

S. M. LASRADO & CO.

CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

THE MEMBERS OF REALITY TOURS AND TRAVELS PRIVATE LIMITED

We have audited the Balance Sheet of **REALITY TOURS AND TRAVELS PRIVATE LIMITED** as at 31st March 2009, and also the Profit and 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 for our opinion.

The Company is private limited company and falls within the exemption specified under paragraph 2 (iv) of the Companies (Auditors' Report) Order 2003. Hence the matters specified in paragraphs 4 and 5 of the said Companies (Auditors' Report) order, 2003 issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, are not enclosed.

Further to our comments in the Annexure referred to above, we report that:

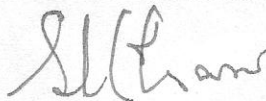
- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion proper books of account as required by Law have been kept by the Company so far as appears from our examination of those books.
- c. The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account
- d. In our opinion, the Balance Sheet and Profit and 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 written representations received from the directors, as on 31st March 2009 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31st March 2009, from being appointed as a director in terms of clause (g) of sub-section (1) of 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 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.

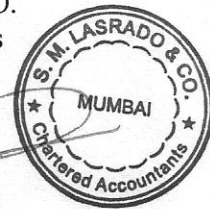
a. in the case of the balance sheet, of the state of affairs of the Company as at 31st March, 2009 and

b. in the case of the profit and loss account, of the Profit for the year ended on that date.

For S.M.LASRADO & CO.
Chartered Accountants



[S.M.LASRADO]



MUMBAI :

DATED : 2 SEP 2009

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2009 - 2010 : PREVIOUS YEAR ENDED 31ST MARCH 2009

BALANCE SHEET AS AT 31.03.2009

	SCH. NO.	YEAR ENDED 31.03.2009 (RUPEES)	YEAR ENDED 31.03.2008 (RUPEES)
I SOURCES OF FUNDS			
i Share Capital	1	100,000 /	100,000 /
ii Reserves & Surplus	2	118,887	-
iii Unsecured Loans	3	857,546 /	1,214,779 /
TOTAL		1,076,433	1,314,779
II APPLICATION OF FUNDS			
i Fixed Assets	4		
Gross Block		1,075,386	1,058,946 /
Less: Accumulated Depreciation		708,067	427,123 /
Net Block		367,319 /	631,823 /
ii Working Capital			
Current Assets, Loans & Advances	5	988,300 /	414,273 /
Less: Current Liabilities & Provisions	6	283,252 /	79,519 /
Net Working Capital		705,048	334,754 /
iii Miscellaneous Exp (to the extent not Written off)		4,065 /	4,742 /
iv Profit & Loss A/c		-	343,459 /
TOTAL		1,076,433	1,314,779

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

(S M LASRADO)

DATE : - 2 SEP 2009
PLACE : MUMBAI

FOR REALITY TOURS & TRAVEL PVT. LTD.

(CHRIS WAY)
DIRECTOR(KRISHNA PUJARI)
DIRECTORDATE : - 2 SEP 2009
PLACE : MUMBAI

/ = agreed to Tally

⊕ agreed except for deferred tax asset

⊖ agreed except for provision for tax

/ = agreed to

paid for RMAR ACCOUNTS

REALITY TOURS & TRAVEL PVT. LTD.

ASSESSMENT YEAR : 2009 - 2010 ; PREVIOUS YEAR ENDED 31ST MARCH 2009

PROFIT & LOSS ACCOUNT FOR THE PERIOD 01.04.2008 TO 31.03.2009

	SCH. NO.	YEAR ENDED 31.03.2009 (RUPEES)	YEAR ENDED 31.03.2008 (RUPEES)
INCOME			
Tour Receipts		2,512,333 /	1,141,135 /
Miscellaneous Income		11,911 /	-
		<u>2,524,244</u>	<u>1,141,135</u>
EXPENDITURE			
Tour Operating Expenses		537,352 /	326,010 /
Administrative & General Expenses	7	1,130,665 /	615,603 /
Preliminary Expenses		677 /	677 /
		<u>1,668,694</u>	<u>942,290</u>
Profit/(Loss) Before Depreciation (A-B)		855,550	198,845 /
Less: Depreciation		280,944 /	226,477 /
Profit/(Loss) Before Tax		574,606 /	(27,632)
Less: Provision for Tax - Current Tax		133,000	-
Add: Provision for Tax - Deferred Tax		53,740	-
Less: Provision for Tax - Fringe Benefit Tax		33,000	350 //
		<u>462,346</u>	<u>(27,982) /</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

(S M LASRADO)



DATE : **2 SEP 2009**
PLACE : MUMBAI

FOR REALITY TOURS & TRAVEL PVT. LTD.

(MR. CHRIS WAY)
DIRECTOR

(MR. KRISHNA PUJARI)
DIRECTOR

DATE : **2 SEP 2009**
PLACE : MUMBAI

