

23rd
ANNUAL REPORT
2011-2012

CROWN TOURS LTD.

CONTENTS	PAGES
Notice of AGM	3-6
Director's Report	7-12
Corporate Governance	13-23
Auditor's Report	24-28
Balance Sheet	29
Profit & Loss Account	30
Cash Flow Statement	31
Notes	32-50
Attendance slip/Proxy form	51

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. Kamlesh Bhandari

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 : jaipur@crownrasthan.com
Website : www.crownrasthan.com

REGISTRAR & SHARE TRANSFER AGENT

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

NOTICE

NOTICE is hereby given that the Twenty Third Annual General Meeting of the members of Crown Tours Limited will be held on Monday, 20th August, 2012 at its registered office at Opp. Hotel Rajputana Palace Sheraton, Palace Road, Jaipur-302006 at 10.00 A.M. to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Annual Accounts for the year ended 31st March, 2012 and the report of directors and auditors thereon.
2. To appoint a Director in the place of Mr. Dinesh Golecha, who retires by rotation and is eligible for re-appointment.
3. To appoint a Director in the place of Mr. O. P Agarwal, 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.

SPECIAL BUSINESS:

5. To Consider and if thought fit, to pass with or without modification the following resolution as special resolution:

RESOLVED THAT pursuant to the provisions of sections 198, 269 and 309 read with Schedule XIII as amended and other applicable provisions, if any, of the Companies Act, 1956, consent of the Company be and is hereby accorded to re-appointment of Shri Kamlesh Bhandari as Whole Time Director of the Company for a period of Three years w.e.f. 1st October, 2011 and subject to other terms and conditions as being furnished in explanatory Statement for this resolution annexed herewith

FURTHER RESOLVED THAT subject to the provisions of Section 309 read with Section 198(4) and other applicable provisions, if any, of the Companies Act, 1956 and subject to the approval of the Central Government, if required, where if in any financial year during the currency of tenure of the Whole Time Director, the Company has no profit or its profit is inadequate, remuneration be paid by way of salary and perquisites not exceeding the limits, specified above (Part II of Schedule XIII) of the Companies (Second Amendment) Act, 2002 as revised.

FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby authorised further to increase, enlarge, vary and modify the remuneration payable to him, including the monetary value thereof, upto the limits prescribed in this behalf under Schedule XIII of the Companies (Second Amendment) Act, 2002 or any statutory modification, clarifications or re-enactment thereof from time to time in force and/or the guidelines for managerial remuneration issued by the Central Government from time to time and from the date the statutory provisions and/or the guidelines coming into force.

FURTHER RESOLVED THAT the Board be and is hereby authorised to take all such steps as may be necessary, proper or expedient to give effect to this resolution

REGISTERED OFFICE

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

Dated: 29.05.2012

(3)

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

Sd/-
BHARAT RAJ BHANDARI
Managing Director

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 16th August 2012 to 20th August 2012 (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: 29-05-2012

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

Sd/-
Bharat Raj Bhandari
Managing Director

(4)

Explanatory statement pursuant to section 173 (2) of Companies Act 1956

Item No. 5:

In view of enormous increase in Company's activities on account of diversification plans undertaken by the company, it is proposed to re-appoint Shri Kamlesh Bhandari as Whole Time Director of the Company for a period of another Three years w.e.f. 1st October, 2011 on the remuneration as per Schedule XIII and other applicable provisions of the Companies Act, 1956 and the same has been already approved by the remuneration Committee and Board of Directors. Shri Kamlesh Bhandari has varied commercial experience and his reappointment as Whole Time Director will help the Company to achieve the rapid growth.

Mr. Kamlesh Bhandari is the key person to the company. He possesses vast experience of General Management. The re-appointment of Mr. Kamlesh Bhandari as Whole Time director for further Three years will be suitable and beneficial for all round growth and development of the company.

Proposed remuneration of Mr. Kamlesh Bhandari as Whole Time Director is as follows:

Salary

- (a) Basic Salary: Rs. 1,00,000/- per month
- (b) Perquisites: The following perquisites will be provided in addition to salary, restricted to an amount equal to the Annual Salary or Rs. 12,00,000/- per annum, whichever is less.

Category A

1. **Housing I:** Rent Free Residential Accommodation provided by the Company.
2. **Housing II:** In case no accommodation is provided by the company, Shri Kamlesh Bhandari, shall be entitled to house rent allowance in accordance with the rules of the company.
The expenditure incurred by the Company on gas, electricity, water and furnishings shall be valued as per the income Tax Rules, 1962. This shall, however, be subject to a ceiling of ten percent of the salary.
3. **Medical Reimbursement:** Expenses incurred for himself and the family subject to a ceiling of one months' salary over a period of three years.
4. **Leave Travel Concession:** For self and family including dependent father and mother to and from any place in India, once in a year in accordance with the rules of the company.
5. **Club Fees:** Subject to a maximum of two clubs. This will not include admission and life membership fees.
6. **Personal Accident Insurances:** Of an amount the annual premium of which does not exceed Rs. 4000/-.

Category B

1. Contribution towards Provident Fund, Superannuation Fund or Annuity fund will not be included in the computation of the ceiling on perquisites, to the extent, they are either singly or together, not taxable under the Income Tax Act, 1961. Gratuity payable shall not exceed half a month's salary for each completed year of service.
2. Encashment of Leave at the end of the tenure will not be included in the computation of the ceiling on perquisites.

Category C

The provisions of car use for Company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purposes shall be billed by the Company to Shri Kamlesh Bhandari.

Earned Privilege Leave: On full pay and allowances, as per rules of the Company, but not more than one month's leave for every eleven months of service.

The terms and conditions, as above, may be altered/varied from time to time by the Board of Directors as it may, in its absolute discretion, deem fit within the maximum amount payable to the appointee in accordance with Schedule XIII to the Companies Act, 1956 or any other relevant Statutory enactment thereof in this regard.

Where in any year, the company has no profits or its profit are inadequate, the total remuneration payable to Mr. Kamlesh Bhandari, Whole Time director by way of salary, perquisites and allowance, as specified above, shall be limited to the amount laid down under Schedule XIII to the Companies Act., 1956.

None of the Directors except Shri Kamlesh Bhandari, Shri Bharat Raj Bhandari and Shri Vipul Bhandari are concerned or interested in the resolution proposed for Item No. 5 of the Notice since the aforesaid resolution relates to his re-appointment. The Board recommends the resolution for acceptance by members.

The resolution along with accompanying Explanatory Statement should be treated as abstracts of terms and conditions of re-appointment of Shri Kamlesh Bhandari as Whole Time director of the company.

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

Dated: 29.05.2012

By Order of the Board
For CROWN TOURS LIMITED

Bharat Raj Bhandari
Managing Director

DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting the Twenty Third Annual Report together with the Audited Statement of Accounts of your company for the year ended on 31st March 2012.

FINANCIAL HIGHLIGHTS

The performance of the Company for the financial year ended 31st March 2012 is summarized below:

	(Rs. in Lacs)	
	2011-12	2010-11
Revenue From Operations	1027.96	1104.11
Total Income	1064.03	1116.99
Earnings Before Depreciation, Finance Cost, Tax Expenses and Prior period adjustments	84.46	88.02
Depreciation and Amortization	55.97	63.75
Finance Cost	2.69	3.34
Prior period adjustments	2.65	0.76
Earnings Before Tax	23.15	20.17
Tax Expenses	5.97	3.69
Profit For the Year	17.18	16.48
Paid up Share Capital	310.00	309.90
Reserve & Surplus	332.18	315.00
Net Worth	642.18	624.90

FINANCIAL PERFORMANCE

During the year under review, your Company has earned total revenue of Rs.1064.03 lacs against Rs. 1116.99 lacs in the previous year. The Company earned net profit of Rs.17.18 lacs as compared to Rs. 16.48 lacs in previous year.

INDUSTRY STRUCTURE & DEVELOPMENTS

The inborn human instinct leading to charm of visiting significant destinations, be it for pilgrimage, historic/heritage, leisure or even adventures will perhaps never recede in the mankind. Tourism is an important industry in an Indian economy also providing employment to millions 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 Corporate & pleasure tours, still remains on high priorities, worldwide. Not as a sudden surprise, the domestic tourism has jumped ahead the international tourism in many sectors, particularly Kerla, Rajasthan & Madhya Pradesh.

The Company hence is quite hopeful to reap good quantum of fruits of this nerve of general public who have affordable surpluses for utilization for their leisure.

Of course, the Company Management is well aware that such hopes would not be sole strategy to achieve desired and targeted results in Company's health. Diversions into other segments of Tourism like catering to Meetings, Conferences and other lucrative events is perhaps the most preferred alternative. Any diversions would require certain modifications and additions in the necessary infrastructure required and also certain extra attractions for the Organizers and so also participants. The Company has to spelt out providing several VALUE ADDED offerings and expects an appreciable outcome with such plans. A big leap has already been taken by successfully arranging the Conference of all India Parliament Speakers Conference in September, 2011, which was quite viable.

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 accordance with the provisions of the Companies Act, 1956 read with Article 89 of the Articles of Association of the Company, Mr. Dinesh Golecha and Mr. O.P. Agarwal, Directors of the Company who retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

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.

Crown Tours Ltd.

The Board of Directors recommended reappointing Shri Kamlesh Bhandari as Whole Time Director of the Company for the further period of three years w.e.f. 01.10.2011. Mr. Kamlesh Bhandari is the key person to the company and possesses vast experience of General Management. The re-appointment of Mr. Kamlesh Bhandari as Whole Time director for further Three years will be suitable and beneficial for all round growth and development of the company.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956 with respect to Directors' Responsibility statement, it is hereby confirmed:

1. That in the preparation of the annual accounts for the financial year ended on 31st March, 2012, the applicable accounting standards have been followed along with proper explanations relating to material departures ;
2. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review;
3. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. That the Directors have prepared the accounts for the financial year ended 31st March, 2012 on a 'going concern' basis.

AUDITORS

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

The Company has received letter from M/s Kalani & Company, Chartered Accountants, to the effect that their appointment, if made would be within the prescribed limits under Section 224 (1B) of the Companies Act, 1956. Members are requested to consider their re-appointment for financial year ending 31st March 2013 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.

STATUTORY INFORMATION

A. PARTICULARS OF EMPLOYEES

As none of the employees of the Company was in receipt of remuneration in excess of the limits prescribed, information as per Section 217(2A) of the Companies Act.1956 read with Company (Particulars of Employees) Rules, 1975 as amended is not required to be given.

Crown Tours Ltd.

B. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS 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.31,92,852/- and expenses in foreign currency amounting to Rs.NIL.

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 conforming 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.

INDUSTRIAL RELATIONS

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

DEPOSITS

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

ACKNOWLEDGEMENTS

The Board expresses and places on record its sincere gratitude for co-operation, guidance and advice received from the Andhra Bank, ICICI Bank, 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

By order of the Board
For CROWN TOURS LIMITED

Dated: 29.05.2012

Bharat Raj Bhandari
Managing Director

Kamlesh Bhandari
Whole Time Director

MANAGEMENT DISCUSSION & ANALYSIS REPORT

INDUSTRY STRUCTURE & DEVELOPMENT

Tourism is an important industry in the Indian economy providing employment to millions of persons. Ranked among the fastest growing sectors, it is also a leading sector for foreign exchange generation. Of course when affordable funds are not in hand with the tourist no one can be sure as to the actual levels of tourists' inputs in the coming season, still struggling for substantial growth.

Charm of unique heritage monuments in Rajasthan even now draws tourists to the Forts n Palaces, Sancturies and colour flora fauna of the village Folk in bulk. The major factor lies in infusing confidence and providing international standards of safety to the tourists also 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

Despite high level and aggressive thrust both from the State side and also the tourism related Agencies no one can be sure as to the actual levels of tourists' inputs in the coming season. However, uncertainty is never a threatening point for the entrepreneurs with intrinsic business acumen and challenge loving Executives.

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.

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 programs 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**

Dated: 29.05.2012

Bharat Raj Bhandari
Managing Director

Kamlesh Bhandari
Whole Time Director

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Corporate Governance is the mechanism by which the values, principles, policies and procedures of a corporation are inculcated and manifested. The essence of Corporate Governance lies in promoting and maintaining integrity, transparency and accountability in the organization, commitment to values and ethical business conduct. Accordingly, timely and adequate disclosure of information regarding the financial situation, performance, ownership and governance of the company is an important part of the corporate governance.

Company's philosophy on corporate governance envisages the attainment of highest level of transparency, accountability and equity, in all facets of its operations, and in all its interactions with its stakeholders, including shareholders, employees, the government and the lenders. Your company believes that for a company to be successful it must maintain global standards of corporate conduct towards its stakeholders. The company also appreciate that it is rewarding to be better managed and governed and to identify its activities with national interest. The company's philosophy on the code of corporate governance is to ensure that adequate control systems exist to enable the Board to effectively discharge its responsibilities towards the stakeholders.

The company has been striving for excellence through adoption of best governance and disclosure practices over the last few years. The company has been making proper disclosures on the Board composition and functioning, management thoughts on the business performance and outlook as well as the significant risks and protective measures taken by the company. But this is not the end; the company is committed to adhere with the best Corporate Governance Practices with continuous advancement in this area.

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 in 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 31st March 2012 the Board of Directors of the company held 12 meetings and the gap between two meetings did not exceed four months.

The meetings were held on 16th April 2011, 30th May 2011, 8th Aug. 2011, 1st Sept. 2011, 2nd Sept. 2011, 1st Oct. 2011, 14th Nov.2011, 15th Nov. 2011, 30th Nov. 2011, 11th Jan. 2012, 14th Feb. 2012, 31st Mar. 2012.

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- 03-2012 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.	12	Yes	6	0	0
2.	Mr. Kamlesh Bhandari	WTD	12	Yes	6	1	0
3.	Mr. Dinesh Golecha	NED	12	Yes	0	3	0
4.	Mr. O.P. Agarwal	NED(I)	12	Yes	0	3	2
5.	Mr. Amit Lodha	NED(I)	12	Yes	0	2	1
6.	Mr. Vipul Bhandari	NED	10	Yes	3	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. Dinesh Golecha and Mr. O.P. Agarwal are Directors to retire by rotation and being eligible offer themselves for reappointment. The brief profile of the Directors is given below:-

Mr. Dinesh Golecha : Mr. Dinesh Golecha, aged 40 years, has served the Company for over more than 19 years now. He has vast experience in the travel & tourism trade. Besides knowing

quite a few Foreign languages , he has also gradually acquired an in-depth knowledge of the foreign tourist individuals & groups and takes active interest in rendering valuable advice in shaping the execution strategies for travel itineraries. Although he is not directly connected with day to day working of the Company, but very often he is involved in critical trouble shooting situations. He is a member of the remuneration Committee and the Shareholders Committee of the company.

Mr. O. P. Agarwal: Mr. O. P. Agarwal, aged 61 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. O.P. Agarwal is Chairman of the 'Audit Committee' and of the 'Shareholder Committee'.

1. BOARD COMMITTEES

(A) Audit Committee

The Audit Committee comprises of three Independent 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:

- Reviewing the Company's financial reporting process and the disclosure of its financial information
- Recommending the appointment and removal of statutory auditors, fixation of audit fees and also to approve payment for other services.
- 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.
- 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 two times on 31.08.2011 & 01.10.2011 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	2
2.	Mr. Dinesh Golecha	Member	2
3.	Mr. O. P. Agarwal	Member	2

Remuneration paid to Managing Director/Whole Time Director during the financial year 2011-12 was as per under mentioned details:

S. No.	Name	Designation	Salary & perquisites (Rs. in Lacs)
1.	Bharat Raj Bhandari	Managing Director	19.00
2.	Kamlesh Bhandari	Whole Time Director	7.70
	TOTAL		26.50

(C) Shareholders'/Investors Grievance Committee

Share Transfer and Shareholders'/Investors' Grievance Committee comprises of Shri O.P. Agarwal, Independent 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.

Mrs. Seema Kanoongo, Chartered Accountant 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 Nil. There were no complaints pending as on 31st March, 2012.

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. 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.

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.

GENERAL BODY MEETING

Date, time & Venue of the last three Annual General Meetings:

Year	Date	Time	Venue
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
2010-11	01/08/2011	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.

5. DISCLOSURES

- No materially significant related party transaction that may have potential conflict with the interests of the Company at large have been entered into.
- 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.

6. 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. 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

- Annual General Meeting : at 10.00 A.M.
At Opp. Hotel Rajputana Palace Sheraton,
Palace Road, Jaipur (Regd. Office)
- Financial Calendar : 1st April to 31st March
(tentative and subject to change)
I Quarterly results (June, 2011) : Second week of August, 2011
II Quarterly results (September, 2011) : Third week of November, 2011
III Quarterly results (December, 2011) : Third week of February, 2012

Audited Yearly Results for the year
Ending on 31st March, 2012

: last week of May, 2012

(iii) Book Closure Date : 16th July 2012 to 20th July 2012
(both days inclusive)

(iv) Listing on Stock Exchanges at : Jaipur Stock Exchange Limited,
Stock Exchange Building, J.L.N Marg, Jaipur

Delhi Stock Exchange 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 2011-12.

(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 dematerialized upto 31-03-2012 and balance 3087300 shares (99.59%) were held in physical form.

(xi) Shareholding

(a) Distribution of shareholdings as on 31-03-2012

Nominal Value of Shares	Shareholders		Share Amount (in Rs.)	% to Equity
	Number	%		
Upto 5000	161	81.72	521000	1.68
5001 - 10000	3	1.52	27000	0.08
10001 - 20000	1	0.50	14000	0.04
20001 - 30000	5	2.53	129000	0.41
30001 - 40000	1	0.50	35000	0.11
50001 - 100000	8	4.06	544000	1.75
1,00,001 & Above	18	9.13	29730000	95.90
TOTAL	197	100	31000000	100

b) Category of Shareholders as on 31-03-2012:

Category	Share Held	
	Number	%
Promoters	2205400	71.14
Persons acting in concert	—	—
Institutional Investors	—	—
Private Corporate Bodies	—	—
Indian Public	894600	28.86
TOTAL	3100000	100

(xii) Investors Correspondence : Opp. Hotel Rajputana Palace Sheraton,
Palace Road, Jaipur -302006

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

The Compliance officer,

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

By order of the Board
FOR CROWN TOURS LIMITED

Bharat Raj Bhandari
Managing Director

Kamlesh Bhandari
Whole Time Director

Dated : 29.05.2012

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 2011-12.

For Crown Tours Limited

Date: 29.05.2012
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 31st March, 2012 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: 29.05.2012

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 31st March 2012 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
DATED: 29.05.2012

[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 31st March, 2012 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 31st March, 2012 and taken on record by the Board of Directors of the company, we report that none of the director is disqualified as on 31st March, 2012 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 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 31st March, 2012;
 - 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 : 29-05-2012

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 31st March, 2012.

- (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.

Crown Tours Ltd.

- 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, except as stated under :-

Particulars (in Rs.)	Amount Invoiced pending	Forum where dispute is
Demand for Income Tax A.Y. 2009-10	3,84,180/-	Commissioner of Income Tax (Appeals)

- (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.

Crown Tours Ltd.

- (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 : 29.05.2012

BALANCE SHEET AS AT 31ST MARCH, 2012
Crown Tours Ltd.

(Amount in Rs.)

PARTICULARS	NOTE NO.	AS AT 31-03-2012	AS AT 31-03-2011
I. EQUITY AND LIABILITIES			
(1) SHARE HOLDER'S FUNDS			
(a) Share Capital	1	31,000,000	30,990,000
(b) Reserves and Surplus	2	33,218,341	31,500,017
(2) Non-Current Liabilities			
(a) Long-term borrowing		-	-
(b) Deferred tax liabilities (Net)	3	1,548,510	1,816,112
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
(3) Current Liabilities			
(a) Short-term borrowing	4	715,019	1,405,158
(b) Trade payables	5	17,773,861	19,912,686
(c) Other current liabilities	6	6,515,819	8,883,704
(d) Short-term provision	7	-	-
TOTAL		90,771,550	94,507,677
II. Assets			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible assets	8	20,231,778	24,605,785
(ii) Intangible Assets		155,592	191,497
(iii) Capital Work-in-progress		1,205,914	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Long-term loans and advances	9	3,497,669	10,247,169
(d) Other non-current assets		-	-
(2) Current Assets			
(a) Current Investments	10	8,700,566	6,200,281
(b) Inventories		-	-
(c) Trade Receivable	11	28,394,688	31,047,539
(d) Cash and cash equivalents	12	17,839,395	9,229,647
(e) Short-term loans and advances	13	4,874,267	5,931,936
(f) Other current assets	14	5,871,681	7,053,824
TOTAL		90,771,550	94,507,677
SIGNIFICANT ACCOUNTING POLICIES	A		
NOTES ON FINANCIAL STATEMENTS	B		

For & on behalf of the Board

 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 : 29.05.2012

Sd/-
KAMLESH BHANDARI
 Director

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

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2012
Crown Tours Ltd.

(Amount in Rs.)

PARTICULARS	NOTE NO.	For the year ended 31st March 2012	For the year ended 31st March 2011
REVENUE			
I. Revenue From Operations	15	102,795,597	110,411,289
II. Other Income	16	3,607,708	1,287,588
III. Total Revenue (I + II)		106,403,305	111,698,877
IV. EXPENSES			
Operating Expenses	17	73,985,993	80,790,252
Employee benefits expenses	18	12,594,529	12,301,472
Depreciation and amortization expenses	8	5,597,310	6,375,445
Finance costs	19	268,550	333,586
Other Expenses	20	11,376,778	9,805,387
Total Expenses		103,823,160	109,606,142
V Profit before exceptional and extraordinary Items and Tax (III-IV)		2,580,145	2,092,735
VI (a) Exceptional Items		-	-
VI (b) Prior Period Adjustments	21	264,736	75,533
VII Profit before extraordinary Items and Tax (V-VI)		2,315,409	2,017,202
VIII Extraordinary Items		-	-
IX. Profit before Tax (VII-VIII)		2,315,409	2,017,202
X. Tax Expense :			
(1) Current Tax		983,000	710,000
(2) Deferred tax	3	(267,602)	(346,530)
(3) Earlier year tax/(reversal)		(118,312)	5,441
XI. PROFIT FOR THE YEAR (IX-X)		1,718,324	1,648,291
XII. EARNINGS PER EQUITY SHARE	22		
Equity shares of face value of Rs. 10/- each			
(1) Basic		0.55	0.53
(2) Diluted		0.55	0.53
Number of shares used in computing earnings per share			
(1) Basic		3,100,000	3,100,000
(2) Diluted		3,100,000	3,100,000
SIGNIFICANT ACCOUNTING POLICIES	A		
NOTES ON FINANCIAL STATEMENTS	B		

For & on behalf of the Board

 This is the statement of Profit & Loss referred to in our report of even date
FOR KALANI & COMPANY
 Chartered Accountants,
 FRN : 000722C

Sd/-
BHARAT RAJ BHANDARI
 Managing Director
 PLACE : JAIPUR
 DATED : 29.05.2012

Sd/-
KAMLESH BHANDARI
 Director

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

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2012

(Amount in Rs.)

PARTICULARS	CURRENT YEAR 2011-2012		PREVIOUS YEAR 2010-2011	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before tax and extraordinary items		2,315,409		2,017,202
Adjustment for :				
1. Depreciation	5,597,310		6,450,978	
2. Interest Income	(1,313,841)		(322,649)	
3. Divident Income	(285)		(142,970)	
4. Loss (Profit) on sale of fixed assets	(298,113)		(327,632)	
5. Financial expenses	268,550	4,253,621	333,586	5,991,313
Operating profit before working capital changes		6,569,030		8,008,515
Adjustment for:				
Increase /(Decrease) in Current Liabilities	(2,367,885)		814,453	
Increase /(Decrease) in Loan and Advances	6,824,169		(4,638,634)	
Increase /(Decrease) in Other current assets	1,182,143		(34,156)	
Increase /(Decrease) in Trade Payables	(2,138,825)		(767,318)	
Increase /(Decrease) in Sundry Debtors	2,652,851		(872,140)	
		6,152,453		(5,497,795)
Cash Generated from operations		12,721,483		2,510,720
Taxes Paid		118,312		(5,441)
Cash flow before extraordinary items		12,839,796		2,505,279
Extraordinary items		-		-
Net cash from operating activities (A)		12,839,796		2,505,279
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed assets	(2,674,785)		(4,002,749)	
Payment towards Capital WIP	(1,205,914)		-	
Sale of Fixed assets	1,785,500		1,372,640	
Interest received	1,313,841		322,649	
Dividend Income	285		142,970	
Net cash from investing activities (B)		(781,073)		(2,164,490)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Cash Proceeds from recovery of Calls in arrear	10,000		-	
Repayment of Borrowings	(690,139)		(660,596)	
Financial expenses	(268,550)		(333,586)	
Net cash used in financing activities (C)		(948,689)		(994,181)
Net increase/decrease in cash and cash equivalents (A+B+C)		11,110,034		(653,392)
Cash and Cash equivalents at the beginning of the year		15,429,928		16,083,320
Cash and Cash equivalents at the close of the year		26,539,962		15,429,928
Cash and Cash equivalents includes:				
Cash and Cash equivalents as per Note No. 12		17,839,395		9,229,647
Current Investment as per Note No. 10*		8,700,567		6,200,281
CASH AND CASH EQUIVALENT		26,539,962		15,429,928

Note : Cash flow Statement has been prepared adopting the Indirect method as prescribed under para 18 of Accounting Standard-3 (AS-3) on "Cash Flow Statement"

*Current investment represents liquid funds and accordingly treated as Cash & Cash equivalents as per AS-3.

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/-

[VIKAS GUPTA]

Partner

M.No. : 77076

Sd/-
BHARAT RAJ BHANDARI
Managing Director

Sd/-
KAMLESH BHANDARI
Director

PLACE : JAIPUR

DATED : 29.05.2012

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THESE FINANCIAL STATEMENTS

A SIGNIFICANT ACCOUNTING POLICIES :

1 Basis of Preparation of Financial Statements

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.

2 System Of Accounting

The company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.

3 Depreciation : (AS-6)

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.

4 Revenue Recognition : (AS-9)

Income from operations like service charges, commission, marketing charges, receipts from customers is accounted for on accrual basis.

5 Fixed Assets : (AS-10)

Fixed assets are accounted for on historical cost.

6 Foreign Currency Conversion (AS-11)

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.

7 Investments : (AS-13)

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.

8 Employee Benefits : (AS-15)

1.8.1 Employee benefits of short-term nature are recognized as expenses as and when it accrues.

1.8.2 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).

1.8.3 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).

1.8.4 Premium paid under Keyman Insurance Policy is booked as expenditure as and when incurred (Defined contribution Plan).

9 Borrowings Costs: (AS-16)

Interest and other borrowing costs attributable to qualifying assets are capitalized. Other interest and borrowing costs are charged to revenue.

10 Accounting For Taxes On Income : (AS-22)

Income Tax expense comprises current tax and deferred tax charge or 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 losses and unabsorbed 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 reassure realization.

11 Impairment of Assets : (AS-28)

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.

12 Provisions, Contingent Liability & Contingent Asset : (AS-29)

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.

13 General

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

B. NOTES ON FINANCIAL STATEMENTS**SHAREHOLDERS' FUNDS****Note No. 1:- Share Capital**

(Amount in Rs.)

Particulars	As at	
	31.03.2012	31.03.2011
Authorised Equity Shares 40,00,000 (40,00,000) Equity shares of Rs 10 each	40,000,000	40,000,000
Issued 31,00,000 (31,00,000) Equity shares of Rs 10 each	31,000,000	31,000,000
Subscribed & Paid Up 31,00,000 (30,95,200) Equity Shares of Rs 10/- each fully paid	31,000,000	30,952,000
Subscribed but not fully Paid Up	31.03.2012	31.03.2011
0,(4,800) Equity Shares of Rs 10 each	-	48,000
Less: Unpaid Calls-		
From Directors	-	-
From Others	-	10,000
	31,000,000	30,990,000

*Figures in Bracket are of Previous Year.

The Company has only one class of shares referred to as equity shares having a par value of Rs 10/- Each Holder of equity shares is entitled to one vote per share and dividend as and when declared by the Company.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after the distribution of all preferential amounts.

During the current period the company has received calls in arrears of Rs. 10,000/-.

Reconciliation of the number of shares outstanding

Particulars	Equity shares	
	As at 31.03.2012	As at 31.03.2011
Shares outstanding at the beginning of the year	3,100,000	3,100,000
(+) Shares Issued during the year	-	-
(-) Shares bought back during the year	-	-
Shares outstanding at the end of the year	3,100,000	3,100,000

Shares held by each shareholder holding more than 5 percent shares

Name of Shareholder	As at 31.03.2012		As at 31.03.2011	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Bharat Raj Bhandari	674100	21.75	674100	21.75
Kamlesh Bhandari	468900	15.13	468900	15.13
Suman Bhandari	298300	9.62	297900	9.61
Vipul Bhandari	297100	9.58	297100	9.58
Shaila Bhandari	285100	9.20	285100	9.20

Note No. 2:- Reserves & Surplus

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
a) Capital Reserve		
Opening Balance	51,775	51,775
Addition: Current Year Transfer -	-	-
Deduction: Written Back in Current Year	-	-
Closing Balance	51,775	51,775
b) Foreign Exchange Earning Reserve		
Opening Balance	250,000	250,000
Addition: Current Year Transfer -	-	-
Deduction: Carried to General Reserve	250,000	-
Closing Balance	-	250,000
c) Surplus		
Opening balance	31,198,242	29,549,950
Addition: Net Profit after tax transferred from Statement of Profit & Loss	1,718,324	1,648,292
Amount available for appropriations	32,916,566	31,198,242
Deduction: Appropriations	-	-
Closing Balance	32,916,566	31,198,242
d) General Reserve		
Opening balance	-	-
Addition: Transferred form Foreign Exchange Earning Reserve	250,000	-
Deduction: Appropriations	-	-
Closing Balance	250,000	-
Total	33,218,341	31,500,017

NON- CURRENT LIABILITIES

Note No. 3:- Deferred Tax Liability

Disclosure in accordance with AS-22 "Accounting for Taxes on Income" (Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
I) Deferred Tax Liability		
Difference between accounting and tax depreciation (cumulative)	1,760,135	2,129,580
TOTAL(I)	1,760,135	2,129,580
II) Deferred Tax Assets		
Disallowance under section 43B for non payment of expenses	99,248	201,090
Provision for Doubtful advance	5,005	5,005
Provision for Bad & Doubtful debts	107,372	107,373
TOTAL(II)	211,625	313,468
Closing Net Deferred Tax Liability (I)-(II)	1,548,510	1,816,112
Less:Opening Deferred Tax Liability	1,816,112	2,162,642
NET REVERSAL	(267,602)	(346,530)

Net Difference of Rs. 267,602 (P.Y. Rs. 3,46,530/-) is accounted for as deferred tax income.

CURRENT LIABILITIES

Note No. 4:- Short Term Borrowings

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Loans Repayable on Demand		
From Andhra Bank (Secured)		
(Secured By Hypothecation of book debts, personal guarantee of Managing Director & three Directors and equitable mortgage of property owned by company located Opp.Airport,Sanganer & property located at Fateh Singh Ki Dharmshala owned by Director)	715,019	1,405,158
Total	715,019	1,405,158

B. NOTES ON FINANCIAL STATEMENTS

Note No. 5:- Trade Payables

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Trade Payables		
For Services Rendered		
Due to Micro & Small Enterprises*		
Others	17,773,861	19,912,686
Total	17,773,861	19,912,686

*There are no Micro, Small and Medium enterprises to whom the company owes dues which are outstanding for more than 45 days of the Balance Sheet date, the above information regarding Micro, Small and Medium enterprises has been determined to the extent such parties have been identified on the basis of information available with company.

Note No. 6:- Other Current Liabilities

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
(a) Statutory Liabilities	534,829	1,632,345
(b) Advance From Customers	352,298	303,088
(c) Liability for Capital Goods	60,000	-
(d) Other Liabilities	5,568,692	6,948,271
Total	6,515,819	8,883,704

Note No. 7:- Short Term Provisions*

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
For Taxation	983,000	-
Less: Advance Income Tax/TDS as per Contra	983,000	-
Total	-	-

*Movement of Provision in Compliance of AS-29

(Amount in Rs.)

Particulars	INCOME TAX (2011-12)	INCOME TAX (2011-12)
Opening balance as on 01.04.2011	710,000	690,000
Add: Provision made during the year	983,000	710,000
Add: Short Provision Debited to Statement of Profit and Loss	-	4,941
	1,693,000	1,404,941
Less: Utilised during the period	591,688	694,941
Less: Excess Provision written back	118,312	-
Amount Shown as Provision on 31.03.12	983,000	710,000

NON-CURRENT ASSETS

Note No. 9:- Long Term Loans & Advances

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Unsecured & Considered Good		
- Capital Advances	350,000	-
- Security Deposits	3,147,669	10,247,169
Total	3,497,669	10,247,169

**B. NOTES ON FINANCIAL STATEMENTS
NON- CURRENT ASSETS**

(Amount in Rs.)

Note No.8:- Fixed Assets

Particulars	Rate	Gross Block			Accumulated Depreciation			Net Block		
		Balance As At 1st April 2011	Additions/ (Disposals)	Deductions During the period	Balance as at 31st March 2012	Balance as at 1st April 2011	Depreciation charged for the year	Deductions During the period	Balance as at 31st March 2012	Balance as at 31st March 2011
A) Tangible assets										
FREEHOLD LAND		649,750	-	-	649,750	-	-	-	649,750	649,750
BUILDING	1.63%	1,476,969	-	-	1,476,969	352,334	24,075	376,408	1,100,561	1,124,635
CONSTRUCTION ON RENTED PREMISES	1.63%	1,195,419	-	-	1,195,419	84,986	19,485	104,471	1,090,948	1,110,433
VEHICLE FOR HIRE	16.21%	42,503,704	2,627,585	7,676,948	37,454,341	27,291,750	4,734,637	6,189,561	11,617,515	15,211,954
OTHER VEHICLES	9.50%	5,064,400	26,000	-	5,090,400	879,417	479,646	1,359,064	3,731,336	4,184,993
GENERATOR	4.75%	320,260	-	-	320,260	60,199	15,212	75,411	244,849	260,061
OFFICE AIRCONDITIONING	4.75%	560,376	-	-	560,376	206,438	26,618	233,056	327,320	353,938
OFFICE EQUIPMENT	4.75%	825,887	-	-	825,887	523,094	39,230	562,324	263,563	302,793
FURNITURE & FIXTURES	6.33%	2,898,485	-	-	2,898,485	1,786,025	183,474	1,969,500	928,985	1,112,460
ADDITION LESS THAN 500	100.00%	-	7,200	-	7,200	-	7,200	-	-	-
COMPUTER	16.21%	3,110,055	14,000	-	3,124,055	2,815,277	31,828	2,847,105	276,950	294,778
TOTAL (A)		58,605,305	2,674,785	7,676,948	53,603,142	33,999,520	5,561,405	6,189,561	20,231,778	24,605,785
B) Intangible Assets										
SOFTWARE	16.21%	221,500	-	-	221,500	30,003	35,905	65,908	155,592	191,497
TOTAL (B)		221,500	-	-	221,500	30,003	35,905	65,908	155,592	191,497
GRAND TOTAL (A)+(B)		58,826,805	2,674,785	7,676,948	53,824,642	34,029,523	5,597,310	6,189,561	20,387,370	24,797,282
Previous Year	-	58,189,126	4,889,231	4,251,552	58,826,805	31,347,730	6,450,978	26,841,396	24,797,282	26,841,396

CAPITAL WIP

MINI COACH		1,205,914			1,205,914				1,205,914	
TOTAL		-	1,205,914	-	1,205,914	-	-	-	1,205,914	-

Crown Tours Ltd.

**B. NOTES ON FINANCIAL STATEMENTS
CURRENT ASSETS**

(Amount in Rs.)

Note No. 10:- Current Investments

Particulars	As on 31.03.2012			As on 31.03.2011				
	No. of Units	Cost	Net Asset Value	Carrying Value	No. of Units	Cost	Net Asset Value	Carrying Value
Other than Trade - Unquoted Investment in Mutual funds-								
-HDFC Floating Rate-STP-Div. Reinvest.	442	4,457	4,457	4,457	414	4,172	4,172	4,172
-HDFC High Int. Fund-Growth	7,122	211,795	251,194	211,795	7,122	211,795	235,865	211,795
- HDFC MIP Long Term Fund-Growth	130,116	2,976,705	3,156,967	2,976,705	130,116	2,976,705	2,995,949	2,976,705
- Kotak MIP Growth	192,604	3,007,610	3,198,307	3,007,610	192,604	3,007,610	3,017,047	3,007,610
- ICI Prudential Regular Saving Fund	224,998	2,500,000	2,514,130	2,500,000	-	-	-	-
Total	555,282	8,700,566	9,125,055	8,700,566	330,256	6,200,281	6,253,033	6,200,281

Crown Tours Ltd.

B. NOTES ON FINANCIAL STATEMENTS
CURRENT ASSETS
Note No. 11:- Trade Receivables

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Unsecured & Considered Good		
Debts outstanding for a period exceeding six months from the date they are due for payment -		
'- Considered Good	2,944,210	1,931,510
'- Considered doubtful	347,485	
Less: Provision for bad & doubtful debts	347,485	-
Other Debts-		
'- Considered Good	25,450,478	29,116,029
Total	28,394,688	31,047,539

Note No. 12:- Cash and Cash Equivalents

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
(a) Balances with banks		
- In Current Account	7,167,628	5,167,139
- In Fixed Deposit A/c*	9,921,679	
Less: Pledged FDR against guarantee (Transfer to other current Assets Note No.14)	1,846,370	990,000
(b) Cash on hand	2,040,571	1,707,947
(c) Cheques on Hand	555,888	1,364,561
Total	17,839,395	9,229,647

*Maturities more than 12 months Rs. Nil.

Note No. 13:- Short Term Loans & Advances

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Unsecured & considered good		
Advances recoverable in cash or in kind for which value to be received -		
'- Considered Good	3,198,042	
'- Considered Doubtful	16,200	
	3,214,242	
Less: Provision for doubtful advance	16,200	3,420,958
Advance Income Tax & TDS	1,685,410	
Less: Provision for tax as per Contra	983,000	1,286,424
Prepaid Expenses	973,815	1,224,554
Total	4,874,267	5,931,936

(41)

Note No. 14:- Other Current Assets

(Amount in Rs.)

Particulars	As at 31.03.2012	As at 31.03.2011
Interest Accrued on FDR	401,008	307,046
Income Tax & Fringe Benefit Tax Refundable	3,346,553	4,910,037
Accrued CRS Incentive Income	20,000	56,836
FDR Pledged with Andhra Bank against guarantee (carried from Note No. 12)	1,846,370	1,429,762
Unbilled Services	257,750	350,143
Total	5,871,681	7,053,824

Note No. 15:- Revenue from Operations

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
Operating revenues		
- Tour & Travel Operations		
2011-12		2010-11
Transportation	42,129,507	49,676,873
Hotel Services	11,544,996	3,086,518
Guide Fees	9,670,024	11,162,910
Elephant Ride	8,623,345	9,900,642
Entrances	7,829,858	8,122,276
Boat Ride	5,348,112	7,003,901
Game Viewing	3,322,745	7,796,336
Camel Ride	1,806,747	2,583,853
Jeep Ride	505,599	453,060
AIR/RAIL Ticket	118,924	387,035
Other Composite Services	9,524,967	8,047,541
- Commission and Services Charges	2,370,773	2,190,344
Total	102,795,597	110,411,289

(42)

Crown Tours Ltd.

Note No. 16:- Other Income

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
Interst Received	1,313,841	322,649
Gain /(Loss) on sale of Fixed Assets	562,849	327,632
Gain /(Loss) on account of exchange rate variation	85,392	(30,822)
Gain on sale of Current Investment	-	239,660
Dividend received	285	142,970
Commission Received	70,639	119,997
Liabilities no longer payable	1,567,046	115,737
Miscellaneous Receipt	7,656	49,765
Total	3,607,708	1,287,588

Note No. 17:- Operating Expenses

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
On Vehicle		
-Hire Charges	14,891,355	14,831,725
-Road & Border Tax	5,811,847	6,582,002
-Fuel & lubricants	6,951,685	10,008,742
-Repairs & Maintenance	2,928,319	3,921,612
-Insurance	1,146,311	1,019,417
	31,729,517	36,363,498
On Customers Service		
-Elephant Ride	7,556,400	8,428,470
-Boat Ride	3,727,105	4,680,613
-Camel Ride	1,160,680	1,498,235
-Guiding Charges	6,286,471	7,629,490
-Game Viewing	2,715,660	6,615,432
-Air & Train Ticket Expenses	113,317	358,313
-Food & Beverages	1,074,640	666,557
-Joy Rides	105,640	222,941
-Jeep Ride	340,640	312,770
-Entrance & Parking	6,820,196	7,347,737
-Customer Tour Expenses	1,919,559	2,441,532
-Hotel Expenses	9,758,850	3,283,267
-Others	677,318	941,397
	42,256,476	44,426,754
Total	73,985,993	80,790,252

Crown Tours Ltd.

Note No. 18:- Employee Benefits

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
(a) Salaries and incentives	11,612,044	11,360,642
(b) Contributions to -		
- Provident Fund & Employee state insurance	852,109	815,229
(c) Staff welfare expenses	130,376	125,601
Total	12,594,529	12,301,472

EMPLOYEES BENEFIT : AS-15

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 Statement of Profit and Loss for the year is as under:

(Amount in Rs.)

Particulars	2011-12	2010-11
Employer's contribution to P.F., Pension Fund, E.D.L.I	559,514	518,909
Employer's Contribution to E.S.I	292,595	296,320

(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:

	2011-12	2010-11
Discount Rate	8% per annum	8% per annum
Mortality	LIC (1994-96) mortality tables	LIC (1994-96) mortality tables
Withdrawal Rate	1% to 3% depending on age	1% to 3% depending on age
Salary Escalation	7%	7%
Valuation Method	Projected Unit Credit Method	Projected Unit Credit Method

Crown Tours Ltd.

(Amount in Rs.)

Particulars	2011-12	2010-11
1. Table showing changes in PV of Obligations		
PV of Obligation as at the beginning of year	1,671,206	1,509,928
Interest Cost	133,696	120,794
Current Service Cost	204,338	208,134
Benefits Paid	27,750	-
Actuarial(gain)/loss on obligations	(354,512)	(167,650)
Obligation of discontinued employees	185,069	-
Present value of obligations as at end of year	1,626,978	1,671,206
2. Table showing Changes in the Fair Value of Plan Assets		
FV of planned assets at the beginning of the year	1,882,938	1,727,466
Expected return on plan assets	168,591	155,472
Benefits Paid	27,750	-
FV of planned assets at the end of the year	2,023,779	1,882,938
3. Table showing FV of Planned Assets		
FV of planned assets at the beginning of the year	1,882,938	1,727,466
Actual return on planned assets	168,591	155,472
Benefits Paid	27,750	-
FV of planned assets at the end of the year	2,023,779	1,882,938
Funded Status	211,732	211,732
4. Actuarial gain/loss recognized		
Actuarial (gain)/loss for the year - obligation	(211,732)	(167,650)
Actuarial (gain)/loss for the year - plan assets	-	-
Obligation of discontinued employees	185,069	-
Total (Gain)/Loss for the year	(211,732)	(167,650)
Actuarial (gain)/loss recognized in the year	(211,732)	(167,650)
5. The amount to be recognized in the Balance Sheet and Statement of P&L		
PV of obligation as at the end of the year	1,812,047	1,671,206
FV of planned assets at the end of the year	2,023,779	1,882,938
Funded Status	211,732	211,732
Net Assets/(Liability) recognized in the balance sheet	211,732	211,732
6. Exp. Recognized in the Statement of P&L		
Current Service Cost	204,338	208,134
Interest Cost	133,696	120,794
Expected Return on plan assets	168,591	155,472
Net Actuarial (gain)/loss	(211,732)	(167,650)

The Value of plan assets and present obligation at the end of the year is Rs.20,23,779/- (P.Y. Rs.18,82,938/-) and Rs.18,12,047/- (P.Y. Rs.16,71,206/-) respectively. The excess of plan asset over present obligation is Rs.2,11,732/- (PY Rs. 2,11,732/-) has been set out as prepaid expenses .

Crown Tours Ltd.

(Amount in Rs.)

Note No. 19:- Finance Costs

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
Interest expense	191,818	245,467
Other Borrowing Cost		
-Bank Charges	76,732	88,119
Total	268,550	333,586

Note No. 20:- Other Operational Expenses

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
Director's Remuneration	2,650,000	1,500,000
Rent	1,481,597	1,302,479
Repairs to buildings	84,365	5,820
Repairs to machinery	399,033	386,649
Power & Fuel (Electricity & Water)	696,037	609,113
Payment to Auditors -		
	2011-12	2010-11
- for Statutory audit Fees	125,000	50,000
- for taxation matters	40,000	42,500
- for Other Service	61,000	23,870
- for Reimbursement of expenses	11,419	27,629
- Service tax on above payments	26,170	9,785
	263,589	153,784
Telephone & Telex Expenses	1,091,198	1,189,209
Travelling & Conveyance Expenses	1,387,652	1,200,129
Insurance Expenses	179,241	172,565
Legal and Professional Charges	306,016	198,075
Claim and Settlement	593,744	538,557
Meeting & Conference Expenses	142,566	74,830
Provision For Bad and Doubtful Debts	-	244,270
Bad Debts written off	275,821	78,552
Printing & Stationery Expenses	243,174	255,790
Office Expenses	371,468	402,395
Internet Expenses	58,987	69,882
Postage & Courier Expenses	79,499	90,615
Membership & Subscription	62,072	67,516
Service Tax Expenses	186,527	213,329
Other Expenses	824,192	1,051,828
Total	11,376,778	9,805,387

Note No. 21:- Prior Period Adjustments

(Amount in Rs.)

Particulars	For the year ended 31st March 2012	For the year ended 31st March 2011
Expenses		
Loss on Sale of Assets	264,736	-
Depreciation	-	75,533
Total	264,736	75,533

Note No. 22:- Earning per share

(Amount in Rs.)

Particulars	Unit	As at 31.03.2012	As at 31.03.2011
1. Profit/(Loss) after tax amount used as the numerator	Rs.	1718324	1648292
2. Weighted average number of equity shares used as the denominator	No.	3100000	3100000
3. Nominal value of shares	Rs.	10/-	10/-
Earning per share (Basic & Diluted)	Rs.	0.55	0.53

B.NOTES ON FINANCIAL STATEMENTS

23 (a) Details of contingent liabilities as on 31.03.2012 are as under :-

(Amount in Rs.)

Particulars	31.03.2012	31.03.2011
(a) Claims against company not acknowledged as debt	151200	140400
(b) Counter guarantees provided by company to banks against guarantees given by them	1593000	1593000
(c) Disputed Demand for Income Tax A.Y. 2009-10, Matter under Appeal with CIT(Appeals) Jaipur	384180	-

(b) Capital commitment for unexecuted work of fixed asset Rs.1,17,250/- (net of advance paid Rs.3,50,000/-)(Previous year Rs. NIL).

24 Accounting Standard 18 "Related Party Disclosure"

As per Accounting Standard 18, the disclosures of transactions with the related parties as defined in the Accounting Standard are given below:

1. Relationships: -

a) Associate Companies:

- Blossom Holidays (India) Pvt. Ltd.(Formerly Known as Bhandari Toursim Finance Private Limited)
- 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. Sagar Mal Bhandari
- Mrs. Ranju Bhandari
- Ms. Sanvi Bhandari
- Mr. Alok Bhandari
- Mr. Manish Bhandari
- Mr. R.R. Bhandari
- Mr. T.R. Bhandari
- Mrs. Alpa Bhandari
- Mr. Naveen Bhandari
- Mrs. Meera Bhandari

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

RELATED PARTY TRANSACTIONS

(Amount in Rs.)

Nature of Transactions	Key Mgmt Personnel		Associate Companies		Relative of KMP	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
i) Sale of Travelling Ticket & allied services	24,840	20,178	5,329,422	-	850,183	1,243,038
ii) Interest Income	-	207,000	207,000	-	-	-
iii) Operating Income	-	-	931,887	1,282,008	-	-
iv) Expenses						
- Rent	300,000	240,000	360,000	318,000	144,000	108,000
- Reimbursement of Expenses	-	580,231	222,851	-	-	-
- Remuneration	2,650,000	1,500,000	-	-	-	-
- Operating Expense	-	-	503,381	20,459	-	-
- Administrative Expenses	-	-	9,460	-	-	-
- Interest paid	-	-	-	-	-	-
v) Loans taken	-	-	-	-	-	-
vi) Loan Repaid	-	-	-	-	-	-
vii) Security Deposit given	-	-	-	-	-	-
viii) Security Deposit received back this year	-	-	7,100,000	-	-	-
ix) Outstanding Balances						
- Security Deposit under an agreement	-	-	2,300,000	9,400,000	-	-
- Loans Taken	-	-	-	-	-	-
- Receivables	-	-	-	-	-	-

25 Remuneration including Bonus paid to the Directors:

(Amount in Rs.)

Particulars	2011-12	2010-11
Mr. Bharat Raj Bhandari (Managing Director)	1,900,000	1,200,000
Mr. Kamlesh Bhandari (Whole Time Director)	750,000	300,000
Total	2,650,000	1,500,000

26 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 tourism services Rs.31,92,852/- (Rs.29,37,554/-)
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.

- 27 Company has entered into agreement with Blossom Holidays (INDIA) (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.0,(Rs.50,00,000),Rs.0,(Rs.21,00,000),Rs. 8,00,000, (Rs.8,00,000) and Rs. 15,00,000,(Rs.15,00,000) have been paid respectively to these companies. The agreement with Blossom Holidays (INDIA) (P) Ltd. and Crystal Park Resorts (P) Ltd. has been terminated during the current year.
- 28 The Company had taken a Key man Insurance Policy of Managing Director Shri Bharat Raj Bhandari coverage under this policy is continuing as on 31.03.2012. Premium for the year amounting to Rs.Nil (Previous Year Rs. Nil/-).
- 29 There are no Micro and Small Enterprise 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 "Trade Payables- Note No:-5" 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.
- 30 Balances of creditors, advances, debtors and other parties are subject to their confirmation.
- 31 Vehicles valuing Rs.29,81,616/- having W.D.V of Rs.19,67,444/- as on 31.03.2012 are awaiting registration in the name of the company. However, the same has been used exclusively for the purpose of business.
- 32 All assets and liabilities are presented as Current or Non-current as per criteria setout in Revised Schedule VI to the Company's Act,1956 Notified by the Ministry of Corporate affairs vide Notification No. SO447(E) Dated 28th February,2011 and SO653(E) Dated 30th March,2011. Based on the nature of services rendered by the company,its operations and realization, the company has ascertained its operating cycle of less than 12 months. Accordingly 12 months period has been considered for the purpose of Current /Non-current classification of assets & liabilities.
- 33 Figures of the current & previous year have been rounded off to the nearest rupees. The figures of the previous year have been reclassified, regrouped & rearranged to make them comparable with the current year's figure to comply with the requirement of Revised Schedule VI.

For & on behalf of the Board

In terms of our Audit Report of even date

For KALANI & COMPANY

Chartered Accountants,

FRN : 000722C

Sd/-

BHARAT RAJ BHANDARI

Managing Director

PLACE : JAIPUR

DATED : 29.05.2012

Sd/-

KAMLESH BHANDARI

Director

Sd/-

[VIKAS GUPTA]

Partner

M.No. : 77076

ATTENDANCE SLIP

23rd Annual General Meeting

Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall.

Ledger Folio No.	
No. of Shares held :	

NAME OF THE SHAREHOLDER/PROXY.....

ADDRESS.....

I hereby record my presence at the 23rd Annual General Meeting of the Company held on **Monday, 20th August, 2012** at 11.00 a.m. at its registered office at Opp. Hotel Rajputana Palace Sheraton, Palace Road, Jaipur-302006

SIGNATURE OF THE SHAREHOLDER/PROXY

.....

PROXY

CROWN TOURS LIMITED

Regd. Office : Opp. Hotel Rajputana Palace Sheraton, Palace Road, Jaipur-302006

23rd Annual General Meeting

Please complete this Attendance Slip and hand it over at the entrance of the Meeting Hall.

Ledger Folio No.	
No. of Shares held :	

I/We.....being a member / members of Crown Tours Limited hereby appoint of..... or failing him..... of..... as my/our proxy to vote me/us and on my/our behalf at the 23rd Annual General Meeting of the Company to be held on Saturday, the **Monday, 20th August, 2012** at 11.00 a.m. and at adjournment thereof.

Signed this.....

Affix a 1.00 Rupee Revenue

.....day of.....2012

Note: The proxy must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The proxy need

BOOK POST

If undelivered please return to :
Crown Tours Ltd.
Opp. Hotel Rajputana Palace Sheraton
Palace Road, Jaipur - 302 006