

## AUDITORS REPORT

Auditor's Report to the Members of **M/S IRIS HOLIDAYS PRIVATE LIMITED**

We have audited the attached Balance Sheet of **M/S Iris Holidays Private Limited** as at 31<sup>st</sup> March 2011 and also the Profit and Loss Account of the Company for the year ended on that date annexed there to. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

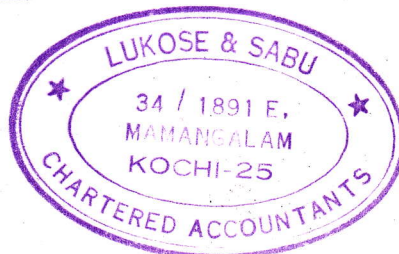
We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.


This report does not include a statement on the matters specified in paragraph 4 of the Companies (Auditor's Report) Order, 2003, issued by the Department of Company Affairs, in terms of Section 227(4A) of the Companies Act, 1956, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to this company.

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 those books.
- iii) The Balance Sheet and Profit & Loss Account dealt with by this report are in agreement with the books of account.
- iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the accounting standards referred to in sub section (3C) of section 211 of Companies Act, 1956;
- v) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2011, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31<sup>st</sup> March, 2011, from being appointed as a director in terms of clause (g) of sub - section (1) of section 274 of the Companies Act, 1956;
- vi) In our opinion and to the best of our information and according to the explanations given to us the said Balance Sheet and Profit and Loss Account together with the notes and accounting policies followed by the company subject to the comments mentioned above give the information required by the Companies Act, 1956 in the manner so required give a true and fair view: -
  - a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31<sup>st</sup> March, 2011; and
  - b) In the case of the Profit and Loss Account of the Profit/Loss for the year ended on that date.

Ernakulam,  
01-08-2011



For LUKOSE & SABU  
CHARTERED ACCOUNTANTS  
(FRN 007165)  
  
LUKOSE JOSEPH  
PARTNER  
(Memb. No: 2011)

**M/S IRIS HOLIDAYS PRIVATE LIMITED**

**32/1822A, PUTHENANGADI, PADIVATTOM, EDAPPALLY, KOCHI-24.**

**BALANCE SHEET AS AT 31/03/2011**

	SCH.NO.	CURRENT YEAR		PREVIOUS YEAR	
		Rs.	Ps.	Rs.	Ps.
<b><u>SOURCE OF FUND</u></b>					
Share Capital	A	100,000.00		0.00	
<b><u>RESERVES &amp; SURPLUS</u></b>					
Profit & Loss A/c		63,363.62		0.00	
	<b>TOTAL:-</b>	<b>163,363.62</b>		<b>0.00</b>	
<b><u>APPLICATION OF FUND</u></b>					
Fixed Assets (Net)	B	136,024.00		0.00	
Current Assets, Loans and Advances	C	328,935.62		0.00	
Less: Current Liabilities & Provisions	D	320,936.00		0.00	
Net Current Assets		7,999.62		0.00	
Deferred Tax Asset		11,500.00		0.00	
Miscellaneous Expenditure (To the extent not written off or adjusted)		7840.00		0.00	
	<b>TOTAL:-</b>	<b>163,363.62</b>		<b>0.00</b>	

As per our report of even date attached.

**Directors**

1. Isac Puthenangadi Issac

*Isaac*

2. Joji Isac Puthenangadi

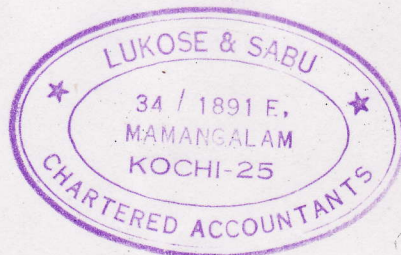
*Joji*

3. Lijo Isac

*Lijo*

Place : Kochi-25,

Date : 01/08/2011



For LUKOSE & SABU  
CHARTERED ACCOUNTANTS  
(FRN 007793)

*Joseph*  
LUKOSE JOSEPH  
PARTNER  
(Memb. No: 201426)

**M/S IRIS HOLIDAYS PRIVATE LIMITED**

**32/1822A, PUTHENANGADI, PADIVATTOM, EDAPPALLY, KOCHI-24.**

**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31/03/2011**

	<u>SCH.NO.</u>	<u>CURRENT YEAR</u>		<u>PREVIOUS YEAR</u>	
		Rs.	Ps.	Rs.	Ps.
<b><u>INCOME</u></b>					
Income from Services		4,938,854.70		0.00	
		<b>4,938,854.70</b>		<b>0.00</b>	
<b><u>EXPENDITURE</u></b>					
Hotel Accomodation Expense		4,071,608.00		0.00	
Personnel, Administrative & Selling Expenses	E	746,701.94		0.00	
Finance Charges	F	12,226.14		0.00	
Depreciation	B	33,685.00		0.00	
		<b>4,864,221.08</b>		<b>0.00</b>	
Profit/ (Loss) during the year		74,633.62		0.00	
Provision for taxation - Income taxes		22,770.00		0.00	
Deferred taxes		(11,500.00)		0.00	
Profit/Loss transferred to Balance Sheet		<b>63,363.62</b>		<b>0.00</b>	

As per our report of even date attached.

**Directors**

1. Isac Puthenangadi Issac

2. Joji Isac Puthenangadi

3. Lijo Isac

Place : Kochi-25,

Date : 01/08/2011

For LUKOSE & SABU  
CHARTERED ACCOUNTANTS  
(FRN 007701/3)

LUKOSE JOSEPH  
PARTNER  
(Memb. No: 201426)



**M/S IRIS HOLIDAYS PRIVATE LIMITED**

**32/1822A, PUTHENANGADI, PADIVATTOM, EDAPPALLY, KOCHI-24.**

**SCHEDULES FORMING PART OF BALANCE SHEET AS AT 31/03/2011**

	<b><u>CURRENT YEAR</u></b>		<b><u>PREVIOUS YEAR</u></b>	
	<b>Rs.</b>	<b>Ps.</b>	<b>Rs.</b>	<b>Ps.</b>
<b><u>SHARE CAPITAL- SCHEDULE- A.</u></b>				
<b>Authorised Capital</b>				
10000 Equity shares of Rs.10/-each		100,000.00		0.00
<b>Issued, Subscribed, Called up &amp; Paid up Capital</b>				
10000 Equity shares of Rs.10/-each fully called up and paid up		100,000.00		0.00
<b>Total:-</b>		<u>100,000.00</u>		<u>0.00</u>

**CURRENT ASSETS, LOANS & ADVANCES- SCHEDULE- C**

**CURRENT ASSETS**

**A. CASH AND BANK BALANCES**

(i) Cash on hand	21,871.34	0.00
(ii) Cash at bank (ICICI Bank)	297,064.28	0.00
<b>Total:- (A)</b>	<u>318,935.62</u>	<u>0.00</u>

**B. LOANS & ADVANCES**

(i) Rent deposit	10,000.00	0.00
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**Total:- (B)** 10,000.00 0.00

**Total:- (A+B)** 328,935.62 0.00

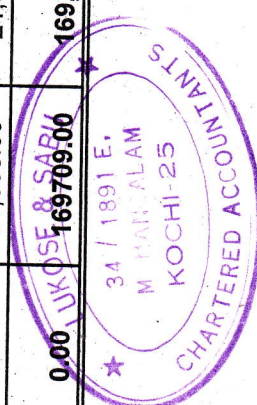
**CURRENT LIABILITIES & PROVISIONS- SCHEDULE- D**

(I) Sundry Creditors	27,550.00	0.00
(ii) Advance from Customers	166,073.00	0.00
(iii) Salary Payable-Directors	72,000.00	0.00
(iv) Service Tax Payable	4,563.00	0.00
(v) Audit Fee Payable	15,000.00	0.00
(vi) Provision for Gratuity	12,980.00	0.00
(vii) Income Tax	22,770.00	0.00
<b>Total:-</b>	<u>320,936.00</u>	<u>0.00</u>



**SCHEDULE - B.****FIXED ASSETS**

Sl.No.	Particulars	Gross Block			Rate %	Depreciation Block			Net Block	
		Cost as on Previous Year	Cost as on Add./(Ded) during the year [Rs.Ps.]	Cost as 31/03/11 [Rs.Ps.]		Up to Previous Year	Deprn. For the year [Rs.Ps.]	Total up to 31/03/11 [Rs.Ps.]	As on Previous Year	As on 31/03/11 [Rs.Ps.]
1	Furniture & Fixtures	0.00	26009.00	26,009.00	18.10	0.00	3,860.00	3,860.00	0.00	22,149.00
2	Air Conditioner	0.00	13,000.00	13,000.00	13.91	0.00	134.00	134.00	0.00	12,866.00
3	Camera	0.00	6,800.00	6,800.00	13.91	0.00	928.00	928.00	0.00	5,872.00
4	Canon Laserjet printer	0.00	5,850.00	5,850.00	40.00	0.00	1,398.00	1,398.00	0.00	4,452.00
5	Computer & Accessories	0.00	42,050.00	42,050.00	40.00	0.00	14,065.00	14,065.00	0.00	27,985.00
6	Mobile Phones	0.00	7,900.00	7,900.00	13.91	0.00	911.00	911.00	0.00	6,989.00
7	Lap Top	0.00	15,100.00	15,100.00	40.00	0.00	4,865.00	4,865.00	0.00	10,235.00
8	LCD	0.00	32,000.00	32,000.00	13.91	0.00	1,195.00	1,195.00	0.00	30,805.00
9	UPS	0.00	21,000.00	21,000.00	40.00	0.00	6329.00	6329.00	0.00	14,671.00
		<b>0.00</b>	<b>169,709.00</b>	<b>169,709.00</b>		<b>0.00</b>	<b>33,685.00</b>	<b>33,685.00</b>	<b>0.00</b>	<b>136,024.00</b>

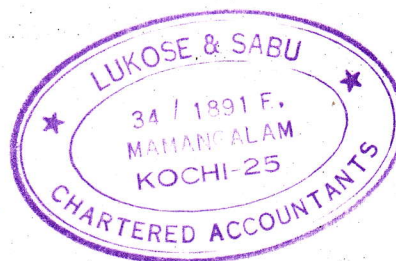


**SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31/03/11**

	<b><u>CURRENT YEAR</u></b>		<b><u>PREVIOUS YEAR</u></b>	
	<b>Rs.</b>	<b>Ps.</b>	<b>Rs.</b>	<b>Ps.</b>
<b><u>PERSONNEL, SELLING &amp; ADMINISTRATIVE EXPENSES-SCHEDULE- E</u></b>				
Accounting Charges		13,500.00		0.00
Advertisement Charges		52,400.94		0.00
Salary-Directors		72,000.00		0.00
Salary-Staff		295,021.00		0.00
Donation		3,550.00		0.00
Rent-Office		33,000.00		0.00
Preliminary expense W/off		1,960.00		0.00
Package Allowance		4,950.00		0.00
Water Charges		1,650.00		0.00
Office Expenses		35,208.00		0.00
Rates & Taxes		1,000.00		0.00
Travelling Expenses		13,913.00		0.00
Printing & Stationery		24,468.00		0.00
Telephone Charges		65,312.00		0.00
Electricity Charges		2,768.00		0.00
Audit Fee		15,000.00		0.00
Service Tax Paid		40,899.00		0.00
Repairs & Maintenance		39,762.00		0.00
Internet Charges		14,560.00		0.00
Vehicle Expenses		2,000.00		0.00
Miscellaneous Expenses		800.00		0.00
Provision for Gratuity		12,980.00		0.00
<b>Total:-</b>		<b><u>746,701.94</u></b>		<b><u>0.00</u></b>

**FINANCE CHARGES-SCHEDULE-F**

Interest & Bank Charges		12,226.14		0.00
<b>Total:-</b>		<b><u>12,226.14</u></b>		<b><u>0.00</u></b>



**IRIS HOLIDAYS & TRAVEL PLANNERS PVT LTD**

**32/1822A, PUTHENANGADI, PADIVATTOM, EDAPPALLY, KOCHI-24.**

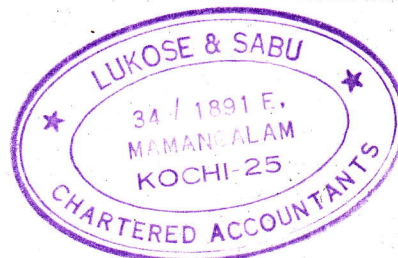
**SUB SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT 31/03/2011**

**SUNDRY CREDITORS**

	<u>Amount in Rs.Ps.</u>	<u>Amount in Rs.Ps.</u>
Ayur County, Munnar	1600.00	0.00
Camp Noel Resort, Munnar	979.00	0.00
Carmelia Heaven, Thekady	601.00	0.00
Deshadan Plaza Kochi	1500.00	0.00
Fort Queen Cochin	9000.00	0.00
Periyar Meadows, Thekkady	300.00	0.00
Ideal Business Centre	135.00	0.00
Misty Mountain Resort, Munnar	3400.00	0.00
Hotel C7, Munnar	400.00	0.00
Lily Gardens, Munnar	319.00	0.00
Poovar Island Resort, Poovar	1650.00	0.00
Silver Tips Munnar	342.00	0.00
Sparsa Kanyakumari	2974.00	0.00
Whispering Waves, Kumarakom	400.00	0.00
Wind Heaven, Thekkady	1350.00	0.00
Uday Samudra Leisure Beach Kovallam	950.00	0.00
S.S Sales Enterprises	1030.00	0.00
<b>Total:-</b>	<b>26,930.00</b>	<b>0.00</b>

**ADVANCE FROM CUSTOMERS**

A Mohan	8000.00	0.00
Rahul	6,585.00	0.00
Bhasker	5,400.00	0.00
Venkitesh	11,900.00	0.00
Prasanth	18,900.00	0.00
Manish	20,250.00	0.00
Balaji Rengeswari	9,600.00	0.00
Anaya Tipnis	8,000.00	0.00
karinamkuna V	9,200.00	0.00
Rakesh Kaul	22,460.00	0.00
Sathyamurthi	9,750.00	0.00
Swami Prabha	8,000.00	0.00
Ravindra	17,300.00	0.00
<b>Total:-</b>	<b>166,073.00</b>	<b>0.00</b>

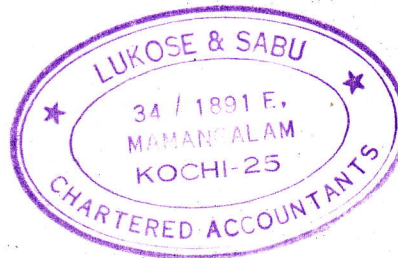


M/S IRIS HOLIDAYS PRIVATE LIMITED

Notes & Accounting Policies forming part of the accounts for the year ended 31-03-11

(A) Notes on accounts.

	<u>Current Year</u>	<u>Previous Year</u>
1. Expenditure incurred on employees in respect of remuneration of not less than Rs.24 Lac per annum where employed through out the year or Rs. 2, 00,000/- per month where employed for a part of the year.	NIL	NIL
2. Particulars of Advances.		
a). Debts considered good in respect of which the company is fully secured.	NIL	NIL
b). Debts considered good in respect of which the company holds no security other than debtors personal security.	NIL	NIL
c). Debts considered doubt full and bad.	NIL	NIL
d). Debts due by directors or officers of the company or any other person or debts due by firms or private companies in which any director is a partner or member to be separately stated.	NIL	NIL
e). Debts due from other companies under the same management within the meaning of sub section 1(B) of section 370 to be disclosed with the name of such companies.	NIL	NIL
f). Maximum amount due by directors or other officers of the company at any time during the year to be shown by way of note.	NIL	NIL



3. Liability on account of gratuity is provided on the assumption that the same is payable at the end of the year.

4. **Auditor's remuneration**

Audit fee Rs. 15,000/-

5. **Sundry Creditors**

	<u>Current year</u>	<u>previous year</u>
a) Amount due to small scale and ancillary industries	NIL	NIL
b) Others	26,930.00	NIL

6. **Remuneration to Directors**

Salary paid to Directors Rs.72, 000/-

7. Being First year previous figures are not given

(B) **Significant Accounting Policies.**

a). **General.**

I) Accounts are prepared on historical cost and on going concern basis.

II) Income and expenditure are accounted on accrual basis.

b) **Fixed Assets.**

Fixed assets are recorded at cost of acquisition

c) **Depreciation.**

Depreciation has been worked out on the basis of written down value method at the rate prescribed under the Companies Act calculated on a pro-rata basis from the date of addition.

d) **Miscellaneous Expenditure**

Priliminary expenditure has been written off over a period of 5 years.

e) **Taxes on Income**

The deferred tax asset represents provision for gratuity and difference in depreciation rate

**F) Research and Development Expenditure**

The company has not incurred any research and development expenditure.



Additional Information Pursuant to notification under Schedule VI of the Companies Act, 1956

Quantitative Details

The company is engaged to establish and promote tourism and hospitality business. The activities of the company cannot be expressed in any generic unit. Hence, it is not possible to give the quantitative details of sales and certain information as required under paragraphs 3,4C and 4D of part II of schedule VI to the Companies Act, 1956.

	<u>Current Year</u>	<u>Previous Year</u>
1.Expenditure in Foreign Currency	NIL	NIL
2.Earnings in Foreign Currency	NIL	NIL
3.Dividend to non resident share holders	NIL	NIL
4. Licensed Capacity	N.A.	N.A.
5.Installed Capacity	N.A.	N.A.

Subject to our report of even date attached.

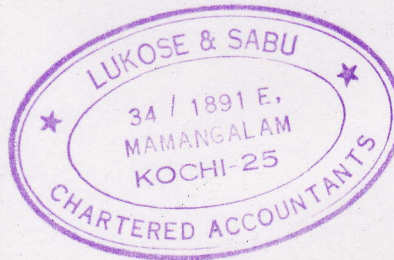
Directors

1. Isac Puthenangadi Isac

Ernakulam,  
01/08/2011

2. Joji Puthenangadi Isac

3. Lijo Isac



For LUKOSE & SABU  
CHARTERED ACCOUNTANTS  
(FRN 007 643)

LUKOSE JOSEPH  
PARTNER  
(Memb. No: 201426)