



Reality Tours & Travel Pvt.Ltd

202, 2ND FLR, JAGANNATH APTS. THANA, BELAPUR RD, DIGHA, AIROLI, NAVI MUMBAI 400 708

DIRECTORS' REPORT

To,

The Members,

The Directors present to you, the Fifth Annual Report of the Company together with the Audited Balance Sheet as at March 31, 2010 and Profit & Loss Account for the year ended on that date.

FINANCIAL RESULTS :

	31.03.2010	31.03.2009
	Rs.	Rs.
Net Profit before tax for the year	7,41,046	574,606
Less: Provision for Current Tax	2,09,000	133,000
Less : Provision for Fringe Benefit Tax	---	33,000
Add: Provision for Deferred Tax	21,109	53,740
Profit (After Taxation)	5,11,657	4,62,346
Add : Excess Provision for Tax	720	-
Add: Profit / (Loss) brought forward	1,18,887	(3,43,460)
Less : Transfer to General Reserve	-	-
Balance Profit carried to Balance Sheet	6,30,544	1,18,887

OPERATIONS:

The Company is basically a tour operator carving its niche in the international market. The Company is focusing on novel idea of spreading awareness of its business in high society. Thus providing its tour business to the slums, in this process it has affiliated with NGO's and also developed community centre. There has been increased trend in the turnover as compared to the earlier year (C.Yr. 41.12 Lacs, Prv. Yr.25.24 Lacs). The Company is showing increasing trend as compare to last year and infact has made a positive financial result.

DIVIDEND :

With a view to conserve resources for further growth the directors do not recommend any dividend.

EMPLOYEES :

The Company has no employees referred to in 217 (2A) of the Companies Act, 1956 during the year.

CONSERVATION OF ENERGY & ABSORPTION OF TECHNOLOGY :

The Company has taken adequate measures to conserve and minimize the use of energy. Majority of its activities are outdoor based.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

The information relating to foreign exchange earnings and outgo is given is given in the Notes to accounts to the balance sheet and profit and loss account.

DIRECTORS :

Both the Directors of the Company being permanent Directors are not liable for retirement by rotation.

DIRECTORS RESPONSIBILITY STATEMENT:

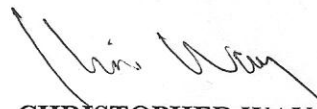
The Directors confirm that:

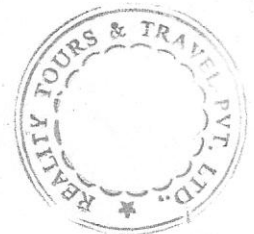
1. In the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures have been made from the same;
2. Appropriate accounting policies have been selected and applied consistently, and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March 2010;
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safe guarding the assets of the Companies and for preventing and detecting fraud and other irregularities;
4. The annual accounts have been prepared on a going concern basis.

AUDITORS :

S .M. Lasrado & Co. Chartered Accountants have expressed their willingness to continue as the auditor and in the Annual General Meeting they were reappointed. They retire at the ensuing General Meeting and are eligible for reappointment.

For and on behalf of the Board of Directors


CHRISTOPHER WAY
DIRECTOR



PLACE : MUMBAI

DATED :

- 3 SEP 2010



S.M. LASRADO & CO.
CHARTERED ACCOUNTANTS

'Silver Symphony', 1st. Floor,
37, Church Avenue,
Santacruz (W), Mumbai - 400 054.
E-Mail : lasrado@vsnl.com
Tel : 2605 4108, 1441, 2015
Resi : 2605 4162
Fax : (91-22) 2605 2501
Website : www.smlasrado.com

AUDITORS' REPORT

THE MEMBERS OF REALITY TOURS & TRAVELS PRIVATE LIMITED

We have audited the Balance Sheet of **REALITY TOURS & TRAVELS PRIVATE LIMITED** as at 31st March 2010 and also the Profit & Loss Account 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.

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 misstatement. 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 management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis of our opinion.

The Companies (Auditor's Report) Order, 2003 is not applicable in the case of the Company. Further we report that:

- a. 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;
- b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of such books.
- c. The Balance Sheet and Profit & Loss Account referred to in this report are in agreement with the books of account.
- d. In our opinion the Balance Sheet and Profit & Loss Account, dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 in so far as they apply to the Company.

- e. On the basis of the written representations received from the Director's as on 31st March 2010 and taken on record by the Board of Director's we report that none of the Directors are disqualified as on 31st March, 2010 from being appointed as Directors in terms of clause (g) of sub-section 274 of the Companies Act, 1956.
- f. In our opinion and to the best of our information and according to the explanations given to us, the accounts read together with notes thereon, give the information 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
- i) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2010 and
- ii) in the case of the Profit & Loss Account, of the profit for the year ended on that date.

For S.M.LASRADO & CO.

Firm Reg.No. 105592W

Chartered Accountants

S.M. Lasrado



[S.M.LASRADO]

Memb. No. 030762

PLACE : MUMBAI

DATED : - 3 SEP 2010

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

BALANCE SHEET AS AT 31.03.2010

	SCH. NO.	YEAR ENDED 31.03.2010 (RUPEES)	YEAR ENDED 31.03.2009 (RUPEES)
I SOURCES OF FUNDS			
i Share Capital	1	100,000	100,000
ii Reserves & Surplus	2	630,544	118,887
iii Unsecured Loans	3	431,294	857,546
iv Deferred Tax Liability		-	-
TOTAL		1,161,838	1,076,433
II APPLICATION OF FUNDS			
i Fixed Assets	4		
Gross Block		1,918,502	1,075,386
Less: Accumulated Depreciation		900,212	708,067
Net Block		1,018,290	367,319
ii Deferred Tax Asset		10,063	31,172
iii Working Capital			
Current Assets, Loans & Advances	5	1,183,169	957,128
Less: Current Liabilities & Provisions	6	1,053,073	283,252
Net Working Capital		130,096	673,876
iv Miscellaneous Exp (to the extent not Written off)		3,388	4,065
TOTAL		1,161,838	1,076,433

NOTES TO ACCOUNTS FORM AN INTEGRAL PART OF THIS BALANCE SHEET

AS PER OUR REPORT OF EVEN DATE ATTACHED

For S.M.Lasrado & Co.

Chartered Accountants

Firm Registration No. 105592W




(S.M.Lasrado)

Membership No. 030762



FOR REALITY TOURS & TRAVEL PVT. LTD.



(CHRIS WAY)
DIRECTOR



(KRISHNA PUJARI)
DIRECTOR

DATE : - 3 SEP 2010

PLACE : MUMBAI

DATE : - 3 SEP 2010

PLACE : MUMBAI

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

PROFIT & LOSS ACCOUNT FOR THE PERIOD 01.04.2009 TO 31.03.2010

	SCH. NO.	YEAR ENDED 31.03.2010 (RUPEES)	YEAR ENDED 31.03.2009 (RUPEES)
INCOME			
Tour Receipts		4,112,417	2,512,333
Miscellaneous Income		12,638	11,911
		<u>4,125,055</u>	<u>2,524,244</u>
EXPENDITURE			
Tour Operating Expenses		902,791	537,352
Administrative & General Expenses	7	2,288,396	1,130,665
Preliminary Expenses		677	677
		<u>3,191,864</u>	<u>1,668,694</u>
Profit/(Loss) Before Depreciation (A-B)		933,191	855,550
Less: Depreciation		192,145	280,944
Profit/(Loss) Before Tax		741,046	574,606
Less: Provision for Tax - Current Tax		209,000	133,000
Less: Provision for Tax - Deferred Tax		21,109	53,740
Less: Provision for Tax - Fringe Benefit Tax		-	33,000
Excess Provision for Fringe Benefit Tax		720	-
		<u>511,657</u>	<u>462,346</u>
Balance Transferred to Balance Sheet			

NOTES TO ACCOUNTS FORM AN INTEGRAL PART OF THIS STATEMENT

AS PER OUR REPORT OF EVEN DATE ATTACHED

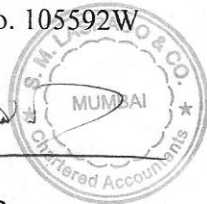
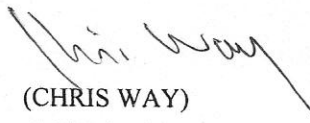
For **S.M.Lasrado & Co.****Chartered Accountants**


Firm Registration No. 105592W



(S.M.Lasrado)

Membership No. 030762

DATE : **3 SEP 2010**
PLACE : MUMBAI**FOR REALITY TOURS & TRAVEL PVT. I**


(CHRIS WAY)
DIRECTOR


(KRISHNA PUJA)
DIRECTOR
DATE : **3 SEP 2010**
PLACE : MUMBAI

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

SCHEDULES ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.20

PARTICULARS	YEAR ENDED	YEAR ENDED
	31.03.2010	31.03.2009
	(RUPEES)	(RUPEES)
SCHEDULE - 1		
SHARE CAPITAL		
A) AUTHORIZED CAPITAL		
10,000 EQUITY SHARES OF RS.10/- EACH	100,000	100,000
B) ISSUED, SUBSCRIBED AND PAID UP CAPITAL		
10,000 EQUITY SHARES OF RS.10/- EACH	100,000	100,000
SCHEDULE - 2		
RESERVES AND SURPLUS		
Profit & Loss A/c	118,887	(343,459)
Add : Current Year profit/(Loss) of the year	511,657	462,346
	630,544	118,887
SCHEDULE - 3		
UNSECURED LOANS		
Loans from Directors & Shareholders	431,294	857,546
	431,294	857,546



REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

SCHEDULES ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2010

SCHEDULE - 4: FIXED ASSETS

ASSETS	GROSS BLOCK			RATE %	DEPRECIATION		NET BLOCK		
	AS ON 01.04.2009	ADDITIONS/ DELETIONS	AS ON 31.03.2010		AS ON 01.04.2009	CURRENT YEAR	AS ON 31.03.2010	AS ON 31.03.2010	AS ON 31.03.2009
MOTOR VEHICLES	1,022,446	-	1,022,446	25.89	673,464	90,351	763,815	258,631	348,982
FURNITURE & FIXTURE	-	58,924	58,924	25.89	-	10,498	10,498	48,426	-
BROCHURES	11,441	-	11,441	25.89	1,469	2,582	4,051	7,390	9,972
COMPUTERS	41,499	58,988	100,487	40.00	33,134	8,027	41,161	59,326	8,365
SUM PROJECT	-	725,204	725,204	13.91	-	80,687	80,687	644,517	-
	1,075,386	843,116	1,918,502		708,067	192,145	900,212	1,018,290	367,319
PREVIOUS YEAR	1,058,946	16,440	1,075,386		427,123	280,944	708,067	367,319	631,823

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

SCHEDULES ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2010

SCHEDULE - 4: FIXED ASSETS (CONTD.)

ADDITIONS DURING THE YEAR

ASSETS HEAD

DATE

AMOUNT

UPTO

DAYS

RATE

DEPR. AMT

Computers

1-Jul-09	3,999	31-Mar-10	273	40.00%	1,196
1-Dec-09	17,000	31-Mar-10	120	40.00%	2,236
1-Mar-10	37,989	31-Mar-10	30	40.00%	1,249
	58,988				4,681

Furniture

1-Jun-09	17,886	31-Mar-10	303	25.89%	3,844
1-Jul-09	17,408	31-Mar-10	273	25.89%	3,371
1-Aug-09	8,059	31-Mar-10	242	25.89%	1,383
1-Sep-09	2,369	31-Mar-10	211	25.89%	355
1-Nov-09	3,555	31-Mar-10	150	25.89%	378
1-Dec-09	6,772	31-Mar-10	120	25.89%	576
1-Feb-09	1,900	31-Mar-10	423	25.89%	570
1-Mar-10	975	31-Mar-10	30	25.89%	21
	58,924				10,498



SCHEDULES ATTACHED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2010

PARTICULARS	YEAR ENDED 31.03.2010 (RUPEES)	YEAR ENDED 31.03.2009 (RUPEES)
SCHEDULE - 5		
CURRENT ASSETS, LOANS & ADVANCES		
A) CURRENT ASSETS		
Sundry Debtors	27,957	17,094
Bank Balance	703,375	601,278
Cash in Hand	50,017	220,544
A	<u>781,349</u>	<u>838,916</u>
B) LOANS & ADVANCES		
Advance Tax		
T.D.S. A.Y.2009-10	194	194
Self Assesment Tax A.Y. 2009-10	147,620	-
FBT A.Y. 2009-10	-	-
T.D.S. A.Y.2010-11	2,371	-
Other Advances		
Reality Cares	46,960	31,960
Advances to Employess	117,140	-
Prepayments		
Prepaid Deposits	45,000	20,000
Prepaid Expenses	42,535	66,058
B	<u>401,820</u>	<u>118,212</u>
TOTAL	A+B	
	<u><u>1,183,169</u></u>	<u><u>957,128</u></u>

SCHEDULE - 6**CURRENT LIABILITIES & PROVISIONS****A) SUNDRY CREDITORS****Advance from Customers**

Jignya

5,763

-

Outstanding Liabilities

Salaries

644,541

71,600

Audit Fees Payable

25,417

22,766

Telephone Expenses

-

6,402

TDS Payable

25,956

5,634

Community Centre Rent

-

9,350

Other Accruals

9,396

-

Sundry Payable

-

1,500

A

711,073

117,252

B) PROVISIONS

Provision for Tax - Fringe Benefit Tax

-

33,000

Provision for Tax - Current Taxation

342,000

133,000

B

342,000

166,000

TOTAL

A+B

1,053,073

283,252

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2010-2011 ; PREVIOUS YEAR ENDED 31ST MARCH 2010

**SCHEDULES ATTACHED TO AND FORMING PART OF PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDING 31.03.2010**

PARTICULARS	YEAR ENDED	YEAR ENDED
	31.03.2010	31.03.2009
	(RUPEES)	(RUPEES)
SCHEDULE - 7		
ADMINISTRATION & GENERAL EXPENSES		
Audit Fees	27,575	27,575
Advertisement Expenses	56,280	18,405
Bad Debts	3,074	-
Bank Charges	1,799	1,048
Business Promotion	6,880	-
Car Insurance	61,955	-
Car Repairs & Other Expenses	140,602	55,322
Conveyance	85,427	40,287
Directors Remuneration	600,000	300,000
Donations	5,600	51,000
Exchange Rate Fluctuation	-	1,241
Internet Expenses	52,390	34,335
Miscellaneous Expenditure	31,952	18,878
Office Expenses	40,971	29,168
Rent	46,200	37,379
Postage & Courier	1,631	3,549
Printing & Stationery	30,634	6,579
Professional Fees	31,215	42,849
Repairs & Maintenance	40,410	1,668
ROC Filing Fees	600	27,854
Salaries	902,098	358,200
Service Tax Fines & Penalties & Errors	1,000	2,888
Staff Welfare	39,529	-
Telephone	63,713	72,440
Visa	16,861	-
	<u>2,288,396</u>	<u>1,130,665</u>



REALITY TOURS AND TRAVEL PRIVATE LIMITED

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2010

I. A) SIGNIFICANT ACCOUNTING POLICIES

1) Basis of Accounting:

The accounts have been prepared to comply in all material aspects with accounting principles, the accounting standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 1956.

2) Fixed Assets:

The gross block of Fixed Assets are stated at cost of acquisition including attributable administrative and other general overheads, which are required in bringing the assets to its working condition for its intended use.

3) Depreciation:

Depreciation on assets have been calculated on the written down value basis at the rates prescribed in Schedule XIV of the Companies Act, 1956. On additions during the year, pro-rata depreciation has been calculated from the date the asset has been put to use.

4) Preliminary Expenses:

Preliminary Expenses are written off over a period of 10 years.

5) Contingent Liabilities:

There are no contingent liabilities in existence.

6) Quantitative Details:

During the year, the Company has not carried out any manufacturing activities, hence information as required under paragraphs 3, 4C and 4D of part II of Schedule VI of the Companies Act, 1956 has not been given.

7) Foreign Exchange Transactions:

Foreign Exchange earnings – Rs. Nil (Previous Year Rs. 43,356/-)

Foreign Exchange outgoings – Rs. Nil (Previous Year Rs. Nil/-)

8) Sundry Creditors(Due to Micro, Small and Medium Scale Enterprises):

As per information available with the Company, there are no reported Micro, Small and Medium Enterprises registered under “The Micro, Small and Medium Enterprises Development Act” 2006 to whom company owes dues, hence the amount due to them has not been separately given.



REALITY TOURS AND TRAVEL PRIVATE LIMITED

II. NOTES ON ACCOUNTS

1. Remuneration to the Auditors :

	Current Year (Rs.)	Previous Year (Rs.)
Audit Fees	27,575	27,575
Tax & other matters	24,315	31,349
	51,890	58,924

3. Earnings Per Share:

	31.3.2010	31.3.2009
Earnings per share has been computed as under:		
Profit / (Loss) After Taxation (Rs.) (a)	7,41,046	5,74,606
Number of Equity Shares (b)	10,000	10,000
Earnings per share (Face Value Rs.10/- per share) (a)/(b) (Rs.)	74.10	57.46

4. Figures of the Previous year have been regrouped / reclassified wherever necessary.

Signatures to Schedules 1 to 7

As Per our report of even date

For S. M. Lasrado & Co.
Firm Reg. No.105592W
Chartered Accountants

(S. M. Lasrado)
Memb.No. 030762

Place: Mumbai
Dated: - 3 SEP 2010

For and on behalf of the Board

Mr. Krishna Poojari
Director

Place: Mumbai
Dated: - 3 SEP 2010

Mr. Christopher Way
Director

