

**16TH
ANNUAL REPORT
2008-2009**

RELIABLE VENTURES INDIA LIMITED

RELIABLE VENTURES INDIA LIMITED

REGD. OFFICE:

"Reliable House"

A-6, Koh-e-fiza, Indore Road

Bhopal -462001 (MP)

BOARD OF DIRECTORS :

Mr. Sikandar Hafiz Khan : Chairman & Mg. Director

Mr. Mohd. Hafiz Khan : Director

Mr. S. Shankar Narayanan : Director

Mr. Chandan Mitra : Director

Mr. Parkash Singh : Director

Mr. Arun Anand Swarup Bhatnagar : Director

Mr. Rajendra Malpani : Director

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. S. S. Raghuvanshi

BANKERS:

Dena Bank, Hamidia Road Branch, Bhopal

Bank of Baroda, Habibganj Branch, Bhopal

HDFC Bank Ltd., Arera Colony, Bhopal

AUDITORS:

M/s. MAK & Associates,

Chartered Accountants

Indore, MP.

CONTENTS

Notice	1
Directors' Report	3
Management Discoussions and Analysis	4
Corporate Governance	6
Auditors' Report	12
Balance Sheet	14
Profit & Loss Account	15
Schedules to the Accounts	16
Balance Sheet Abstract	23
Cash Flow Statement	24

RELIABLE VENTURES INDIA LIMITED

Regd. Office: "Reliable House", A-6, Koh-e-fiza Indore Road, Bhopal- 462 001 (M.P.)

NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the SIXTEENTH ANNUAL GENERAL MEETING of the members of the Reliable Ventures India Limited will be held on Tuesday, the 29th day of Sept., 2009 at 4.30 PM. at the Registered Office of the company at "Reliable House" A-6, Koh-e-fiza, Indore Road, Bhopal, 462001, Madhya Pradesh, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March 2009, Profit & Loss Account for 12 months period ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To appoint Director in place of Mr. Chandan Mitra, who retires by rotation and, being eligible, offers himself for re-appointment as such.
3. To appoint Director in place of Mr. Parkash Singh, who retires by rotation and, being eligible, offers himself for re-appointment as such.

4. To appoint MAK & Associates, the retiring Auditors as Auditors of the Company to hold office as such from the conclusion of this meeting till the conclusion of the next Annual General Meeting and fix their remunerations.

SPECIAL BUSINESS:

5. To consider and, if thought fit, to pass with or without modification the following resolution as an ordinary resolution:

"RESOLVED THAT pursuant to section 257, and all other applicable provisions if any, of the Companies Act 1956, Mr. Arun Bhatnagar who was appointed a an additional Director of the Company under Section 260 of the Companies Act, 1956, and who holds office till the conclusion of this Annual General Meeting and being eligible offers himself for reappointment and in respect of whom the Company has received a notice in writing from one of the members of the Company pursuant to Section 257 of the Act along with requisite amount signifying his /her intention to propose the candidature of Mr. Arun Bhatnagar for the office of Director, be and is hereby appointed as Director of the company liable to retire by rotation"

By Order of the Board

Place: Bhopal

(Sikandar Hafiz Khan)

Date: 20th day of August, 2009

Chairman & Mg. Director

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY AND THAT IN ORDER TO BE VALID, THE INSTRUMENT OF PROXIES DULY COMPLETED IN ALL RESPECTS MUST BE RECEIVED BY THE COMPANY AT ITS REGISTERED OFFICE NOT LESS THAN 48 (FORTY EIGHT) HOURS BEFORE THE MEETING.
2. Explanatory Statement required under Section 173(2) is annexed hereto and forms part of this notice.
3. Disclosure pursuant to Clause 49 of the Listing Agreement with respect to the Directors seeking appointment and re-appointment at the forthcoming Annual General Meeting is given in the Annexure to the notice.
4. The Register of members and transfer books of the Company shall remain closed w.e.f. 27th Sept 2009 to 29th Sept, 2009, both the days inclusive for the purpose of the Meeting.
5. M/s. Sharex Dynamic (India) Pvt. Limited having its registered office at 17/B, Dena Bank Building, Horniman Circle, 2nd Floor, Fort, Mumbai 400 001 continue to act as Registrar and Share transfer agents of the Company. The said company at its unit NO.1 located at Luthra Ind. Premises, Andheri Kurla Road, Safed Pool, Andheri (E), and Mumbai-400072 under takes the share registry job.
6. The Company has established connectivity with both the depositories namely NSDL and CDSL, Mumbai and the ISIN allotted to the security of the Company is **INE419H01019**. Shareholders who have not yet opened Dmat account so far are requested to open the account with the depositories of their choice and surrender the physical certificates of the security for dematerialization.
7. Members / duly appointed proxies should bring the enclosed attendance slip, duly filled in, for attending the meeting
8. The members are requested to: (a) quote their Folio Number(s)/ Client ID nos in all correspondence with the Company and (b) notify the Company about changes in their postal addresses, if any.

EXPLANATORY STATEMENT

(Pursuant to Section 173(2) of the Companies Act, 1956)

The following Explanatory statement sets out all the material facts relating to the special business proposed to be transacted under Item No. 5 of the accompanying notice

ITEM NO. 5:

The Board of Directors of the Company appointed Mr. Arun Bhatnagar as an Additional Director pursuant to Section 260 of the Companies Act, 1956 read with Article 80 of the Articles of Association of the Company, the particulars of whom are annexed to this notice. Mr. Bhatnagar holds the office till the conclusion of this Annual General Meeting.

The Company has received a notice under Section 257 of the Companies Act, 1956, from Mr. Khursheed Alam, one of the shareholders of the Company along with requisite payment, signifying his intention to propose at the ensuing General Meeting the candidature of Mr. Arun Bhatnagar for appointment to the office of Director to retire by rotation. The notice is available for inspection of members at the registered office of the Company during business hours on all working days up to the date of the Annual General Meeting.

None of the Directors, except the proposed appointees, is in any way interested in the resolution contained under Item No. 5 of the accompanying notice.

ANNEXURE TO THE NOTICE OF 16th ANNUAL GEN. MEETING.

Name of the Director	Mr. Chandan Mitra	Mr. Parkash Singh	Mr. Arun Bhatnagar
Date of Birth	12/12/1954	03/02/1946	10/06/1944
Nationality	Indian	Indian	Indian
Date of Appointment	31/10/2006	31/10/2006	30/09/2008
Qualifications	BA (Hon) Economics MA (History) from DU and D. Phil in Modern History from Oxford University, UK	Master of Commerce CAIIB	Honours degree in Economics from St. Stephens, Delhi- India.
Expertise in Functional Area	Very Sr Journalist & Media person, Expert in Mgt. & journalism, Ex-Member of Parliament.	Banking & Management Retired as Chairman & Managing Director United Bank of India with 40 years of experience	As an IAS Officer of 1967 cadre has held various positions such as Industrial Adviser, Additional Principal Secretaries in Food, Planning, Consumer Food and distribution in State Central Govt/ Ministries in India
No of shares held in the Company	Nil	Nil	Nil
List of Directorships in other Indian Public companies	CMYK Printech Ltd.	Not applicable	Not applicable
Position held in other companies in which he is Director as on 31/3/2009	Chairman-cum-Mg. Director of CMYK Printech Ltd. Publisher of "Pioneer" National Daily.	Not applicable	Not applicable

REPORT OF THE DIRECTORS & MANAGEMENT DISCUSSIONS AND ANALYSIS

For the financial year ended 31st March, 2009

Your directors have pleasure in presenting to you their Sixteenth Annual Report together with the audited statement of accounts of the company for the 12 months period ended 31st March 2009

FINANCIAL PERFORMANCE:

During the 12 months period under report ended 31st March, 2009, your company earned an all-inclusive revenue of Rs. 1114.00 lacs against Rs.1077.85 lacs earned in the corresponding period during the preceding financial year reporting a very meager growth of Rs. 36.15 lacs in term of value and 3.35% in term of percentage over the corresponding period in the preceding. However, the after tax profit of the Company witnessed a surge to Rs. Rs.227.69 lacs from Rs. 120.18 during the preceding financial year. The financial performance of the Company is summarized below:

PROFIT & LOSS ACCOUNT

Operating years >	2008-09	2007-08
Net sales	1079.21	1063.18
Other income	34.79	14.67
Total income	1114.00.	1077.85
Profit before Interest and tax	245.41	276.86
Interest payment (net)	3.88	56.58
Profit before extra-ordinary items	241.53	220.28
Extra-ordinary items (Written back prov + prior period adj.)	3.74	-8.22
Profit after extra-ordinary item but before tax	245.27	212.06
Provision for taxes	17.97	91.88
Net profit	227.69	120.18
Total No. of equity shares of Rs. 10/- each	11012900	10043900
Basic earning per shares of Rs. 10/- each	2.07	1.20

BALANCE SHEET

Operating years >	2008-09	2007-08
Net fixed assets	2135.19	2138.26
Net current assets	292.29	189.09
Misc. exps	0	1.23
Capital employed	2427.48	2328.57
Represented by		
Equity capital	1101.29	1029.05
Reserve & Surplus	213.89	0
Accu. Losses	0	-135.36
Net worth	1315.18	893.69
Loan fund	615.8	938.38
Share Application money	496.5	496.5
Capital employed	2427.48	2328.57

The growth rate reported by the company during the year under report is very meager as compared to the previous year and seems to confirm the fact that the hotel industry too has been adversely hit by the global slowdown in economy and brings out a need on the part of the company to go far more aggressive marketing strategy to arrest further negative impact of the recession during the ensuing year. However, it is worth noticing that despite the growth being very meager, the company witnessed nearly 89 per

cent surge in its net profit over the previous year. This surge can be attributed to the improved operating efficiency and substantial reduction in interest burden due to almost complete elimination of interest bearing long term funds from the capital structure of the company.

SHARE CAPITAL:

During the period under report, the authorized share capital of the company remained at its previous year level of Rs.2500.00 lacs divided into 250, 00,000 Equity shares of Rs. 10/- each. The issued and subscribed capital too remained at its level of previous year at Rs. 1101.29 lacs divided into 110, 12,900 equity shares of Rs. 10/- each.

However, on account of reissue and allotment of 969000 forfeited equity shares to the promoters of the company on preferential basis at a premium of Rs. 10/- per share the paid up equity share capital of the Company increased to Rs. 1101.29 lacs divided into 11012900 fully paid up equity shares of Rs. 10/- each against a previous year figure of 1004.39 lacs divided into 10043900 fully paid up equity shares of Rs. 10/- each. The categories of the shareholdings and its distribution of as at 31st March, 2009 have been as under:

Category of Shareholdings as at 31st March 2009

Category of holders	Nos. held.	Per cent- age of total
Promoters, friends, relatives & persons in concert.	5400300	49.036
Non-resident Indians	1004800	9.124
Indian general public	4607800	41.840
Total	11012900	100.00

Distribution of Shareholdings as at 31st March 2009

No. of Shares held	No. of Shareholders	% of share Holders	Total Shares held	% of share Holdings
1-100	236	11.71	17723	0.16
101-200	121	6.00	22812	0.21
201-500	998	49.53	482842	4.38
501-1000	321	15.93	295845	2.69
1001-5000	225	11.17	655720	5.95
5001-10000	34	1.69	269892	2.45
10001-100000	62	3.08	2431437	20.08
100001 & above	18	0.89	6836629	62.08
Total	2015	100.00	110129000	100.00

CAPITAL EXPENDITURE:

Up to the close of the financial year under report, your company incurred a capital expenditure of Rs. 2715.69, lacs, including work in progress worth Rs. 12.33 lacs against Rs. 2647.31 lacs in proceeding year, representing a capital expenditure of Rs. 68.40 lacs during the period under report.

PROJECT IMPLEMENTATION STATUS

As the members are aware, out of the 70 rooms facility planned by the company, till the close of preceding financial year it had completed and opened for commercial use only 57 rooms. Your directors are pleased to report that tailored to the available business potential, your company is making efforts on war footing to see that the remaining 13 rooms are ready and commercially open by the end of the current financial year.

"MANAGEMENT DISCUSSIONS AND ANALYSIS"

Company Approach to the Business:

The company has achieved its objective to be a market leader in the region by the end of fiscal year 2008-09 & further envisages sustaining its position as a market leader by setting bench marks during 2009 – 10. Further, the Company's Vision is to emerge as a high end Hotel with a Convention Centre providing First Class International Quality Services & as an excellent MICE (Meetings, Incentives, and Conventions & Exhibition) destination. We have envisaged achieving our objective & to remain focused on our vision by adding 100 more keys to the present room inventories & to make an 800 persons capacity Convention Centre. The Company is in process to extend its MOU with ITC WelcomHeritage, a leader in hospitality, internationally whereby in addition to the existing Franchise Agreement, ITC WelcomHeritage shall also extend operational & management support services to the company so that the standard ITC Hotel operating policies and procedures be strictly adhered to. Thus, the company would be in a position to further upgrade its product, services & follow the best practices in existence among the leading ITC Hotels.

The Hospitality Industry is undergoing a severe pressure due to recession this year and maintaining the growth shall be a big challenge.

Quality Management:

Continuance in deliverance of Quality Services, constant up-gradations and increasing room inventories along with addition of convention centre in the Hotel so as to achieve excellence will be the strategy that the company will follow. The company is totally committed to provide & maintain quality at all levels. Systems & checks are already in place to ensure that right from planning stage to procurement stage to production stage to service stage to accounting stage, quality is maintained at all levels. Standard operating procedures (SOPs) are being followed at all operational levels for implementation & for strict adherence which would be constantly reviewed to adapt to the changing service trends of hotel industry. The company has ensured activation of most of the modules in the Property Management System (IDS) already installed so that all departments & sub - departments of the hotel are interfaced. A guest comment tracking system has been devised & operated to take regular feed back on product & services from the guests to ensure total quality management.

Performance Review:

The company has registered a modest growth of 1.50 per cent in its Turnover over previous year as against an average hotel industry growth of 10 %... This is inspite of the fact that the industry was one of the worst affected by ongoing global recession and closure of hotel bar. The company has achieved a Net Profit of 227.69 lacs for financial years 2008-09 which is an increase of 89.00% over previous year. Cash & Bank balances as on 31.03.2009 were Rs.187.37 lakhs. The Sundry Debtors as on 31.03.2009 was Rs.65.69 lakhs which is only 6 % of total turnover.

Rs11.15 lakhs were invested in the company during financial year 2008-09 towards up-gradation of rooms. Also a sum of Rs. 20.37 lacs was spent toward purchase of vehicle and Rs. 63.16 lacs towards opening of Za-aqia, our specialty Magalia and Peshwari restaurant.

During 2009 – 10, the company has planned to invest around Rs. 125.00 lacs towards opening up of a new Health Spa which will add a different dimension to the existing property.

Internal Control Systems:

All necessary controls, financial checks and otherwise, due as per statutory requirements as also towards making the company a highly profitable venture are in place. Internal controls as regards operations so that the expenditure is in line with industry norms and regular internal audits of our finances are undertaken and their report submitted to Audit Committee. Proper accounting procedures are being strictly adhered to. Total transparency in all transactions is maintained and all statutory licensing and dues to State and Central Governments have been updated & are made on time. Reduction in cost will be a major focus area for next FY which will further aid in increasing profit margins and end up in a healthy Operating Ratio.

Opportunities

Economic projections appears to come out of recession as the stock markets are continuing to be quite buoyant, a proof enough that the investors are showing high degree of trust and contributing to the economic boom. Hospitality, as an industry is also trying to come out of recession. The Corporate and the Conference segments will grow at decent pace. Extensive travel by low cost carriers shall boost influx into the city apart from good rail connectivity. The company is in process to add a completely new wing with a proposal of 100 brand new rooms to its current inventory. However, it might take 2 to 3 years for its Completion & we plan to execute the same so that by the time IT / BPO sector enters Bhopal (proposed IT Park Project in near vicinity of our Hotel), we are ready to cater to a totally new business profile clientele.

A Multi Product SEZ (Special Economic Zone) has been approved on Bhopal Indore Corridor near Sehore which would attract lots of Investors. Being the closest to the SEZ site, our Hotel would benefit enormously as we being the best Hotel in terms of room & conference sales.

Airports Authority has succeeded in acquiring land & has already started to expand the run way for up gradation of present Domestic Airport to International Airport which would increase International flight connectivity for Bhopal & thus increased business for hotels.

Threats

With the number of flights increasing from a particular destination in to city in morning hours and out of the city the same evening, there will also be a threat perception that corporate night halts at Bhopal would drastically reduce. This would directly affect our room sales and due to a drop in occupancy there could be a drop in Food and Beverage

Revenue. Real Estate Developers have started to show interest in Bhopal. With the influx of companies like DLF, Ansals, Omaxe and the likes into the city, land and raw material prices have rapidly shot up. This has resulted in spiraling of project costs. Current market players in Hospitality Industry in the city also have comprehended the boom in the market and thus have either made additions to their current setup or have made provisions to do the same in the current financial year. This again could make a dent in our market share. With the advent of new players in the market, the competition is growing tougher by the day. Hiring and retaining of skilled and experienced manpower is becoming a challenge in the market today which will only multiply in the coming years. With the increased fuel prices, corporate houses these days are focusing on reducing travel and boarding / lodging expenses thereby adversely affecting the hotels revenue. Some corporate have gone step further and bought / hired / running guesthouses for their traveling executives & their offices in the city generally have a conference room attached to take care of routine and other weekly / monthly conferencing.

Risks and Concerns:

The company is hopeful that the current buoyancy in the market will continue for a few years more and we foresee no potential risk to Hospitality Industry as of now. There is definitely a concern about the State Government not doing enough on infrastructure development so as to ease inflow of tourists and corporate.

Other Disclosures:

The company is proud to have maintained the Heritage nature of the Hotel to its optimum level. We still are & shall always remain the Best Address in Bhopal. Scheduled up gradation & continuous maintenance of service standards shall be our motto. Major focus shall be on training of staff, to upgrade their skills so that they are able to deliver quality service & maintain high standards. Understanding our commitment to society, we have initiated a mini Green Revolution in the area. A green committee has been constituted among hotel staff to plan, implement & execute all possible eco friendly initiatives like tree plantation, garbage management system (segregation, processing & disposal), and usage of recycle paper products, initiate heavy reduction in use of plastic & energy conservation, etc. Job opportunities have been created for physically challenged local citizens.

HUMAN RESOURCES DEVELOPMENT:

Led with the realization of the fact that continuous up-gradation of skills and service delivery systems/ inputs go a long with to make a decisive difference in the hotel industry, as a matter of policy, your company continues to invest in up-gradation of the quality of its human resources and lays emphasis on efforts to tone up the skills of and service delivery by its existing manpower and keep them sponsoring for external training and skill development programmes at select ITC Hotels.

In the matter of employees benefits and compensation, your company is not far behind the industry standards and with the growth of the company it will see that the benefits and compensation package Continue to remain tailored to the industry norms enabling it to hire and retain skilled and professional manpower.

Industrial relations Scenario in the company throughout the year remained cordial. The employees remained committed to higher qualitative productivity. The Management too on its part played its role in maintaining and promoting harmonious relations.

AUDITORS:

M/S.MAK & Associates, Chartered Accountants, Indore, the statutory auditors of the company shall hold office as such till the conclusion of the ensuing Annual General Meeting of the Company. A proposal to re-appoint them as such, subject to fulfillment of conditions prescribed under Section 224(1B) of the Companies Act, 1956, is being brought up at the ensuing Annual General Meeting.

STATUTORY STATEMENTS:**1. Public Deposit**

During the period under report too, your company has not accepted any deposit from public in term of Section 58-A of the Companies Act, 1956 and rules framed and notifications issued there under.

2. Information as per Sec 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 for the year ended 31st March 2009 are given as under: -**(a) Conservation of Energy:**

The basic engineering design of the Hotel is based on optimum energy consumption and provision is made to conserve energy to

the maximum possible extent, which would reduce the liability on energy bills.

(b) Technology Absorption:

During the year no amount has been incurred on technology absorption (Previous Year Rs. NIL)

(c) Foreign Exchange Earnings & Outgo:

During the period under report, your company has earned Foreign Exchange equivalent to Indian Rupees 53.11 lacs against 93.98 lacs during the preceding accounting period. During the period under report too, your company did not spent any amount in foreign exchange.

3. Statement pursuant to Sec. 217 (2AA) of the Companies Act 1956:

Your Directors are pleased to state that the Financial results for the period under report have been compiled observing the Going Concern Concept, Accrual & historical record basis conforming to the accounting standards specified under Section 211(3C) of the Companies Act to ensure that the statements disclose true and fair view of the state of affairs of the operations of the company and that in the said compilation due care has been taken to see that adequate accounting record in accordance with the statutory requirements for safeguarding the assets of the company does exist and that possibilities of fraud and other irregularities, if any, in the company are timely detected, provided for and their recurrence is prevented and that the statements reflect true and fair view of the state of affairs of the Company as at the 31st March, 2009 and the profit and loss for the accounting period ended on the said date.

Constitution of Audit Committee:

In term of requirements of Section 292 (A) of the Companies Act, 1956, during the period under report the Audit Committee was constituted of four non-executive independent directors namely Mr. S. Shankar Narayanan, Mr. Mohd. Hafiz Khan and Mr. Rajendra Malpani and that Mr. Shankar Narayanan, an independent and non executive director, remained on the Chair. Keeping in view the requirements of Clause 49 of the Listing agreement, the committee was entrusted with greater assignments as brought out under the Corporate Governance Section of this report and that the Board of Directors generally agreed with and adhered to the suggestions made by the committee in the areas assigned to it and that to reply your queries, if any, the Chairman of the Committee shall be with you at the ensuing Annual General Meeting.

CHANGES IN DIRECTORSHIPS:

Mr.. Chandan Mitra and Mr. Parkash Singh, two of the Rotational Directors of the Company, shall retire on the conclusion of the ensuing Annual General Meeting. However, being eligible, they offer themselves for reappointment and, therefore, a proposal to re-appoint them as such is being brought up before the members at the ensuing Annual General Meeting. The particulars of directors seeking reappointment is annexed to the notice

Besides during the period under report Mr. Rajendra Malpani who was inducted as Addl. Directors, shall cease to hold the office as such from the conclusion of the ensuing Annual General Meeting.

The Company has received a notice under Section 257 of the Companies Act, 1956, from one of its Shareholders intending to propose the candidature of Mr. Arun Bhatnagar, for appointment as Director liable to retire by rotation. Accordingly, requisite proposals to reappoint the aforesaid gentlemen to the office of Director is being brought up at the ensuing Annual General Meeting.

DIVIDEND

Keeping in view the fact that the Company is carrying substantial amount of unsecured borrowings and need further capital outlay to finance its expansion plan, your directors feel that for the present it is not in the long term interest of the company to recommend any dividend during the year under report.

PARTICULARS OF EMPLOYEES UNDER SECTION 217(2A) OF THE COMPANIES ACT, 1956.

During the period under report, the company did not employ any person particulars of whose are required to be reported under the aforesaid provisions of the Act, as amended up to date.

DEMATERIALISATION OF SHARES

The Shares of the Company are required to be compulsorily traded in the dematerialized form. It shares are admitted for trading under both the Depository Systems in India- NSDL and CDSL. The International Securities Identification Number (ISIN) allotted to the Company's shares under the Depository System is INE 419H01019. A total of 7927800 amounting to 78.75 per cent of the total paid up shares capital of the company have already been dematerialized as on 31st day of March 2009

SECRETARIAL AUDIT:

In term of requirement of SEBI and Stock Exchanges, a Secretarial audit by a practicing Company Secretary is carried out to reconcile the total admitted share capital with NSDL and CDSL and the total issued and listed capital. The said audit is carried out on quarterly basis which aims at confirming that the total issued/paid-up capital tallies with the aggregate of shares existing in physical and demat form held with the said depositories.

REGISTRAR AND SHARE TRANSFER AGENTS:

M/s. Sharex Dynamic (India) Pvt. Ltd located at 17/B, Dena Bank Building, 2nd Floor, Horniman Circle, Fort, Mumbai, continue to hold the office of Share Transfer Agents & Registrar of the Company. This company undertakes securities registry job from its unit NO. 1 Located at Luthra Industrial Premises, Andheri Kurla Road, Safed Pool, Andheri (E), and Mumbai.

REPORT ON CORPORATE GOVERNANCE IN TERM OF CLAUSE 49 OF THE LISTING AGREEMENT WITH THE STOCK EXCHANGES:**COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:**

Your company holds the view that the code of the corporate governance serves as a structure based on which the Responsibilities amongst the different participants within the management of the company are distributed culminating into the requisite protection of the interest of all the interested groups, specially the shareholders of the company. It helps the company achieving its corporate objectives and the performance is adequately measured, monitored and controlled.

Your company is fully compliant with the requirements of clause 49 of the Listing Agreement with respect to the Corporate Governance as brought in the following paragraphs:

BOARD OF DIRECTORS AND MEETINGS:**Composition of Board:**

During the period under report, the Board of Directors of the Company did consist of 7 persons, including 5 independent Directors as defined under clause 49 of the Listing Agreement and that there has been no nominee or institutional director on the Board of the Company. The Chairman being Executive Director, the total strength

of independent directors exceeds one-half of the total strength of the Board. The Board met nine times during the financial year under report and majority of directors attended the meetings.

Two of the directors namely Mr. Sikandar Hafiz Khan and Mr. S Shankar Narayanan had one and two closely held unlisted other public company (ies) respectively under their directorships and, none of them incurred any disqualification contemplated under Section 274(1) (g) of the Companies Act as amended up to date, and that, therefore, the Directors are eligible to continue as such and/or for re-appointment as Directors of the Company

Except sitting fee for attending meeting of the Board/ Committee and reimbursement expenses incidental thereto, which is paid as per the provisions contained in the Articles of Association of the Company, nothing is paid to the non-executive Directors during the period under report.

Code of conduct:

The code of conduct laid down by the Company for its Board Members and Senior Management Personnel is available on the website of the company www.reliable-group.org. A Declaration by the Managing Director affirming compliance of Code of Conduct by the Board members and senior management executives is annexed separately to this annual report.

AUDIT COMMITTEE:

In term of Clause 49(II) of the Listing Agreement, The Company has an Audit Committee in conformity with the requirements of Clause 49 (II) of the Listing Agreement read with Section 292A of the Companies Act 1956. The Committee consisted of four independent non-executive directors under the Chairmanship of Mr. S. Shankar Narayanan, an independent and financially literate non-executive Director who possesses enough requisite experience & expertise in corporate finance and accounting aspects. Representatives of Statutory Auditors and CFO of the Company are permanent invitees to the Committee meetings. The Role of the Committee, inter-alia, included-

1. Overseeing company's financial reporting process and disclosure of its financial information to ensure correctness sufficiency and credibility thereof
2. Reviewing the statutory and financial reporting of the company including the reporting under the listing requirements
3. Formulation, application and reviewing the Accounting financial policies and practices
4. Issues related to and incidental to changes in accounting policy of the company,
5. Handling issues relating to internal and external audit programmers and matters arising out of them
6. Examining the adequacy and effectiveness of accounting and financial control with due regard to laws and regulations governing them.
7. Appointment of, changes in and fixation and payment of remuneration to the statutory and tax auditors of the company.
8. Approval of payment for other services rendered by the statutory auditors, if any,
9. Reviewing with the management the annual financial statements before submission to board for approval and compliance with statutory provisions governing the entire gamut of accounting activities and corporate compliance aspects of the Company

10. To see that the accounting standards specified by the ICAI are duly observed and the resources of the company are put to the optimum use.

Besides, to ensure that the Committee is able to fulfill its role effectively, it has been vested with powers making investigations of any activity within its terms of reference, seeking information from any employee(s), resorting to need based outside legal and professional services and securing attendance of outsiders with relevant expertise.

Periodicity of meetings

During the period under report, the Audit Committee met for six times including one prior to finalization of the accounts of the Company under the Chairmanship of the said non-executive and independent director. All the members and representative of the statutory auditors attended the meetings.

Remuneration Committee:

A Remuneration Committee consisting of the Chairman of the Board as also two other non-executives Directors was constituted under the Chairmanship of the CMD of the Company with the assignment of formulation of policy relating to appointment, terms and conditions of services, fixation of remuneration for Directors, Company Secretary and the General Manager of the hotel undertaking of the Company.

The Company has on its role optimum manpower and, since the company is operating at a very low profit margin, it did not feel necessity of augmenting its managerial manpower during the period under report. Committee did not have the opportunity to meet even once during the period under report.

SHAREHOLDERS/ INVESTORS GRIEVANCE COMMITTEE:

Constitution:

A Committee comprising of three of the Directors under the Chairmanship of Mr. S. Shankar Narayanan, one of the independent Directors, does exist to take care of the all matters relating to the shareholders, general body meeting etc.

Term of reference:

The Scope of work of the Committee included all matters relating to shareholders and shareholdings of the company, including the redressal of complaints /grievances, transfer and transmission of shares, issue of duplicate/ new certificate on consolidation/Split of shares and, besides those matters relating to General Meetings of the Company.

SUBSIDIARY COMPANIES:

Your company did not have any subsidiary company.

DISCLOSURES:

Related Party Transactions:

The company has not entered into any transactions of material nature with the promoters, directors, and the management, their subsidiaries or relative that may have potential or actual conflict with the interest of the company.

Besides no strictures have been imposed upon the company by any regulatory authorities for non-compliance of any applicable laws, rules and regulations

Disclosure of Accounting Treatment

The company has followed all relevant Accounting Standards while preparing the financial statements.

Risk Management:

The Company operate an hotel undertaking in the name and style of Noor-Us-Sabah Palace located in the posh area of the lake city of

Bhopal in the state of Madhya Pradesh and the hotel is equipped with all modern facilities and safety equipments coupled with requisite authority in the CEO and the head of operation of hotel in conformity with the risk associated with the hospitality industry and is confident to avert any potential or probability of any kind of risk associated with the hospitality industry.

Proceeds from Public Issue:

The Company has not come out with any public issue after its IPO and therefore it has nothing to report with respect to use of the proceeds of public issues.

However, during the period under report, the Company reissued 969000 forfeited equity shares to its promoters on preferential basis in accordance with SEBI Guidelines at a premium of Rs. 10/- per share and that these shares too have been listed.

Remuneration to Directors:

During the period under report, no material transactions have been made with the Non-executive Directors vis-à-vis the Company. Besides, except payment of sitting fee and reimbursement of actual expenses incurred in connection with participation meetings, nothing is paid to the Non- Executive Directors of the Company.

Two of the non-executive Directors namely Mr. S. Shankar Narayanan and Mr. Rajendra Malpani hold respectively 2000 and 5007 equity shares of the company.

Management:

The Management Discussion and Analysis Report prepared in accordance with the requirement of clause 49 of the Listing agreement has been prepared and forms part of this Annual Report.

Besides, during the period under report no material transactions has been entered into by the Company with its Promoters, Directors or with their relatives or the management that may have a potential conflict with interests of the Company.

General body meeting:

The relevant statistics with respect to the immediately preceding three Annual General Meeting of the Company is given hereunder which were attended by majority of the Directors of the Company:

Sl.No.	Location	Date	Venue of the meeting
01	City of Bhopal	26 th Sept., 2008	Reliable House, A-6, Koh-e-fiza, Indore Road, Bhopal.
02	City of Bhopal, M.P.	28 th Sept. 2007	Reliable house, A-6, Koh-e-Fiza, Indore Road, Bhopal
03	City of Bhopal, M.P.	30 th Sept., 2006	Noor-Us- Sabah Palace, VIP Road, Koh-e-Fiza, Bhopal

During the period under report, although your company transacted the business of reissue of 969000 forfeited equity shares by special resolution passed at an extra-ordinary general meeting of the Company held on 9th day of January, 2009, it did not pass any special resolutions by use of Postal Ballot and that during the immediately preceding three years too no such business was transacted,

Means of Communication:

The quarterly, half yearly and yearly financial results of the Company are sent to Stock Exchanges immediately after the Board approves these. These are published in the local and national dailies and that the code of conduct for the Board Members and Senior Managerial Personnel is available on the website of the company. The shares of the company are listed on Mambai, Delhi and Indore Stock Exchanges and mostly the format prescribed by the Mumbai Exchange are observed.

CFO CERTIFICATION:

In term of clause 49, the requisite certification has been made and the certificate duly signed by the CFO and the Managing Director of the Company is annexed to this report.

RELIABLE VENTURES INDIA LIMITED

REPORT ON CORPORATE GOVERNANCE:

A separate Section on Corporate Governance form part of this Annual Report, Certificate from the Statutory Auditors confirming compliance with the conditions of corporate governance as stipulated in Clause 49 of the Listing Agreement with the Stock Exchanges in India, forms part of this report.

Compliance Officer and status of complaints:

The Secretary of the Company, who is also compliance officer of the Company, coordinates all the meetings of the committees and the matters relating to shareholders. The Committee ensures that all the matters relating to the shareholders are taken care of promptly and your directors are pleased to inform you that the Company did not receive any complaints from shareholders whatsoever pending for disposal with the company and, similarly, no case of share transfer is pending with the aforesaid Registrar & Share Transfer Agents of the Company.

Whistle blower policy:

Although no formal Whistle Blower policy has been formulated and enforced, as a matter of practice no personnel is denied access to the Audit Committee.

General Shareholders Information:

Date of AGM	: 29 th Sept., 2009
Financial Year:	: 2008-09
Book Closure date	: 27th Sept. 2009 to 29th Sept., 2009 (Both the days inclusive)
Dividend payment	: Not applicable

Listing on Stock Exchanges and Security codes:

The Equity shares of the company continue to remain listed with Bombay Stock Exchange Ltd., and that no listing fee payment is outstanding. The stock codes assigned by Mumbai exchange to the security of the company are 532124

DELISTING FROM REGIONAL STOCK EXCHANGES

In view of the availability of nation-wide trading terminal with BSE and non-availability of any value added services from the MPSE and DSE coupled with the fact that almost whole of the trading volume of equity shares of the company for the entire listing period has been on Bombay Stock Exchange only; on applications being made to MPSE and DSE, the equity shares of the company have already been got de-listed from the regional stock exchange namely Madhya Pradesh Stock Exchange followed by requisite notification of the fact of delisting and that similar notification from DSE is awaited.

Market Price date-high-low during each month of Financial Year:

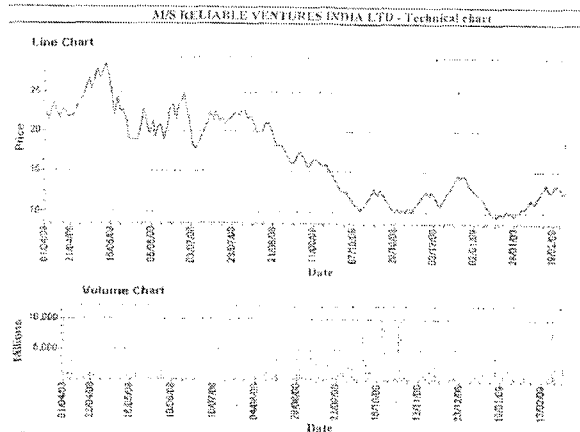
During the period under report, your company has established connectivity with both of the depositories namely CDSL and NSDL and the equity shares of the company have been admitted on these depositories. After demat, the shares of the company were traded only on BSE only. The market price date-high-low price statistics prevailed during the financial year under report is tabulated hereunder:

Months	High	Low	Close	Average Volume
	Rupees	Rupees	Rupees	In Nos.
Apr-08	26.75	20.40	26.75	527246
May-08	29.25	18.00	20.90	423136
June-08	25.70	18.00	22.50	161409
July-08	22.65	17.05	22.00	87991

Sept.08	17.60	12.00	12.45	627355
Oct.-08	13.46	9.45	1042	768417
Nov.-8	12.50	9.41	1250	92695
Dec-8	15.50	10.86	12.85	133770
Jan-09	13.49	9.15	9.98	205779
Feb-09	14.01	10.20	12.40	220514
March-09	14.85	11.80	13.68	742992

Performance of company to broad based indices.

The performance of the Company as compared to BSE broad based indices is exhibited hereunder:



The company has not resorted to ADR and GDRs issues and therefore it has nothing to report in respect thereof.

Plant unit Location:

The Company is operating a hotel undertaking known as Noor-Us-Sabah Palace, located at VIP Road, Koh-e-fiza, in the lake city of Bhopal, in the State of Madhya Pradesh. (India)

Address for Correspondence:

Reliable Ventures India Limited
Registered Office, 6-A, Koh-e-Fiza, Indore Road
Bhopal, M.P. 462 001

AUDITORS REPORT:

The notes on accounts referred to in the Auditors Report dated 12th day of August, 2009,, appended hereto read with the Management Discussion and Analysis and other disclosures made /brought out herein above are almost self-explanatory and, therefore, generally do not require any further or supplemental comments from your Directors.

ACKNOWLEDGEMENTS:

Your Directors place on record their grateful and sincere thanks for excellent support and co-operation your company received from the Ministry of Tourism, Govt. of India and Department of Tourism of Govt. of Madhya Pradesh, banks and other government bodies and we look forward to their continued support and patronage in future. Your Directors wish to record their appreciation of the excellent efforts put in by the executives and staff at all levels which culminated into creation of still better financial and operational performance record for the company and hope that this trend would be kept even during the ensuing years.

FOR & ON BEHALF OF THE BOARD

Sd/-
(Sikandar Hafiz Khan)
Chairman & Mg. Director

Place: Bhopal
Date: 20th day of August, 2009

DECLARATION

In term of the requirements stipulated under Clause 49 of the Listing Agreement with the Stock Exchanges, it is hereby declared that all the Members of the Board of Directors and senior Management Personnel of the Company have affirmed that there has been due compliance with Code of Conduct for the financial year ended 31st March, 2009

Sd/-

Place: Bhopal

(Sikandar Hafiz Khan)

Date: 20th day of August, 2009

Chairman & Mg. Director

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To

The Members

Reliable ventures (India) Limited

BHOPAL (M.P)

We have examined the compliance of conditions of Corporate Governance by the Reliable ventures (India) Limited for the year ended 31.03.2009 as stipulated in clause 49 of the Listing Agreement of the Company with Stock Exchanges.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited, to 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 an 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:

We certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned listing agreement.

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 M A K & ASSOCIATES,
Chartered Accountants,

Sd/-

Place: Bhopal

C.A. Santosh Kumar Sharma

Date: 20th day of August, 2009

Partner

Membership No. 077735

CFO CERIFICATION IN TERMS OF SUB -CLAUSE VIII OF CLAUSE 49 OF THE LISTING AGREEMENT

Pursuant to the above, we the undersigned officers of M/s Reliable Ventures India Limited, (formerly known as Lakeland Hotels Limited) Bhopal, in connection to the Financial Year 2008-2009, do hereby certify that;

1. According to us the balance sheet and profit and loss account as well as the cash flow statement and directors' report together present a true and fair view of the Company and are in compliance with the existing accounting standards and applicable laws / regulations;
2. We have evaluated the effectiveness of internal control systems of the company and we have also discussed the matters regarding optimality of the internal audit system with the Auditors and Audit Committee and we propose to further strengthen the present internal audit system in due course of time;
3. We informed the Auditors as well as the Audit Committee about the absence of fraud during the year that involves management or employees having a significant role in the company's internal control systems and
4. We have indicated to the Auditors and the Audit Committee that there has been no material change in internal controls and accounting policies during the year.

Sd/-

(JAYA MENON)

Manager Accounts/Finance

Sd/-

(SIKANDAR HAFIZ KHAN)

Chairman & Managing Director

Place: Bhopal

Date: 20th day of August, 2009

ANNEXURE "A"
PART – I
LIST OF RELATED PARTY AND NATURE OF RELATIONSHIP

LIST OF PARTIES		NATURE OF RELATIONSHIP
NAME OF PERSON	NAME OF CONCERN / PARTY	
Mr. SIKANDAR HAFIZ KHAN	Reliable Consumer Products Pvt. Ltd.	Director & Shareholder
	Midland Travels Pvt Ltd.	Director & Shareholder
	Reliable Smart City Pvt. Ltd.	Director & Shareholder
	Elegance Infra Tech Private Limited	Director & Shareholder
	Reliable Carriers Pvt. Ltd.	Director & Shareholder
	Rehbar Holding & Finance Pvt. Ltd.	Shareholder
	Sikandar Hafiz Khan & Co.	Proprietor
Mr. MOHD. HAFIZ KHAN	Bombay Stores Pvt Ltd.	Director
Mr. S. SHANKAR NARAYANAN	Reliable Industries Ventures Ltd.	Director
	Reliable Smart City Ltd.	
	Reliable Consumer Products Pvt. Ltd.	Director
	Midland Travels Pvt Ltd.	Director
	Reliable Multimedia And Enterprises Pvt. Ltd.	Director
	Reliable Gigarette & Tobacco Industries Pvt Ltd.	Director

TRANSACTIONS WITH RELATED PARTIES ARE MENTIONED IN PART-II OF ANNEXURE "A"

ANNEXURE "A"
PART - II
TRANSACTIONS WITH RELATED PARTIES

Sl No.	NAME OF THE COMPANY / PERSON	NAME OF THE INTERESTED DIRECTOR	NATURE OF THE TRANSACTION	OPENING BALANCE	GOODS/ SERVICES TAKEN DURING THE YEAR	GOODS/ SERVICES GIVEN DURING THE YEAR	PAYMENT RECEIVED DURING THE YEAR	PAYMENT MADE DURING THE YEAR	CLOSING BALANCE
1.	Reliable Industrial Ventures Ltd. Formally Known As (Western Tobacco Pvt. Ltd.)	S. Shankar Narayanan	Loan Taken	41786847.40 Cr	0.00	0.00	0.00	14600000.00	27186847.40 CR
2.	Reliable Cig. & Tob. Ind. Pvt. Ltd.	S. Shankar Narayanan	Loan Taken Goods/Services Given During	487209.06 Cr. 0.00	0.00 0.00	0.00 239582.00	0.00 239582.00	239582.00 0.00	247627.06 Cr. 0.00
3.	Bombay Stores Pvt. Ltd.	Mohamad Hafiz Khan	Provision Of Goods & Loan Taken	9176.25 859670.00	115253.75 0.00	NIL NIL	NIL NIL	119400.00 0.00	5030. Cr 859670.00 Cr
4.	Reliable Consumer Products Pvt. Ltd. Formally Known As (Primeridian International Pvt. Ltd.)	1. Sikandar Hafiz Khan 2. S. Shankar Narayanan	Loan Taken Provision Of Goods & Loan Taken	2075787.00 Cr. 5130.40 Cr	NIL 87718.63	NIL NIL	NIL NIL	NIL 92849.03	2075787.00 Cr 0.00
5.	Midland Travels Pvt. Ltd. (Formerly Known As Shalimar Tours & Travels Pvt. Ltd.)	1. Sikandar Hafiz Khan 2. S. Shankar Narayanan	Air And Rail Ticket & Taxi Hire Charges/Advance	6093.00 Cr	393014.00	NIL	NIL	379832.00	19275.00 Cr
6.	Reliable Smart City Ltd. Formally Known As (Reliable Smart City Pvt. Ltd.)	1. Sikandar Hafiz Khan 2. S. Shankar Narayanan	Loan Taken Goods/ Services Given During	830362.10 Cr. 15635.00 Dr	NIL NIL	NIL 16355.00	600000.00 17841.00	NIL NIL	830362.10 Cr. 4149.00 Dr.
7.	Reliable Multimedia And Enterprises Pvt. Ltd.	S. Shankar Narayanan	Advertisement & Publicity Goods/ Services Given During	0.00 23339.00	21615.00 68535.00	NIL NIL	NIL NIL	NIL NIL	21615.00 92874.00 Cr.
8.	Elegance Infra Tech Private Limited (Formally known as Noor us Sabah Hotels and prop Pvt Ltd)	Sikandar Hafiz Khan	Lease Rent	0.00	72000.00	NIL	NIL	48000.00	24000.00 Cr
9.	Sikandar Hafiz Khan	Sikandar Hafiz Khan	Loan Taken	36037.00 CR	NIL	NIL	NIL	36037.00	0.00
10.	Rehbar Holdings & fin Pvt Limited	Farahan Khan S/O Sikandar Hafiz Khan	Loan Taken	74,20,529.15	NIL	NIL	NIL	2500000.00	4920529.15
11.	Reliable Carrier Pvt Ltd.	Farahan Khan S/O Sikandar Hafiz Khan	Loan Taken Goods/ Services Given During	17563572.71 0.00	NIL 0.00	NIL 10423.00	NIL 0.00	2500000.00 0.00	15063572.71 Cr 10423.00
12.	Sikander Hafiz Khan & Co.	Sikandar Hafiz Khan	Parking Rent	0.00	72000.00	0.00	0.00	0.00	72000.00 Cr
13.	Kalimullah Khan	Kalimullah Khan S/o Sikander Hafiz Khan	Loan Taken	25,00,000.00 Cr	0.00	0.00	0.00	0.00	25,00,000.00 Cr

M A K & ASSOCIATES
Chartered Accountants

Chaturvedi Mansion, 3rd Floor, 26/4, Old Palasia,
Opp. Bank of Baroda, A.B. Road, INDORE – 452018 (M.P.)
Tel: 0731- 2561790, 2561791 Fax: 0731-2562590
E-mail: maknassociates@rediffmail.com

AUDITORS' REPORT

To
The Members
RELIABLE VENTURES INDIA LIMITED

We have audited the attached Balance Sheet of **RELIABLE VENTURES INDIA LIMITED (Formerly known as LAKELAND HOTELS LIMITED)** as at 31st March, 2009 and also the annexed Profit and Loss Account and the Cash Flow Statement for the year ended on that date. 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.

1. We conducted our audit in accordance with the 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 presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.
2. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report Amendment) Order, 2004, issued by the Central Government of India in terms of sub section (4A) of Section 227 of the Companies Act, 1956, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 4 & 5 of the said order.
3. 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 purpose of our audit;
 - (ii) 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 the books of the company;
 - (iii) The Balance sheet, Profit and Loss account and Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company;
 - (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) Based on the written representations made by the Directors of the Company, taken on record by the Board of Directors and as per the information and explanations given to us, we report that none of the Directors is, as at 31st March, 2009, disqualified from being appointed as a director in terms of Clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

(vi) The company is not required to make any payment of cess as no notification has been issued by the Central Government specifying the rate for levy of cess under Section 441 A of the Companies Act, 1956, till 31st March, 2009.

(vii) In our opinion and to the best of our information and according to the explanations given to us, the said account, read in conjunction with schedule 1 to 19, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view ***subject to notes on accounts annexed herewith*** 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, 2009;
- (b) in the case of the 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 M A K & ASSOCIATES,
Chartered Accountants,

Sd/-

Place: Bhopal

C.A. Santosh Kumar Sharma

Date: 20th day of August, 2009

Partner

Membership No. 077735

ANNEXURE TO THE AUDITORS' REPORT

STATEMENT REFERRED TO IN PARAGRAPH 3 OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF RELIABLE VENTURES INDIA LIMITED (Formerly known as LAKELAND HOTELS LIMITED) ON THE ACCOUNTS FOR THE YEAR ENDED ON 31st MARCH 2009.

1. Having regard to the nature of the Company's current business/ activity, results for the year, clauses (xii), (xiii), (xiv), (xix), (xx) of CARO, 2003 is applicable.
2. In respect of Fixed Assets :
 - a. Fixed Assets Register has been showing particulars, quantitative details and situation of main fixed assets.
 - b. The management has, as informed to us, physically verified the substantial portion of the fixed assets during the year and no material discrepancies were noticed on such verification.
 - c. No substantial portion of fixed assets, disposed off during the year.

3. In respect of Inventories:

- a. As per information/explanations given to us the stock of stores, operating supplies, foods & beverages etc., have been physically and periodically verified by the management during the year, in our opinion the frequency of verification is reasonable.
 - b. In our opinion the procedures of physical verification of stocks of stores, operating supplies, foods & beverages etc., followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
 - c. The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
4. In respect of loans secured or unsecured, granted or taken by the company to/from companies, firms or other parties covered in the register maintained u/s 301 of the Companies Act, 1956:
- a. The company has not granted unsecured loan to any companies, firms or other parties covered in the register maintained U/s. 301 of the Companies Act, 1956.
 - b. The company has taken interest free unsecured loans from 13 parties. Aggregated outstanding at the year-end amounting to Rs.615.80 lakhs.
 - c. In our opinion and according to the information and explanations given to us, the terms and conditions of such loans, taken by the company, are not prima facie prejudicial to the interest of the company.
 - d. As per information and explanation given to us, the principal amounts of such loans are repayable on demand.
 - e. As the above loans are repayable on demand and therefore the question of overdue amounts does not arise.
5. In our opinion and according to the information and explanations given to us there are adequate internal control procedure commensurate with the size of the company and nature of its business for the purchase of inventories, fixed assets and sale of services / goods. Further during the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
6. Based on the audit procedures applied by us and according to the information explanation given to us, there are no contracts or arrangements referred to in Section 301 of the Act that need to be entered into the register maintained under that section, hence clause V (b) of the order is not applicable.
7. In our opinion and according to information and explanations given to us, during the year under report, the company has not accepted any deposit as defined Under Section 58A and 58AA of the Companies Act, 1956 and rules framed there under.
8. The company has an internal audit system, which requires being more strengthened looking to the scope, coverage, size and the nature of its business.
9. As the company is in service industry therefore question of maintenance of cost records under section 209(1)(d) of the Companies Act, 1956, does not arise.

10. According to the information and explanations given to us in respect of statutory dues:

- a. According to the records of the company, undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Custom and Excise Duty, Cess etc have been generally regularly deposited with the appropriate authorities. As on the last day of the financial year no dues is outstanding more then 6 month from the date they become payable.
 - b. According to information and explanation given to us, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess which have not been deposited on account of any dispute.
11. The accumulated losses at the end of the financial year are less than fifty percent of the net worth of the company. The Company has not incurred any cash losses during the financial year covered under audit and in the financial year immediately preceding the current financial year.
12. As per the information and explanations given to us we are of the opinion that no material default in repayment of dues to any Bank or financial institution as at the Balance Sheet date, as during the year under review company has repaid all the dues to Banks.
13. Based upon the audit procedure performed & on the basis of information and explanation given to us the company has not given guarantee for loans taken by others from banks or financial institutions.
14. On the basis of the records examined by us and relying on the information compiled by the company for co-relating the funds raised to the end use of term loans, we have to state that, the company has not obtained any term loan during the year under review.
15. According to the information and explanations given to us and on an overall examination of the Balance sheet of the company, fund has not been raised on short-term basis.
16. During the year under review Company has reissued forfeited shares to its promotes on preferential basis, at the price which is not prejudicial to the interest of the company.
17. In our opinion and according to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year that causes the financial statement to be materially misstated.

For M A K & ASSOCIATES,
Chartered Accountants,

Sd/-

Place: Bhopal
Date: 20th day of August, 2009

C.A. Santosh Kumar Sharma
Partner
Membership No. 077735

RELIABLE VENTURES INDIA LIMITED
(Formerly known as Lakeland Hotels Limited)
BALANCE SHEET AS AT 31ST MARCH 2009

PARTICULARS	SCH.	For the year ending March 31, 2009	For the year ending March 31, 2008
SOURCES OF FUNDS			
SHAREHOLDERS FUND			
Share Capital	1	110,129,000.00	102,905,000.00
Share Application Money		49,650,000.00	49,650,000.00
Reserve & Surplus	2	21,389,166.78	-
LOAN FUNDS			
Secured Loans	3	-	9,882,148.94
Unsecured Loans	4	61,580,147.42	83,955,766.42
TOTAL		242,748,314.20	246,392,915.36
APPLICATIONS OF FUNDS			
FIXED ASSETS			
Gross Block	5	270,338,361.27	264,205,205.23
Less: Depreciation		62,051,416.84	53,811,905.93
NET BLOCK		208,286,944.43	210,393,299.30
Capital Work in Progress		1,233,290.00	525,746.00
CURRENT ASSETS, LOANS & ADVANCES			
Inventories	6	5,052,311.99	4,154,666.65
Sundry Debtors	7	6,567,429.67	3,635,232.21
Cash & Bank Balance	8	18,737,738.36	8,218,334.29
Loans & Advances	9	10,956,750.08	11,588,350.40
		41,314,230.10	27,596,583.55
LESS: CURRENT LIABILITIES & PROVISIONS			
Current Liabilities & Provisions	10	12,085,218.05	8,688,685.58
NET CURRENT ASSETS		29,229,012.05	18,907,897.97
DEFERRED TAX ASSETS		3,999,067.72	2,907,380.89
Miscellaneous Expenditure	11	-	122,906.00
(To the extent not w/off)			
Profit & Loss Account		-	13,535,685.20
TOTAL		242,748,314.20	246,392,915.36
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS	19	-	-

AS PER OUR REPORT OF EVEN DATE ATTACHED

for M A K & ASSOCIATES,
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

Sd-
Santosh Kumar Sharma
M.No.077735Sd/-
Co. SecretarySd/-
Managing DirectorSd/-
Partner DirectorBhopal:
Date: 20.08.2009

RELIABLE VENTURES INDIA LIMITED
(Formerly known as Lakeland Hotels Limited)
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH 2009

PARTICULARS	SCH.	For the year ending March 31, 2009	For the year ending March 31, 2008
INCOME			
Guest Accommodation , Restaurant	12	107,920,816.72	106,317,826.98
Bar & Banquet etc.			
Other Income	13	3,479,615.83	1,467,201.35
TOTAL		111,400,432.55	107,785,028.33
EXPENDITURE			
Consumption Of Provisions & stores	14	17,144,638.47	17,665,898.92
Employees remuneration & Welfare	15	16,889,513.83	13,746,737.29
expenses			
Upkeep & service Cost	16	18,937,222.23	17,086,678.46
Administrative, Selling & Other Expenses	17	24,280,018.03	22,179,843.02
Interest & Financial Charges	18	422,007.04	5,683,269.59
Miscellaneous expenditure written off		868,866.40	580,302.71
Depreciation	5	8,705,260.83	8,813,766.74
TOTAL		87,247,526.83	85,756,496.73
Profit/(Loss) Before taxation		24,152,905.72	22,028,531.60
Prior Year Adjustment		373,577.43	(821,789.00)
Extra Ordinary Items			
Provision for taxation			
- Current Tax		(2,722,112.00)	(2,483,941.00)
- Fringe Benefit Tax		(127,206.00)	(104,960.00)
- Deferred Tax		1,091,686.83	(6,599,584.68)
Profit/(Loss) after taxation & Extra Ordinary		22,768,851.98	12,018,256.92
Items			
Balance brought forward from Previous Year		(13,535,685.20)	(25,553,942.12)
Balance carried over to Balance Sheet		9,233,166.78	(13,535,685.20)
Basic/Diluted Earning Per Share		2.07	1.20
(Refer note 15 of Schedule 18)			

AS PER OUR REPORT OF EVEN DATE ATTACHED

for M A K & ASSOCIATES,
Chartered Accountants

FOR AND ON BEHALF OF THE BOARD

Sd-
Santosh Kumar Sharma
M.No.077735Sd/-
Co. SecretarySd/-
Managing DirectorSd/-
DirectorBhopal:
Date: 20.08.2009

SCHEDULE FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT**SCHEDULE-1****SHARE CAPITAL**

PARTICULARS	March 31, 2009	March 31, 2008
AUTHORISED CAPITAL		
2,50,00,000 Equity Shares of Rupees 10/- each (Previously 1,20,00,000 Equity shares of Rs. 10/- each)	250,000,000.00	250,000,000.00
ISSUED, SUBSCRIBED & PAID UP CAPITAL		
1,10,12,900 Equity Shares of Rupees 10/- each (Pre. Year 1,10,12,900 Eq. Share of Rs. 10/- each)	110,129,000.00	110,129,000.00
PAID UP CAPITAL		
1,10,12,900 Equity Shares of Rupees 10/- each	110,129,000.00	110,129,000.00
Less: 9,69,000 Equity Share Forefeited	-	9,690,000.00
		100,439,000.00
Add: Paid up value of share forefeited	-	2,466,000.00
TOTAL	110,129,000.00	102,905,000.00

SCHEDULE-2**RESERVE & SURPLUS**

PARTICULARS	March 31, 2009	March 31, 2008
Capital Reserve	2,466,000.00	-
Security Premium	9,690,000.00	-
Profit & Loss Account	9,233,166.78	-
TOTAL	21,389,166.78	-

SCHEDULE-3**SECURED LOANS**

PARTICULARS	March 31, 2009	March 31, 2008
Term Loan- from bank	-	9,683,235.00
Vehicle Loan- from bank	-	198,913.94
TOTAL	-	9,882,148.94

SCHEDULE-4**UNSECURED LOANS**

PARTICULARS	March 31, 2009	March 31, 2008
From Directors & Shareholders	2,500,000.00	2,536,037.00
From Bodies Corporate	59,080,147.42	81,419,729.42
(Please refer Note No. 6 of Schedule- 18)		
TOTAL	61,580,147.42	83,955,766.42

SCHEDULE-5**FIXED ASSETS**

ASSETS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	AS ON 01.04.2008	ADDITIONS	DEDUCTIONS	AS ON 31.03.2009	AS ON 01.04.2008	FOR THE YEAR	DEDUCTION	AS ON 31.03.2009	AS ON 31.03.2009	AS ON 31.03.2008
LEASEHOLD BUILDING & INTERIOR	15,000,000.00	-	-	15,000,000.00	-	-	-	-	15,000,000.00	15,000,000.00
LEASEHOLD LAND	5,000,000.00	-	-	5,000,000.00	-	-	-	-	5,000,000.00	5,000,000.00
BUILDING	140,067,130.51	820,272.00	-	140,887,402.51	15,212,193.78	2,289,228.31	-	17,501,422.09	123,385,980.42	126,365,538.55
SANITARY INSTALLATION	2,041,206.13	-	-	2,041,206.13	236,495.05	33,271.66	-	269,766.71	1,771,439.42	1,804,711.08
PLANT & MACHINERY	69,353,883.96	1,891,588.41	230,710.00	71,014,762.37	19,163,859.95	3,340,590.95	70,332.49	22,434,118.41	48,580,643.96	50,190,024.01
FURNITURE & FIXTURES	26,915,415.63	1,532,647.63	-	28,448,063.26	14,613,832.53	2,617,991.26	-	17,231,823.79	11,216,239.47	12,301,583.10
COMPUTER	3,205,960.00	82,162.00	-	3,288,122.00	3,205,959.00	6,512.95	-	3,212,471.95	75,650.05	1.00
VEHICLE	2,621,609.00	2,037,196.00	-	4,658,805.00	984,148.19	417,665.71	-	1,401,813.90	3,256,991.10	1,637,460.81
Total	264,205,205.23	6,363,866.04	230710.00	270,336,361.27	53,416,488.47	8,705,260.83	70,332.49	62,051,416.84	208,286,944.43	212,299,318.55
Previous Year	257,408,918.50	67,962,886.70	0.00	264,205,205.20	44,998,139.17	8,813,766.74	-	53,811,905.93	210,393,299.29	212,410,779.33

SCHEDULE FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT

SCHEDULE-6

INVENTORY

(As valued & Certified by management at cost)

PARTICULARS	March 31, 2009	March 31, 2008
Beverages Store	36,449.96	371,592.61
Crockery & Cutlery	2,431,573.92	2,071,253.55
Engineering & Maintenance Store	142,927.43	183,998.45
Food Store	467,813.52	388,921.05
House Keeping Store	1,401,237.91	769,897.54
Printing & Stationery Store	105,467.20	113,648.45
LDO/ Fire Wood	466,842.05	255,355.00
TOTAL	5,052,311.99	4,154,666.65

SCHEDULE-7

SUNDRY DEBTORS

PARTICULARS	March 31, 2009	March 31, 2008
Less than Six Months	6,219,043.59	3,635,232.21
More than Six Months	348,386.08	-
TOTAL	6,567,429.67	3,635,232.21

SCHEDULE-8

CASH & BANK BALANCES

PARTICULARS	March 31, 2009	March 31, 2008
Cash in hand	570,454.40	314,241.34
Cash at Bank with Scheduled Banks:		
In Current Accounts	7,371,010.96	6,249,119.95
In Fixed Deposits	10,633,098.00	1,633,098.00
In Margin Money	163,175.00	21,875.00
TOTAL	18,737,738.36	8,218,334.29

SCHEDULE-9

LOANS & ADVANCES

(Unsecured/unconfirmed & Considered good)

PARTICULARS	March 31, 2009	March 31, 2008
Sundry Deposits	1,223,231.00	1,216,931.00
Advance recoverable in cash or in kind or for value to be recd.	9,733,519.08	10,371,419.40
TOTAL	10,956,750.08	11,588,350.40

SCHEDULE-10

CURRENT LIABILITIES & PROVISION

PARTICULARS	March 31, 2009	March 31, 2008
CURRENT LIABILITIES :		
Sundry Creditors		
- For Supplies & Expenses	5,357,372.43	2,733,137.43
- For Capital Goods	-	87,600.00
Other liabilities	4,005,733.62	3,384,007.15

SCHEDULE FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT**PROVISIONS :**

Corporate Tax	2,722,112.00	2,483,941.00
TOTAL	12,085,218.05	8,688,685.58

SCHEDULE-11**MISCELLANEOUS EXPENDITURE**

PARTICULARS	March 31, 2009	March 31, 2008
Deferred Revenue Expenses	-	122,906.00
TOTAL		122,906.00

SCHEDULE-12**INCOME FROM GUEST ACCOMODATION,
RESTAURANT, BAR & BANQUETS ETC.**

PARTICULARS	March 31, 2009	March 31, 2008
Rooms Tariff	48,012,693.35	43,607,509.78
Foods & Beverages	52,008,408.57	53,845,304.76
Other Services- Includes Income from Telephone & Telax Rs. 1.29 Lacs (Previous year 1.55 Lacs)	7,899,714.80	8,865,012.44
TOTAL	107,920,816.72	106,317,826.98

SCHEDULE-13**OTHER INCOME**

PARTICULARS	March 31, 2009	March 31, 2008
Excess Interest Reversed by the Banks	2,843,870.42	
Interest received from Banks	384,464.64	1,121,187.55
Misc. Income	251,280.77	346,013.80
TOTAL	3,479,615.83	1,467,201.35

SCHEDULE-14**CONSUMPTION OF PROVISION & STORES****CONSUMPTION OF FOOD & BEVERAGES (ITEMS)**

PARTICULARS	March 31, 2009	March 31, 2008
Opening Stock	407,844.21	874,435.65
Add : Purchase	17,241,057.74	17,551,976.93
	17,648,901.95	18,426,412.58
Less : Closing Stock	504,263.48	760,513.66
Consumption During the year	17,144,638.47	17,665,898.92

SCHEDULE-15**EMPLOYEES REMUNERATION & WELFARE EXPENSES**

PARTICULARS	March 31, 2009	March 31, 2008
Salaries, Wages and other benefits	13,551,278.00	10,685,314.00
Provident Fund and ESI	1,750,872.70	1,758,067.14
Staff Welfare	1,587,363.13	1,303,356.15
TOTAL	16,889,513.83	13,746,737.29

SCHEDULE FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT

SCHEDULE-16

UPKEEP & SERVICE COST

PARTICULARS	March 31, 2009	March 31, 2008
Uniforms, Linen & Operating Supplies	2,030,112.85	2,114,809.36
Crockery & Cutlery	713,260.12	209,134.35
Washing & Laundry Expenses	932,171.03	807,466.55
Power, Fuel & Gas	7,400,678.79	5,452,548.43
Repairs & Maintenance	3,944,839.25	4,258,422.27
Musical Service Expenses	313,230.00	324,350.00
Bought Out Services ,Banquet & Kitchen Exp.	2,905,927.00	2,875,974.00
Other Expenses	697,003.19	1,043,973.50
TOTAL	18,937,222.23	17,086,678.46

SCHEDULE-17

ADMINISTRATIVE, SELLING & OTHER EXPENSES

PARTICULARS	March 31, 2009	March 31, 2008
Lease Rent	291,000.00	72,000.00
Electricity & Water Charges	5,878,854.00	5,459,546.00
Rates & Taxes	433,103.65	728,879.00
Fees & Subscription	5,706,079.00	5,418,422.00
Travelling & Conveyance	784,148.00	667,610.00
Insurance	220,924.00	335,413.00
Postage, Telephone & Telex	658,973.00	610,102.00
Discount & Commission	2,882,617.31	2,778,182.88
Advertising Publicity & Other Promotional Exp.	2,543,925.00	2,048,645.00
Auditors Remuneration	82,725.00	93,259.00
Other Expenses	1,749,418.39	1,479,526.22
Printing and Stationery	599,543.17	629,159.92
Legal & Professional Exp.	616,399.00	1,012,098.00
Director's Sitting Fees	-	15,000.00
Director's Remuneration	1,404,000.00	825,000.00
Donation	263,435.00	7,000.00
Parking Rent	72,000.00	
Loss on sale of assets	92,873.51	-
TOTAL	24,280,018.03	22,179,843.02

SCHEDULE-18

INTEREST & FINANCIAL CHARGES

PARTICULARS	March 31, 2009	March 31, 2008
Interest on Term Loans	295,635.42	5,463,419.72
Interest on Working Capital Loans	-	90,016.00
Interest to Others	92,092.06	104,207.95
Bank Commission & Charges	34,279.56	25,625.92
TOTAL	422,007.04	5,683,269.59

SCHEDULE FORMING PART OF BALANCE SHEET AND PROFIT & LOSS ACCOUNT

SCHEDULE 19

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS

(A) SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

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

ACCOUNTING CONVENTION AND REVENUE RECOGNITION:

The financial statements have been prepared in accordance with Historical Cost Convention. Both Income and Expenditure items are recognized generally on Accrual basis.

The Income from Rooms, Food & Beverages and allied services has been accounted for net of taxes, if any.

FIXED ASSETS:

The cost of an asset comprises its purchase price and any directly attributable costs of bringing the asset to working condition for its intended use. Expenditure for additions, modifications, improvements and renewals are capitalized and expenditure for maintenance and repairs are charged to the profit and loss account. When assets are sold or discarded, their cost and accumulated depreciation are removed from the accounts and any gain or loss resulting from their disposal is included in the profit and loss account.

As the lease tenure is for a long period and the whole project of the company is based on the subjected Land, Building & Interior, amount of refundable deposit against leasehold Land, Building & Interior has been taken in Fixed Assets on the basis of going concern concept.

DEPRECIATION:

- a. Deposit on leasehold Land, Building & Interior are not amortized or depreciated over period of lease because the deposit is refundable at the expiry of lease of 30 years, subject to renewal.
- b. Depreciation on other fixed assets is provided using the straight line method at the rates specified in Schedule XIV to the Companies Act, 1956 (as amended)

INVENTORIES:

Inventories of Foods, Beverages, Crockery & Cutlery, Engineering & Maintenance, House keeping and Stationary items are valued at cost whereas Crockery & Cutlery, House Keeping items in circulation are valued at net estimated value. Residuals (wastage) are valued at net realizable value.

MISCELLANEOUS EXPENDITURE:

Miscellaneous Expenditure consisting of Preliminary, public issue and deferred revenue expenses are written off evenly over a stipulated period from the date of commencement of commercial operations.

TAXES ON INCOME:

(a) Current Tax:

Provision for income tax amounting to Rs. 27.22 lacs (current tax) is made in the current year, in view of the "book profit" as envisaged in section 115 JB of the Income Tax Act, 1961.

In view of Chapter XII-H of the Income tax Act –1961 company provided Rs. 1.27 lacs towards fringe benefit tax.

(b) Deferred Tax:

A provision is made for deferred tax of all timing differences arising between taxable income and accounting income at currently enacted tax rates (without surcharge and education cess applicable thereon). Deferred Tax Assets are recognised only if there is reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

SUNDRY DEBTORS/CREDITORS:

Sundry debtors/creditors are stated at net of Misc. balances written off, which are not realizable / payable as per management opinion.

RETIREMENT BENEFITS:

Contribution to defined contribution schemes such as Provident Fund and Employees State Insurance and Employees Group Gratuity Scheme etc. are charged to the Profit and Loss account as incurred.

FOREIGN CURRENCY TRANSACTIONS :

Foreign currency transactions arising during the year are recorded at the exchange rate prevailing at the date of transaction. Exchange Fluctuations arising on payment or realisation are dealt with in the Profit & Loss account.

(B) NOTES TO THE ACCOUNTS:**1. CONTINGENT LIABILITIES**

The company is contingently liable for :

S.No	Particulars	As at 31.03.2009	As at 31.03.2008
1.	Guarantee issued by bank on behalf of the company	1,63,175.00	87,500.00

2. Some of the customers and suppliers accounts are pending confirmation/ reconciliation and the same have been taken as per the balances appearing in the books. Any differences arising on account of such reconciliation's will be accounted for as and when these reconciliation's are completed.
3. Prior period Adjustment account aggregating to Rs. 3,73,577.43 (net Credit) (previous year Rs. 8,21,789 Net Debit) consisting of previous years income.
4. The company extends the benefits of the encashment of leave to its employees at the option of the employee and is accounted for as and when claimed and have not been provided for.
5. Of the total creditors, amount due to Small Scale Industries, cannot be segregated pursuant to the notification issued by the Department of Company Affairs, as none of the creditors have provided the information about their status.
6. Unsecured loans of a sum of Rs.5,90,80,147.42 (Previous year Rs. 8,39,55,766.42) are due to companies in which some of the directors are interested as director and/or shareholders, maximum outstanding amount during the year is Rs. 9,03,86,383.10 (Previous year Rs. 8,59,24,723.16)
7. In the opinion of the Directors, current assets, loans & advances have the value at which they are stated in the Balance Sheet if realised in the ordinary course of business.
8. As the turnover of the company includes sale of Rooms, Foods & Beverages etc., it is not possible to give quantity wise details of the turnover and of Food & Beverages consumed.
9. All raw materials, provisions & beverages consumed are indigenous.
10. Value of Imports (calculated on CIF bases) in respect of :

	2008-09	2007-08
Provision Stores	NIL	NIL
Capital Goods	NIL	NIL
	2008-09	2007-08

11. Earning in Foreign currency : Rs. 53,11,402.00 Rs. 93,97,707.00
12. Company has 27 non resident shareholders holding 1004800 equity shares of Rupees 10/- each, which are allotted under 42 folios. The company has not declared any dividend (Previous year - same).

Net Deferred Tax Assets / (Liabilities)

Particulars	Upto 31.3.2008	(Charged)/Credited in P&L account for current year.	Closing As on 31.03.2009
A) Deferred Tax Assets:			
Unabsorbed losses under I.T. Act.	27177517.33		27177517.33
Depreciation differences	3919363.00		3919363.00
Other timing differences	6476660.67	121100.70	6597761.37
Reversal of previously created deferred tax liabilities.	214662.90		214662.90
Revision of DTA/ DTL	0.00	8677618.00	8677618.00
Total (A)	37788203.90	8798718.70	46586922.60
B) Deferred Tax Liabilities:			
Depreciation differences	24559240.56	1922240.09	26481480.65
Other timing differences	3791155.50	0.00	3791155.50
Reversal of previously created deferred tax assets.	6538444.94	5784791.78	12323236.72
Revision of DTL	0.00	0.00	0.00
Total (B)	34888841.00	7707031.87	42595872.87
Total (A-B)	2899362.90	1091686.83	3991049.73
Adjusted/Reverse Back	8018.00		8018.00
Net Deferred Tax Assets/(Liabilities)	2907380.90	1091686.83	3999067.72

NOTES :

- In accordance with Accounting Standard 22, Accounting for taxes of Income issued by the Institute of Chartered Accountants of India, during the year under review the company has Credited Rs. 10,91,686.83 in Profit and Loss Account towards Deferred Tax Assets.
- The company expects to generate taxable income in the coming years which will enable it to utilise the carried forward unabsorbed depreciation and losses, in view of increasing trend of Turnover and corresponding reduction in losses in compared to previous financial year.
- The Net Deferred Tax Assets upto 31.03.2005 has been rearranged in view of non charging of depreciation in computation of income for financial year ended on 31.03.2000,01,02,03,04 & 31.03.2005 respectively and the same has been accepted by I.T. Dept.

13. Earning per share

	Year ended 31.03.2009RS.	Year ended 31.03.2008RS.
Net Profit / (Loss) attributable to Shareholders.	2,27,68,851.98	1,20,18,256.92
Weighted average number of equity shares in issue. (in nos.)	11012900.00	1,00,43,900
Basic earnings per share of Rs. 10/- each.	2.07	1.20

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and diluted earning per share of the company remain the same.

14. Related Party Disclosure :-

In terms of Accounting Standard 18 issued by The Institute of Chartered Accountants of India, regarding "Related party disclosures", the desired information is annexed as Annexure "A" forming part of annual financial statements.

- The company is in the business of Hotel, Restaurent & allied activities and all its services fall in the same segment as nature of the services, its commercial location, the regulatory environment and resulting risks and rewards associated with these business lines are not materially different and is consequently, not subject to segment reporting as defined in AS-17 issued by the Institute of Chartered Accountants of India.
- Directors remuneration amounting to Rs. 14.04 lacs (Previous year Rs. 8.25 Lacs) has been provided for Managing Director during the year.
- Auditor's Remuneration

	31.03.09	31.03.08
Audit fees	60,000.00	60,000.00
Tax audit fees	15,000.00	15,000.00
Other services (Review & Cert.)	8000.00	8,000.00
Service Tax	8713.00	10,259.00
TOTAL	91,713.00	93,259.00

- Previous year figures have been regrouped and rearranged wherever considered necessary.

20. Disclosure under Micro, Small and Medium Enterprises Development Act, 2006.

There are no Micro and Small Scale business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at 31.03.2009. This information as required to be disclosed under the micro, Small and Medium enterprises development Act, 2006 has been determined to the extent such parties have been identified on the basis of information, available with the company.

AS PER OUR REPORT OF EVEN DATE ATTACHED

for M A K & ASSOCIATES,

Chartered Accountants

Sd-
Santosh Kumar Sharma
M.No.077735

Bhopal:
Date: 20.08.2009

FOR AND ON BEHALF OF THE BOARD

Sd/- Sd/- Sd/- Sd/-
Co. Secretary Managing Director Partner Director

INFORMATION PURSUANT TO PART IV OF THE COMPANIES ACT, 1956
Balance Sheet abstract & Company's general business profile

I	Registration Details	
	Registration Number	07295
	State Code	10
	Balance Sheet	31.03.2009
II	Capital raised during the year	(Amt. in Rupees)
	Public Issue (Calls in Arrear received)	NIL
	Right Issue	NIL
	Bonus Issue	NIL
	Private Placement	NIL
III	Position of Mobilisation and Deployment of Funds	(Amt. in Rupees)
	Total Liabilities	254,833,532.25
	Total Assets	254,833,532.25
	Sources of Funds	
	Paid-up Capital	110,129,000.00
	Reserves & Surplus	21,389,166.78
	Secured Loans	-
	Unsecured Loans	61,580,147.42
	Application of Funds	
	Net Fixed Assets	208,286,944.43
	Investment	-
	Net Current Assets	29,229,012.05
	Miscellaneous Expenditure	-
	Accumulated Losses	-
	Performance of the Company	
	Turnover (Including Other Income)	111,400,432.55
	Total Expenditure	86,873,949.40
	Profit/(Loss) before Tax	24,526,483.15
	Profit/(Loss) after Tax	22,768,851.98
	Earning per Share (In Rupees)	2.07
	Dividend Rate (%)	-
V	Generic Names of principal Products/ Services of the Company	
	(As per monetary terms)	
	Item Code Number	-
	Product Description	HOTEL
	Item Code Number	-
	Product Description	RESTAURANT

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March , 2009

For The Year Ended PARTICULARS	For The Year Ended		March 31, 2009	March 31, 2008
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit / (Loss) before Tax and Extraordinary items			24,526,483.15	21,206,742.60
Adjustment for :				
Add: Depreciation			8,705,260.83	8,813,766.74
Misc. Exp. W/ off			122,906.00	655,255.71
Interest Paid			422,007.04	5,683,269.59
Loss on Sale of Fixed Assets			92,873.51	-
Prior period adjustment			(395,417.43)	
Less: Excess Interest Reversed by the Bank			(2,843,870.42)	(1,121,187.55)
Less: Interest Received from the Bank			(384,464.64)	
Foreign Exchange Fluctuation Loss/(Gain)			(24,958.45)	7,307.85
Operating Profit before working Capital changes			30,220,819.59	35,245,154.94
Adjustment for Changes in :				
Trade & Other Receivables			(2,300,597.14)	(4,039,891.56)
Inventories			(897,645.34)	(429,469.06)
Trade Payables and Deferred Liability			3,396,532.47	2,595,040.49
Cash Generated From Operations			30,419,109.58	33,370,834.81
Less : deferred tax liability			-	-
Less: Fringe Benefit Tax Paid			127,206.00	84,676.00
Less: Current Tax			2,722,112.00	2,483,941.00
NET CASH GENERATED FROM OPERATING ACTIVITIES	A		27,569,791.58	30,802,217.81
CASH FLOW FROM INVESTING ACTIVITIES				
Capital Work in Progress			(707,544.00)	-
Purchase of Fixed Assets			(6,363,866.04)	(6,796,286.70)
Sale of Fixed assets			67,504.00	-
Interest Received			384,464.64	1,121,187.55
NET CASH USED IN INVESTING ACTIVITIES	B		(6,619,441.40)	(5,675,099.15)
CASH FLOW FROM FINANCING ACTIVITIES				
Increase in Reserve & Surplus due to re-issue of Share capital			9,690,000.00	-
Proceeds /(Redeemed) of Share Capital			9,690,000.00	-
Proceeds /(Repayment) of Long Term Borrowings			(7,038,278.52)	(32,506,796.33)
Increase /(Decrease) in working capital Loan			-	(297,162.63)
Increase /(Decrease) in Unsecured Loans			(22,375,619.00)	5,894,697.00
Interest Paid			(422,007.04)	(5,683,269.59)
Share Application Money Received				6,850,000.00
NET CASH USED IN FINANCING ACTIVITIES	C		(10,455,904.56)	(25,742,531.55)
Effect of Exchange Differences on Foreign Currency Transactions	D		24,958.45	(7,307.85)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVLENT			10,519,404.07	(622,720.74)
Cash & Cash Equivalent(Opening Balance)			8,218,334.29	8,841,055.03
Cash & Cash Equivalent (Closing Balance)			18,737,738.36	8,218,334.29
Net Increase/(Decrease) in Cash & Cash Equivalents			10,519,404.07	(622,720.74)

As per our report of even date attached.

For M A K & ASSOCIATES,
Chartered AccountantsSd-
Santosh Kumar Sharma
M.No.077735

FOR AND ON BEHALF OF THE BOARD

Sd/- Sd/- Sd/-
Co. Secretary Managing Director Partner DirectorBhopal:
Date: 20.08.2009

RELIABLE VENTURES INDIA LIMITED

Regd. Office: "Reliable House", A-6, Koh-e-fiza
Indore Road, Bhopal - 462 001 (M.P.)

ATTENDANCE SLIP

Please complete this attendance slip and handover it to the executive of the company at the entrance of the Meeting Hall.

Name of the Member / Proxy	Client ID/ Regd. Folio No.	Nos. of Equity Shares held

I hereby record my presence at the SIXTEENTH ANNUAL GENERAL MEETING of the aforesaid Company at Registered Office of the Company at "Reliable House" A-6, Koh-e-fiza, Indore Road, Bhopal 462 001- Madhya Pradesh. On Tuesday, the 29th day of Sept. 2009

Signature of the Member /
Proxy _____



RELIABLE VENTURES INDIA LIMITED

PROXY

I/We _____ of

_____ Member (s) of Reliable Ventures India Limited do hereby

appoint Mr. _____ or, failing him/ her _____ as

my/ our proxy (ies) to attend and vote for and on behalf of me/ us at the Sixteenth Annual General Meeting of the Company to be held on

Tuesday, the 29th day of September, 2009 at 4.30 PM.

Signed this _____ day of _____ 2009

Affix
Re. 1.00
Revenue
Stamp
here

Nos. of Equity shares held _____ Regd. Folio No / Client ID No _____

BOOK-POST

If undelivered, please return to :

RELIABLE VENTURES INDIA LIMITED

Reliable House, A-6, Koh-e-fiza Indore Road
Bhopal - 462 001 (M.P.)