

## NOTICE

Notice is hereby given that the 18<sup>th</sup> Annual General Meeting of the Members of the Company will be held on Friday, the 30<sup>th</sup> September, 2011 at 10.00 A.M. at the Registered Office of the Company at "Mahasagar House", Kalwa Chowk, Junagadh - 362 001, to transact the following business:-

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Director's Report and the Audited Balance sheet as at and Profit and Loss Account of the Company for the year ended 31<sup>st</sup> March, 2011 together with the Auditor's Report thereon.
2. To Appoint a Director in place of Shri Ravi S. Karia who retires by rotation and is eligible for re- appointment.
3. To Appoint a Director in place of Shri Amit G. Pande, who retires by rotation and is eligible for re- appointment.
4. To appoint Auditors to hold office from the conclusion from this meeting until the conclusion of the next Annual General Meeting and fix their remuneration.

### **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. The instruments appointing proxy should however be deposited at the registered office of the company not less than fourty eight hours before the commencement of the meeting.
2. The Register of Members and Share Transfer Books of the Company will remain close from Thursday, the 24<sup>th</sup> September, 2011 to Friday, the 30<sup>th</sup> September, 2011 (both days inclusive)
3. Members are requested to :
  - i) notify promptly the change in address, if any, to the Registrar and Share Transfer Agent, M/s. Linkintime (India) Pvt. Ltd., 211, Sudarshan Complex, Mithakhali Six Roads Ahmedabad -380 009 **Unit : Mahasagar Travels Ltd.** quoting folio numbers, if the shares are held in physical form and to their Depository Participants, if the shares are held in demat form.
  - ii) bring their copy of the Annual Report with them for attending the meeting as the same shall not be circulated thereat.
  - iii) members are requested to bring the attendance slip duly filled in with them and hand it over at the entry gate.
  - iv) approach the Registrar & Share Transfer Agent for consolidation of folios if physical shareholdings are under multiple folios.
4. The Company's Shares have been activated for dematerialization with National Securities Depository Ltd.(NSDL). Those shareholders who wish to hold shares in electronic form may approach their depository Participants. The ISIN No. of the Equity Shares is INE 007G01014
5. All documents referred to in the above Notice and the accompanying Explanatory Statements are open for inspection at the Registered Office of the Company during the business hours on any working day (except Sunday and holidays) between 10.00 a.m. and 12.30 p.m. up to the date of the Annual General Meeting.

6. A member desirous of getting any information on the accounts or operations of the Company is required to forward his/her queries to the Company at least 7 days prior to the Meeting so that the required information can be made available at the Meeting.
7. Members are requested to intimate if shares are held in the same name or in the same order and names, but in more than one account to enable the company to club the said accounts into one account.
8. Members are requested to quote Folio number in all their correspondences.
9. In order to comply with Ministry of Corporate Affairs circular on Green Initiative in the Corporate Governance” members are requested to intimate their email address to their depository participant as well as to the company.

**Date : 20-08-2011**

**By Order of the Board.**

**Place : Junagadh  
Registered Office :  
Mahasgar House.  
Kalwa Chowk, Junagadh.**

**Sd/-  
Bhagchand G. Sukhwani  
Managing Director**

## DIRECTOR'S REPORT

To

The Members,

### **Mahasagar Travels Limited**

Your Director have great pleasure in presenting the 18<sup>th</sup> Annual Report together with their Audited Statement of Accounts of the Company for the year ended 31<sup>st</sup> March, 2011.

### **Financial Highlights :**

( Rs. in Lacs)

	<b>As at 31.03.11</b>	<b>As at 31.03.10</b>
Total income	3483.26	2921.64
Profit or ( Loss)	72.60	70.63
Less Provision of MAT	14.00	11.00
Profit /(Loss) after Tax	58.02	59.63

### **DIVIDEND :**

The Board of Directors of the Company has shown their inability to recommend payment of Dividend due to inadequate profits .

### **BUSINESS PERFORMANCE AND OPERATION :**

Since the Company is engaged in providing service to the tourist of the state and thereby in the engagement of the service sector industry Since the core business of the Company is to provide service, the quality, facilities and safety are the prime concern of the management. During the last financial year your Company has made sufficient effort to provide better quality services through increase in the fleet capacity of the luxurious class. Majority of the fleet have air conditioning facility apart from comfortable internal environment. Keeping in mind the Pollution Free Quality Concept, the Company has been gradually replacing in a phased manner the environment friendly Luxurious Buses in place of old buses, which would help in protecting the pollution free environment, thereby putting major stress by management on the concept of taking pollution free environmental steps as per the Pollution Free Environment Policy of the Government and the new fleets of buses will also increase the tourist business and further facilitate the tourist the latest available facilities which will increase the overall business and profitability of the Company in the coming years. However the management has taken care of the fluctuation in petroleum products by creating retail outlet.

During the current year the company has earned revenue of Rs.84 lacs last year (09-10 ) it was 9.4 lacs from real estate section.

### **INSURANCE :**

All the assets of the Company have been adequately insured.

### **FIXED DEPOSITS:**

The Company has not accepted/ renewed any fixed deposits during the year under review.

### **DIRECTORS :**

Pursuant to the Articles of Association of the Company read with Section 256 of the Companies Act 1956. **Mr. Ravi Karia and Mr. Amit Pande** Directors of the Company are due to retire at the ensuing Annual General Meeting of the Company and is eligible for re-appointment. Your directors recommend for their appointment.

### **LISTING**

At present the your Company's securities are listed on the Bombay Stock Exchange Limited., Company had passed necessary resolution for Voluntary Delisting of its Equity shares from Ahmedabad Stock Exchange Ltd., and Saurashtra Kutch Stock Exchange Limited (SKSE).

**AUDITORS :**

You are requested to appoint Auditors M/s. B. H. Advani & Associates for the current year (2011-12) to hold office from the conclusion of the Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their Remuneration. The notes forming part of accounts referred to in Auditors' Report are self explanatory and give complete information.

**DIRECTORS' RESPONSIBILITY STATEMENT :**

Pursuant to the requirement of the section 217 (2AA) of the Companies Act 1956, with respect to the Directors' responsibility statement it is hereby confirmed :

1. That in the preparation of the Annual accounts the applicable accounting standards had been followed along with proper explanation relating to the material departure :
2. That 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 as at 31<sup>st</sup> March, 2011 being the end of the financial year 2010-2011 and of the profit or loss of the Company for that period.
3. That the Directors had taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provision of Companies Act 1956, for safeguarding assets of the Company and for preventing and detecting frauds and other irregularities.
4. That the directors had prepared the Annual Accounts on a Going Concern Basis.

**PARTICULARS OF EMPLOYEES:**

There was no employee during the year drawing remuneration in excess of the ceiling prescribed under the provision of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rule, 1975 as amended.

**CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNING AND OUTGO :**

As such the Company has not received any income and incurred any expenses in foreign currency , hence details in respect of foreign exchange earning and outgo will be nil during the period under review. The Company has always laid the utmost emphasis on conservation of energy and strict monitoring and control of all energy consuming equipment are carried out continuously.

In view of the nature of the operations, we have nothing to report on the other matters, under Section 217(1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of Board of Directors ) Rules, 1988.

**TAXES:**

Company is regularly paying Income tax, Sales Tax, RTO Tax and other statutory dues like Provident Fund, ESIC, as applicable. As regard to Service Tax appropriate provision and treatments have been made as per law.

**DEMATIRIALIZATION AND TRANSFER OF THE SECURITIES :**

ISIN : INE 007G01014

As on date of this report company is having NSDL connectivity of dematerialization of shares and efforts are being made to have CDSL connectivity.

**REGISTRAR AND SHARE TRANSFER AGENT**

**Link Intime (India) Pvt. Ltd.**

211, Shudarshan Complex,  
Mithakhali Six Road, Navarangpura,  
Ahmedabad 380 009.

**REGULATORY STATEMENT :**

- (1) The Equity shares of your Company are listed on Mumbai Stock Exchange, and the listing fees for the financial year 2011-12 have been paid to the exchange,
- (2) In conformity with the provision of Clause 32 of the listing agreement, the cash flow statement for the year ended 31-3-2011 is annexed to the accounts.

**CORPORATE GOVERNANCE:**

The Company has complied with the requirement regarding corporate governance as required under Clause 49 of the Listing Agreement entered in to with the Stock Exchanges where the Company's shares are listed. A report on the Corporate Governance in this regard is made a part of this Annual Report and a Certificate from the Auditor of the Company regarding Compliance of the Conditions of the Corporate Governance is attached to this report and forming part this report.

**MANAGEMENT DISCUSSION AND ANALYSIS:****INDUSTRY OUTLOOK:**

During the period under review there were tremendous growth shown in the markets, GDP was much higher than earlier years. Further travel and tourism industries are growing on rapidly. Realty sector growing steadily.

Current scenario are very impressive there is lot of potential demand for the next years.

**2. OPPORTUNITIES AND THREATS:**

Since the Company has started business in real estate sector, petroleum sector and been engaged in to the service sector, the main concern of the management is to provide best quality services to the customer. Safety, discipline as to the timing, comfort is the main parameters. Government policies and regional policies can affect the performance of the company. New players are joining in the competition. Company is planning to develop more area related to tourism, hotel business and infrastructure facilities and in construction & real estate fields.

International market is very volatile now a days with respect to petroleum products and real estate sector in India facing many challenges for the new development.

**3. INITIATIVES**

As we know that the customers are becoming more quality conscious which calls for continuous up gradation in the available methods and the technology deployed which will yield better realization to the company. The another niche for the Company is to maximum utilization of the Parcel business which can earn maximum revenues to the company at a negligible cost. Growing competition and drastic change of the life style of the people thereby to constantly make better quality service to satisfy the need of people is the concern of the management.

Since July 2006 the company has obtained dealership of fuel pump from IOC with a view to tap additional profits from retail trading activities in petroleum products as well as to meet its own fuel requirement . Setting up of own fuel station for own consumption has drastically reduced the cost of fuel consumption of the company which is very well reflected the operating results.

Company planning to grab infrastructure development opportunities related to real estate, travel and tourism.

**4. RISKS AND CONCERNS;**

The Company is engaged travel business and major fluctuation in the price of the petroleum product having vital impact on the profitability and performance. International market having great effect on increase in the crude price and increase in dollar value against the rupee is also a matter of concern.

Realty sector in India has shown some slow movements, market is becoming more steady and higher inflation rate leads government to curb financial resources to realty sector.

**5. INTERNAL CONTROL SYSTEM:**

The Company has adequate system of control implemented by the management towards achieving efficiency in the operation, optimum utilisation of resources and effective monitoring thereof and compliance with applicable laws.

## 6. HUMAN RESOURCES:

The Company attaches priority to human resources development, with focus on regular up gradation of the knowledge and skills of our employees and equipping them with the necessary expertise to meet the challenges of change and growth successfully.

## ACKNOWLEDGMENT:

The Directors sincerely express their appreciation to the employees at all levels, Bankers, customers, investors, Government of Gujarat and Ministry of Government for their sustained support and cooperation and hope that the same will continue in future.

Date : 20-08-2011

Place : Junagadh

Registered office :

Mahasgar House.

Kalwa Chowk, Junagadh .

For and On behalf of the Board

Sd/-

Managing Director

Sd/-

Jt. Managing Director

## AUDITOR'S REPORT ON CORPORATE GOVERNANCE

To,  
The Members of  
Mahasagar Travels Limited  
Junagadh

We have examined the compliance of conditions of Corporate Governance by Mahasagar Travels Limited ('the Company') for the year ended March 31, 2011, as stipulated in amended Clause 49 of the Listing Agreement of the said Company with the 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 with the conditions of 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, the **representation** made by the directors and **management**, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in amended Clause 49 of the above mentioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that no investor grievances is pending as on 31<sup>st</sup> March, 2011 no other investor grievances are pending for a period exceeding one month **against** the Company as per **the records** maintained by the Company which are presented to Shareholders/ Investors Grievance Committee.

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 B. H. Advani & Associates.  
Chartered Accountants

Sd/-

B. H. Advani

Proprietor

Membership No. 102464

Place : Ahmedabad

Date : 20.08.2011

## CORPORATE GOVERNANCE REPORT

[Pursuant to Clause 49 of the Listing Agreement]

The detailed report on Corporate Governance as per the format prescribed by SEBI and incorporated in Clause 49 of the Listing Agreement is set out below:

### 1. CORPORATE GOVERNANCE PHILOSOPHY

The Company's philosophy on Corporate Governance envisages the attainment of the highest levels of transparency, accountability and equity, in all facets of its operations, and in all its interactions. Shareholders have right to have complete information about the Directors and Management and their interest in the company as well as governance practices followed by them. Towards this end, the company is making extensive disclosures from time to time. The Company's motto is "Born to win and Born to Run" and we are in the process to create extra ordinary value for our stake holders.

### 2. BOARD OF DIRECTORS

The Board of Company as on date of report consist of Six directors (Two executive and four non-executive). Three directors are independent and three non-independent), further the Board have non-executive Chairman.

The name and category of Directors on the Board, the number of directorship and committee membership held by them, their attendance at the Board Meetings held during the year and also at last AGM is given below :

Name of the Director	Attendance Particulars		No. of other Director ship and Committee Membership / Chairmanship		
	Board Meeting	Last Annual General Meeting	Other Directorship	Committee Membership	Committee Chairman
Shri Bhagchand G. Sukhwani – MD#	19/19	Yes	1	0	0
Shri Prakash K. Kakkad – JMD##	19/19	Yes	1	0	0

#### Non-executive & Independent Directors

Shri Kartik R. Upadhyay. – Chairman	19/19	Yes	1	3	3
Shri Amit G. Pande – Ind.non.exec.Director	19/19	Yes	0	3	0
Shri Sanjay P. Memdavadi – ind.non exe.Director	19/19	Yes	0	2	0
Shri Ravi S. Karia – non exec.Director	19/19	Yes	0	1	0

# C & MD : Chairman & Managing Director, ## JMD – Joint Managing Director

During the Financial Year 2010-11. 19 Board Meetings were held viz. on 01.04.2010, 06.04.2010, 30.04.2010, 25.05.2010, 01.06.2010, 14.06.2010, 04.07.2010, 31.07.2010, 10.08.2010, 22.09.2010, 31.10.2010, 29.11.2010, 16.12.2010, 04.01.2011, 15.01.2011, 31.01.2011, 15.02.2011, 15.03.2011, 24.03.2011

As required by Clause 49 VI A of the Listing Agreements the particulars of Directors seeking re-appointment are as under :

#### 1. SHRI RAVI KARIA

Shri Ravi Karia Director of the Company retire by rotation and being eligible has offered himself for re-appointment. He is holding Master Degree in Commerce having wide experience in accounts, business development and transportation business. His depth of knowledge will help the company.

## 2. SHRI AMIT PANDE

Shri Amit Pande Director of the Company retire by rotation and being eligible offered himself for re-appointment. He is holding L.L.B degree and Diploma In Taxation and having versatile business experience and administrative experience, He does not hold any directorship in any public limited company.

### OTHER DIRECTOR DETAIL

Name of Director	Shri Ravi Karia	Shri Amit Pande
Date of Birth	03/03/1982	12/04/1971
Date of Appointment	10/08/2003	15/07/2001
Qualification	M.Com.	LL.B. Diploma in Taxation
Expertise in specific functional areas	Account, Business Development and administration	Business & Administration
List of Companies in which directorship is held	Nil	Nil
Chairman / Member of the committee of other companies	Nil	Nil

## 3. AUDIT COMMITTEE

The Audit Committee of the Company comprises of three members two being non-executive independent directors and one non-executive Director namely Shri Kartik R. Upadhyay, Shri Amit G. Pande and Shri Sanjay P. Mahemdevadi, Shri Kartik R. Upadhyay is the Chairman of the Audit Committee.

During the year 2010-11, five Audit Committee Meetings were held on 24.04.2010, 24.07.2010, 02.08.2010, 23.10.2010, 22.01.2011. The attendance during the year was as below:

Sr. No.	Name and Position of the Member	No. of meetings Held	
		Attended	
1.	Shri Kartik R. Upadhyay – Chairman	5	5
2.	Shri Amit G. Pande	5	5
3.	Shri Sanjay P. Memdevadi	5	5

## 4. REMUNERATION COMMITTEE

The Remuneration Committee / Compensation Committee consisting of two non-executive directors namely Shri Kartik R. Upadhyay as Chairman and Shri Ravi S. Karia as member and Shri Amit G. Pande Independent Non-executive director in conformity with the requirements of code of Corporate Governance as well as under Schedule XIII and under Clause 49 of the Listing Agreement. The Committee approves the remuneration proposed to be paid to the Managing Directors/ Joint Managing Director and non executive directors if any of the Company. The Committee is also empowered to decide on Employees' Stock Option Scheme as and when such scheme is considered for introduction in the Company.

During the year 2010-11, no Remuneration Committee Meetings was held.

No remuneration is paid to Non-executive Directors including sitting fees for attending the meetings of the Board of Directors or committee thereof. Further the remunerations of the Managing Directors and Whole-Time Directors is decided by the Board of Directors based on recommendation of remuneration committee and subsequently approved by the shareholders at the General Meeting as required by the Companies Act, 1956.

**DETAILS OF REMUNERATIONS PAID TO MANAGING DIRECTORS / WHOLE TIME DIRECTORS DURING THE FINANCIAL YEAR 2010-11 IS GIVEN HERE BELOW:**

( Amount in Rs.)

NAME OF DIRECTOR	REMUNERATION	SITTING FEES	TOTAL
Shri Bhagchand G. Sukhwani	201,300	NIL	201,300
Shri Prakash K. Kakkad	161,040	NIL	161,040

**Notes :**

- All the elements of remuneration of the Managing Directors and Joint Managing Director i.e. Salary, Commission, Perquisites and other benefits etc. are given in Schedule annexed to and forming part of Profit & Loss Account. For the purpose of Gratuity, pension and other benefits, the services of Managing Directors and Joint Managing Directorship be considered continuous service with the Company from original date of joining.
- No sitting fees are paid for attending the meeting of the Board or sub committees of the Board.

**5. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE**

The Shareholders/ Investors Grievance Committee looks into and investigate the investors complaints relating to non-receipt of transfer of shares, declared dividends, Annual Reports etc., and take necessary steps for redressal thereof. The Committee consist of the following members :

The Chairman of the Committee Shri Kartik R. Upadhyay and another Shri Amit G. Pande and Sanjay P Memdavadi are non executive and independent members. The Company Secretary will be the Compliance Officer for the Committee. The Committee meets at intervals whenever find necessary to consider shareholders complaints. During the year 2010-11 six meetings of Shareholders' Investors' Grievance Committee were held on 25.05.2010, 31.07.2010, 31.10.2010, 29.11.2010, 31.01.2011 and on 24.03.2011.

During the year 3 complaints was received from the shareholders directly as well as through the regulatory authorities. All the complaints have generally been solved to the satisfaction of complainants and NIL complaints were outstanding as on 31-03-2011.

All valid transfers received during the financial year 2010-11 have been acted upon by the Company and there is no pending share transfers.

**6. GENERAL BODY MEETINGS**

(A) Date time and venue where Annual General Meetings/ Extra Ordinary Meetings were held in last three years

Financial Year	Date and Time	Venue	Special Resolution Passed
2007-08	September 29, 2008 at 12.00 Noon	"Mahasagar House ", Jayshri Talkies Road, Kalwa Chowk Junagadh, - 362001.	Yes
2008-09	September 29, 2009 at 12.00 Noon	"Mahasagar House ", Jayshri Talkies Road, Kalwa Chowk Junagadh, - 362001.	No
2009-10	September 29, 2010 at 12.00 Noon	"Mahasagar House ", Jayshri Talkies Road, Kalwa Chowk Junagadh, - 362001.	No

No Extra Ordinary General Meeting was convened/held by the during the year under review Company. No resolution is being proposed at the ensuing Annual General Meeting which requires the approval of members through postal ballot.

**7. DISCLOSURES :**

- There are no material transactions with its promoters, the directors, or the management, their subsidiaries or relatives which may have potential conflict with the interests of the Company at large However wherever any statutory disclosure is require to be made relating to the above transaction is properly disclosed.

The transactions /contracts with related parties are disclosed in note no. 14 of the significant Accounting Policy to the financial statements in the Annual Report.

**8. MEANS OF COMMUNICATION**

The Quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges at which the Company's shares are listed immediately after they are approved by the Board. They are not sent to the individual shareholders.

**9. CODE OF CONDUCT**

The Board approved the code of Conduct applicable to the Board Members and the senior management of the company for avoidance of conflicts of interest at its meeting dated 31.01.2008 and received necessary declaration affirming compliance with the Code of Conduct.

**10. GENERAL SHAREHOLDERS INFORMATION**

**a) Annual General Meeting :**

Date : 30<sup>th</sup> September, 2011  
 Time : 10.00 A.M.  
 Venue : Regd. Office : Mahasagar House , Jayshri Talkies Road ,  
 Kalwa Chowk, Junagadh - 362001.

**b) Financial Calendar :**

The Company follows April – March as its financial year. The results for every quarter beginning from April is declared in the month following the quarter. However the results for the fourth quarter are clubbed with the declaration of audited account within three months of the year wherever possible.

**c) Book Closure Date(s) : 24<sup>th</sup> September, 2011 to 30<sup>th</sup> September, 2011 (both days inclusive)**

**d) Dividend Payout Date :** Not Applicable

**e) Listing on Stock Exchanges :** Equity shares of the Company are listed on the Ahmedabad, Mumbai Stock Exchanges and Saurashtra-Kutch Stock Exchange.

Company intends to Voluntarily delist it's securities from Ahmedabad Stock Exchange Ltd. and Saurashtra Kutch Stock Exchange Ltd for which necessary resolutions was passed and application till pending.

The Company has paid the listing fees for the financial year 2010-11 to all the Stock Exchanges.

**f) Stock Code / Symbol :** BSE Script Code - 526795 other – not available.

**Demat ISIN No. :** INE 0 0 7 G 0 1 0 1 4

**g) Stock Market Price / :** The month wise detail of market prices of the shares during the year 2010-11 of the company at The Bombay Exchange Ltd. are as under:

Month	Open Price	High Price	Low Price
APRIL 2010	10.02	11.02	8.71
MAY 2010	10.51	11.57	9.34
JUNE 2010	9.00	10.53	8.70
JULY 2010	9.25	9.25	6.66
AUGUST 2010	6.35	6.35	4.97
SEPTEMBER 2010	5.63	6.50	5.37
OCTOBER 2010	6.18	6.18	4.80
NOVEMBER 2010	4.57	5.19	3.80
DECEMBER 2010	4.58	5.25	4.00
JANUARY 2011	5.34	5.34	4.59
FEBRUARY 2011	4.81	5.05	4.80
MARCH 2011	4.57	4.57	3.19

**h) Registrar & Transfer Agents:** M/s. Link intime (India) Pvt. Limited  
 211, Sudarshan Complex, Mithakhali Six Roads, Navrangpura , Ahmedabad.

**All correspondence for share :** Unit : Mahasagar Travels Limited  
**Transfer in physical form /** Link intime (India) Pvt. Limited,  
**demat request form with the** 211, Sudarshan Complex, Mithakhali Six Road,  
**Physical Share Certificates** Navarangpura, Ahmedabad 380 009.

**i) Share Transfer System :** The shares sent for transfer in physical form are registered by the Share Transfer Agent within 30 days of receipt of documents, if documents are found to be in order. Shares under objection are returned within two weeks.

Dematerialisation requests are normally confirmed within an average period of 21 days.

j) **Category wise distribution of Equity Shareholding as on 31<sup>st</sup> March, 2011 :**

<b>PARTICULARS</b>	<b>NOS. OF HOLDERS</b>	<b>NOS. OF SHARES</b>	<b>% OF TOTAL</b>
DIRECTORS & RELATIVES	1025	2204900	28.04
BODIES CORPORATES	55	79370	1.01
NATIONALISED BANKS	Nil	Nil	Nil
EMPLOYEES	Nil	Nil	Nil
PUBLIC SHAREHOLDERS	4206	5579230	70.95
<b>TOTAL</b>	<b>5286</b>	<b>7863500</b>	<b>100.00</b>

k) **Dematerialisation of Shares :** The Company's shares are under demat mode. The ISIN No. of the Company is INE 0 0 7 G 0 1 0 1 4 . Members who are desirous of holding their shares in demat form are requested to apply to their Depository Participants in prescribed demat requisition form along with original share certificates.

l) **Outstanding GDRs / ADRs / Warrants :** Not Issued.  
Or any other instruments, conversion  
Date and likely impact on equity.

m) **Plant Location(s) :** Not Applicable .

n) **Address for Correspondence :** For any assistance regarding dematerialisation of Shares, share transfers, transactions , change of address, non-receipt of dividend or any other query, relating to shares please write to :

**Registrar & Transfer Agents** : **M/s. Link intime (India) Pvt. Limited**  
211, Sudarshan Complex, Mithakhali Six Roads,  
Navrangpura , Ahmedabad.

The shareholders may also contact/ write at the Registered Office of the Company for any assistance.

**Date : 20-08-2011**  
**Place : Junagadh**

**For Mahasagar Travels Ltd.**

**For Mahasagar Travels Ltd.**

**Sd/-**  
**Bhagchand G. Sukhwani**  
**Managing Director**

**Sd/-**  
**Prakash Kakkad**  
**Jt. Managing Director**

## AUDITORS' REPORT

### TO THE MEMBERS OF MAHASAGAR TRAVELS LIMITED, JUNAGADH

- 1 We have audited the attached Balance Sheet of **MAHASAGAR TRAVELS LIMITED**, as at **31st March, 2011** and the Profit & Loss Account 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.
- 2 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 principals 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.
- 3 As required by the Companies (Auditor's Report) Order, 2003 issued by the Central Government of India in terms of Section 227(4A) of the Companies Act, 1956 of India (the Act'), and on the basis of such checks of books and records of the Company 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 paragraph 4 and 5 of the said order.
- 4 Further to our comments in the Annexure referred to in paragraph 3 above, we report that :
  - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books ;
  - (c) The Balance Sheet and Profit & Loss Account statement, referred to in this report, are in agreement with the books of account ;
  - (d) In our opinion, subject to our remarks in paragraph 4(a) above, the Balance Sheet, Profit and Loss Account and Cash Flow statement dealt with this report are in comply with the Accounting Standards referred to in sub – section (3C) of section 211 of companies Act. 1956 ;
  - (e) On the basis of written representations received from the directors, and taken on record by the Board of Directors, we report that none of director is disqualified from being appointed as a director in terms of clause (g) of sub -section (1) of Section 274 of the Act
  - (f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statement read with the notes thereon, give the information required by the companies Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India ;

- (i) In the case of Balance Sheet of the state of affairs of the company as at 31st March, 2011 ;
- (ii) In the case of Profit and Loss Account, of the **profit** of the Company for the year ended on that date ; and
- (iii) In the case of the Cash Flow Statement of Cash Flows of the Company for the year ended on that date.

**FOR B.H.ADVANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**Sd/-**

**( B.H. ADVANI )**

**SOLE PROPRIETOR**

**MEMBERSHIP NO. 102464**

**PAN : ABLPA7421R**

**PLACE : JUNAGADH**

**DATE : 20/08/2011**

## ANNEXURE TO THE AUDITORS' REPORT

(Referred to in our Report of even date)

- (i) (a) The Company does maintaining proper records showing full particulars including quantitative details and situations of fixed asset.
- (b) The fixed assets have been physically verified by the management at all its offices at reasonable interval. Material discrepancies were not noticed.
- (c) The Company did not disposed off a substantial part of fixed assets during the year.
- (ii) (a) The management carried out physical verification of the inventory at reasonable intervals during the year
- (b) In our opinion, and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
- (c) The Company maintains proper records of inventory, No Discrepancies noticed on physical verification of inventory as compared to the book records.
- (iii) (a) The Company has not granted or taken any loans, secured or unsecured to/from Companies, firms or other parties covered in the register maintained under Section 301 of the Act during the year.
- (b) In our opinion, the terms and conditions of such Loans were not, prima facie, prejudicial to the interest of the Company.
- (c) In respect of the aforesaid Interest free loan, the Company is receiving the Loan amount as stipulated.
- (d) In respect of the aforesaid Loan, there is no specific terms for repayment of loan.
- (iv) In our opinion, the Company has an adequate internal control procedure commensurate with the size of the Company and nature of its business for the purchase of inventory and fixed assets and for the sale of goods.
- (v) (a) according to the information and explanation given to us, based on the disclosure of interest made by the directors of the Company, transactions that need to be entered into a register in pursuance of section 301 of the Act have been so entered.
- (b) In our opinion and according to the information and explanations given to us, in respect of the transactions made in pursuance of contracts or arrangement entered in the registers maintained under section 301, the rates at which such services are rendered are reasonable having regard to the prevailing market prices of such services and the commission paid to other parties.
- (vi) The Company has not accepted any deposits from the public to which the directives issued by the Reserve Bank of India and the provisions of section 58A and 58AA of the Act and the rules framed there under are applicable,
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) The Central Government has not prescribed maintenance of cost records under section 209(1)(d) of the Act for any of the activities of the Company.
- (ix) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including,, Income Tax, Sales Tax, RTO Tax etc. and any other statutory dues with the appropriate authorities. Dues as at March, 31st 2011 for a period exceeding six months from the date they became payable has been accounted for on accrual basis and has been provided for appropriately.
- (x) The Company's accumulated losses at the end of the financial year exceeding 50% of its net worth. The company does not incurred cash losses during the financial year and in the Financial year immediately preceeding such financial year.
- (xi) On the basis of our examination and according to the information and explanation given to us, the Company has not defaulted in repayment of the dues to financial institutions and Banks with respect to its borrowing.
- (xii) According to the information and explanation given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares.

- (xiii) Provision for special statute applicable to chit fund, Nidhi, Mutual Benefit Fund/ Societies are not applicable to the Company.
- (xiv) According to information and explanation given to us, the Company is dealing or trading in shares, securities, debentures and other investments. The company maintains the records properly.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others to banks or financial institution.
- (xvi) The Company has obtained H.P. Vehicle Loan from Banks and Financial Institution and o/d from bank, which has been utilized for the purpose for which it was obtained.
- (xvii) On the basis of our examination and according to the information and explanation given to us, there are no funds raised on a short term basis which are used for long term investment, and vice versa.
- (xviii) The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act During the Year
- (xix) The Company has not issued debentures. Accordingly, we have no comments.
- (xx) The Company has not raised any money by public issue during the year.
- (xxi) To the best of our knowledge and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

**FOR B.H.ADVANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**Sd/-**

**( B.H. ADVANI )**

**SOLE PROPRIETOR**

**MEMBERSHIP NO. 102464**

**PAN : ABLPA7421R**

**PLACE : JUNAGADH**

**DATE : 20/08/2011**

## MAHASAGAR TRAVELS LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2011

PARTICULARS	Schedule	Current Year 31-03-2011	Previous Year 31-03-2010
<b>I SOURCES OF FUNDS</b>			
<b>A) SHARE HOLDER'S FUND</b>			
Share Capital	1	78,635,000.00	78,635,000.00
Reserves & Surplus :			
General Reserve		900,250.00	900,250.00
<b>B) LOAN FUNDS</b>			
Secured Loans	2	43,210,384.16	38,915,982.88
Unsecured Loans	3	0.00	0.00
	<b>Total Rs.</b>	<b>122,745,634.16</b>	<b>118,451,232.88</b>
<b>II APPLICATION OF FUNDS</b>			
<b>A) Fixed Assets</b>	4		
Gross Block		285,556,624.36	266,036,874.15
Less : Depreciation		230,898,950.15	209,802,031.03
		<b>54,657,674.21</b>	<b>56,234,843.12</b>
<b>B) Investments</b>	5	<b>8,812,500.00</b>	<b>8,812,500.00</b>
(Unquoted Shares - Fully Paid Up)			
<b>C) Current Assets, Loans &amp; Advances</b>	6	37,976,721.80	23,961,145.66
Less : Current Liabilities & Provisions	7	40,437,316.83	38,095,664.41
		<b>(2,460,595.03)</b>	<b>(14,134,518.75)</b>
<b>D) Profit &amp; Loss Account</b>			
Carried Over From P. & L. A/C.		<b>61,736,054.98</b>	<b>67,538,408.51</b>
	<b>Total Rs.</b>	<b>122,745,634.16</b>	<b>118,451,232.88</b>

Notes to Accounts

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Schedule Referred to above form part of Balance Sheet

**AS PER OUR REPORT OF EVEN DATE  
FOR B.H.ADVANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

**Sd/-  
(B.H.Advani)  
SOLE PROPRIETOR  
PLACE : JUNAGADH  
DATE : 20/08/2011**

**FOR & ON BEHALF OF BOARD OF DIRECTORS  
OF MAHASAGAR TRAVELS LTD.**

**Sd/-  
BHAGCHAND G. SUKHWANI  
(MANAGING DIRECTOR)**

**Sd/-  
PRAKASH KAKKAD  
(JOINT MANAGING DIRECTOR)**

**MAHASAGAR TRAVELS LIMITED**

**PROFIT & LOSS ACCOUNT FOR THE YEAR AS 31ST MARCH, 2011**

<b>PARTICULARS</b>	<b>Schedule</b>	<b>Current Year 31-03-2011</b>	<b>Previous Year 31-03-2010</b>
<b>INCOME/SALES :</b>			
Operating Income	8	325,691,910.18	278,256,819.84
Other Income	8A	22,295,643.28	12,856,974.35
Increase/ (Decrease) in Inventory	12	339,059.10	1,051,089.83
	<b>TOTAL RS.</b>	<b>348,326,612.56</b>	<b>292,164,884.02</b>
<b>EXPENDITURE/PURCHASES</b>			
Direct & Incidental Expenses	9	312,733,262.28	255,838,761.87
Administrative & Selling Expenses	10	7,236,777.63	7,160,824.98
Depreciations	4	21,096,919.12	22,101,956.83
	<b>TOTAL RS.</b>	<b>341,066,959.03</b>	<b>285,101,543.68</b>
Net Profit for the Year		7,259,653.53	7,063,340.34
Less : Provision for MAT		1,400,000.00	1,100,000.00
Short Provision of earlier year		57,300.00	0.00
Net Profit After Tax for the Year		5,802,353.53	5,963,340.34
Add : Loss Brought Forward		(67,538,408.51)	(73,501,748.85)
<b>Balance Loss Carried to Balance Sheet</b>		<b>(61,736,054.98)</b>	<b>(67,538,408.51)</b>

Schedule Referred to above form part of Balance Sheet

**AS PER OUR REPORT OF EVEN DATE  
FOR B.H.ADVANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

Sd/-  
(B.H.Advani)  
SOLE PROPRIETOR  
PLACE : JUNAGADH  
DATE : 20/08/2011

**FOR & ON BEHALF OF BOARD OF DIRECTORS  
OF MAHASAGAR TRAVELS LTD.**

Sd/-  
BHAGCHAND G. SUKHWANI  
(MANAGING DIRECTOR)

Sd/-  
PRAKASH KAKKAD  
(JOINT MANAGING DIRECTOR)

# MAHASAGAR TRAVELS LIMITED

**SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011  
& THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011**

	Current Year 31/03/2011	Previous Year 31/03/2010
<b>SCHEDULE : "1" : SHARE CAPITAL</b>		
SHARE CAPITAL :		
1) AUTHORISED CAPITAL 80,00,000 Equity Shares of Rs.10/- each	80000000.00	80000000.00
2) ISSUED, SUBSCRIBED AND PAID UP : 78,63,500 Equity Shares of Rs.10/- each Fully Paid Up	78635000.00	78635000.00
<b>SCHEDULE " 2 " : SECURED LOANS</b>		
Reliance Capital Ltd.	14087620.85	20844767.74
H.D.F.C Bank Ltd.	18054515.00	10639420.00
ICICI Bank Ltd.	3935775.00	6970815.00
The Jnd.Com.Co.Op Bank Ltd.	7132473.31	460980.14
<b>TOTAL Rs.</b>	<b>43210384.16</b>	<b>38915982.88</b>
<b>SCHEDULE " 3 " : UNSECURED LOANS / DEPOSITS</b>		
<b>TOTAL Rs.</b>	<b>0.00</b>	<b>0.00</b>
<b>SCHEDULE " 5 " : INVESTMENT</b>		
Unquoted Shares ( Face Value )		
Breon Finechem Limited	1500000.00	1500000.00
Hiranya Financial & Mgt. Services Pvt.Ltd.	100000.00	100000.00
JCC Bank Ltd.	112500.00	112500.00
Maruti Extaction Ltd.	5100000.00	5100000.00
Anjali Solvex Ltd.	1000000.00	1000000.00
Begani Dyeing Mills Ltd.	1000000.00	1000000.00
<b>TOTAL Rs.</b>	<b>8812500.00</b>	<b>8812500.00</b>

**MAHASAGAR TRAVELS LIMITED**  
**DETAILS OF FIXED ASSETS**

**SCHEDULE : 4(I)**

**TRAVELS DIVISION**

ASSETS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	BALANCE ASON 1.4.2010	ADDITION DURING THE YEAR	SALE	TOTAL ASON 31.3.2011	BALANCE ASON 1.4.2010	PROVIDED DURING THE YEAR	TOTAL ASON 31.3.2011	BALANCE ASON 1.4.2010	BALANCE ASON 31.3.2011
Ahmedabad Office Premises	563,635.00	0.00	0.00	563,635.00	259,085.00	15,250.00	274,335.00	304,550.00	289,300.00
Air Conditioner	477,419.87	0.00	0.00	477,419.87	222,319.87	35,500.00	257,819.87	255,100.00	219,600.00
Building cons.At Sukhpur	1,801,607.04	449,504.00	0.00	2,251,111.04	620,907.04	125,350.00	746,257.04	1,180,700.00	1,504,854.00
Bus-Heavy Vehicle	234,308,838.15	24,024,003.21	8,062,000.00	250,270,841.36	192,670,049.15	19,262,415.00	211,932,464.15	41,638,789.00	38,338,377.21
Car	4,215,572.00	710,778.00	65,000.00	4,861,350.00	2,734,592.00	440,885.00	3,175,477.00	1,480,980.00	1,685,873.00
Computer	853,594.75	74,073.00	0.00	927,667.75	782,044.75	36,685.00	818,729.75	71,550.00	108,938.00
Depot Bldg. at Maje. Gate	1,247,712.00	152,600.00	0.00	1,400,312.00	717,432.00	60,500.00	777,932.00	530,280.00	622,380.00
Electrification	361,995.50	0.00	0.00	361,995.50	264,995.50	13,500.00	278,495.50	97,000.00	83,500.00
Fax Machine	59,747.00	0.00	0.00	59,747.00	50,447.00	1,300.00	51,747.00	9,300.00	8,000.00
Majewdi Gate Work-Shop	3,524,701.40	273,400.00	0.00	3,798,101.40	2,157,251.40	143,550.00	2,300,801.40	1,367,450.00	1,497,300.00
Mobile Phone	281,802.00	21,952.00	0.00	303,754.00	138,082.00	21,870.00	159,952.00	143,720.00	143,802.00
Office at Kalwa Chowk	1,819,493.00	137,400.00	0.00	1,956,893.00	741,623.00	57,300.00	798,923.00	1,077,870.00	1,157,970.00
Office Furniture	993,744.25	13,765.00	0.00	1,007,509.25	859,414.25	26,300.00	885,714.25	134,330.00	121,795.00
Plot of Land at Sukhpur	1,657,300.00	0.00	1,192,455.00	464,845.00	0.00	0.00	0.00	1,657,300.00	464,845.00
Rajkot Office Premises	397,995.00	126,400.00	0.00	524,395.00	193,555.00	13,350.00	206,905.00	204,440.00	317,490.00
Rajkot Office Premises 2	1,554,873.00	153,450.00	0.00	1,708,323.00	383,523.00	60,450.00	443,973.00	1,171,350.00	1,264,350.00
Rajkot Office Premises 3	0.00	1,443,930.00	0.00	1,443,930.00	0.00	61,800.00	61,800.00	0.00	1,382,130.00
Refrigerator	10,443.00	0.00	0.00	10,443.00	9,243.00	170.00	9,413.00	1,200.00	1,030.00
Security Equipments	148,292.00	0.00	0.00	148,292.00	105,842.00	5,900.00	111,742.00	42,450.00	36,550.00
Tape	1,203,970.00	8,700.00	0.00	1,212,670.00	539,470.00	93,500.00	632,970.00	664,500.00	579,700.00
Television	1,734,974.00	120,000.00	0.00	1,854,974.00	776,944.00	136,900.00	913,844.00	958,030.00	941,130.00
V.C.R.	826,677.00	28,700.00	0.00	855,377.00	594,847.00	34,800.00	629,647.00	231,830.00	225,730.00
Vehicle	117,170.00	0.00	0.00	117,170.00	80,070.00	9,610.00	89,680.00	37,100.00	27,490.00
Water Cooler	84,956.00	0.00	0.00	84,956.00	57,236.00	3,850.00	61,086.00	27,720.00	23,870.00
Works Tools, Spares & M/c	932,094.00	0.00	0.00	932,094.00	565,864.00	50,950.00	616,814.00	366,230.00	315,280.00
Work-Shop at Kalwa Chowk	5,222,606.00	180,870.00	0.00	5,403,476.00	3,820,046.00	144,750.00	3,964,796.00	1,402,560.00	1,438,680.00
Total Rs. (As at 31.3.2011).....	264,401,211.96	27,919,525.21	9,319,455.00	283,001,282.17	209,344,882.96	20,856,435.00	230,201,317.96	55,056,329.00	52,799,964.21
Total Rs. (As at 31.3.2010).....	247,119,171.13	19,316,688.83	2,034,648.00	264,401,211.96	187,411,221.13	21,933,661.83	209,344,882.96	59,707,950.00	55,056,329.00

**MAHASAGAR TRAVELS LIMITED**  
**DETAILS OF FIXED ASSETS**

**SCHEDULE : 4(II)**

**PETROLEUM DIVISION**

ASSETS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	BALANCE	ADDITION	SALE	TOTAL	BALANCE	PROVIDED	TOTAL	BALANCE	BALANCE
	ASON 1.4.2010	DURING THE YEAR		ASON 31.3.2011	ASON 1.4.2010	DURING THE YEAR	ASON 31.3.2011	ASON 1.4.2010	ASON 31.3.2011
Air Conditioner	18,000.00	0.00	0.00	18,000.00	1,091.00	2,359.00	3,450.00	16,909.00	14,550.00
C C Tv Camera	17,366.00	0.00	0.00	17,366.00	800.00	2,366.00	3,166.00	16,566.00	14,200.00
Computer	46,677.00	0.00	0.00	46,677.00	24,428.84	8,898.16	33,327.00	22,248.16	13,350.00
Electrification	63,851.82	0.00	0.00	63,851.82	25,717.07	5,334.75	31,051.82	38,134.75	32,800.00
Office Furniture	80,124.81	18,480.00	0.00	98,604.81	35,578.27	9,196.54	44,774.81	44,546.54	53,830.00
Pump Construction	1,196,967.56	0.00	0.00	1,196,967.56	269,732.97	92,734.59	362,467.56	927,234.59	834,500.00
Water Cooler	26,475.00	0.00	0.00	26,475.00	10,562.00	2,213.00	12,775.00	15,913.00	13,700.00
Generator	35,000.00	0.00	0.00	35,000.00	10,864.15	3,355.85	14,220.00	24,135.85	20,780.00
Mobile	1,200.00	1,200.00	0.00	2,400.00	373.77	226.23	600.00	826.23	1,800.00
Tanker Purchased	150,000.00	1,000,000.00	100,000.00	1,050,000.00	78,000.00	113,800.00	191,800.00	72,000.00	858,200.00
Total Rs.(As at 31.3.2011).....	1,635,662.19	1,019,680.00	100,000.00	2,555,342.19	457,148.07	240,484.12	697,632.19	1,178,514.12	1,857,710.00
Total Rs.(As at 31.3.2010).....	1,483,844.19	151,818.00	0.00	1,635,662.19	288,853.07	168,295.00	457,148.07	1,194,991.12	1,178,514.12

# MAHASAGAR TRAVELS LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

& THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
<b>SCHEDULE "6":CURRENT ASSETS LOANS AND ADVANCES</b>		
(1) Closing Stock of		
(a) <i>Travels Division</i>		
Tyres	545600.00	398000.00
Other Materials	441400.00	270600.00
(b) <i>Petroleum Division</i>		
Battery Solution	0.00	195.00
Diesel	1711081.51	1381078.69
Distil Water	792.79	2635.54
Oil Tin	26913.17	68245.47
Petrol Stock	285679.36	233253.03
<b>TOTAL Rs.———(1)</b>	<b>3011466.83</b>	<b>2354007.73</b>
(2) DEPOSITS & ADVANCES :		
UNSECURED CONSIDERED GOOD		
(i) <i>TRAVELS DIVISION</i>		
(a) Telephone Deposit	60459.00	60459.00
(b) T.D.S	61582.00	35733.00
(c) G.E.B. Deposit	46400.00	46400.00
(d) Pre- Paid R.T.O. Taxes	54412.00	33412.00
(e) Orbit Annexe	500.00	500.00
(f) Advances recoverable in cash or in kind or for value to be received	12039556.00	4620578.00
(g) Cylinder Deposit	1000.00	1000.00
(h) Octroi Deposit	25000.00	25000.00
(i) Tender Deposit	5000.00	5000.00
(j) Guj.E.A. Order Bonds	2500.00	2500.00
(k) Advance Income Tax (10-11)	1500000.00	0.00
(l) Income Tax advance (appeal 2007-08)	1000000.00	0.00
(m) Prepaid general insurance	739547.00	0.00
(ii) <i>Petroleum Division</i>		
(a) GEB Deposit	4200.00	4200.00
(b) Pay & Ac Office Depo	100000.00	100000.00
(c) I.O.C.(Deposit) RJT	300000.00	300000.00
(d) IOC Tanker Deposit	50000.00	50000.00
(e) T.D.S.	16360.00	16360.00
(f) VAT Account	33391.52	37966.66
<b>TOTAL Rs.———(2)</b>	<b>16039907.52</b>	<b>5339108.66</b>

## MAHASAGAR TRAVELS LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

& THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
(3) SUNDRY DEBTORS :		
(i) TRAVELS DIVISION		
Sundry Debtors	10390642.22	8931269.73
(ii) Petroleum Division		
Sundry Debtors	1560491.82	809578.21
<b>TOTAL Rs.———(3)</b>	<b>11951134.04</b>	<b>9740847.94</b>
(4) CASH & BANK BALANCE :		
(i) TRAVELS DIVISION		
Bank Balances	1057130.49	671496.84
Cash on Hand	5511540.71	5505376.88
(ii) Petroleum Division		
State Bank of India - Junagadh	13074.00	25332.00
Jnd. CO. CO. Bank Ltd.	280204.50	183471.00
Cash On hand	112263.71	141504.61
<b>TOTAL Rs.———(4)</b>	<b>6974213.41</b>	<b>6527181.33</b>
<b>Total Rs. of (1) + (2) + (3) + (4)</b>	<b>37976721.80</b>	<b>23961145.66</b>
<b>SCHEDULE “ 7 “ : CURRENT LIABILITIES &amp; PROVISIONS</b>		
<b>(1) CURRENT LIABILITIES</b>		
(i) TRAVELS DIVISION		
Sundry Creditors & Credit Balance for Goods, Expenses & Others	6907472.45	6848369.55
(ii) PETROLEUM Division		
Sundry Creditors & Credit Balance for Goods, Expenses & Others	5830900.38	2908149.86
(iii) Trade Deposite	150000.00	1500000.00
<b>(2) PROVISIONS FOR :</b>		
Service tax provision	26115944.00	25706145.00
Provision for MAT	1400000.00	1100000.00
Audit fees	33000.00	33000.00
<b>Total Rs. of (1) + (2)</b>	<b>40437316.83</b>	<b>38095664.41</b>

## MAHASAGAR TRAVELS LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

& THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
<b>SCHEDULE : " 8 " - OPERATING INCOME</b>		
<i>(i) TRAVELS DIVISION</i>		
Travels Income (Other)	196987993.00	180163590.00
<i>(ii) Petroleum Division</i>		
Petroleum Sales (Diesel, Oil, Petrol)	61857359.40	39583677.24
Stock Transfer (Diesel)	66846557.78	58509552.60
<b>TOTAL</b>	<b>325691910.18</b>	<b>278256819.84</b>
<b>SCHEDULE : "8A" - INDIRECT INCOMES</b>		
<i>(i) TRAVELS DIVISION</i>		
Luggage Income	12706055.00	10766592.00
Sale of land at A'bd	5114500.00	940000.00
Sale of land at Sukhpur	3307545.00	0.00
Rent Income	134556.00	134556.00
Dividend Income	0.00	16875.00
Interest Income	195309.00	189000.00
Misc. Income (Kasar / Vatav)	59803.06	102961.47
<i>(ii) Petroleum Division</i>		
Kasar / Vatav	601.22	0.00
Misc. Income	777274.00	706989.88
<b>TOTAL Rs.</b>	<b>22295643.28</b>	<b>12856974.35</b>
<b>SCHEDULE : " 9 " - DIRECT EXPENSES</b>		
<i>(i) TRAVELS DIVISION</i>		
Diesel Expenses	98568729.14	86453183.27
Grease Oil	1290218.00	1214822.00
RTO Taxes	17694610.00	17770196.00
Wages & Salary Expenses	5696205.00	5045075.00
Spare-Parts	2108109.00	1871469.00
Toll-Tax	7043175.00	6285874.00
TV-TAPE-VCR Repairing & Cassette Rent	15968.00	25432.00
Tyre Purchased & Retraders	6648525.00	5215963.00
Vehicle Repairing, Cleaning & Laundry	6943224.83	6868598.80

## MAHASAGAR TRAVELS LIMITED

### SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011 & THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
Expenses on Accident (Net of Insurance Claim)	108716.00	72103.00
General Insurance Premium	754676.00	1789170.00
Battery Con. Expenses	447455.00	316117.20
F & O Loss	10000274.54	0.00
Transportation & Other Expenses	539775.00	383355.00
Entry Tax,RTO Penalty & Other Taxes	815757.00	910031.33
Phool,Har,Agarbatti	96266.00	79248.00
Parking Expenses	409238.00	389644.00
Service Tax Expenses (Protest)	591566.00	0.00
Commission (Luggage)	524161.00	502090.00
Commission on Travel Income	24428196.00	22077710.00
Staff Welfare Expenses	56003.95	119782.48
Business Promotion Expenses	51650.00	70410.00
<b>TOTAL Rs.</b>	<b>184832498.46</b>	<b>157460274.08</b>
<b>(ii)PETROLIUM DIVISION</b>		
<b>PURCHASES</b>		
Diesel Purchase	108688971.26	82538189.97
Oil Purchase	71862.82	149702.82
Petrol Purchase	5645092.89	3128174.89
Battery solution Purchase a/c	0.00	240.00
Distil Water Purchase A/c	895.96	5273.68
Xtra Mile Diesel Purchase A/c	13493940.89	12556906.43
<b>TOTAL Rs.</b>	<b>127900763.82</b>	<b>98378487.79</b>
<b>TOTAL Rs.(I)+(II)</b>	<b>312733262.28</b>	<b>255838761.87</b>
<b>SCHEDULE : "10 "- ADMINISTRATIVE &amp; OTHER EXPENSES</b>		
<b>(i)TRAVELS DIVISION</b>		
Advertisement	75568.00	114051.00
Association Membership fees	15000.00	0.00
Audit & Certi fees	33000.00	33000.00
Bank charges & Commission	74500.00	60563.15
Charity Expenses	79239.00	67624.00
Computer Maintenance Expenses	9715.00	17475.00
Demat Charges	56501.54	55083.81

## MAHASAGAR TRAVELS LIMITED

SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011

& THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
Directors' Remunerations	362340.00	299460.00
Electricity Expenses	357190.00	364864.00
Employees' State Insi. Contribution	269178.00	238983.00
Interest /Fina. Charge	2214782.11	1367056.81
Interest on Professional Tax	4767.00	2900.00
Interest on House Tax	0.00	3383.00
Interest on FBT	0.00	8657.00
Interest on Service Tax	45677.00	0.00
Legal/Advocates fees	48500.00	0.00
Listing fees & R.O.C. fees	34453.00	33195.00
Loss on Sale of Share	0.00	450000.00
Office General Expenses	540894.24	519113.75
Office Repairing Expenses	53177.00	725517.78
Office Rent & Related Municipality Taxes	165560.00	0.00
Petrol Expenses	128329.84	110207.47
Postage & Courier	8870.00	53147.00
Professional Tax	2000.00	2000.00
Provident Fund Contribution	769894.00	682593.00
Software Development expenses	25153.00	15695.05
Security Expenses	89343.00	79416.00
Stationery & Printing	217121.50	374364.75
Telephone Expenses	238683.84	220538.12
Travelling Expenses	8999.00	32894.00
<b>TOTAL Rs.</b>	<b>5928436.07</b>	<b>5980482.69</b>
<b>(ii)PETROLIUM DIVISION</b>		
Bank Charges Expneses A/c	6057.50	3937.00
Bank Commission Expenses	29150.00	37672.00
Computer Repairing	400.00	5750.00
Diesal Expenses	475113.88	473518.22
Diesal Leckage	0.00	63948.92
Electric Expenses	117465.00	100510.00
Genrator Diesel Expenses	11782.62	15335.75
Insurance Expenses	10278.00	10565.00
Interest Expenses	150000.00	125573.00
I.O.C.L. Charges Expenses	4950.00	3600.00
Licence renewal fees	250.00	0.00
Kasar A/c	0.00	47004.86
Legal Fees Expenses	25200.00	12600.00

# MAHASAGAR TRAVELS LIMITED

## SCHEDULE FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2011 & THE PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST, MARCH, 2011

	Current Year 31/03/2011	Previous Year 31/03/2010
Office Expenses	43891.00	61964.40
Petrol Expenses	67873.56	46080.69
Petrol Leckage	0.00	3409.45
Pump Construction Charges A/c	55879.00	22546.00
Pump Stamping Expenses	7600.00	9300.00
Professional Tax	4800.00	0.00
Rent Rates and taxes	108093.00	0.00
Security Service Expenses	44667.00	39708.00
Stationery Expenses	15000.00	5221.00
Tyre Expenses	98300.00	47400.00
Toll Tax Expenses	0.00	1917.00
Vehical Repairing Expenses	31591.00	42781.00
<b>TOTAL Rs.</b>	<b>1308341.56</b>	<b>1180342.29</b>
<b>TOTAL Rs.(I)+ (II)</b>	<b>7236777.63</b>	<b>7160824.98</b>
<b>SCHEDULE : " 12 " - INCREASE / DECREASE IN INVENTORY</b>		
Opening Inventory		
TRAVELLING DIVISION	0.00	0.00
PETROLIUM DIVISION		
Battery Solution	195.00	0.00
Diesel	1381078.69	540798.14
Distil water	2635.54	0.00
Oil Tin	68245.47	6571.98
Petrol Stock	233253.03	83869.38
Oil Pouch	0.00	3078.40
	<b>1685407.73</b>	<b>634317.90</b>
Closing Inventory		
PETROLIUM DIVISION		
Battery Solution	0.00	195.00
Diesel	1711081.51	1381078.69
Distil Water	792.79	2635.54
Oil Tin	26913.17	68245.47
Petrol Stock	285679.36	233253.03
Oil Pouch	0.00	0.00
	<b>2024466.83</b>	<b>1685407.73</b>
<b>TOTAL Rs.</b>	<b>339059.10</b>	<b>1051089.83</b>

# MAHASAGAR TRAVELS LIMITED, JUNAGADH

## SCHEDULE ~ 11

Attached to and forming part of accounts for the year ending on  
Date 31.03.2011

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

#### A. Significant Accounting Policies:

##### 1 System of Accounting

The financial statements of the company are prepared in accordance with The mercantile system and historical cost basis and conform to the statutory provisions and accepted accounting practices prevailing in the country except as otherwise stated below.

##### 2 Basis of Accounting

All Income and Expenditure items having a material bearing on the financial statements are recognised on accrual basis.

##### 3 Fixed assets

Fixed Assets are stated at cost of acquisition / construction inclusive of freight, duties, taxes and incidental expenses, Major repairing, body building Expenses and new Vehicle Finance charges and less net consideration of Sales proceeding.

##### 4 Depreciation

Company has provided depreciation on fixed assets on WDV method. As Opening WDV Block add Purchase Cost, Less net Sales consideration of assets sold.

##### 5 Investment:

Investment shown in Balance Sheet is valued at cost basis.

##### 6 Valuation of Inventory:

Closing Stock of Tyers & Other Spares Materials are valued at cost basis . Petroleum Stock is valued at cost price.

##### 7 Travel, Luggage Income and Petroleum Income

Travel & Luggage income as well as petroleum division's income are accounted on accrual basis.

##### 8 Retirement Benefits:

Contribution to provident fund and ESI are paid as a percentage of Salary/Wages.

##### 9 Accounting for Taxes on Income:

Provision for MAT has been made as per rules applicable. Differed Tax resulting from timing difference between book and tax profits is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected reverse. Deferred tax assets are recognized and carried forward only if there is a reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective caring values at each balance sheet date.

##### 10 Borrowing Cost

Borrowing Cost directly attributed to the acquisition of Vehicles are capitalized as part of the cost of that asset.

##### 11 Miscellaneous Expenditure :

Preliminary and share issue expenses of the company has been written off over a period of ten years from the year of commencement of commercial activities, During the current year it is Nil.

## 12 Consumption of Inventory

Consumption or usage of Inventory like Tyres, Batteries and spare parts for Travel Business has been accounted in Direct Expenses as Opening Inventory Add Purchase less Closing Inventory.

### B. Notes on Account :

- 1 Figures have been regrouped / Rearrange wherever required.
- 2 In respect of unquoted long term investment made by the Company, Company has made Investment in the shares at face value. In the opinion of Board of Directors it will be realized in the ordinary course of business and no provision is required.
- 3 No any Loans & Advances made u/s. 301.
- 4 In the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation, atleast equal to the amount stated in the Balance Sheet. In the opinion of Board of Directors, current Assets, Loans and Advances are considered good and recoverable in cash or in kind and will be realised in the ordinary course of business and board confirms provisions for all known liabilities are made adequately.
- 5 Claims made by the company with general insurance company arising out of accident of bus at different times, are pending for settlement by the insurance company. Amount incurred ( Net of insurance claims ) on accidents of bus are charged to Profit & Loss Account.
- 6 Based on the information available with the management, the Company does not owe any sum to a small-scale industrial undertaking as defined in clause (i) of section 3 of the Industries (Development and Regulation Act), 1951.
- 7 Quantitative details for Opening Stock, Purchase and Consumption : Particulars in respect of Consumption Sales, Stock etc.

Service Purpose

(In Lacs)

Class of Goods	Consumption	
	Qty	Value
Diesal (Ltr.)	24.05	985.69

Trading Goods

(Ltrs. in Lacs)

(In Lacs)

Class of Goods	Opening Stock		Purchases		Sales		Transfer	
	Qty	Value	Qty	Value	Qty	Value	Qty	Value
Diesal (Ltr. In lacs )	0.435	13.811	35.880	1221.829	16.150	560.081	19.578	668.466
Petrol (Ltr. In lacs)	0.059	2.333	1.260	56.451	1.260	57.175	0.000	0.000
Oil 20W40 - 1 Ltr Tin	209.000	0.246	161.000	0.212	348.000	0.484	0.000	0.000
Oil 20W40 - 20 Ltr. Tin	2.000	0.044	0.000	0.000	0.000	0.000	0.000	0.000
Oil 20W40 - 500 ML Tin	56.000	0.035	120.000	0.081	116.000	0.083	0.000	0.000
Oil 20W40 - 5 Ltr Tin	24.000	0.135	8.000	0.048	24.000	0.153	0.000	0.000
Oil 40 ML Pouch 2T Supreme	1516.000	0.081	3000.000	0.180	3585.000	0.231	0.000	0.000
Oil Gear - 1 Ltr Tin	25.000	0.029	20.000	0.023	26.000	0.033	0.000	0.000
Oil Pride - 20 Ltr. Tin	3.000	0.068	3.000	0.074	5.000	0.132	0.000	0.000
Oil Pride - 5 Ltr Tin	8.000	0.045	16.000	0.101	23.000	0.163	0.000	0.000
MP 3 1/2 KG	0.000	0.000	3.000	0.000	3.000	0.002	0.000	0.000
MP 31 KG	0.000	0.000	2.000	0.000	2.000	0.003	0.000	0.000
Battery Solution	13.000	0.002	0.000	0.000	13.000	0.002	0.000	0.000
Distil water	47.000	0.026	20.000	0.009	58.000	0.031	0.000	0.000

Class of Goods	Leakage		Closing Stock	
	Qty	Value	Qty	Value
Diesal	0.071	0.000	0.516	17.111
Petrol (Ltr.)	0.009	0.000	0.059	2.857
Oil 20W40-1 Ltr Tin	0.000	0.000	22.000	0.028
Oil 20W40-20 Ltr. Tin	0.000	0.000	2.000	0.044
Oil 20W40-500ML Tin	0.000	0.000	60.000	0.040
Oil 20W40-5 Ltr Tin	0.000	0.000	8.000	0.048
Oil 40 ML Pouch 2T Supreme	0.000	0.000	931.000	0.055
Oil Gear - 1 Ltr Tin	0.000	0.000	19.000	0.022
Oil Pride - 20 Ltr. Tin	0.000	0.000	1.000	0.025
Oil Pride - 5 Ltr Tin	0.000	0.000	1.000	0.006
MP 3 1/2 KG	0.000	0.000	0.000	0.000
MP 31 KG	0.000	0.000	0.000	0.000
Battery Solution	0.000	0.000	0.000	0.000
Distil water	0.000	0.000	9.000	0.008

- 8 Closing Stock of Tyres & Other Materials are valued at cost basis. Stock of Petroleum Business are valued at Cost Basis.
- 9 No any Foreign Exchange has been earned nor spent during the year. No any Foreign Expenditure has been made.
- 10 The company had acquired assets (Referred in Schedule “ 4 ” ) Majewadi Gate work – shop through execution of Memorandum of Understanding and paid part of the payment towards the acquisition of such assets. The management of the company informs us that final sale deed in favor of the company will be executed in due course.
- 11 The Segment Report Of Mahasagar Travels Ltd. And its division of Petroleum has been prepared in accordance with Accounting Standard 17 “Segment Reporting” issued by The Institute of Chartered Accountants of India.

**Segment wise Information**

(Rs. In Lacs )

PARTICULARS	TRAVELS		PETROLEUM	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
	2010-11	2009-10	2010-11	2009-10
Revenue from Customer	1969.87993	1801.64	618.57	395.84
Revenue from Transfer	—	—	668.47	585.10
Other Income	130.96	121.5	7.77	7.07
Increase / (Decrease) in Stock	—	—	3.39	10.51
Total Revenue	2100.84	1923.14	1298.20	998.51
Direct Expenses	1748.32	1574.60	1279.01	983.78
Administrative & Selling Expenses	59.28	59.80	13.08	11.80
Depreciation	208.56435	219.34	2.40	1.68
Segment Operating Profit	84.67	69.40	3.707	1.242
Mat Tax	14.57	11.00	—	—
Net Profit / (Loss) after	70.09	58.40	3.707	1.242
<b>Other Information</b>				
Segment Assets	1572.02	756.63	56.72	31.57
Segment Liabilities	776.66	754.87	59.80	44.94

13 Differed Taxation

The management as a matter of prudence, has not recognized net deferred tax assets in respect of unabsorbed / carried forward balances of period up to 31st March, 2011.

List of Related Parties transaction :

- (i) Parties where control exist  
NIL
- (ii) Other parties with whom the company has entered into transaction in normal course of Business during the year.
- (1) Associates
- (i) Mahashakti Tours & Travels Pvt Ltd
- (ii) New shakti Travels
- (2) Key Management Personal:  
Bhagchand G. Sukhvani - Managing Director

(Rs. In Lacs)

Sr No.	Natur of Transaction	Parties referr. To in 1 above 31/03/10	Parties to in (2) 31/03/11	Parties referr. To in 1 above 31/03/11	Parties to in (2) 31/03/11
1	Rendering of Services		93.68	0	93.68
2	Rendering of Services		73.51	0	73.51

## 15 Particulars of Auditors Remuneration's :

	<u>Current Year</u>	<u>Previous Year</u>
Statutory Audit Fees	27000.00	27000.00
Tax Audit Fees	6000.00	6000.00
Total	33000.00	33000.00

## 16 Managerial Remuneration

During the year under consideration Directors of the company have been paid remuneration as follows :

Bhagchandbhai Sukhwani – Managing Director	Rs. 2,01,300/-
Prakashbhai Kakkad – Joint Managing Director	Rs. 1,61,040/-
Total Rs.....	Rs. 3,62,340/-

## 17 Particulars of Earning Per Share

Net Profit for the year	Rs.	5,802,353.53
Number of Shares( Nos.)	Nos	7863500
Nominal Value of the Shares (Rs.)	Rs.	10
Earning per share (Rs.)	Rs.	0.74

## BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

### Registration Details

Registration No. 04-20289

State Code 04

Balance Sheet Date 31.03.2011 (31<sup>st</sup> March 2011)

### I Capital raised during the year (In Rs.)

Public Issue

NIL

Right Issue

NIL

Bonus Issue

NIL

Private Placement

NIL

### II Position of Mobilisation and Deployment of Funds (Rs. In Thousand)

Total Liabilities

122,746

Total Assets

122,746

Sources of Funds

Paid up Capital

78,635

Reserves & Surplus

900

Secured Loans

43,210

Unsecured Loans

0

Application of Funds

Net Fixed Assets

54,658

Investments

8813

Net Current Assets

(2,461)

Misc. Expenditure

NIL

Accumulated Losses

61736

### III Performance of Company (Rs. In Thousand)

Turnover

348327

Total Expenditure

341067

Profit Before Tax

7259.65

Profit After Tax

5802.35

Earning Per Share in Rs.

0.74

Dividend Rate

NIL

### IV Generic Names of the Principal Product of the Company

Item Code No.

(ITC Code)

Tours & Travels & Petrol pump

Signature to Schedule 1 to 19 For & On behalf of the Board of Directors forming part of Balance Sheet.

**FOR B.H.ADVANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

Sd/-

(B.H.Advani)

SOLE PROPRIETOR

Membership No.102464

PLACE : JUNAGADH

DATE : 20/08/2011

**FOR & ON BEHALF OF BOARD OF DIRECTORS  
OF MAHASAGAR TRAVELS LTD.**

Sd/-

**BHAGCHAND G. SUKHWANI**

**(MANAGING DIRECTOR)**

Sd/-

**PRAKASH KAKKAD**

**(JOINT MANAGING DIRECTOR)**

**MAHASAGAR TRAVLES LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2011**

PARTICLARS	AMOUNT	AMOUNT
(A) <u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Net Profit After Tax		5,802,353.53
Adjusted For :		
Provision for Taxaion - Mat	1,400,000.00	
Depreciation Provision	21,096,919.12	22,496,919.12
Operating Profit before working capital changes		28,299,272.65
Adjustment for		
(Increase) / Decrease in Inventories	(657,459.10)	
(Increase) / Decrease in Debtors	(2,210,286.10)	
(Increase) / Decrease in other Current Assets	(10,700,798.86)	
(Decrease) / Increase in Current Liabilities	2,341,652.42	(11,226,891.64)
Payment of Mat		(1,400,000.00)
Cash Generated from Operation		15,672,381.01
(B) <u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchase of Fixed Assets	28,939,205.21	
Sale of fixed Assets	9,419,455.00	(19,519,750.21)
(C) <u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Secured/Unsecured Loans		4,294,401.28
TOTAL (A+B+C)		447,032.08
Increase / Decrease in Cash and cash equivalents		
Opening Balance of Cash and Cash Equivalents	6,527,181.33	
Closing Balance of Cash and Cash Equivalents	6,974,213.41	
Net Changes	447,032.08	

FOR MAHASAGAR TRAVELS LTD.

Sd/-

Place : JUNAGADH

Mr. Bhagchand G. Sukhvani

Date : 20/08/2011

Managing Director

FOR MAHASAGAR TRAVELS LTD.

Sd/-

Prakashbhai Kakkad

Joint Managing Director

**AUDITOR'S REPORT**

We have examined the cash flow statement of **MAHASAGAR TRAVELS LIMITED** for the year ended 31.03.2011. The statement has been prepared by the Company in accordance with the requirements of the listing agreement with the stock exchange and is based on and derived from the Audited Accounts of the Company for the year ended 31.03.2011.

For **B.H.ADVANI & ASSOCIATES**

Chartered Accountants

Sd/-

(B.H.ADVANI)

Sole Proprietor

Membership No.102464

Place :- Junagadh

Date :- 20/8/2011

**MAHASAGAR TRAVELS LIMITED**  
**REGD. OFF: MAHASAGAR HOUSE, KALVA CHOWK, JUNAGADH - 362001**

**ATTENDANCE SLIP**

Please fill in the attendance slip and hand it over at the entrance of the meeting hall. Joint holders may obtain additional slip on request.

FOLIO NO./DP ID No. and Client ID No.: \_\_\_\_\_ No of Shares held: \_\_\_\_\_

Name and address of the shareholder ; \_\_\_\_\_

I hereby record my presence at the 18th ANNUAL GENERAL MEETING of the Company held at the Registered Office of the Company at "Mahasagar House", Kalwa Chowk, Junagadh-362 001 on Friday, the 30th September, 2011.

Signature of the Shareholder / Proxy" \_\_\_\_\_

\*Strike out which ever is not applicable

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**MAHASAGAR TRAVELS LIMITED**  
**REGD. OFF: MAHASAGAR HOUSE, KALVA CHOWK, JUNAGADH - 362001**

**FORM OF PROXY**

FOLIO NO./DP ID No. and Client ID No.: \_\_\_\_\_ No of Shares held: \_\_\_\_\_

I/We \_\_\_\_\_ of \_\_\_\_\_

in the district of \_\_\_\_\_ being a member/members

of MAHASAGAR TRAVELS LIMITED hereby appoint \_\_\_\_\_

of \_\_\_\_\_ in the district of \_\_\_\_\_

or failing him \_\_\_\_\_ of \_\_\_\_\_

in the district of \_\_\_\_\_ as my/our proxy to vote for me/us on

my/our behalf at the 18th ANNUAL GENERAL MEETING of the Company to be held on Friday, the 30<sup>th</sup> September, 2011 at 10:00 A.M. at the Registered Office of the Company at "Mahasagar House", Kalwa Chowk, Junagadh-362 001 and any adjournment thereof.

Signature \_\_\_\_\_

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2011.

Affix  
Revenue  
Stamp

**Note :** The proxy in order to be effective should be duly stamped, completed and signed and must be deposited at the registered office of the Company not less than 48 hours before the time for holding the aforesaid meeting. The Proxy need not be a member of the Company.

**BOOK-POST/ORDINARY**

To,

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**IF UNDELIVERED PLEASE RETURN TO:  
FROM:  
MAHASAGAR TRAVELS LIMITED  
MAHASAGAR HOUSE,  
JAYSHRI TALKIES ROAD,  
KALWA CHOWK, JUNAGADH-3620001**

વિદ્યુત્ત્રાણ સંસ્થા

**TRAVELS LIMITED**



**Year 2010-2011**

**REGD. OFFICE**

MAHASAGAR HOUSE  
JAYSHRI TALKIES ROAD, KALWA CHOWK,  
JUNAGADH - 362 001  
**PH.: 2650427, 2627611, 2622962, FAX : 2650427**

**MAHASAGAR TRAVELS LIMITED**

**BOARD OF DIRECTORS**

1. Shri Kartik R. Upadhyay  
Chairman
2. Shri Bhagchand G. Sukhwani  
Managing Director
3. Shri Prakashbhai K. Kakkad  
(Joint Managing Director)
4. Shri Ravi S. Karia  
Non Executive Director
5. Shri Amit G. Pande  
Ind. Non Exec. Director
6. Shri Sanjay P. Mehemdavadi  
Ind. Non Exec. Director

**AUDITORS**

**M/s. B. H. ADWANI & ASSOCIATES**  
Chartered Accountant  
Junagadh

**COMPANY LAW  
CONSULTANT**

**KISHOR DUDHATRA**  
PRACTISING COMPANY SECRETARY

**BANKERS**

1. V. M. C. Bank Ltd., Junagadh
2. V. M. C. Bank Ltd. Rajkot
3. S. B. I., Junagadh
4. Syndicate Bank, Ahmedabad
5. Junagadh Com. Co.-Op. Bank Ltd.
6. Bank of Baroda , Junagadh

**REGD. OFFICE**

**Mahasagar House,**  
Jayshri Talkies Road, Kalwa Chowk,  
Junagadh.

**REGISTRAR AND SHARE  
TRANSFER AGENT**

**LINK INTIME (INDIA )PVT LTD.**  
211, Sudarshan Complex,  
Mithakhali Six Road,  
Navarangpura,  
Ahmedabad -380009