

BALANCE SHEET AS AT 31 MARCH, 2018

CIN : U63000KA2007PLC043379

	Notes	31 March 2018 Rs	31 March 2017 Rs
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	1	9,413,000	9,413,000
Reserves and surplus	2	2,36,58,819	2,20,33,703
		3,30,71,819	3,14,46,703
Non-current liabilities			
Long-term provisions	3	42,38,649	31,30,635
		42,38,649	31,30,635
Current liabilities			
Trade payables	4	1,29,77,403	73,96,785
Other current liabilities	5	15,51,70,365	16,28,34,938
Short-term provisions	3	2,24,344	10,39,219
		16,83,72,112	17,12,70,942
	Total	20,56,82,580	20,58,48,280
ASSETS			
Non-current assets			
Property, Plant and Equipment	6		
Tangible		46,64,242	49,57,802
Intangible		36,53,459	8,37,886
Deferred tax assets (net)	7	28,85,475	25,49,089
Long-term loans and advances	8	76,02,436	76,89,897
Other non-current assets	9	2,04,173	1,43,195
		1,90,09,786	1,61,77,869
Current assets			
Current Investments	10	2,05,85,400	-
Trade receivables	11	2,50,03,775	42,30,261
Cash and bank balances	12	9,06,10,291	11,52,20,027
Short-term loans and advances	8	4,05,78,617	4,08,74,932
Other current assets	9	98,94,711	2,93,45,191
		18,66,72,794	18,96,70,411
	Total	20,56,82,580	20,58,48,280
Summary of significant accounting policies	18		
Contingent liabilities and commitments	21		

The accompanying notes (1 to 25) are an integral part of financial statements.

As per our report of even date annexed.

For and on behalf of Board of Directors

For B V C & Co.,
Chartered Accountants
Firm Reg No.: 008154S

A. K. Shanbhag
Managing Director
DIN: 01578289

CA. Chandrashekara Shetty
Partner
Membership No.: 216516
Bengaluru
05 July 2018

K. C. Madhukiran
Director
DIN: 01538029

V. G. Koushik
Director
DIN:01538054

Statement of Profit and Loss for the year ended 31 March, 2018

	Notes	31 March 2018 Rs	31 March 2017 Rs
Revenue			
Revenue from operations	13	1,18,27,35,559	1,12,45,08,445
Other income	14	60,12,416	49,81,317
Total revenue		1,18,87,47,975	1,12,94,89,762
Expenses			
Direct expenses	15	1,04,48,12,593	1,01,74,67,611
Employee benefits expense	16	6,87,85,674	5,50,91,511
Depreciation and amortization	6	44,11,386	27,32,706
Other expenses	17	6,41,26,602	4,87,77,758
Total Expenses		1,18,21,36,255	1,12,40,69,586
Profit before tax		66,11,720	54,20,176
Tax expenses			
Current tax		24,60,239	20,71,147
Income tax of Previous Year		30,436	-
Deferred tax (Asset) / Liability		(3,36,386)	(6,01,638)
		21,54,289	14,69,509
Profit for the period		44,57,431	39,50,667
Earnings per equity share:			
Equity Shares of par value Rs. 10 each			
- Basic	19	4.74	4.20
Summary of significant accounting policies	18		
The accompanying notes (1 to 25) are an integral part of financial statements.			
As per our report of even date annexed.			

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CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 MARCH, 2018

	31 March 2018	31 March 2017
	Rs	Rs
A. Cash flows from operating activities		
Profit before tax	66,11,720	54,20,176
Adjustments for		
Depreciation and amortisation	44,11,386	27,32,706
Provision for Gratuity	11,53,675	11,55,408
Provision for Bonus	10,44,054	7,46,412
Profit on sale of Investment	(85,400)	-
Interest income	(31,49,693)	(26,41,145)
Foreign Exchange (gain) / loss	1,05,838	343
Operating profit before working capital changes	1,00,91,580	74,13,900
(Increase)/Decrease in trade and other receivables	5,60,90,666	(6,08,47,148)
Increase/(Decrease) in trade and other payables	(56,11,184)	(1,86,81,546)
Cash generated from operations	6,05,71,062	(7,21,14,794)
Taxes paid	(8,68,036)	(12,07,180)
Net cash from operating activities	5,97,03,026	7,33,21,974
B. Cash flows from investing activities		
Investment in LIC Mutual Fund	(2,05,85,400)	-
Purchase of Property, Plant and Equipment	(69,33,400)	(14,51,667)
Profit on sale of Investment	85,400	-
Interest received	31,49,693	26,41,145
Net cash used in investing activities	(2,42,83,707)	11,89,478
C. Cash flows from financing activities		
Dividend paid (including tax on dividend)	(28,32,315)	(2,26,585)
Net cash generated used in financing activities	(28,32,315)	(2,26,585)
Net decrease in cash and cash equivalents	3,25,87,004	(7,23,59,081)
Foreign Exchange gain / (loss)	(1,05,838)	(343)
Add: Cash and cash equivalents at the beginning of the year	1,66,52,461	8,90,11,885
Cash and cash equivalents at the end of the year	4,91,33,627	1,66,52,461

Note:

This is the Cash Flow Statement referred to in our report of even date annexed.

Summary of significant accounting policies 18

The accompanying notes (1 to 25) are an integral part of financial statements.

As per our report of even date annexed.

For and on behalf of Board of Directors**For B V C & Co.,**

Chartered Accountants

Firm Reg No.: 008154S

A. K. Shanbhag

Managing Director

DIN: 01578289

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Partner

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K. C. Madhukiran

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V. G. Koushik

Director

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Bengaluru

05 July 2018

NOTES TO FINANCIAL STATEMENTS

1 Share capital

	31 March 2018	31 March 2017
	Rs.	Rs.
Authorized		
10,00,000 (March 31, 2017: 10,00,000) equity shares of Rs. 10 each	1,00,00,000	1,00,00,000
Issued		
9,41,300 (March 31, 2017: 9,41,300) equity shares of Rs. 10 each	94,13,000	94,13,000
Subscribed and fully Paid-up	94,13,000	94,13,000
9,41,300 (March 31, 2017: 9,41,300) equity shares of Rs. 10 each	94,13,000	94,13,000
	94,13,000	94,13,000

(a) Reconciliation of number of shares outstanding at beginning and at the end of the reporting period

	As at 31 March 2018		As at 31 March 2017	
	Number	Rs.	Number	Rs.
Shares at the beginning of the year	9,41,300	94,13,000	941,300	94,13,000
Issued during the year	-	-	-	-
Shares outstanding at the end of the year	9,41,300	94,13,000	9,41,300	94,13,000

(b) Rights, preferences and restrictions attached to equity shares:

The Company has one class of equity shares having a par value of Rs. 10 each. Each shareholder is entitled for one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of interim dividend.

During the year ended 31 March 2018 the Board of Directors has proposed a final dividend of Rs. 2.60/- per share (31 Mar 2017 Rs. 2.50/- per share) for distribution to equity share holders.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive residual assets of the Company, after meeting all liabilities of the Company, in proportion to the number of shares held by them.

(c) None of the shares are held by the holding/ultimate holding Company. Shares of the Company are held by individuals as detailed in (d) below:

(d) Details of shareholders

Share holders Name	As at 31 March 2018		As at 31 March 2017	
	Number	%	Number	%
Atmanand Krishna Shanbhag	241,900	25.70	241,900	25.70
Deepa Hathangadi Kamath	101,000	10.73	1,01,000	10.73
Sri Ranga H Kamath and Sujana Kamath	1,25,000	13.28	1,25,000	13.28
Sriram U Kini and Krupa H Kamath	80,000	8.50	80,000	8.50
Harish Krishna Shanbhag	60,050	6.38	60,050	6.38
H.B Chethan	50,000	5.31	50,000	5.31
Other Share Holders holding < 5% shareholding	2,83,350	30.10	2,83,350	30.10
Total	941,300	100	941,300	100

As per the register of shareholders and the above shareholding represents both legal and beneficial ownership.

2 Reserves and surplus

	31 March 2018	31 March 2017
	Rs.	Rs.
Securities Premium Reserve		
Balance at the beginning of the year	1,12,44,000	1,12,44,000
Add: Additions during the year (a)	-	-
Balance at the end of the year	1,12,44,000	1,12,44,000
General Reserve		
Balance at the beginning of the year	19,36,000	19,36,000
Add: Additions during the year	-	-
Balance at the end of the year	1,936,000	1,936,000
Surplus/(deficit) in the Statement of Profit and Loss		
Balance at the beginning of the year	88,53,703	49,03,036
Add: Profit/(Loss) for the year	44,57,431	39,50,667
Less: Appropriations		
Final Dividend Paid	23,53,250	-
Tax on distribution of final dividend	4,79,065	-
Transfer to General Reserve	-	-
Balance at the end of the year	1,04,78,819	88,53,703
Total	2,36,58,819	2,20,33,703

Notes :

a) The Board of Directors, in its meeting, has proposed a final dividend of Rs. 2.60 per share for the financial year ended March 31, 2018. The proposal is subject to the approval of shareholders at the Annual General Meeting. The total dividend for the year ended March 31, 2018 is Rs. 24,47,380/- and corporate dividend tax of Rs. 4,98,230/-

The Central Government, in consultation with National Advisory Committee on Accounting Standards, has amended the Companies (Accounting Standards) Rules, 2006 ('Principal Rules'), through a notification issued by the Ministry of Corporate Affairs dated March 30, 2016. The Companies (Accounting Standards) Rules, 2016 is effective March 30, 2016. According to the above mentioned amendment, the proposed dividend will not be recorded as a liability as on March 31, 2018.

3 Provisions

	31 March 2018		31 March 2017	
	Long-term	Short-term	Long-term	Short-term
	Rs.	Rs.	Rs.	Rs.
Provision for employee benefits				
Provision for gratuity (refer note 19)	42,38,649	2,14,444	31,30,635	1,68,783
Sub Total	42,38,649	2,14,444	31,30,635	1,68,783
Other Provisions				
Unclaimed dividend	-	9,900	-	2,400
Provision for Income Tax net of Advance tax and TDS	-	-	-	8,68,036
Sub Total	-	9,900	-	8,70,436
Total	42,38,649	2,24,344	31,30,635	10,39,219

4 Trade payables

	31 March 2018	31 March 2017
	Rs.	Rs.
Dues to micro enterprises and small enterprises.	-	-
Dues to creditors other than micro enterprises and small enterprises.	1,29,77,403	73,96,785
Total	1,29,77,403	73,96,785

Note: The Company has not received the required information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been made.

5. Other current liabilities

	31 March 2018	31 March 2017
	Rs.	Rs.
Advance received from customers	14,64,65,523	15,99,80,815

Audit fee payable	3,53,925	3,21,750
Statutory Dues:		
TDS payable	12,33,079	10,26,634
PT payable	22,800	21,200
ESI Payable	74,783	70,578
PF Payable	4,95,913	4,39,598
Goods & Service Tax payable	54,16,844	-
Service Tax Payable	-	1,84,081
Credit Card	19,574	-
Bonus Payable	10,44,054	7,46,412
Salary Payable	43,870	43,870
Total	15,51,70,365	16,28,34,938

7 Deferred tax assets (net)

	31 March 2018	31 March 2017
	Rs.	Rs.
Deferred tax asset arising on account of :		
Depreciation and amortization	15,09,469	12,98,928
Provision for employee benefits	13,76,006	12,50,161
Total	28,85,475	25,49,089

8 Loans and advances

	31 March 2018		31 March 2017	
	Long-term Rs.	Short-term Rs.	Long-term Rs.	Short-term Rs.
Security deposits				
Unsecured, considered good	76,02,436	-	70,95,040	-
Sub Total	76,02,436	-	70,95,040	-
Other loans and advances				
Unsecured, considered good:				
Loan to Employees	-	75,000	5,94,857	3,88,500
Tender Deposit	-	75,000	-	-
Earnest Money Deposit with Airlines	-	1,47,06,167	-	2,50,31,301
Advance to service providers	-	2,45,12,597	-	1,42,52,778
Court Deposits	-	12,09,853	-	12,02,353
Sub Total	-	4,05,78,617	5,94,857	4,08,74,932
Total	76,02,436	4,05,78,617	76,89,897	4,08,74,932

NOTES TO FINANCIAL STATEMENTS

Notes No. 6

Property, Plant and Equipment

Following are the changes in the carrying value of Property, Plant and Equipment for the year ended March 31, 2018

Particulars	Tangible Assets (Amounts in Rs.)						Intangible Assets (Amounts in Rs.)	
	Office equipment	Computer & Accessories	Furniture and fixtures	Motor Vehicle	Total	Computer Software	Total	
Gross Block								
Balance as at 31st March, 2016	29,99,992	37,59,573	85,75,288	44,90,606	1,98,25,459	22,21,809	22,21,809	
Additions	1,80,490	9,60,682	2,48,996	-	13,90,168	61,500	61,500	
Disposals	-	-	-	-	-	-	-	
Balance as at 31st March, 2017	31,80,482	47,20,255	88,24,284	44,90,606	2,12,15,627	22,83,309	22,83,309	
Additions	3,81,776	6,32,165	8,94,764	-	19,08,705	50,24,695	50,24,695	
Disposals	-	-	-	-	-	-	-	
Balance as at 31st March, 2018	35,62,258	53,52,420	97,19,048	44,90,606	2,31,24,332	73,08,004	73,08,004	
Accumulated Depreciation / amortization								
Balance as at 31st March, 2016	23,00,807	31,39,680	50,78,554	36,68,611	1,41,87,651	7,82,890	7,82,890	
Additions	3,27,384	4,84,508	9,77,443	2,80,838	20,70,174	6,62,533	6,62,533	
Disposals	-	-	-	-	-	-	-	
Balance as at 31st March, 2017	26,28,191	36,24,188	60,55,996	39,49,449	1,62,57,825	14,45,423	14,45,423	
Additions	2,90,691	8,83,202	8,43,487	1,84,884	22,02,264	22,09,122	22,09,122	
Disposals	-	-	-	-	-	-	-	
Balance as at 31st March, 2018	29,18,882	45,07,390	88,99,484	41,34,334	1,84,60,089	36,54,545	36,54,545	
Net Block								
Balance as at 31st March, 2017	5,52,291	10,96,067	27,68,288	5,41,157	49,57,802	8,37,886	8,37,886	
Balance as at 31st March, 2018	6,43,376	8,45,030	28,19,564	3,56,272	46,64,242	36,53,459	36,53,459	

9 Other assets

	31 March 2018		31 March 2017	
	Long-term Rs.	Short-term Rs.	Non-current Rs.	Current Rs.
Balance with Statutory Authorities	2,04,173	-	143,195	-
GST Input	-	77,002	-	-
Commission receivable	-	-	-	1,28,212
Pre-paid Expenses	-	98,17,709	-	2,92,16,979
Total	2,04,173	98,94,711	143,195	2,93,45,191

10 Current Investments

	31 March 2018	31 March 2017
	Rs.	Rs.
Investment in LIC Mutual Fund (Unquoted at cost or market value whichever is lower)	2,05,85,400	-
Total	2,05,85,400	-

11 Trade receivables

	31 March 2018	31 March 2017
	Rs.	Rs.
Outstanding for a period exceeding six months from the due date for payment	-	-
Secured Considered good		
Unsecured, considered good		
Other Receivables		
Secured Considered good		
Unsecured, considered good	2,50,03,775	42,30,261
Total	2,50,03,775	42,30,261

12 Cash and bank balances

	31 March 2018	31 March 2017
	Rs.	Rs.
Cash and Cash Equivalents		
Balances with Banks		
in Current Accounts	4,86,59,920	1,61,56,451
Cash in hand	4,73,707	4,96,010
Sub Total	4,91,33,627	1,66,52,461

Other bank balances:

Fixed Deposits with original maturity of more than 3 months to 12 months	3,83,36,394	9,01,97,286
Fixed Deposits to the extent held against bank guarantee	31,40,270	83,70,280
Sub Total	4,14,76,664	9,85,67,566
Total	9,06,10,291	11,52,20,027

Note: The deposits maintained by the Company with banks are time deposits, which can be withdrawn by the Company at any point without prior notice or penalty on the principal except for the fixed deposits to the extent held against bank guarantee.

Notes to financial statements

13 Revenue from operations

	31 March 2018 Rs.	31 March 2017 Rs.
Turnover		
International tour and ticketing	1,11,38,95,640	1,03,39,91,564
Domestic tour and ticketing	5,83,60,735	7,83,00,942
Ticketing Commission	68,78,755	78,08,634
Visa Services	23,05,428	27,88,602
Sale of International Sim cards	12,95,001	16,18,703
Total	1,18,27,35,559	1,12,45,08,445

14 Other income

	31 March 2018 Rs.	31 March 2017 Rs.
Commission on Insurance	18,83,899	16,41,800
Interest Income	31,49,693	26,41,145
Franchisee Income	6,75,000	4,65,000
Miscellaneous Income	28,736	2,33,372
Bad Debts Recovered	83,850	-
Gain on foreign exchange rate fluctuation	1,05,838	-
Profit on sale of Investments	85,400	-
Total	60,12,416	49,81,317

15 Direct expenses

	31 March 2018	31 March 2017
	Rs.	Rs.
International tour and ticketing	98,97,77,323	94,52,69,711
Domestic tour and ticketing	5,41,39,143	7,06,34,819
Purchase of International Sim cards	8,96,126	15,63,081
Total	1,04,48,12,593	1,01,74,67,611

16 Employee benefits expense

	31 March 2018	31 March 2017
	Rs.	Rs.
Managerial Remuneration	1,19,19,890	1,08,44,336
Staff salary & wages	3,83,56,873	3,06,79,428
PF employer contribution	29,47,752	24,87,799
ESI employer contribution	5,85,929	2,84,120
Incentives	93,02,975	75,39,947
Staff welfare	27,66,526	8,44,813
Gratuity	11,53,675	11,55,408
Bonus	10,44,054	7,46,412
Mediclaime Insurance expenses	7,08,000	5,09,248
Total	6,87,85,674	5,50,91,511

17 Other expenses

	31 March 2018	31 March 2017
	Rs.	Rs.
Advertisement & Publicity	2,21,08,764	1,40,00,986
Audit Fee	3,93,250	3,57,500
Bank Charges	25,77,272	19,39,054
Commission	43,34,926	34,99,260
Computer Repairs and Maintenance	2,26,282	55,106
Compensation to customers	-	13,00,000
Electricity Charges	6,99,595	6,07,250
Loss on foreign exchange rate fluctuation	-	343
Franchise Inception Expenses	8,32,998	3,39,162
Interest on Statutory Dues	1,13,300	88,076
Rates & Taxes	41,349	72,260
Goods and Service Tax	56,60,788	-

Legal Charges	8,000	4,18,520
Office Expenses	10,87,842	7,44,269
Miscellaneous Expenses	242,827	30,878
Postage & Courier	2,159,819	2,143,623
Printing & Stationery	1,185,588	1,096,555
Professional Charges	328,676	272,840
Registration & Renewal Expenses	3,89,467	3,28,162
Rent	86,83,414	73,44,324
Repairs and Maintenance	3,30,668	6,66,016
Bad Debts	19,452	-
Sales Promotion	54,62,744	66,53,050
Software Server Charges	3,92,652	92,267
Service tax	6,91,789	20,85,850
Telephone expenses	19,11,920	20,58,926
Travelling & Conveyance Expenses	19,90,626	18,83,083
Vehicle Insurance	34,601	40,546
Water Charges	1,46,456	1,11,838
Website development and Maintenance Charges	2,31,500	1,75,000
Total	6,41,26,602	4,87,77,758

18 Summary of significant accounting policies

1 Corporate information

Chariot World Tours Limited (“the Company”) is a closely held public limited company registered under the provisions of the Companies Act, 1956. Head quartered in Bangalore, the Company was incorporated on the 17th day of July 2007. The Company is in the business of providing professional travel services to fulfil the demand of the rapidly growing overseas as well domestic leisure travel. The Company offers frequent fixed departure group tours to various destinations across the world including the US, Europe, Australia, New Zealand, China, Scandinavia, Russia, etc., and top Indian holiday destinations across the country.

2 Basis of preparation of financial statements

a. Basis of preparation

The financial statements are in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014. The accounting policies have been consistently applied by the Company. The financial statements are prepared and presented in Indian rupees and rounded off to the nearest rupee.

b. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the

reported amounts of assets and liabilities and disclosure of liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from those estimates. Significant estimates used by management in the preparation of these financial statements include the estimates of the economic useful lives of the tangible and intangible assets, provision for employee benefits, provision for doubtful debts.

3 Significant Accounting Policies

a. Revenue recognition

The Revenue is recognised to the extent that it can be reliably measured and is probable that the economic benefits will flow to the Company & revenue can be reliably measured. All revenues are accounted when there is reasonable certainty of its ultimate collection. Turnover comprises of commissions earned on travel management, service agency charges including margins in respect of tour and tour related services, commissions and Franchisees sign up fees.

b. Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation/amortisation and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use.

c. Depreciation/ amortisation

Depreciation/ amortisation on Property, Plant and Equipment, is provided under written down value method, based on the useful life of the asset as specified under part C in Schedule II to the Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged. Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.

The Management estimates the useful lives for the Property, Plant and Equipment as follows:

Asset category	Estimated Useful Lives (Years)
Furniture and fixtures	10
Computers	3
Computer Software	5
Office equipments	5
Vehicles	8

d. Effects of changes in foreign exchange rates

The Company recognises the gain or loss due to foreign exchange rate fluctuations as per Accounting Standard 11 “Effects of changes in foreign exchange rates”.

e. Investments

Non Current investments are carried individually at cost less provision for diminution other than temporary, in the value of such investments. Current investments are carried at lower of cost and fair value.

f. Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of Profit and Loss.

If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

g. Employee benefits**- Provident fund**

The Company contributes to the statutory provident fund of the Regional Provident Fund Commissioner, in accordance with the Employees' Provident Funds and Miscellaneous Provisions Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which services are rendered by the employee.

- Gratuity

Gratuity is a post employment benefit and is a defined benefit plan. The liability recognised in the balance sheet represents the present value of the defined benefit obligation at the balance sheet date less the fair value of plan assets (if any). Independent actuaries using the projected unit credit method calculate the defined benefit obligation annually.

Actuarial gains or losses arising from experience adjustments and changes in actuarial assumptions are credited or charged to the Profit and Loss Account in the year in which such gains or losses arises.

The company's gratuity obligation is entirely unfunded. The principal assumptions used in determining the gratuity obligations are as follows:-

Note:

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The Company's gratuity is entirely unfunded.

h. Income taxes

Tax expense comprises current and deferred tax. The current charge for income taxes is calculated in accordance with the relevant tax regulations. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.

Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realised against future taxable profits.

Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

i. Segment reporting

The Company is mainly engaged in Tours and Travels activity. All other activities of the company revolve around this main business. As such, there are no separate reportable segments as per the Accounting Standard 17 (Segment Reporting) notified by Companies (Accounting Standard) Rules, 2006.

j. Provisions and contingent liabilities

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

k. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transaction of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

l. Leases

Leases in which a substantial portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership, to the lessee.

Notes to financial statements

19 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

The computation of earnings per share is as follows:

	31 March 2018	31 March 2017
	Rs.	Rs.
Weighted average number of shares outstanding during the year	941,300	941,300
Net profit after tax attributable to equity shareholders	44,57,431	39,50,667
Earnings per share:		
- Basic	4.74	4.20
Nominal value per share	10	10

20 Provision for gratuity

Reconciliation of the projected benefit obligations

Particulars	31 March 2018	31 March 2017
	Rs.	Rs.
Change in projected benefit obligations		
Obligations at beginning of the year	32,99,418	24,25,876
Service cost	9,73,570	9,28,534
Interest cost	2,42,177	1,84,693
Benefits settled	-	(2,34,434)
Actuarial loss / (gain)	(62,072)	(5,251)
Obligations at year end	44,53,093	32,99,418
Obligations at end of the period - Current	2,14,444	1,66,783
Obligations at end of the period - Non-Current	42,38,649	31,32,635
Liability recognized in the balance sheet	44,53,093	32,99,418
Cost for the year		
Service cost	7,42,296	9,28,534
Interest cost	2,42,177	1,84,693
Past Service Cost - Plan Amendment	2,31,274	-
Expected return on plan assets	-	-
Actuarial loss	(62,072)	(5,251)
Net cost	11,53,675	11,07,976

Assumptions

	As at 31st March, 2018	As at 31st March, 2017
Interest rate:	7.59%	7.34%
Discount rate:	7.59%	7.34%
Expected rate of return on plan assets:	0.00%	0.00%
Expected rate of salary increase:	6.00%	6.00%
Attrition rate:	5.00%	5.00%
Retirement age:	58 years	58 years

21. Contingent liabilities and commitments

31 March 2018	31 March 2017
Rs.	Rs.

1. Claims against the Company not acknowledged as debts:

I. Disputed statutory dues:

Service Tax Liability Notice:

a. April 2010 - March 2011	50,04,332	50,04,332
	50,04,332	50,04,332

III. Dispute pending in High Court of Karnataka:

a. Royal Arabian Tours LLC (a)	8,89,393	8,89,393
	8,89,393	8,89,393

IV. Dispute pending in Consumer Forum:

Total

6,66,000	6,66,000
65,59,725	65,59,725

Note - (a) The claim amount is reinstated as on 31st March, 2018, in compliance with relevant accounting standard and includes interest thereon.

2. Guarantee

Bank Guarantee	23,22,065	84,07,065
Total	23,22,065	84,07,065

22 Related party disclosures

i. Key management personnel

Name of the Party	Nature of Relationship
A. K. Shanbhag	Managing Director
K. C. Madhukiran	Whole time Director
V. G. Koushik	Whole time Director
Cajetan Xavier	Whole time Director
Nicholas Rajarathinam Karthick	Whole time Director
Sachin Rajeev Shetty	Whole time Director

- a. Mr. Cajetan Xavier (DIN : 02617366) has been disqualified as a whole Time Director U/S 164(2) of Companies Act, 2013 as on 31st March, 2018, hence he has vacated his position as a whole time Director on 1st April, 2018.

ii. Transactions with related parties during the year.

Nature of transactions	Nature of relationship	31 March 2018	31 March 2017
		Rs.	Rs.
a) Directors' remuneration			
A. K. Shanbhag	Managing Director	27,00,000	27,00,000
K. C. Madhukiran	Whole time Director	26,96,250	27,00,000
V. G. Koushik	Whole time Director	27,00,000	27,00,000
Cajetan Xavier	Whole time Director	16,44,000	13,56,669
Nicholas Rajarathinam Karthick	Whole time Director	10,71,957	8,16,667
Sachin Rajeev Shetty	Whole time Director	10,92,683	5,71,000

Note: The managerial remuneration stated above excludes gratuity and compensated absences costs for which separate actuarial valuation is not available.

b) Loan Recovered

Cajetan Xavier	Whole time Director	-	1,14,806
Nicholas Rajarathinam Karthick	Whole time Director	-	1,94,067
Sachin Rajeev Shetty	Whole time Director	150,000	1,50,000

iii. Balance at the end of the year

Nature of transactions	Nature of relationship	31 March 2018	31 March 2017
		Rs.	Rs.
Loan advanced to directors in the capacity of Employee			
Sachin Rajeev Shetty	Whole time Director	75,000	2,25,000

23 Details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the Table below:-

Particulars	Specified Bank Notes	Other Denomination Notes	Total
	Rs.	Rs.	Rs.
Closing cash in hand as on 08.11.2016	26,000	27,346	53,346
(+) Permitted receipts	-	95,41,211	95,41,211
(-) Permitted payments	-	27,221	27,221
(-) Amount deposited in Banks	26,000	94,84,417	95,10,417
Closing cash in hand as on 30.12.2016	-	56,919	56,919

24. Supplementary statutory information**a) Auditors' remuneration**

	31 March 2018	31 March 2017
	Rs.	Rs.
i) As Auditor:		
- Statutory audit fee	3,02,500	2,75,000
- Tax audit fee	90,750	82,500
Total*	3,93,250	3,57,500

* The above stated amounts are exclusive of Goods and Service tax / Service Tax.

b) Particulars relating to foreign exchange

	31 March 2018	31 March 2017
	Rs.	Rs.
i) Earnings in foreign exchange	Nil	Nil
ii) Expenditure in foreign exchange		
International Ground Handling Charges	39,16,08,414	41,99,99,411

25. Prior year comparatives

Prior year amounts have been regrouped / reclassified wherever necessary to conform to the current year's presentation.

As per our report of even date annexed. **For and on behalf of Board of Directors**

For B V C & Co.,
Chartered Accountants
Firm Reg No.: 008154S

A. K. Shanbhag
Managing Director
DIN: 01578289

CA. Chandrashekara Shetty
Partner
Membership No.: 216516

K. C. Madhukiran
Director
DIN: 01538029

V. G. Koushik
Director
DIN:01538054

Bengaluru
05 July 2018

CHARIOT WORLD TOURS LIMITEDCIN: U63000KA2007PLC043379; E-Mail Id: atmanand@chariotworldtours.com;Regd Off: G R Arcade, No 223, II Floor, Opp. New Shanthi Sagar, 14th Cross Sampige Road,
Malleshwaram, Bangalore-560 003Phone: 080-23184141; Website: www.chariotworldtours.com;**ATTENDANCE SLIP**

Members or their proxies are requested to present this form for the admission, duly signed in accordance with their specimen signatures registered with the Company.

Name of the Shareholder/Proxy	
Registered folio Number	
Number of shares held	

I/we hereby record my/our presence at the 11th Annual General Meeting of the members of the Company being held on 10th Day of August 2018, at 17.00 hours at Hotel Le-Meridien, No.28, Sankey Road, P.B.No. 174, Bengaluru 560052

Please (✓) in the box

Member Proxy

Signature of Shareholder/Proxy

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN : U63000KA2007PLC043379

Name of the company : **CHARIOT WORLD TOURS LIMITED**

Registered Office : G.R.Arcade, No.223, II Floor, 14th Cross, Sampige Road, Malleshwaram, Bangalore - 560 003

Name of the Member (s)	
Registered address	
E-mail ID	
Folio No.	

I/We, being the member (s) of shares of above named Company, hereby appoint

1.	Name : Address : E-mail Id : Signature :....., or failing him
2.	Name : Address : E-mail Id : Signature :....., or failing him
3.	Name : Address : E-mail Id : Signature :....., or failing him

as my/our proxy to attend and vote (on a poll)for me / us and on my/our behalf at the 11th Annual general meeting of the company, to be held on the 10th Day of August 2018 at 17.00 hrs at Hotel Le-Meridien, No.28, Sankey Road, P.B.No. 174, Bengaluru 560052 and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No.	Resolution	Votes	
		For	Against
Ordinary Business	Ordinary Resolution		
01	Adoption of Financial Statements including Auditor's Report and Board's Report		
02	Declaration of Final Dividend		
03	Re-appointment of Mr. Varaghur Ganeshan Koushik on retire by rotation.		
04	Re-appointment of Mr. Sachin Rajeev Shetty on retire by rotation.		
05	Ratification of appointment of Statutory Auditors		
Special Business:	Special Resolutions :		
06	Approval of remuneration and performance bonus to Mr. Atmanand Krishna Shanbhag		
07	Approval of remuneration and performance bonus to Mr. Madhukiran Krishnarajpet Chandrashekar		
08	Approval of remuneration and performance bonus to Mr. Varaghur Ganeshan Koushik		
09	Approval of remuneration and performance bonus to Mr. Nicholas Rajarathinam Karthick		
10	Approval of remuneration and performance bonus to Mr. Sachin Rajeev Shetty		

Signed this.....day of20.....

Signature of Shareholder

Signature of Proxy Holder(s)

Affix Revenue Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

INSTRUCTIONS FOR FILLING, STAMPING, SIGNING AND / OR DEPOSITING THE PROXY FORM

If any shareholder is unable to attend the meeting and would like to appoint a proxy to attend and vote on his/her behalf then he/she can appoint a proxy using the proxy form (MGT 11) attached to this Notice.

Following are the instruction for filling the proxy form :

1. Fill in your Name, Address, e-mail id and Address in the space provided;
2. Fill in the number of shares held by you in the space provided;
3. You can appoint more than one proxies, provision for appointing upto 3 proxies is made in the form attached with this notice;
4. Fill in the Name, Address, e-mail id of the proxy;
5. A specimen signature of the person appointed as proxy needs to be appended in the space provided;
6. The instrument of Proxy shall be signed by the Shareholder or if the appointer is a body corporate, be under its seal or be signed by an officer or an attorney duly authorised by it and proxy holder(s)
7. An instrument of Proxy duly filled, stamped and signed, is valid only for the Meeting to which it relates including any adjournment thereof;
8. An instrument of Proxy is valid only if it is properly stamped by affixing 1 Rupee (One Rupee) Revenue Stamp as per the Indian Stamp Act, 1899. Unstamped or inadequately stamped Proxies or Proxies upon which the stamps have not been cancelled should be considered as invalid.
9. The Proxy-holder shall prove his identity at the time of attending the Meeting.
10. Proxies shall be deposited with the company either in person or through post not later than forty-eight hours before the commencement of the Meeting in relation to which they are deposited and a Proxy shall be accepted even on a holiday if the last date by which it could be accepted is a holiday.

PROMINENT LAND MARK OF THE VENUE :

Palace Road

ROUTE MAP TO OF THE VENUE OF 11th ANNUAL GENERAL MEETING:

