999
<b>TOTAL II (A+B)</b>		<b>4,629,382</b>		<b>4,005,301</b>
<b>TOTAL (I + II)</b>		<b>63,510,114</b>		<b>55,269,469</b>

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## CURRENT LIABILITIES AND PROVISIONS

## SCHEDULE - 7

(Amount in Rs.)

PARTICULARS	AS AT 31-03-2011		AS AT 31-03-2010	
<b>A. CURRENT LIABILITIES</b>				
- Sundry Creditors				
- For Service rendered				
a) Dues of Micro Small & Medium Exnteprises	-		-	
b) Others	19,912,686	19,912,686	20,680,004	20,680,004
- For others				
a) Dues of Micro & Small Enterprises	-		-	
b) Others	112,732	112,732	186,131	186,131
- Advance From Customers		299,728		434,313
- Other Liabilities		8,471,244		7,448,807
<b>TOTAL (A)</b>		<b>28,796,390</b>		<b>28,749,254</b>
<b>B. PROVISIONS</b>				
<b>(i) INCOME TAX</b>				
- Opening balance	690,000		820,000	
- Additions during the year	710,000		690,000	
- Amount utilised during the year	690,000		820,000	
- Closing Balance	710,000		690,000	
Less : Advance Tax and TDS as per Contra	710,000	-	690,000	-
<b>(ii) FRINGE BENEFIT TAX</b>				
- Opening balance	-		463,000	
- Additions during the year	-		-	
- Amount utilised during the year	-		463,000	
- Closing Balance	-		-	
Less : Advance FBT as per Contra	-	-	-	-
<b>(iii) Gratuity (Refer Note No. 2 of Schedule-14)</b>				
- Opening balance	-		169,248	
- Additions during the year	-		-	
- Amount utilised during the year	-		169,248	
- Closing Balance	-		-	
<b>TOTAL (B)</b>		<b>-</b>		<b>-</b>
<b>TOTAL (A+B)</b>		<b>28,796,390</b>		<b>28,749,254</b>

## OPERATING INCOME

## SCHEDULE 8

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2010-2011	PREVIOUS YEAR 2009-2010
Tour & Travel Operations	108,220,945	101,211,528
Commission and Services Charges	2,190,344	2,709,780
<b>TOTAL</b>	<b>110,411,289</b>	<b>103,921,308</b>

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**CROWN TOURS LIMITED**

**OTHER INCOME / LOSS**

**SCHEDULE - 9**

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2010-2011	PREVIOUS YEAR 2009-2010
Gain/(Loss) on sale of Fixed Assets	327,632	379,998
Miscellaneous Receipt	49,765	11,345
Gain/(Loss) on account of Exchange Rate Variation	(30,822)	(7,988)
Gain on sale of Current Investment	239,660	269,486
Commission Received	119,997	27,270
Divident Received	142,970	145,476
Liabilities no longer payable	115,737	783,417
<b>TOTAL</b>	<b>964,940</b>	<b>1,609,004</b>

**SCHEDULE - 10**

(Amount in Rs.)

**OPERATING EXPENSES**

PARTICULARS	CURRENT YEAR 2010-2011	PREVIOUS YEAR 2009-2010
<b>On Vehicles</b>		
- Hire Charges	14,831,725	14,362,264
- Road & Border Tax	6,582,002	6,074,409
- Fuel & Lubricants	10,008,742	8,235,346
- Repairs & Maintenance	3,921,612	3,186,747
- Insurance	1,157,762	1,154,021
	36,501,843	33,012,787
<b>On Customers Service</b>		
- Elephant Ride	8,428,470	6,502,940
- Boat Ride	4,680,613	3,806,055
- Camel Ride	1,498,235	1,108,072
- Guiding Charges	7,629,490	5,921,938
- Game Viewing	6,615,432	5,301,838
- Air & Train Ticket Expenses	358,313	235,362
- Food & Beverages	666,557	963,431
- Joy Rides	222,941	196,355
- Jeep Ride	312,770	680,700
- Entrance & Parking	7,253,612	8,143,306
- Customer Tour Expenses	2,441,532	2,105,734
- Hotel Expenses	3,283,267	4,376,640
- Others	941,397	817,209
	44,332,629	40,159,580
<b>TOTAL</b>	<b>80,834,472</b>	<b>73,172,367</b>

**CROWN TOURS LIMITED**

**PAYMENT AND BENEFITS TO EMPLOYEES**

**SCHEDULE - 11**

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2010-2011	PREVIOUS YEAR 2009-2010
Salary, Wages, Allowances & other amenities	11,013,496	10,407,570
Contribution to P.F. and E.S.I.	815,229	833,577
Staff welfare expenses	125,601	127,027
Bonus	324,402	348,586
Gratuity	22,744	29,641
<b>TOTAL</b>	<b>12,301,472</b>	<b>11,746,401</b>

## ADMINISTRATIVE AND SELLING EXPENSES

## SCHEDULE - 12

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2010-2011		PREVIOUS YEAR 2009-2010	
Director's remuneration		1,500,000		1,500,000
Legal & Professional expenses		198,075		220,858
Payment to Auditors				
- Statutory Audit Fee	55,150		55,150	
- Other Services				
(i) Taxation Matters	35,848		35,296	
(ii) Tax Audit fees	11,030		11,030	
(iii) Certification Fees	24,127		61,994	
(iv) Reimbursement of Expenses	27,629	153,784	20,621	184,091
Repairs & Maintenance				
- Building	5,820		242,130	
- Others	49,339	55,159	44,578	286,708
Rent, Rates & Taxes		1,396,604		1,564,638
Telephone & Telex expenses		1,189,209		1,329,579
Printing & Stationery		255,790		289,649
Electricity & Water Expenses		609,113		488,904
Travelling and Conveyance expenses		1,200,129		1,063,514
Bad debts written off	191,043			
Less : Adjusted against provision	112,491	78,552		1,223,843
Claim and Settlement		538,557		1,327,856
Business Promotion Expenses		136,052		62,090
Meeting & Conference Expenses		74,830		83,034
Advertisement expenses		60,720		9,210
Computer Running & Maintenance		337,310		355,539
Postage & Courier Expenses		90,615		98,329
Provision for Bad & Doubtful debts		244,270		215,706
Sundry balance written off		38,434		232,513
Internet Expenses		69,882		87,238
Other Expenses		1,534,082		1,234,235
<b>TOTAL</b>		<b>9,761,167</b>		<b>11,857,533</b>

## FINANCIAL EXPENSES

## SCHEDULE - 13

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2010-2011		PREVIOUS YEAR 2009-2010	
Interest paid		220,286		656,580
Bank Charges		113,300		178,388
<b>TOTAL</b>		<b>333,586</b>		<b>834,968</b>

## SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

## A. SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

- The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.
- The preparation of financial statements in conformity with generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known / materialized.
- Fixed assets are accounted for on historical cost.
- Depreciation has been charged on Straight Line Method (SLM) adopting rates prescribed in Schedule XIV to the Companies Act, 1956. Depreciation on additions / deductions made to fixed assets is provided on pro rata basis. Intangible assets are depreciated @ 16.21% on SLM Method.
- Income from operations like service charges, commission, marketing charges, receipts from customers is accounted for on accrual basis.
- Employee Benefits**
  - Employee benefits of short term nature are recognized as expenses as and when it accrues.
  - Gratuity is being accounted for on actuarial basis as per quantum determined by Life Insurance Corporation of India under group gratuity scheme (Defined Benefit Plan).
  - Employee Benefits in the form of Provident Fund and Superannuation / Pension scheme in pursuance of law is accounted on accrual basis and charged to Profit and Loss account of the year (Defined contribution Plans).
  - Premium paid under Keyman Insurance Policy is booked as expenditure as and when incurred (Defined contribution Plan).
- Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing costs are charged to revenue.
- Taxes on Income:**  
Income Tax expense comprises current tax and deferred tax charge of credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is

calculated by applying tax rate and tax law that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax asset arising mainly on account of brought forward loss and unsabsorbed depreciation under tax laws, are recognized only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax asset on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each Balance Sheet date, the carrying amount of deferred tax are reviewed to reassess realization.

**9. Impairment of Assets**

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to profit and Loss account in the year in which an asset is identified as impaired. An impairment loss is recognized in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

**10. Investments**

Investments that are intended to be held for more than a year, from the date of acquisition, are classified as long term investments and are carried at cost. However, provision for diminution in value of investments is made to recognize a decline, other than temporary, in the value of investments. Investments other than long term investments being current investments are valued at cost or fair value whichever is lower, determined on an individual basis.

**11. Provisions/ Contingencies**

A provision is recognized for a present obligation as a result of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on best estimates of the amount required to settle the obligation at the Balance Sheet date. A contingent liability is disclosed, unless the possibility of an outflow of resources is remote.

**12. Foreign Currency Conversion**

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of transaction. Foreign currency monetary items are reported using the closing rate. Non monetary items which are carried in terms of historical cost denominated in the foreign currency are reported using the exchange rate at the date of transaction. Exchange differences arising on the settlement of the monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

13. Except where stated, accounting policies are consistent with generally accepted accounting principles and have been consistently applied.

**B. NOTES ON ACCOUNTS**

1. (a) Contingent liabilities not provided for:

	(Rs. in Lacs)	
	AS AT	AS AT
	31.3.2011	31.3.2010
(i) Claims against company not acknowledged as debt	1.40	1.30
(ii) Counter guarantees provided by company to banks against guarantees given by them	15.93	15.93

2. Disclosures with regard to mandatory Accounting Standard :-

(a) As per accounting Standard 15 "Employee Benefits", disclosure of employee benefits as defined in the accounting standard are given below:

**(a) Defined Contribution Plan**

Company has made fixed contribution to Provident Fund at predetermined rates to Provident Fund Commissioner of Rajasthan. The obligation of the Company is limited to contribution. Amount recognized as expense in Profit and Loss account for the year is as under:

	<u>2010-11</u>	<u>2009-10</u>
Employer's contribution to P.F., Pension Fund, D.L.I	Rs. 5,18,909/-	Rs. 5,58,055/-
Employer's Contribution to E.S.I	Rs. 2,96,320/-	Rs. 2,75,522/-

**(b) Defined Benefit Plan-**

The Company has defined benefit gratuity plan. Every employee who has rendered continuous service of five years or more is entitled to get gratuity at 15 days for each completed year or more subject to provisions of The Payment of Gratuity Act, 1972. Company has invested to meet its such liability with Life Insurance Corporation of India under Group Gratuity Scheme. The liability for the same is recognized as per actuarial valuation by LIC.

**Actuarial Assumptions:**

Discount Rate	: 8% per annum
Mortality	: LIC (1994-96) mortality tables
Withdrawal Rate	: 1% to 3% depending on age
Salary Escalation	: 7%
Valuation Method	: Projected Unit Credit Method

Particulars	2010-11	2009-10
<b>1. Table showing changes in PV of Obligations</b>	<b>Amount (Rs.)</b>	<b>Amount (Rs.)</b>
PV of Obligation as at the beginning of year	15,09,928	13,79,140
Interest Cost	1,20,794	1,10,331
Current Service Cost	2,08,134	2,28,055
Benefits Paid	-	-18,174
Actuarial (gain)/loss on obligations	-1,67,650	-1,89,424
present value of obligations as at end of year	16,71,206	15,09,928
<b>2 Table showing Changes in the Fair Value of plan assets</b>		
FV of planned assets at the beginning of the year	17,27,466	12,09,892
Expected return on plan assets contribution	1,55,472	1,38,445
benefits paid	-	3,97,303
actuarial gain / loss on plan assets	-	-18,174
FV of planned assets at the end of the year	18,82,938	-
<b>3. Table showing FV of Planned assets</b>		
FV of planned assets at the beginning of the year	17,27,466	12,09,892
Actual return on planned assets contribution	1,55,472	1,38,445
benefits paid	-	3,97,303
FV of planned assets at the end of the year	18,82,938	-18,174
Funded status	2,11,732	17,27,466
Excess of actual over estimated return on plan assets Rs.NIL (Actual Rate of return=estimated rate of return as ARD falls on 31 <sup>st</sup> March	-	2,17,538
<b>4 Actuarial gain/ Loss recognized</b>		
Actuarial gain/ Loss for the year – obligation	-1,67,650	-1,89,424
Actuarial gain/ Loss for the year - plan assets	-	-
Total Gain / loss for the year	-1,67,650	-1,89,424
Actuarial gain/ Loss recognized in the year	-1,67,650	-1,89,424
<b>5. The amount to be recognized in the Balance sheet and statement of P&amp;L</b>		
PV of obligation as at the end of the year	16,71,206	15,09,928
FV of planned assets at the end of the year	18,82,938	17,27,466
Funded status	2,11,732	2,17,538
Net (Assets) / liability recognized in the balance sheet	2,11,732	2,17,538
<b>6. Exp. Recognized in the statement of P&amp;L</b>		
Current Service cost	2,08,134	2,28,055
Interest cost	1,20,794	1,10,331
Expected return on plan assets	1,55,472	1,38,445
Net Actuarial gain/ Loss	-1,67,650	-1,89,424

The value of plan asset and present obligation at the end of the year is Rs. 18,82,938/- and Rs. 16,71,206/- respectively. The excess of plan asset over present obligation Rs. 2,11,732 (PY Rs. 2,17,538) has been set out as prepaid expenses in **Schedule-6**.

**(A)** At present the company is carrying only the activity of tourism business, hence **Accounting Standard - 17 “Segment Reporting”** is not applicable. Accordingly segment-wise reporting is not given.

**(B) Accounting Standard - 18 “Related Party Disclosure”**

The company has identified all the related parties having transactions during the year as per details given as under:

**1. Relationships:-**

- a) Associate companies
  - Bhandari Tourism Finance Pvt. Ltd.
  - Academy for Research & Training (India) Pvt. Ltd.
  - Harwar Park and Spa Pvt. Ltd
  - Blossom Holidays Pvt. Ltd.
  - Cross Country Adventure (A unit of HEPL India Pvt. Ltd.)
  - Crystal Park Resorts Pvt. Ltd.
- b) Key management personnel
  - Mr. Bharat Raj Bhandari
  - Mr. Kamlesh Bhandari
- c) Relatives of key management personnel and their enterprises where transactions have taken place.
  - Mrs. Shaila Bhandari
  - Mrs. Suman Bhandari
  - Mrs. Kanchan Bhandari
  - Mrs. Chirali Bhandari
  - Mrs. Shalini Bhandari
  - Mr. Vipul Bhandari
  - Mr. Sagar Mal Bhandari
  - Mrs. Ranju Bhandari
  - Ms. Sanvi Bhandari
  - Mr. Alok Bhandari
  - Mr. Manish Bhandari
  - Mstr. R. R. Bhandari
  - Mr. T. R. Bhandari
  - Mrs. Alpa Bhandari
  - Mrs. Meera Bhandari

2. Transactions carried out with related parties referred in (1) above, in ordinary course of business.

## RELATED PARTY TRANSACTIONS

(Amount in Rs.)

Nature of Transactions	Referred in 1(a) above		Referred in 1(b) above		Referred in 1(c) above	
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
i) Sale of Travelling Ticket & allied services	-	-	20,178	39,516	12,43,038	8,62,351
ii) Interest Income	2,07,000	2,07,000	-	-	-	-
iii) Operating Income	12,82,008	15,31,973	-	-	-	-
iv) Expenses						
(a) Rent	3,18,000	4,08,000	2,40,000	2,40,000	1,08,000	1,08,000
(b) Reimbursement of Expenses	2,22,851	1,18,593	-	-	-	-
(c) Remuneration	-	-	15,00,000	15,00,000	-	-
(d) Operating Expense	20,459	93,332	-	-	-	-
(e) Interest Paid	-	-	-	4,55,631	-	-
v) Loans taken	-	-	-	70,00,000	-	-
vi) Loan Repaid	-	-	-	70,00,000	-	-
vii) Outstanding Balances						
a) Security Deposit under an agreement	94,00,000	73,00,000	-	-	-	-
b) Loans Taken	-	-	-	-	-	-
c) Receivables	-	4,26,335	-	-	-	-

## (D) Accounting Standard 22 "Taxes on Income"

Major components of deferred tax balance:

PARTICULARS	AS AT 31.03.2011 (Rs in thousand)	AS AT 31.03.2010 (Rs.in thousand)
<b>I) DEFERRED TAX LIABILITY</b>		
1. Difference between accounting and tax depreciation(cumulative)	2130	2464
<b>TOTAL I</b>	<b>2130</b>	<b>2464</b>
<b>II) DEFERRED TAX ASSET</b>		
1. Disallowances under section 43B for non payment of expenses	201	224
2. Provision for Doubtful advance	5	5
3. Provision for Bad & Doubtful debts	107	72
3. Disallowance under 40 (a)(ia)	0	0
<b>TOTAL II (1+2+3+4)</b>	<b>313</b>	<b>301</b>
<b>Net Deferred Tax Liability/ (Asset ) (I-II)</b>	<b>1816</b>	<b>2163</b>

Deferred tax credited to Profit and loss account for the year Rs.346.53 thousands, Closing Deferred Tax Liability Rs. 1816.11 thousands.

## (E) Accounting Standard 20 "Earning per share"

PARTICULARS	UNIT	2010-2011	2009-2010
1. Profit/(Loss) after tax Amount used as the numerator	Rs.	16,48,292	20,57,346
2. Weighted average number of equity shares used as the denominator	No	31,00,000	31,00,000
3. Nominal value of shares	Rs.	10/-	10/-
Earning per share (Basic & Diluted)	Rs.	0.53	0.66

## 3. Details of Director's remuneration: -

Particulars	2010-2011 Rs.	2009-2010 Rs.
Mr. Bharat Raj Bhandari (Managing Director) Rs. 1,00,000 per month)	12,00,000	12,00,000
Mr. Kamlesh Bhandari (Whole Time Director) (Rs.25,000 per month)	3,00,000	3,00,000

4. Information in respect of...
- (a) Expenses in foreign currency in respect of foreign travel  
Rs.Nil (Rs.Nil /-)
- (b) Earning in Foreign Currency:  
Travelling ticket and transport services  
Rs. 29,37,554/- (Rs. 19,34,915/-)  
FOB value of exports Rs. Nil (Rs. Nil)
- (c) Foreign currency traded:  
Purchased. Rs.Nil (Rs. Nil)  
Sold. Rs. Nil/- (Rs.Nil)
- NOTE:-Figure in brackets pertains to previous year.
5. Travelling expenses includes Rs. 2,18,248/-(Previous year Rs. 1,59,912/-) incurred by Directors.
6. Receivables include Rs. NIL (Previous year Rs. 4.26 Lacs) due from Company, Blossom Holidays Pvt Ltd, under the same management within the meaning sub section (1-B) of section 370 of the Companies Act, 1956. Company has entered into agreement with Bhandari Tourism Finance (P) Ltd., Crystal Park Resorts (P) Ltd., Harwar Park & Spa (P) Ltd. and Academy for Research & Training (India) (P) Ltd. (companies under the same management) for taking the property of each company on lease; security deposits amounting to Rs. 50 lacs, Rs. 21 lacs, Rs. 8 lacs, and Rs. 15 lacs have been paid respectively to these companies.
7. The Company had taken a Key man Insurance Policy of Managing Director Shri Bharat Raj Bhandari. Premium for the year amounting to Rs.Nil (Previous Year Rs.Nil/-) The coverage under this policy is accounting as on 31.03.2011.
8. There are no Micro, Small and Medium Enterprises to whom the company owes dues on account of principal amount together with interest which are outstanding for more than 45 days at the Balance Sheet date. Such information and that given in "Current Liabilities – Schedule 8" regarding Micro and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company.
9. Balances of creditors, advances, debtors and other parties are subject to their confirmation.
10. Vehicles valuing Rs. 29,81,616/- having W.D.V. of Rs. 22,50,697/- as on 31.03.2011 are awaiting registration in the name of the company. However, the same has been used exclusively for the purpose of business.
11. Figures of Balance Sheet, Profit and Loss account and related Schedules have been rounded off to the nearest rupee. Figures of previous year have been regrouped and rearranged, wherever necessary, to make them comparable.
12. Information pursuant to part IV of Schedule VI to the Companies Act, 1956 is as follows :

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE**

<b>1. Registration Details</b>		
Registration No.	4942	STATE CODE 17
Balance Sheet Date	31st MARCH, 2011	
<b>2. Capital raised during the year (Amount in Rs.Thousands)</b>		
Public Issue	NIL	Right Issue NIL
Bonus Issue	NIL	Private Placement NIL
<b>3. Position of mobilisation and deployment of fund (Amount in Rs.Thousands)</b>		
Total Liabilities	65,711	Total Assets 65,711
<b>Sources of Fund</b>		
Paid up Capital	30,990	Reserve & Surplus 31,500
Secured Loans	1,405	Unsecured Loans NIL
Deferred Tax Liabilities	1,816	
<b>Application of Fund</b>		
Net Fixed Assets	24,797	Capital WIP NIL
Investment	6,200	Net Current Assets 34,714
Misc. Expenditure	NIL	Accumulated Losses NIL
<b>4. Performance of Company (Amount in Rs.Thousands)</b>		
Turnover	1,11,699	Total Expenditures 103,231
Profit before tax	2,093	Profit after tax 1,724
Earning Per Share in Rs.	0.53	Dividend Rate % NIL