

## DIRECTOR'S REPORT

Your Directors are pleased to presenting their Annual Report together with the Audited Statement of Accounts and the Auditor's Report for the period ended 31<sup>st</sup> March, 2014. The company was previously known as VMV Holidays Private Limited & the same is changed to VMV Holidays Limited vide resolution dated 19-03-2014.

### FINANCIAL RESULTS

The working results for the year shows Profit after Tax of Rs. Rs. 1,24,290.82 (P.Y: 54,781.18), which have been have been carried to Balance Sheet together with the brought forward profit.

### DEPOSITS

The Company has not accepted any deposits from the Public in the meaning of section 58A of the Companies Act, 1956.

### PERSONNEL

None of the employees, who were in receipt of remuneration in excess of the limits as specified under section 217(2A) of the Companies Act, 1956 throughout or part of the financial year under review was engaged in the company.

### AUDITOR'S

The Auditors of the Company, Messrs P.Suman & Associates, Chartered Accountants, holds office till the conclusion of the ensuing Annual General Meeting. The Auditor has furnished the certificate under section 141(3)(g) of the Companies Act, 2013, of their eligibility for re-appointment.

### FOREIGN EXCHANGE EARNING & OUTGO

The income & expenditure accrued/incurred during the year are as follows:

Tour Pacakage Expenses Rs: 23,76,826.94 (P.Y: 3,77,833.00)

Hotel Charges Rs:71,582.50(P.Y:NIL)

### DIRECTOR'S RESPONSIBILITY STATEMENT

In accordance with section 217(2AA) of the Companies Act, 1956 the Directors of the Company hereby state that :

- a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed.
- b) The Directors had selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the Profit or loss of the company for that period.
- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- d) The Directors had prepared the annual accounts on a going concern basis.

For and on behalf of the Board

Place : 35,Ganesh Chandra Avenue,  
Kolkata-700013

Dated : 28-07-2014

## AUDITOR'S REPORT TO THE SHAREHOLDERS

### Report on the Financial Statements

We have audited the accompanying financial statements of **VMV HOLIDAYS LIMITED (previously known as VMV Holidays Private Limited)** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2014, and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act 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 31<sup>st</sup> March, 2014; and
- (b) in the case of the statement of Profit and Loss, of profit for the year ended on that date;

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, 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 purpose 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 and since company do not have any branch, no returns receivable from branches for the purposes of our audit, are applicable;
  - (c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

**P.SUMAN & ASSOCIATES**

Chartered Accountants

2, Garstin Place, 5<sup>th</sup> Floor

R.N 8, Kolkata-700001

E-mail: capremsuman@gmail.com

- (d) In our opinion, the Balance Sheet and Statement of Profit and Loss comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013;
- (e) On the basis of written representations received from the directors as on 31<sup>st</sup> March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
- (f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company

Dated : 28-07-2014

(Rajendra Singh)

Partner

Membership No. 055960

For P.Suman & Associates

Chartered Accountants

Firm Reg. No. 327089E

**ANNEXURE TO THE AUDITOR'S REPORT**

(Referred to in paragraph 1 of our report of even date)

- i) a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) Physically verification of the fixed assets has been carried out by the management during the year. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) The company has not disposed of any of the fixed assets during the year under review, therefore the question of affecting the going concern status of the company does not arise.
- ii) The company does not possess any kind of inventories.
- iii) The company has not granted any loan to company, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. The Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956.
- iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and nature of its business, for the purchase of inventories, fixed asset and for the sale of goods and services. During the course of our audit, we have not observed any major weakness in internal control system.
- v) In our opinion and according to the information and explanations given to us, there are no particulars of contracts or arrangements that are required to be entered in the register maintained under section 301 of the Companies Act, 1956. Accordingly the clause 4(v)(b) of the order is not applicable.
- vi) The Company has not accepted any deposit from the public as stipulated under the Provisions of section 58A and 58AA of the Companies Act, 1956.
- vii) The Company has an internal audit system which, in our opinion, is commensurate with the size and nature of its business.
- viii) In our opinion maintenance of cost record under clause (d) sub-section (1) of section 209 of the Companies Act, 1956 as prescribed by the Central Government, are not applicable to the Company
- ix) a) In our opinion and according to the information and explanations given to us, Company is generally been regular in depositing with appropriate authorities undisputed statutory dues, as required under this clause and applicable to the Company during the year.

- b) According to the information and explanations given to us, there is no undisputed amount payable in respect of statutory dues, outstanding for more than six months from the date they become payable as on 31<sup>st</sup> March, 2014.
- c) According to the information and explanations given to us, there are no statutory dues that have not been deposited with the appropriate authorities on account of any dispute.
- x) The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses in the current financial year and in the immediately preceding financial period.
- xi) On the basis of the verification of record and explanation given to us, the Company has not defaulted in repayment of dues to the bank during the year under review.
- xii) According to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii) The Company is not a chit fund or nidhi/mutual benefit fund/society, therefore clause 4(xiii) of the order is not applicable to the Company.
- xiv) In our opinion, proper records have been maintained and timely entries have been made therein in respect of transaction for dealing or trading in shares, securities, debentures and other investments and contracts. The shares, securities and other investments are held by the Company in its own name.
- xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- xvi) In our opinion and on the basis information and explanations given to us, the Company has not applied or obtained any term loan.
- xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, no funds raised on short term basis have been used for long term investment.
- xviii) The Company has not made any preferential allotment of shares during the year.
- xix) The Company has not issued any debentures during the year.
- xx) The Company has not raised any money by public issue during the year.

**P.SUMAN & ASSOCIATES**  
Chartered Accountants

2, Garstin Place, 5<sup>th</sup> Floor  
R.N 8, Kolkata-700001  
E-mail: capremsuman@gmail.com

- xxi) In our opinion and according to information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

Dated : 28-07-2014

(Rajendra Singh)  
Partner  
Membership No. 055960  
For P.Suman & Associates  
Chartered Accountants  
Firm Reg. No. 327089E

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**BALANCE SHEET AS AT 31ST MARCH, 2014**

		AS AT 31ST MARCH, 2014	(Amount in `) AS AT 31ST MARCH, 2013
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>Shareholders Fund</u></b>			
Share Capital	1	40,185,000.00	100,000.00
Reserve & Surplus	2	130,649.25	76,358.43
<b><u>Non-Current Liabilities</u></b>			
Deferred Tax Liabilities (Net)	3	6,646.00	6,766.48
<b><u>Current Liabilities</u></b>			
Trade Payables	4	81,919.00	-
Other Current Liabilities	5	1,942,569.16	975,109.00
Short Term Provisions	6	89,072.00	33,304.00
	<b>Total</b>	<b>42,435,855.41</b>	<b>1,191,537.91</b>
<b><u>ASSETS</u></b>			
<b><u>Non-Current Assets</u></b>			
Fixed Assets	7		
a) Tangible Assets		83,099.01	56,005.08
b) Intangible Assets		49,846.80	37,662.40
<b><u>Current Assets</u></b>			
Trade Receivables	8	670,924.00	-
Cash & Bank Balances	9	10,865,845.08	878,165.20
Short Term Loans & Advances	10	30,562,340.52	213,705.23
Other Current Assets	11	203,800.00	6,000.00
	<b>Total</b>	<b>42,435,855.41</b>	<b>1,191,537.91</b>
Significant Accounting Policies	22		

The accompanying Notes of Accounts are an integral part of financial statements.

As per our report of even date

**For P.Suman & Associates**  
 Firm Registration Number-327089E  
 Chartered Accountants

**For and on behalf of Board**

(Rajendra Singh)  
 Partner  
 Membership Number: 055960  
 Place: Kolkata  
 Date: 28-07-2014



**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2014**

<u>PARTICULARS</u>	<u>NOTES</u>	(Amount in `)	
		<u>For the Year</u> 2013 - 2014	<u>For the Year</u> 2012 - 2013
<b><u>INCOME</u></b>			
Revenue from Operation	12	17,365,274.71	14,272,866.00
Other Income	13	514,964.09	349,036.96
<b>Total Revenue</b>		<b>17,880,238.80</b>	<b>14,621,902.96</b>
<b><u>EXPENSES</u></b>			
Employee Benefits Expense	14	222,650.00	204,250.00
Other Expenses	15	17,426,571.79	14,312,849.78
Depreciation & Amortization Expenses	7	35,504.67	25,525.52
<b>Total Expenses</b>		<b>17,684,726.46</b>	<b>14,542,625.30</b>
<b>Profit/(Loss) Before Tax</b>		<b>195,512.34</b>	<b>79,277.66</b>
<b>Tax Expense:</b>			
Current Tax		(71,342.00)	(17,730.00)
Deferred Tax		120.48	(6,766.48)
<b>Profit/(Loss) for the Period</b>		<b>124,290.82</b>	<b>54,781.18</b>
<b>Earning Per equity Share-Basic &amp; Diluted</b>	16	<b>5.69</b>	<b>5.48</b>
Face Value Per Share (In Rs.)		10.00	10.00
Significant Accounting Policies	22		

The accompanying Notes of Accounts are an integral part of financial statements.

As per our report of even date

**For P.Suman & Associates**  
 Firm Registration Number-327089E  
 Chartered Accountants

**For and on behalf of Board**

**(Rajendra Singh)**  
Partner  
 Membership Number 055960  
 Place: Kolkata  
 Date : 28-07-2014

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2014**

PARTICULARS	YEAR ENDED ON 31st March, 2014		YEAR ENDED ON 31st March, 2013	
	Rs.	P.	Rs.	P.
<b>1 CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit Before Tax	195,512.34		79,277.66	
<i>Addition:</i>				
Depreciation	35,504.67		25,525.52	
Interest Received	(221,431.00)		(10,156.18)	
Preliminary Expenses W/O	53,200.00		3,000.00	
<b>Cash Flow from Operating Activities before Working Capital changes</b>	<b>62,786.01</b>		<b>97,647.00</b>	
<i>Adjustments:</i>				
Trade Receivable	(670,924.00)		-	
Short Term Loans & Advances	(30,348,635.29)		240,591.72	
Other Current Assets	(251,000.00)		30,000.00	
Trade Payables	81,919.00		-	
Other Current Liabilities	967,460.16		440,634.00	
Short Term Provisions	-		-	
<b>Cash Generated From Operation</b>	<b>(30,158,394.12)</b>		<b>808,872.72</b>	
Taxes Paid	(15,574.00)		(330.00)	
<b>Cash Flow from Operating Activities</b>	<b>(30,173,968.12)</b>		<b>808,542.72</b>	
<b>2 CASH FLOW FROM INVESTING ACTIVITIES</b>				
Increase/Decrease in Fixed Assets & Capital WIP	(74,783.00)		(109,637.00)	
Interest Received	221,431.00		10,156.18	
<b>Net Cash Flow from Investing Activities</b>	<b>146,648.00</b>		<b>(99,480.82)</b>	
<b>3 CASH FLOW FROM FINANCING ACTIVITIES</b>				
Increase in Share Capital	40,015,000.00		-	
Increase/Decrease in Long Term Borrowings	-		-	
<b>Net Cash Flow from Financing Activities</b>	<b>40,015,000.00</b>		<b>-</b>	
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENT</b>	<b>9,987,679.88</b>		<b>709,061.90</b>	
Opening Balance of Cash & Cash Equivalent	878,165.20		169,103.30	
<b>CLOSING BALANCE OF CASH &amp; CASH EQUIVALENT</b>	<b>10,865,845.08</b>		<b>878,165.20</b>	

As per our Report of even date

**For P.Suman & Associates**  
 Firm Registration Number-327089E  
 Chartered Accountants

**For and on behalf of Board**

(Rajendra Singh)  
 Partner  
 Membership Number 055960  
 Place: Kolkata  
 Date : 28-07-2014

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**Notes to Financial Statements for the year ended 31st March, 2014**

**NOTE - 1**

**SHARE CAPITAL**

**Authorised Shares:**

40,20,000 (P.Y:10,000) Equity Shares of Rs.10/-each

**Issued, Subscribed & fully Paid - up Shares**

40,18,500 (P.Y:10,000) Equity Shares of Rs.10/-each

AS AT 31ST MARCH, 2014	(Amount in `) AS AT 31ST MARCH, 2013
40,200,000.00	100,000.00
40,185,000.00	100,000.00
40,185,000.00	100,000.00

a) **Terms/rights attached to equity shares.**

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders except in the case of interim dividend. In the event of liquidation, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amount in proportion of their shareholding.

b) **Details of shareholders holding more than 5% shares in the company**

	AS AT 31ST MARCH, 2014		AS AT 31ST MARCH, 2013	
	No. of Shares	% Holding	No. of Shares	% Holding
<b>Equity Shares of Rs.10 each fully paid up</b>				
Vikram Bajaj	608,500	15.14	5,000	50.00
Lokesh Patwa	-	-	5,000	50.00
Vinita Bajaj	250,000	6.22	-	-
Manavi Niketan Pvt Ltd	250,000	6.22	-	-
Vikram Bajaj(HUF)	600,000	14.93	-	-
VMV Academy Pvt Ltd	270,000	6.72	-	-
VMV Arts Pvt Ltd	1,000,000	24.88	-	-
VMV Consultancy Pvt Ltd	270,000	6.72	-	-
VMV Exim Pvt Ltd	250,000	6.22	-	-
VMV Health Solution Pvt Ltd	270,000	6.72	-	-
VMV Interiors Pvt Ltd	250,000	6.22	-	-

c) 7,000 Shares out of the issued, subscribed and paid up share capital were allotted as Bonus Shares in the previous years by capitalisation of Profit & Loss Account.

d) **The reconciliation of the number of shares outstanding is set out below:**

Particulars	AS AT 31ST MARCH, 2014	AS AT 31ST MARCH, 2013
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	10,000	10,000
Add: Bonus Share Issued	7,000	-
Add: Fresh share Issued	4,001,500	-
	4,018,500	10,000

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**Notes to Financial Statements for the year ended 31st March, 2014**

**NOTE - 2**

(Amount in `)

**RESERVES & SURPLUS**

Profit & Loss Account

Balance as per last financial statement  
 Profit/(Loss) for the year  
 Less: Bonus share Issue

AS AT 31ST MARCH, 2014
76,358.43
124,290.82
(70,000.00)
130,649.25

AS AT 31ST MARCH, 2013
21,577.25
54,781.18
-
76,358.43

**NOTE - 3**

**DEFERRED TAX LIABILITIES(NET)**

Deferred Tax Assets

Related to Fixed Assets

6,646.00

6,766.48

6,646.00

6,766.48

**NOTE - 4**

**TRADE PAYABLES**

Trade Payables (including acceptance)

From Related Parties  
 From Others

81,919.00

-

81,919.00

-

**NOTE - 5**

**OTHER CURRENT LIABILITIES**

Statutory Dues

Other Advances

From Related Parties  
 From Others

Sundry Creditors for Expenses & Others

1,703.00

-

-

-

1,907,664.00

973,009.00

33,202.16

2,100.00

1,942,569.16

975,109.00

**NOTE - 6**

**SHORT TERM PROVISIONS**

Provision for Taxation

89,072.00

33,304.00

89,072.00

33,304.00

**VMV HOLIDAYS LIMITED**  
(Previously Known as VMV Holidays Private Limited)  
**FIXED ASSETS AS AT 31ST MARCH 2014**

**NOTE-7**

PARTICULARS	G R O S S B L O C K		D E P R E C I A T I O N				N E T B L O C K		
	As At 01/04/13	Addition during the year	As at 31-03-2014	Upto 31-03-2013	During the Period	Sales during the year	Up 31-03-2014	As at 31-3-2014	As at 31-3-2013
<b>Tangible Assets(A)</b>									
Computer Software	32,491.00	-	32,491.00	8,901.64	9,435.74	-	18,337.38	14,153.62	23,589.36
Camera	-	12,636.00	12,636.00	-	481.55	-	481.55	12,154.45	-
Computers	23,868.00	-	23,868.00	5,649.85	7,287.26	-	12,937.11	10,930.89	18,218.15
EPBAX Syaytem	-	35,147.00	35,147.00	-	1,509.63	-	1,509.63	33,637.37	-
Mobile Phones	16,100.00	-	16,100.00	1,902.43	1,974.88	-	3,877.31	12,222.69	14,197.57
<b>Total Rs.</b>	<b>72,459.00</b>	<b>47,783.00</b>	<b>120,242.00</b>	<b>16,453.92</b>	<b>20,689.07</b>	<b>-</b>	<b>37,142.99</b>	<b>- 83,099.01</b>	<b>56,005.08</b>
Previous Year	9,900.00	62,559.00	72,559.00	344.00	16,109.92	-	16,453.92	56,005.08	9,556.00
<b>Intangible Assets(B)</b>									
Trade Mark	47,078.00	27,000.00	74,078.00	9,415.60	14,815.60	-	24,231.20	49,846.80	37,662.40
<b>Total Rs.</b>	<b>47,078.00</b>	<b>27,000.00</b>	<b>74,078.00</b>	<b>9,415.60</b>	<b>14,815.60</b>	<b>-</b>	<b>24,231.20</b>	<b>49,846.80</b>	<b>37,662.40</b>
Previous Year	-	47,078.00	47,078.00	-	9,415.60	-	9,415.60	37,662.40	-

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**Notes to Financial Statements for the year ended 31st March, 2014**

(Amount in `)

**NOTE - 8**

**TRADE RECEIVABLES**

*(Unsecured considered good)*

Over Six Months

Others

AS AT  
31ST MARCH, 2014

AS AT  
31ST MARCH, 2013

-

-

670,924.00

-

**NOTE - 9**

**CASH & BANK BALANCES**

**Cash & Cash Equivalents**

Balances with bank:

On Current Accounts

On Fixed Deposits Accounts

Cash in hand

10,667,944.29

32,635.00

165,265.79

289,866.41

500,000.00

88,298.79

10,865,845.08

878,165.20

**NOTE - 10**

**SHORT TERM LOANS AND ADVANCES**

*(Unsecured considered good)*

Loans

To Related Parties

To Others

Advance Recoverable in Cash or Kind

To Related Parties

To Others

Other Loans and Advances

Income Tax Paid

Service Tax Credit

-

30,165,624.00

-

333,523.05

63,193.47

-

-

-

171,733.05

36,344.18

5,628.00

30,562,340.52

213,705.23

**NOTE - 11**

**OTHER CURRENT ASSETS**

Preliminary Expenses

203,800.00

203,800.00

6,000.00

6,000.00

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**Notes to Financial Statements for the year ended 31st March, 2014**

	For the Year 2013 - 2014	(Amount in `) For the Year 2012 - 2013
<b>NOTE - 12</b>		
<b>REVENUE FROM OPERATIONS</b>		
Gross Receipts from Tours & Travel Services	17,365,274.71	14,272,866.00
	<u>17,365,274.71</u>	<u>14,272,866.00</u>
<b>NOTE - 13</b>		
<b>OTHER INCOME</b>		
Interest income on		
Fixed Deposits	11,788.00	10,156.18
Loan	209,643.00	-
Commission, Incentive & Discount Received	291,402.09	337,593.78
Other Receipts	2,131.00	1,287.00
	<u>514,964.09</u>	<u>349,036.96</u>
<b>NOTE - 14</b>		
<b>EMPLOYEE BENEFITS EXPENSE</b>		
Salaries & Wages	222,650.00	204,250.00
	<u>222,650.00</u>	<u>204,250.00</u>
<b>NOTE - 15</b>		
<b>OTHER EXPENSES</b>		
<b>Operating Expenses</b>		
Cost of Air Ticket	10,513,228.00	9,341,504.33
Car Rental Charges	634,076.00	282,703.00
Hotel Charges	2,071,327.50	745,919.00
Cruise Hire Charges	170,288.00	-
Tour Package Expenses	3,065,384.94	3,032,057.00
Cost of Rail Ticket	43,653.41	41,483.00
Others	25,548.00	6,108.02
	<u>16,523,505.85</u>	<u>13,449,774.35</u>
<b>Establishment Expenses</b>		
Payment to Auditor (Refer details below)	15,000.00	2,100.00
Accounting charge	85,000.00	85,000.00
Advertisement & Subscription	17,000.00	76,688.00
Business Promotion Expenses	-	107,500.00
Electricity Expenses	19,610.00	19,030.00
General Expenses	76,979.61	114,566.00
Office Expenses	42,581.00	34,209.00
Rates & Taxes	13,450.00	19,750.00
<b>Repair &amp; Maintenance</b>		
To Machinery	17,129.00	34,620.00
To others	55,860.00	-
Service Tax Paid	148,737.00	-
Rent	168,000.00	96,000.00
Telephone & Mobile Expenses	36,497.15	35,060.00
Travelling & conveyance Expenses	22,025.00	18,340.00
Website Development Expenses	8,000.00	39,000.00
Misc. Expenses	177,197.18	76,612.43
Traning Expenses	-	104,600.00
	<u>903,065.94</u>	<u>863,075.43</u>
	<u>17,426,571.79</u>	<u>14,312,849.78</u>

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited)**  
**Notes to Financial Statements for the year ended 31st March, 2014**

**NOTE - 15(Contt...)**

**Payment to Auditor**

**As Auditor (Including Service Tax)**

Statutory Audit Fee	10,000.00	2,100.00
Tax Audit Fee	5,000.00	-
	15,000.00	2,100.00

**NOTE - 16**

**EARNINGS PER SHARE(EPS)**

Net profit/(loss) after tax as per statement of Profit and Loss	124,290.82	54,781.18
Weighted average number of equity shares used as denominator for calculating EPS	21845	10000
Basic & Diluted Earning Per Share	5.69	5.48

**NOTE - 17**

Previous year figures have been reclassified to conform to this year classification wherever considered necessary.

**NOTE - 18**

Balance of some of the sundry debtors, sundry creditors, loans & advances are subject to confirmation from the respective parties.

**NOTE - 19**

The Company has assessed its fixed assets for impairment at the end of the year and concluded that there has been no significant impaired fixed assets that needs to be recognised in the books of accounts.

**NOTE - 20**

As per information available with the Company, there are no suppliers covered under Micro, Small & Medium Enterprises Development Act,2006. As a result, no interest provision/payment have been made by the Company to such creditors, if any, and no disclosure thereof is made in this account.

**NOTE - 21**

The income & expenditure accrued/incurred during the year are as follows:

<u>Particulars</u>	<u>For the Year</u> 2013 - 2014	<u>For the Year</u> 2012 - 2013
Tour Pacakage Expenses	2,376,826.94	377,833.00
Hotel Charges	71,582.50	-
	<b>2,448,409.44</b>	<b>377,833.00</b>



**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited**  
**Notes to Financial Statements for the year ended 31st March, 2014**

**NOTE - 22**

**SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of Preparation of Financial Statements**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006,(as amended) and the relevant provisions of the Companies Act,1956. These financial statements have been prepared on an accrual basis and under the historical cost conventions.

**b) Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which the results are known / materialised.

**c) Revenue Recognition**

Revenue is recognised upon rendering of service provided collectability is reasonably certain. Revenue comprises sale of airline ticket, Rail ticket, arrangement for cruise service and other allied services relating to travel agency, including management and operating fees.

**d) Fixed Assets**

Fixed Assets are stated at cost of acquisition/installation less accumulated depreciation. The cost of assets comprises of purchase price and directly attributable cost of bringing the assets to working condition for its intended use.

**e) Depreciation and Amortization**

- i) Depreciation on fixed assets has been provided on written down value method (WDV) at the rates and manner prescribed under Schedule XIV to the Companies Act, 1956 of India.
- ii) Outstanding balances of Preliminary expenses & Merger expenses shall be amortised over five years from the year of expenditure.

**f) Earning Per Share**

Basic and Diluted Earnings per shares are calculated by dividing the net profit attributable to the ordinary shareholders by the weighted average number of ordinary shares outstanding during the year.

**g) Taxation**

Provision for current tax is made after taking in to consideration benefits admissible under the provisions of the Income Tax Act, 1961, Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and law that are enacted or substantively enacted as on the balance sheet date. Deferred tax assets is recognised and carried forward only to the extent that there is virtual certainty that the assets will be realised in future.

**VMV HOLIDAYS LIMITED**  
**(Previously Known as VMV Holidays Private Limited**  
**Notes to Financial Statements for the year ended 31st March, 2014**

**h) Provision & Contingent Liability**

A provision is recognized when there is a present obligation as a result of past event, that probably requires an outflow of resources and a reliable estimate can be made to settle the amount of obligation. These are reviewed at each year end and adjusted to reflect the best current estimates. Contingent liabilities are not recognised but disclosed in the financial statements.

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As per our report of even date

**For P.Suman & Associates**  
Firm Registration Number-327089E  
Chartered Accountants

**For and on behalf of Board**

**(Rajendra Singh)**  
Partner  
Membership Number 055960  
Place: Kolkata  
Date: