



AJWA FUN WORLD & RESORT LIMITED

5<sup>th</sup>

**ANNUAL REPORT  
1996-97**

### BOARD OF DIRECTORS

Rajesh C. Jain	Chairman & Managing Director
Naginbhai Kothari	Director
Devendra U. Jain	Director
Bhavini K. Patel	Director
Vijaybala R. Jain	Director
Kamlesh K. Jain	Director
Gopalkrishna S. Verma	Director

## Fifth Annual Report For the year 1996 - 97

### AUDITORS

M/s. R. C. Deopura & Co.  
Chartered Accountants,  
408, Ushakiran Building,  
Raopura, Baroda - 390 001.

### BANKERS

Bank of Baroda  
Kothi Branch,  
Baroda.

### REGISTERED OFFICE

3rd Floor, Regent Tower,  
Race Course Circle,  
Baroda - 390 007.  
Phone No. : 0265 324211, 324811  
Fax No. : 0265 338363  
Gujarat.

### PARK

Ajwa-Nimeta Road,  
P.O. Ajwa Compound-391 510,  
Ta. Waghodia,  
Dist. Baroda (Gujarat)

# AJWA FUN WORLD & RESORT LIMITED

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## NOTICE

NOTICE is hereby given that the Fifth Annual General Meeting of the Members of **AJWA FUN WORLD & RESORT LIMITED** will be held on Thursday, the 25th September, 1997, at 10.00 A.M., at the Registered office, at 3rd Floor, Regent Tower, Race Course Circle, Baroda- 390 007 to transact the following business.

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet and Profit and Loss Account for the year ended 31st March, 1997 and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Gopalkrishna S. Verma who retires by rotation and being eligible offers himself for re-appointment.
3. To appoint a Director in place of Shri Devendra U. Jain, who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint Auditors and fix their remuneration.

### SPECIAL BUSINESS

5. To consider and, if thought fit, to pass, with or without modification(s) the following Resolution as an ORDINARY RESOLUTION.

RESOLVED THAT Shri Kamlesh K Jain, who was appointed as Additional Director of the Company with effect from 17 February, 1997 and who holds office upto the date of this Annual General Meeting in terms of Section 260 of the Companies Act, 1956 and in respect of whom the Company has received a notice u/s 257 of the Companies Act, 1956 be and is hereby appointed as a Director of the Company.

6. To consider and, if thought fit, to pass, with or without modification(s) the following Resolution as a SPECIAL RESOLUTION.

RESOLVED THAT pursuant to the provisions of Section 146 of the Companies act 1956, the

Registered Office of the Company be and is hereby shifted from 3rd floor, Regent Tower, Race Course Circle, Baroda to Ajwa -Nimeta Road, P.O. Ajwa Compound - 391 510, Ta.Waghodia, Dist. Baroda,Gujarat.

7. To consider and, if thought fit, to pass, with or without modification(s) the following Resolution as a SPECIAL RESOLUTION.

RESOLVED THAT pursuant to the provisions of Section 31 of the Companies Act, 1956 (including any statutory modification or re-enactment thereof for the time being in force), the Articles of Association of the Company be and are hereby altered in the manner as followings:

- (a) By addition of new Article 11(c) after Article 11(b) as under.

### ISSUE OF SHARES WITH NON-VOTING RIGHTS

Subject to the provisions of the Companies Act, 1956 and all other applicable provisions of the law, as may be in force from time to time, the Company may issue shares, either equity or any other kind, with non-voting rights and the resolutions authorising such issue shall prescribe the terms and conditions of the issue.

- (b) By addition of new Article 11(d) after Article 11(c) as under.

### BUY BACK OF SHARES

Notwithstanding anything contained in the preceding Articles but subject to the provisions of the Act and all other applicable provisions of law, as may be in force at any time and from time to time, the Company may acquire, purchase, hold, resell any of its own fully/partly paid or redeemable shares and may make payment out of funds at its disposal for and in respect of such acquisition / purchase on such terms and conditions and at such times as the Board may in its discretion decide and deem fit.



8. To consider and, if thought fit, to pass, with or without modification(s), the following resolution as a SPECIAL RESOLUTION.

RESOLVED THAT subject to all applicable provisions of the Companies Act, 1956 (including any statutory modification or re-enactment thereof for the time being in force and as may be enacted from time to time) (hereinafter referred to as the said Act) and subject to such other approvals, permissions and sanctions, as may be necessary and subject to such conditions and modifications as may be agreed to or accepted by the Board of Directors of the Company (hereinafter referred to as the Board), the consent of the Company be and is hereby accorded to the Board to acquire/ purchase any of its own fully paid shares on such terms and conditions and upto such limits as may be prescribed by law from time to time, subject to such acquisitions/ purchase of such fully paid Equity Shares of the Company not being construed to reduction of Equity Share Capital of the Company within the purview of Sections 100 to 104 of the said Act and thereby attracting the provisions of Section 77 and /or sections 402 of the said Act, or any statutory modification thereof, and that the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary or proper to implement this resolution.

**By order of the Board,  
For Ajwa Fun World & Resort Ltd.**

**( Rajesh C. Jain )**

**Chairman & Managing Director**

**Baroda, the 28th June, 1997**

**Regd. Office : 3rd Floor, Regent Tower, Race Course Circle, Baroda - 390 007.**

**NOTES :**

1. A Member entitled to attend and vote at the meeting, is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting.

2. The Register of Members and the Share Transfer Books of the Company will remain closed from 22nd September 1997 to 25th September, 1997 (both days inclusive).
3. The explanatory statement relating to Special business mentioned in the notice as required by Section 173 (2) is annexed to the Notice
4. Shareholders desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready.
5. Members are requested to notify any change in their addresses directly to the registered office of the Company situated at 3rd floor, Regent Tower, Race Course Circle, Baroda 390 007.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956**

**Item No. 5.**

The Board of the Directors have co-opted Shri Kamlesh K Jain as an additional Director on 17th February, 1997. As per Section 260 of the Companies Act, 1956 the above additional Director holds office upto the date of this Annual General Meeting and he is eligible for appointment as Director. The Company has also received Notice from a Shareholder pursuant to Section 257 of the Companies Act, 1956 proposing the candidature of Shri Kamlesh K Jain for the office of Directorship.

Except Shri Kamlesh K Jain no director is interested in the above said resolution.

**Item No. 6.**

The Registered office of the Company is presently situated at 3rd floor, Regent Tower, Race Course Circle, Baroda-390 007. The members are aware that the Ajwa fun World & Ajwa Water Park are situated at Ajwa -Nimeta Road, P.O. Ajwa Compound-391 510, Ta. Waghodia, Dist. Baroda, Gujarat.



In view of the above, the Directors consider it more convenient and economical to operate from Park site. In view of some administrative convenience also the Registered office is proposed to be shifted as such. Hence, the proposal to shift the Registered office from 3rd floor, Regent Tower, Race Course Circle, Baroda-390 007 to Ajwa-Nimeta Road, P.O. Ajwa Compound - 391 510, Ta.Waghodia, Dist. Baroda, Gujarat., is recommended for members' approval.

None of the Directors of the Company has any interest or concern in this resolution.

**Item No. 7:**

In anticipation of amendment to the Companies Act, 1956 or the enactment thereof, it is proposed to add new Articles 11(c) and 11(d) in Articles of Association of the Company respectively as set out at item No. 7 of the Notice, to enable the Company to issue shares with non-voting rights and to purchase any of its own shares respectively. This is in anticipation of the law being altered to permit issue of shares with non-voting rights as also to purchase by a Company of its own shares. Issue of its own shares with non-voting rights may benefit shareholders in the form of higher monetary return by way of dividend.

As per the provisions of the section 31 of the Companies Act, 1956, a Company may by special resolution alter its Articles of Association. Accordingly, the Directors recommend the resolution for approval of the Shareholders.

A copy of the Articles of Association of the Company showing the proposed alteration is available for inspection by Members at the Registered Office of the Company between 11.00 a.m and 1.00 p.m. on all working days except Sundays and Public Holidays upto the date of the Annual General Meeting.

None of the Directors is concerned or interested in this resolution.

The Directors recommend the Resolution for your approval.

**Item No. 8.**

Members are aware that Section 77 of the Companies Act, 1956 presently restricts the purchase of its own shares by a Company unless the same is done with a view to reduce its capital pursuant to the provisions of Sections 100 to 104 and Section 402 of the Companies Act, 1956.

In the rapidly competitive economic scenario which is emerging, the Companies need to have maximum flexibility for reducing cost of capital, including share capital. Empowerment to buy back its own shares would give the Company flexibility. This would also give an opportunity to the shareholders to offer the shares to the Company for purchase/ buy back.

There are indications that the law will be amended to provide for the buying of its own shares by the Companies. Hence, the Directors feel it would be desirable to have an enabling power from the shareholders for the purpose.

The acquisition/purchase of Shares of the Company, as proposed in the resolutions at this item of the Notice and the consequent amendments to the Articles of Association, as proposed in the resolution at item No 7 of the Notice, and not to be construed as reduction of capital which is subject to the controls as stipulated in Sections 100 to 104 and Section 402 of the Companies Act, 1956 for the time being in force.

None of the Directors is concerned or interested in this resolution.

The Directors recommend the Resolution for your approval.

By order of the Board,  
**For Ajwa Fun World & Resort Ltd.**

( **Rajesh C. Jain** )  
**Chairman & Managing Director**

**Baroda, 28th June, 1997**

**Regd. Office :** 3rd-Floor, Regent Tower, Race Course Circle, Baroda - 390 007.



## DIRECTORS' REPORT TO THE MEMBERS

Your Directors have pleasure in presenting their Fifth Annual Report together with the Audited Accounts for the year ended 31st March, 1997.

### Financial Results (Rupees in Lacs)

	1996-97	Projected for 1996-97	1995-96
Total Income	199.78	434.24	313.26
Profit before			
Depreciation & Tax	26.26	184.73	136.34
Less: Depreciation	54.53	41.50	102.19
Profit/(Loss)Before Tax	(28.27)	184.73	34.15
Net Profit/(Loss)After Tax	(28.27)	128.69	34.15

## OPERATIONS

During the year under review, your Company has shown Rs. 197.27 Lacs as its net sales/income from operation and other income to Rs.2.51 lacs. The projected profit of the Company was affected considerably due to non-completion of the resort project due to technical problems, higher interest and depreciation cost. These factors affected the projected performance adversely. The Directors of your Company are hopeful to achieve positive performance in the years to come, as the Company has completed Water park nearby the site of the existing amusement park of the company, which has started contributing the profits of the Company. Your Directors are pleased to inform you that the Water park has now started yielding results by attracting the large number of visitors.

During the year under review, your Company undertook an extensive marketing efforts. Your Company has also opened a marketing office at Mumbai, which will help the Company to attract more and more visitors, who frequently visits Baroda, from the western part of the Country.

## EXPANSION

During the year under review the company completed

water park project nearby the site of the existing Amusement park of the Company. The combination of land and water park has started contributing the profits of the Company and the trend is expected to increase tremendously in the future. The Company has chalked out plans to start the Resort project activities in the near future.

## SHARE ISSUE

During the year under review, Company has allotted, on preferential basis, 13,90,000 Equity Shares of Rs. 10/- each at a premium of Rs. 8/- each. Consequent to this, the Equity Share Capital of the Company increased by Rs. 139.00 Lacs; and share premium account by Rs. 111.20 Lacs. These Shares are subject to a Lock-in Period of five years from the date of allotment.

## FIXED DEPOSIT

During the year, Company has initiated a Fixed Deposit scheme and has collected deposits of Rs. 43,000. There are no outstanding and unclaimed deposits as on date.

## DIRECTORS

Shri Gopalkrishna S. Verma and Shri Devendra U. Jain, Directors of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment.

Shri Kamlesh K. Jain was co-opted as an Additinal Director w.e.f 17th February, 1997 and accordingly hold office till the date of the ensuing Annual General Meeting.

Shri Dhanraj R. Jain resigned as a Director w.e.f. 1st April, 1996. The Board has placed on record its sincere appreciation of the services rendered by him during his tenure of office.

Shri Manish M. Jain resigned as a Director w.e.f. 1st April, 1996. The Board has placed on record its sincere appreciation of the services rendered by him during his tenure of office.

Shri Nilesh K. Jain resigned as a Director w.e.f. 17th February, 1997. The Board has placed on record its sincere appreciation of the services rendered by him during his tenure of office.

**AUDITORS**

M/s.R.C.Deopura & Co., Chartered Accountants, Baroda, retire as an Auditors of the Company at the ensuing Annual General Meeting and are eligible for re-appointment.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUT GO**

As required by the Companies ( Disclosure of Particulars in the report of Board of Directors ) Rules, 1988, the relevant data pertaining to Conservation of Energy, Technology absorption & Foreign exchange earnings and outgo are furnished in the Annexure forming part of this report.

**AUDITORS REPORT**

Auditors observations are self explanatory and/or suitably explained in the notes on Accounts.

**PARTICULARS OF EMPLOYEES**

There was no employee during the year under review whose particulars are required to be given pursuant to Section 217 (2A) of the Companies Act, 1956.

**ACKNOWLEDGEMENT**

Your Directors places on record their sincere appreciation of the co-operation and assistance extended by the bankers of the Company. They also places on record their appreciation of the devoted services rendered by the Whole Time Directors, Executives, Staff Members and Workers of the Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

**RAJESH C. JAIN**  
CHAIRMAN & MANAGING DIRECTOR

Baroda, 28th June, 1997

**ANNEXURE TO DIRECTORS REPORT**

INFORMATION UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956 READ WITH THE COMPANIES (DISCLOSURE OF PARTICULARS IN REPORT OF BOARD OF DIRECTORS), RULES, 1988, AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED 31ST MARCH, 1997.

**I. CONSERVATION OF ENERGY****FORM "A"**

Your Company falls out of the purview of the list of Industries which are required to furnish the necessary information in Form A.

**II. Disclosure of Particulars with respect to Technology Absorption, Adaptation and Innovation ( To the extent applicable )****FORM "B"**

	current year	previous year
1) Research & Development ( R & D )	NIL	NIL
2) Technology Absorption, Adaptation and innovation	NIL	NIL
III. FOREIGN EXCHANGE EARNINGS & OUT GO	NIL Us \$ 8327	NIL US \$ 70032

For and on behalf of the Board of Directors

**RAJESH C. JAIN**  
CHAIRMAN & MANAGING DIRECTOR

Baroda, 28th June, 1997

**AUDITORS' REPORT**

To,  
THE MEMBERS,  
AJWA FUN WORLD & RESORT LIMITED

We have Audited the attached Balance Sheet of **AJWA FUN WORLD & RESORT LIMITED** as at **31st March, 1997** and also the annexed Profit & Loss Account of the Company for the year ended on that date and report that:

1. As required by the Manufacturing And Other Companies (Auditors' Report) Order, 1988, issued by the Company Law Board in terms of Section 227 (4A) of the Companies Act, 1956, we give in the annexure a statement on the matters specified in paragraph 4 and 5 of the said order.
2. Further to our comments in the Annexure referred to in paragraph 1 above, we report that:
  - i. We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our Audit.
  - ii. In our opinion, proper Books of Account, as required by law have been kept by the Company, so far as appears from our examination of the books.
  - iii. The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Account.
  - iv. Attention is invited to the following notes in Schedule No.19 :-
    - a) Note No. 3 regarding not providing for gratuity and other employee benefits,
    - b) Note No. 4 regarding not providing for penalty and interest that may be levied on the Company for the delay/default in remitting money to various authorities,
    - c) Note No. 11 regarding loss on sale of investments in shares,
    - d) Note No. 14 regarding not holding of the investments in the name of the Company though required as per the provisions of Section 49 of the Companies Act, 1956.
    - e) Note No. 15 regarding not providing for the diminution in the value of Investments amounting Rs. 66,35,628/.
  - v. Subject to the foregoing, in our opinion and to the best of our information and according to the explanations given to us, the said accounts read

together with the notes thereon and attached thereto and accounting policies of the Company, give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view :

- a. In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 1997 and
- b. In the case of Profit & Loss Account, of the "Loss" for the year ended on that date.

For **M/s. R.C.DEOPURA & CO.**  
**CHARTERED ACCOUNTANTS**

**[R.C.DEOPURA]**  
**Proprietor**

Place : Baroda.

Date : 28th June, 1997

**ANNEXURE REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE.**

1. The Company is maintaining proper records to show full particulars, including quantitative details and situation of Fixed Assets. As informed to us, the Fixed Assets have been physically verified by the management at reasonable intervals and that no material discrepancies were noticed on such verification as compared with the aforesaid records.
2. None of the Fixed Assets of the Company have been revalued during the year.
3. As informed to us, Physical verification has been conducted by the management at reasonable intervals during the year in respect of stocks of stores, Spare Parts etc.
4. In our opinion and as informed to us, the procedures of Physical verification of Stocks, followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
5. As informed to us, no material discrepancies have been noticed on physical verification of stocks as compared to book records.
6. In our opinion, the valuation of stocks is fair and proper in accordance with the normally accepted accounting principles and is on the same basis as in the earlier year.
7. As informed to us, the Company has taken unsecured Loans from the companies under the same management as defined u/s 370 (1B) of the Companies Act, 1956. The Company has also taken





- unsecured loans from the parties as listed in the register maintained u/s 301 of the Companies Act, 1956. In our opinion, the rate of interest and other terms and conditions of such loans are prima facie, not prejudicial to the interest of the Company.
8. As informed to us, the Company has given Loans to Companies under the same management as defined under Section 370 (1B) of the Companies Act, 1956. In our opinion, the rate of interest and other terms and conditions of such loans are prima facie, not prejudicial to the interest of the Company.
  9. In our opinion and as explained to us, the parties to whom loans have been given by the Company are repaying the principal amounts as stipulated and are also regular in payment of interest, wherever such stipulations are being made.
  10. In our opinion, there is an adequate internal control procedure, commensurate with the size of the Company and the nature of its business, for the purchase of stores including Components, Plant & Machineries, Equipments and other assets and also for rendering services.
  11. In our opinion and according to the information and explanations given to us, the transactions of purchases of goods or services and for sales of goods and rendering services made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and aggregating during the year to Rs. 50,000/- or more in respect of each such party have been made at prices which are reasonable having regard to the prevailing market prices for such goods or services or the prices at which transactions for similar goods or services have been made with other parties.
  12. As informed to us the Company has a regular procedure for determination of unserviceable or damaged stores. Necessary provisions have been made in the accounts for any loss arising on the items so determined.
  13. In our opinion, the Company has accepted certain deposits from public which falls within the purview of section 58 A of the Companies Act, 1956 and rules framed thereunder, however the Company has not complied with the said provisions in respect of such deposits.
  14. As informed to us, the Company is maintaining reasonable records for the sale and disposal of scrap. The Company being a service company, has no by products.
  15. In our opinion and as informed to us the Company is having internal audit system commensurate with the size & nature of its business.
  16. As informed to us, the Company is engaged in service activity and therefore the requirement of maintenance cost records, as prescribed under section 209 (1)(d) of the Companies Act, 1956 is not applicable to it.
  17. As informed to us, provisions of Provident Fund and other Miscellaneous provisions Act are not applicable to the Company and therefore no amount has been deducted by the Company on these account and accordingly question of payment of dues in time does not arise.
  18. In our opinion and according to the information and explanations provided to us, the company did not have undisputed amounts payable in respect of Wealth Tax, Custom Duty and Excise Duty as at 31.03.97 for a period of more than six months from the date they became payable, however had Rs.14,81,844 and Rs.61,996/- in respect of Income Tax and Tax Deducted at Sources respectively outstanding as such.
  19. According to the information and explanations given to us and the records of the Company examined by us, no personal expenses have been charged to revenue account other than those payable under contractual obligations or in accordance with the generally accepted business practices.
  20. The Company is not a Sick Industrial Company within the meaning of Section 3 (1)(O) of the Sick Industrial Companies (Special Provisions) Act, 1985.
  21. As informed to us, the nature of services rendered by the Company during the year under review is such, which do not involve allocation of manhours as well as consumption of material and therefore no records for the same have been maintained.

**For M/s. R.C.DEOPURA & CO.  
CHARTERED ACCOUNTANTS**

**[R.C.DEOPURA]  
Proprietor**

**Place : Baroda.**

**Date : 28th June, 1997.**



## BALANCE SHEET AS AT 31ST MARCH, 1997

PARTICULARS	SCHEDULE	AS AT 31/3/97 [Rs.]	AS AT 31/3/96 [Rs.]
<b>SOURCES OF FUNDS :</b>			
<b>SHARE HOLDERS' FUNDS</b>			
a. Share Capital	1	63,900,000	50,000,000
b. Share Application Money		Nil	3,264,500
c. Reserve & Surplus	2	21,449,965	13,221,453
			-----
			85,349,965
			-----
			66,485,953
<b>LOAN FUNDS</b>			
a. Secured Loans	3	39,302,407	21,212,694
b. Unsecured Loans	4	5,619,698	27,923,015
			-----
			44,922,105
			-----
			130,272,070
			=====
			115,621,662
			=====
<b>APPLICATION OF FUNDS :</b>			
<b>FIXED ASSETS</b>			
a. Gross Block	5	134,937,534	121,457,890
b. Less : Depreciation		17,391,351	12,043,556
			-----
			117,546,183
			-----
			109,414,334
Pre-Operative Expenses (Pending Allocation)	6		565,927
			-----
			565,927
<b>INVESTMENTS</b>	7		9,358,878
			-----
			9,308,878
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
a. Store Inventories		79,747	17,794
b. Sundry Debtors	8	4,387,300	2,513,230
c. Cash & Bank Balances	9	1,251,006	1,471,394
d. Loans & Advances	10	3,949,546	6,697,552
			-----
			9,667,599
			-----
			10,699,970
Less : Current Liabilities & Provisions	11	12,855,883	20,067,768
			-----
			20,067,768
<b>NET CURRENT ASSETS</b>			(3,188,284)
			-----
			(9,367,798)
<b>MISCELLANEOUS EXPENDITURE</b>	12		5,989,366
			-----
			5,700,321
			=====
<b>TOTAL</b>			130,272,070
			=====
			115,621,662
			=====
<b>NOTES ON ACCOUNTS AND ACCOUNTING POLICIES</b>	19		

As per our Report of even date

For and on behalf of the Board

For M/s. R.C.Deopura & Co.  
CHARTERED ACCOUNTANTS(R.C. DEOPURA)  
PROPRIETORRAJESH C. JAIN  
CHAIRMAN & MANAGING DIRECTORKAMLESH K. JAIN  
DIRECTORPLACE : BARODA  
DATE : 28TH JUNE, 1997PLACE : BARODA  
DATE : 28TH JUNE, 1997



## PROFIT &amp; LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 1997

PARTICULARS	SCHEDULE	FOR THE YEAR ENDED 31/3/97 [Rs]	FOR THE YEAR ENDED 31/3/96 [Rs.]
<b>INCOME :</b>			
a. Sales/Income from Operations	13	19,726,879	24,371,523
b. Other Income	14	250,794	6,954,202
<b>TOTAL</b>		<b>19,977,673</b>	<b>31,325,725</b>
<b>EXPENDITURE :</b>			
a. Parks/Garden Operating Expenses	15	4,907,968	5,874,265
b. Administrative & General Exps	16	6,153,366	7,843,030
c. Interest & Financial Expenses	17	6,832,844	6,333,841
d. Miscellaneous Expenses Written Off		1,466,328	1,115,253
		<b>19,360,506</b>	<b>21,166,389</b>
Less : Amount Charged to pre-Operative Expenses		2,009,273	3,474,192
<b>TOTAL</b>		<b>17,351,232</b>	<b>17,692,197</b>
<b>PROFIT FOR THE YEAR BEFORE DEPRECIATION</b>		<b>2,626,441</b>	<b>13,633,528</b>
LESS : DEPRECIATION		5,453,096	10,218,709
<b>PROFIT/(LOSS) FOR THE YEAR AFTER DEPRECIATION</b>		<b>(2,826,656)</b>	<b>3,414,819</b>
PROVISION FOR TAXATION		Nil	Nil
<b>NET PROFIT/(LOSS) FOR THE YEAR AFTER TAX</b>		<b>(2,826,656)</b>	<b>3,414,819</b>
LESS : PRIOR YEAR ADJUSTMENTS	18	64,833	Nil
ADD : BALANCE BROUGHT FORWARD		13,221,453	9,806,634
<b>TOTAL PROFITS CARRIED TO BALANCE SHEET</b>		<b>10,329,965</b>	<b>13,221,453</b>
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As per our Report of even date

For and on behalf of the Board

For M/s. R.C.Deopura & Co.  
CHARTERED ACCOUNTANTS(R.C. DEOPURA)  
PROPRIETORRAJESH C. JAIN  
CHAIRMAN & MANAGING DIRECTORKAMLESH K. JAIN  
DIRECTORPLACE : BARODA  
DATE : 28TH JUNE, 1997PLACE : BARODA  
DATE : 28TH JUNE, 1997



## SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	AS AT 31/3/97 [Rs]	AS AT 31/3/96 [Rs.]
<b>SCHEDULE : [1] : SHARE CAPITAL :</b>		
<b>AUTHORISED</b>		
2,50,00,000 Equity Shares of Rs.10/- each	250,00,000	250,00,000
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
63,90,000 Equity Shares of Rs.10/- each fully paid up	63,90,000	50,00,000
[Previous year 50,00,000 Equity Shares of Rs.10/- each fully paid up]		
<b>TOTAL</b>	<b>63,90,000</b>	<b>50,00,000</b>
<b>SCHEDULE : [2] : RESERVE &amp; SURPLUS :</b>		
Profit as per Profit & Loss Account	10,329,965	13,221,453
Share Premium Account : As per last year Balance Sheet	Nil	Nil
Add : Received on Shares allotted during the year	11,120,000	Nil
<b>TOTAL</b>	<b>21,449,965</b>	<b>13,221,453</b>
<b>SCHEDULE : [3] : SECURED LOANS :</b>		
<b>a. Term loan from Bank of Baroda</b>	11,175,332	14,399,027
[Secured against equitable mortgage of Land & Building and hypothecation of Plant & Machineries and personal guarantee of Directors] [Repayable within One year Rs.7,894,007/-; Previous year Rs.4,375,000/-]		
<b>b. Term Loan from United Bank of India</b>	3,805,507	5,251,317
[Secured against hypothecation of Plant & Machineries and personal guarantee of Directors & also guarantee given by a company under the same management] [Repayable within One year Rs.28,05,507/-; Previous year Rs.2,000,000/-]		
<b>c. Loan from Anagram Finance Limited</b>	Nil	450,516
[Secured against Vehicles Purchased through them under Hire Purchase Scheme] [Repayable within One year Rs.Nil, Previous year Rs.189,234/-]		
<b>d. Loan from Ashok Leyland Finance Limited</b>	514,017	1,099,524
[Secured against Vehicles Purchased through them under Hire Purchase Scheme] [Repayable within One year Rs.514,017/-; Previous year Rs.466,316/-]		
<b>e. Loan from Quick Finance Pvt. Limited</b>	Nil	12,310
[Secured against Vehicles Purchased through them under Hire Purchase Scheme] [Repayable within One year Rs.Nil, Previous year Rs.12,310/-]		
<b>f. Loan from Gujarat Lease Finance Limited</b>	465,211	Nil
[Secured against Vehicles Purchased through them under Hire Purchase Scheme] [Repayable within One year Rs.96,399/-; Previous year Rs.Nil]		
<b>g. Loan from Gujarat State Financial Corpn</b>	23,342,340	Nil
[Secured against equitable mortgage of Land & Building and Hypothecation of Plant & Machineries of Water Park and personal guarantee of Directors] [Repayable within One year Rs.4,411,360/-; Previous year Rs.Nil]		
Note : The amount of Secured Loans are also inclusive of interest accrued but not due and over due amounts of Interest & Installments.		
<b>TOTAL</b>	<b>39,302,407</b>	<b>21,212,694</b>
<b>SCHEDULE : [4] : UNSECURED LOANS :</b>		
From Directors	835,597	915,515
From Bodies Corporate	4,314,201	26,604,100
Membership Deposits	426,900	403,400
Fixed Deposits	43,000	Nil
<b>TOTAL</b>	<b>5,619,698</b>	<b>27,923,015</b>



**AJWA FUN WORLD & RESORT LIMITED.**  
**SCHEDULE ANNEXED TO THE ACCOUNTS**  
**SCHEDULE : [5] : FIXED ASSETS :**

PARTICULARS	GROSS BLOCK					DEPRECIATION BLOCK					NET BLOCK	
	AS ON 1/4/96	ADDITIONS/ DURING THE YEAR	DEDUCTION ADJUST- MENT	AS ON 31/3/97	UPTO 31/3/96	FOR THE YEAR	ADDITIONS/ DEDUCT- ION	UPTO 31/3/97	AS ON 31/3/97	AS ON 31/3/96		
1. Land	15115477	939685	0	16055162	0	0	0	0	16055162	15115477		
2. Building & Site Development	18339731	5821031	0	24160762	556752	635345	0	1192097	22968665	17782979		
3. Plant & Machineries	59670024	7310796	0	66977560	2172248	2856766	-67712	5096727	61884094	57497776		
4. Office Equipments	396336	417813	66000	748149	24637	48820	6532	66925	681224	371699		
5. Furnitures & Fixtures	498959	1197494	0	1696453	30039	91208	0	121247	1575206	468920		
6. Misc. Assets	1465761	78793	0	1544554	471107	749378	0	1220485	324069	994654		
7. Vehicles	3649456	565420	925286	3289590	590133	421574	166481	845226	2444365	3059323		
8. Asset on Lease Plant & Machinery	7500000	0	0	7500000	7500000	0	0	7500000	0	0		
9. Temporary Construction	1344445	5600	0	1350045	698640	650005	0	1348645	1400	645805		
<b>TOTAL [A]</b>	<b>114109663</b>	<b>16336632</b>	<b>991286</b>	<b>128094004</b>	<b>12043555</b>	<b>5453095</b>	<b>105301</b>	<b>17391351</b>	<b>110705913</b>	<b>102066108</b>		
<b>CAPITAL WORK IN PROGRESS</b> Building & Civil construction	7348227	40606	548563	6840270	0	0	0	0	6840270	7348227		
<b>TOTAL [B]</b>	<b>7348227</b>	<b>40606</b>	<b>548563</b>	<b>6840270</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6840270</b>	<b>7348227</b>		
<b>TOTAL [A] + [B]</b>	<b>121457890</b>	<b>16377238</b>	<b>1539949</b>	<b>134937534</b>	<b>12043555</b>	<b>5453095</b>	<b>105301</b>	<b>17391351</b>	<b>117546183</b>	<b>109414334</b>		
PREVIOUS YEAR >>	73456420	95724474	47723004	121457890	1824847	10218709	0	12043556	109414334	0		



PARTICULARS	AS AT 31/3/97 [Rs.]	AS AT 31/3/96 [Rs.]
<b>SCHEDULE : [6] : PRE-OPERATIVE EXPENSES PENDING ALLOCATION :</b>		
As per Last Balance Sheet	565,927	6,221,413
Add: Transferred from Profit & Loss A/c	2,009,273	3,474,192
	<b>2,575,200</b>	<b>9,695,605</b>
Less : Capitalised during the year to Fixed Assets	2,009,273	9,129,678
<b>TOTAL</b>	<b>565,927</b>	<b>565,927</b>
<b>SCHEDULE : [7] : INVESTMENTS :</b>		
[Trade] [Long Term Investments] Quoted (Equity Shares of Companies)		
a. 1,120,000 Equity Shares of Rs.10/- each fully paid of Vatsa Industries Limited [Previous year 1,120,000 Equity Shares] [Market Value Rs.1,680,000/-, Previous year Rs.6,440,000/-]	7,951,182	7,951,182
b. 1,500 Equity Shares of Rs.10/- each fully paid of Rencal Chemicals (I) Limited [Previous year 1,500 Equity Shares] [Market Value Rs.8,250/-, Previous year Rs.16,125/-]	64,821	64,821
c. 17,500 Equity Shares of Rs.10/- each fully paid of Trans Techno Foods Limited [Previous year 17,500 Equity Shares] [Market Value Rs.35,000/-, Previous year Rs.262,500/-]	342,875	342,875
d. 1000 Equity Shares of Rs.10/- each partly paid up of Bank of Baroda [Previous year Nil] [Market Value Rs.55,000/-, Previous year Rs.Nil]	50,000	Nil
<b>Unquoted (Equity Shares of Companies)</b>		
e. 95,000 Equity Shares of Rs.10/- each fully paid of Ajwa Finance Limited [Previous year 95,000 Equity Shares] [A company under the same management]	950,000	950,000
<b>TOTAL</b>	<b>9,358,878</b>	<b>9,308,878</b>



PARTICULARS	AS AT 31/3/97 [Rs]	AS AT 31/3/96 [Rs.]
<b>SCHEDULE : [8] : SUNDRY DEBTORS :</b>		
[Unsecured, considered good]		
Debts outstanding for a period Exceeding:		
a. Six months	3,368,625	1,622,230
b. Others	1,018,675	891,000
<b>TOTAL</b>	<b>4,387,300</b>	<b>2,513,230</b>
<b>SCHEDULE : [9] : CASH &amp; BANK BALANCES :</b>		
a. Cash on hand	1,192,120	1,433,356
b. Balance with Scheduled Banks :		
- In Current Accounts	58,128	37,280
- In Issue Control Accounts	758	758
<b>TOTAL</b>	<b>1,251,006</b>	<b>1,471,394</b>
<b>SCHEDULE : [10] : LOANS &amp; ADVANCES :</b>		
a. Loans	249,448	84,288
b. Advances :		
[Recoverable in cash or in kind or for value to be received]		
- Deposits with various agencies	1,401,504	1,440,551
- Advance to Suppliers	455,496	4,255,348
- Other Advances	1,050,349	410,245
- Staff Advances	288,015	70,630
- Prepaid Expenses	154,734	86,490
- Share Application Money	350,000	350,000
<b>TOTAL</b>	<b>3,949,546</b>	<b>6,697,552</b>



PARTICULARS	AS AT 31/3/97 [Rs]	AS AT 31/3/96 [Rs.]
<b>SCHEDULE : [11] : CURRENT LIABILITIES &amp; PROVISIONS :</b>		
<b>CURRENT LIABILITIES :</b>		
a. Sundry Creditors	9,574,509	15,794,319
b. Bank Account Overdrawn (Current A/c with Scheduled Bank)	98,698	699,560
c. Unearned Income	370,772	265,362
d. Other Liabilities	650,593	1,219,624
e. Share Application Money Refundable	124,604	125,104
<b>SUB TOTAL</b>	<b>10,819,176</b>	<b>18,103,969</b>
<b>PROVISIONS :</b>		
For Expenses	554,863	481,955
For Taxation	1,481,844	1,481,844
<b>SUB TOTAL</b>	<b>2,036,707</b>	<b>1,963,799</b>
<b>TOTAL</b>	<b>12,855,883</b>	<b>20,067,768</b>
<b>SCHEDULE : [12] : MISCELLANEOUS EXPENDITURE :</b>		
[to the extent not written off/adjusted]		
<b>a. Preliminary Expenses</b>		
Balance as per last Balance Sheet	3,336,640	3,743,595
Add : Public Issue Expenses	Nil	10,000
	3,336,640	3,753,595
Less : 1/10th written off for the year	416,955	416,955
<b>SUB TOTAL</b>	<b>2,919,685</b>	<b>3,336,640</b>
<b>b. Deferred Revenue Expenses</b>		
Balance as per last Balance Sheet	2,363,681	1,718,040
Add : Additions during the year	1,755,373	1,343,939
	4,119,054	3,061,979
Less : 1/5th written off for the year	1,049,373	698,298
<b>SUB TOTAL</b>	<b>3,069,681</b>	<b>2,363,681</b>
<b>TOTAL</b>	<b>5,989,366</b>	<b>5,700,321</b>





PARTICULARS	FOR THE YEAR ENDED 31/3/97 [Rs.]	FOR THE YEAR ENDED 31/3/96 [Rs.]
<b>SCHEDULE : [13] : SALES/INCOME FROM OPERATIONS :</b>		
a. Parks / Garden Income	16,813,171	15,152,587
b. Restaurant Income (Sale of eatables/commission)	1,668,174	1,298,415
c. Lease Income		
Lease Rentals	1,903,500	1,903,500
Lease Equalisation	(1,357,745)	5,333,817
d. Misc. Other Income	699,778	683,204
<b>TOTAL</b>	<b>19,726,879</b>	<b>24,371,523</b>
<b>SCHEDULE : [14] : OTHER INCOME :</b>		
a. Income from Sale of Investments	Nil	6,682,000
b. Interest Income (TDS Rs.4390/- . Previous year Rs.6131/-)	180,518	185,464
c. Profit on Sale of Assets	47,430	86,738
d. Sundry Balances Written off	22,846	Nil
<b>TOTAL</b>	<b>250,794</b>	<b>6,954,202</b>
<b>SCHEDULE : [15] : PARKS/GARDEN OPERATING EXPENSES :</b>		
a. Land Revenue Expenses	11,451	Nil
b. Electricity and Power & Fuel	2,091,292	1,635,206
c. Repairs & Maintenance [P & M]	794,533	683,585
d. Repairs & Maintenance [Building]	28,393	26,819
e. Repairs & Maintenance [Others]	386,648	316,910
f. Stores & Spares Consumed	210,576	174,252
g. Security Expenses	383,502	464,790
h. Machinery Rent Expenses	Nil	249,871
i. Garden Licence Fees	Nil	1,390,555
j. Commission & Discount Expenses	190,018	220,810
k. Restaurant Expenses (Purchase of eatables etc.)	811,555	711,467
<b>TOTAL</b>	<b>4,907,968</b>	<b>5,874,265</b>
<b>SCHEDULE : [16] : ADMINISTRATION &amp; OTHER EXPENSES :</b>		
<b>a. PAYMENT TO AND PROVISIONS FOR EMPLOYEES</b>		
Directors' Remuneration and Perks	420,000	630,000
Salary & Wages to Staff	2,257,354	2,816,400
Staff Welfare Expenses	195,424	431,535
<b>SUB-TOTAL</b>	<b>2,872,778</b>	<b>3,877,935</b>



PARTICULARS	FOR THE YEAR ENDED 31/3/97 [Rs]	FOR THE YEAR ENDED 31/3/96 [Rs.]
<b>b. ADMINISTRATIVE &amp; GENERAL EXPENSES</b>		
Advertisement & Business Promotion Expenses	462,544	1,260,455
Legal & Professional Fee & Expenses	388,672	97,861
Travelling Expenses (Includes Directors' Domestic Travelling Rs.45,175/-, Previous Year Rs.79,419/-)	183,236	319,229
Office & General Expenses	323,462	552,229
Printing & Stationery Expenses	158,647	326,466
Postage, Telegram & Telephone Expense	368,905	404,215
Petrol & Vehicle Expenses	735,460	828,590
Donation	904	26,751
Insurance Expenses	252,332	105,254
Auditor's Remuneration	30,000	30,000
Repairs & Maintenance Expenses	49,598	11,893
Loss on Sale of Assets	325,703	Nil
Loss on Sale of Investments	1,125	Nil
Sundry Balances Written Off	Nil	2,152
<b>SUB-TOTAL</b>	<b>3,280,588</b>	<b>3,965,095</b>
<b>TOTAL</b>	<b>6,153,366</b>	<b>7,843,030</b>
<b>SCHEDULE : [17] : INTEREST &amp; FINANCIAL EXPENSES :</b>		
a. Bank Charges	490,394	38,611
b. Interest Paid :		
To Banks	3,467,524	3,565,298
To G.S.F.C.	2,138,772	Nil
To Others	399,766	2,249,276
c. Finance (Hire) Charges	336,388	480,656
<b>TOTAL</b>	<b>6,832,844</b>	<b>6,333,841</b>
<b>SCHEDULE : [18] : PRIOR YEARS ADJUSTMENTS :</b>		
Depreciation	67,712	Nil
Interest Income	(2,879)	Nil
<b>TOTAL</b>	<b>64,833</b>	<b>Nil</b>

**SCHEDULE ANNEXED TO THE ACCOUNTS****SCHEDULE : [19] : "ACCOUNTING POLICIES & NOTES ON ACCOUNTS" :**

(Annexed to and forming part of the Accounts for the year ended 31st March, 1997)

**A. "STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES" :****1. ACCOUNTING CONVENTIONS :**

1. The Financial statements have been prepared under the historical cost conventions in accordance with the generally accepted accounting principles and as per the provisions of the Companies Act, 1956.
2. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles as consistently followed by the Company.

**2. RECOGNITION OF INCOME/EXPENDITURE :**

Revenue / Income and Cost / Expenditure are generally accounted on accrual basis as they are earned or incurred except gratuity and other employee benefits which are accounted as and when actually paid.

**3. SALES / INCOME FROM OPERATIONS :**

- i. Parks/Garden Income is accounted on accrual basis i.e. date of visit to park/garden is the date of reckoning the income, however in the case of the Membership for a specified period, the income has been treated as accrued on proportionate basis with the passage of time.

**ii. Lease Rentals :**

The Company follows the recommendations of the Institute of Chartered Accountants of India contained in the Guidance note on Accounting for leases as revised till date. Accordingly Lease rentals on plant given on lease are accounted by using the internal rate of return method, Consequently, a constant rate of return on the total outstanding amount is accrued over the period of contract.

**4. INVESTMENTS :**

- i. Investment are stated at cost.
- ii. Profit on sale of investments is accounted reckoning the first in first out (FIFO) method of accounting.

**5. FIXED ASSETS AND DEPRECIATION :**

1. Fixed Assets are stated at cost of acquisition less accumulated depreciation. Cost includes pre-operation expenses net of revenue. The Fixed Assets which are not yet completed are treated as Capital Work-In-Progress and no depreciation is provided for the same.
2. Depreciation on Fixed Assets is provided on the Straight Line Method (S.L.M.) at the rates specified in Schedule XIV to the Companies Act, 1956, as amended upto the date.
3. Depreciation on Fixed Assets, for which no rates have been specified in Schedule XIV to the Companies Act, 1956, is provided on the Straight Line Method at the rates at which the assets are depreciated over its useful life.
4. Depreciation is provided on pro-rata basis from the date on which assets have been put to use and upto the date on which assets have been disposed or sold.

**6. EXPENDITURE DURING PROJECT IMPLEMENTATION :**

- i. Pre-Operative Expenses for the projects of the Company incurred upto the date of Installation and pertaining to the completed Assets are capitalised and added proportionately to the cost of relevant Fixed Assets.
- ii. Pre-Operative Expenses pertaining to the assets under construction/installation are carried forward to the next year, to be capitalised on completion of respective Fixed Assets.

**7. VALUATION OF INVENTORIES :**

Inventories of stores are valued at cost. Cost is arrived at by following Weighted Average method of accounting.

**8. AMORTISATION OF MISCELLANEOUS EXPENSES :**

- i. The preliminary expenses and issue expenses are amortised over a period of ten years.
- ii. Expenses towards intensive advertisement campaign as well as sales promotion and foreign travelling, the benefit of which are expected to accrue over a number of years are treated as deferred revenue expenditure. appropriate amounts are being written off every year.

**B. "NOTES ON ACCOUNTS" :**

1. Figures of Previous year have been regrouped/ recast wherever necessary to make them comparable with the figures of the Current year.
2. During the year Company has allotted 13,90,000 Equity Shares of Rs.10/- each fully paid up at a premium of Rs.8/- per share, on preferential basis, Consequently the paid up Equity Capital of the Company has increased to Rs.6,39,00,000 as against to Rs.5,00,00,000 for the previous year.
3. The company has not provided for the gratuity liability as well as other employee benefits though it should have provided for the same in line with the accounting standard made mandatory. The company is following cash method of accounting in this respect and also as the Company does not have any employee who has put in qualified period of service, the liability in respect of gratuity is not being worked out by it.
4. No provision has been made for penalty and interest which may be levied upon the Company for delay/default in remitting money to various authorities because the amount is not ascertainable as on the date of Balance Sheet. The same shall be accounted for as and when levied by such authorities.

**5. AUDITORS REMUNERATION INCLUDES :**

	1996-97	1995-96
	[Rs.]	[Rs.]
[1] Statutory Audit Fees	15,000	15,000
[2] Tax Audit Fees	7,500	7,500
[3] Taxation & Certification Work Fees	7,500	7,500
<b>TOTAL</b>	<b>30,000</b>	<b>30,000</b>



6. Balance due to or due from parties from whom confirmations are not received are subject to adjustment on receipt of confirmations including issue control account with the Bankers' to the issue.

**7. LOANS & ADVANCES INCLUDES THE FOLLOWING :**

- i Rs.Nil given as advance to Apple Amusement Industries Limited, for Plant & Machineries and Repairs work. Maximum outstanding during the year Rs. 3,446,767/- . (Previous year-Rs.1,919,459/- and maximum outstanding Rs.6,063,065/-)
  - ii Rs.204,810 given as loan to Apple Amusement Industries Limited. Maximum outstanding during the year Rs. 204,810/- . (Previous year -Nil and maximum outstanding Nil)
  - iii Rs.43,938/- given as loan to M/s.Ajwa Fashions Limited. Maximum outstanding during the year Rs.165,938/- . (Previous year - Rs.84,288/- and maximum outstanding Rs.84,288/-)
  - iv Rs. Nil given as loan to M/s.Ajwa Finance Limited. Maximum outstanding during the year Rs.3,030,666/- . (Previous year -Nil and maximum outstanding Nil)
  - v Rs.100,000/- given to Ajwa Wonder World & Resort (Rajasthan) Limited for Share Application Money. Maximum outstanding during the year Rs.100,000/- .(Previous year-Rs.100,000/- and maximum outstanding Rs.100,000/-) [All these companies are under the same management as defined U/s 370-1(B) of the Companies Act, 1956.]
8. Directors' Remuneration (Current year as well previous year) represents Directors salary only.
9. The Inventory of stores includes stocks of Stores, Spares, Restaurant Items etc and is stated in the Balance Sheet as taken, valued and certified by the management.

**10. CONTINGENT LIABILITIES :**

- i. Capital contracts entered into by the company but are yet to be executed and not provided for by the company amounting to Rs. Nil (net of advances). (previous year Rs.89,18,335/-)
  - ii. Disputes not acknowledged as debt by the company for Rs.19,46,655/-.
  - iii. Investment made in partly paid up shares of Bank of Baroda on which Rs.35000/- are yet to be called upon.
11. The Company has incurred losses of-Rs.1,125/- on sale of its investments in Shares.
2. The company has been advised by experts that due to higher claim of depreciation and other benefits available as per the provision of the Income Tax Act, 1961, the company does not have any tax liability for the current financial year and therefore no provision for Income Tax has been made.
13. The Income Tax and Sales Tax assessment for the Assessment Year 1995-96 & 1996-97 and financial year 1994-95 & 1995-96 respectively are yet to be made by the concerned authorities.
14. The investments made by the Company are not held in its own name though required under the provisions of section 49 of the Companies Act, 1956.
15. The company has not provided for the diminution in the value of long term investments held by it though it is required to do so as per the accounting standard being made mandatory. Since the Company is stating the investments at cost the same method of accounting has been continued. Had there been change in the policy in line with the accounting standard made mandatory the losses of the company for the year would have been higher by Rs.66,35,628/- and correspondingly the current liabilities of the Company would have been higher to the same extent.



16. Figures are rounded off to the nearest rupee.

17. Additional information pursuant to the provisions of paragraphs 3 & 4 in part II of the Schedule VI of the Companies Act, 1956.

	<u>1996-97</u>	<u>1995-96</u>
i LICENCED AND INSTALLED CAPACITY :	Not Applicable	Not Applicable
ii RAW MATERIALS CONSUMPTION :	NIL	NIL
iii OPENING & CLOSING STOCK OF FINISHED GOODS :	NIL	NIL
iv C.I.F. VALUE OF IMPORTS(Capital Goods)	NIL	Rs. 2,256,659 (US\$ 70,032)
v EXPENDITURE IN FOREIGN CURRENCY :	Rs.3,05,481 (US\$ 8,327)	NIL
vi EARNINGS IN FOREIGN CURRENCY :	NIL	NIL
vii DIVIDEND TO NRI's :	NIL	NIL

**18. BALANCE SHEET ABSTRACT AND A COMPANY'S GENERAL BUSINESS PROFILE**

**I. Registration Details**

Registration No.

0 4 1 8 2 9 4

State Code

Balance Sheet Date

3 1 0 3 9 7

0 4

**Capital Raised during the year [Amount in Rs. Thousands]**

Public Issue

N I L

Right Issue

N I L

Bonus Issue

N I L

Private Placement

1 3 9 0 0

**II. Position of Mobilisation and Development of Funds [Amount in Rs. Thousands]**

Total Liabilities

1 3 0 2 7 2

Total Assets

1 3 0 2 7 2

**Sources of Funds**

Paid-up Capital

6 3 9 0 0

Reserve and Surplus

2 1 4 5 0

Secured Loans

3 9 2 0 2

Unsecured Loans

5 6 2 0



**Application of Funds**

Net Fixed Assets

			1	1	7	5	4	6
--	--	--	---	---	---	---	---	---

Net Current Assets

				-	3	1	8	8
--	--	--	--	---	---	---	---	---

Pre-Operative Expenses

						5	6	6
--	--	--	--	--	--	---	---	---

Investment

						9	3	5	9
--	--	--	--	--	--	---	---	---	---

Miscellaneous Expenditure

						5	9	8	9
--	--	--	--	--	--	---	---	---	---

Accumulated Losses

									N I L
--	--	--	--	--	--	--	--	--	-------

**IV. Performance of the Company [Amount in Rs. Thousands]**

Turnover

				1	9	9	7	8
--	--	--	--	---	---	---	---	---

Profit/(Loss) Before Tax

				-	2	8	2	7
--	--	--	--	---	---	---	---	---

Earning Per Share in Rs.

						0	.	0	0
--	--	--	--	--	--	---	---	---	---

Total Expenditure

						2	2	8	0	4
--	--	--	--	--	--	---	---	---	---	---

Profit/(Loss) After Tax

				-	2	8	2	7
--	--	--	--	---	---	---	---	---

Dividend Rate %

									N I L
--	--	--	--	--	--	--	--	--	-------

**V. Generic Names of Three Principal Product/Services of the Company (As per Monetary Terms)**

Item Code No.(Itc Code)

N.	A.
----	----

Product / Service Description

Development & running of Amusement Park, Water Park & Resorts.

Signatures to Schedules 1 to 19

As per our Report of even Date

For and on behalf of the Board

**For M/s. R.C.DEOPURA & CO.  
CHARTERED ACCOUNTANTS**

**(R.C.DEOPURA)**  
Proprietor

**RAJESH C. JAIN**  
Chairman & Managing Director

**KAMLESH K. JAIN**  
Director

PLACE : BARODA.  
DATE : 28TH JUNE, 1997.

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**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.97**  
 (Prepared pursuant to Clause 32 of Listing Agreement)

**A. CASH FLOW FROM OPERATING ACTIVITIES**

	For the year Ended 31/3/97	For the year Ended 31/3/96
NET PROFIT/(LOSS) AFTER TAX AND EXTRA ORDINARY ITEMS AS PER PROFIT & LOSS ACCOUNT (i)	-2891489	3414819
ADJUSTED FOR		
Depreciation (Including amount in prior period adjustment)	5520808	10218709
Misc. Expenses Written Off	1466328	1115253
Lease Equalisation Reserve	1357745	-5333817
Loss/(Profit) on Sale of Investment	1125	-6682000
Interest Income	-180518	-185464
Profit/loss on Sale of Assets	278273	-86738
Prior Period Adjustment (Interest)	-2879	0
Interest Expenses	6342450	6295230
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES (ii)</b>	<b>14783332</b>	<b>5341173</b>
ADJUSTED FOR		
Trade and Other Receivable	-1260755	737601
Inventories	-61953	-4899
Trade Payables	534344	570039
Interest paid on other than Fixed Loan	-420138	-2249276
<b>CASH FLOW BEFORE EXTRA ORDINARY ITEMS [(i)+(ii)+(iii)] (iii)</b>	<b>-1208502</b>	<b>-946535</b>
Add/(Less):Extra Ordinary Items : Prior Period Adj. (Interest)	10683341	7809457
	2879	0
<b>CASH GENERATED FROM OPERATING ACTIVITIES : (A)</b>	<b>10686220</b>	<b>7809457</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	-15828675	-37012167
Sale of Fixed Assets	540000	100000
Miscellaneous & Deferred Revenue Expenditure	-1755373	-1353939
Purchase of Investments	-100000	-950000
Sale of Investments	48875	9295000
Advance for Capital Goods	2299852	-2191709
Creditors for Capital Goods	-7746229	922742
Interest Income	180518	11553
Short Term Loans Given	-165160	-84288
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>-22526192</b>	<b>-31262808</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of Share Capital	18491000	0
Contribution Towards Capital	3264500	100000
Proceeds from Long Term Borrowings	23724000	6697148
Repayment of Long Term Borrowings (Inclusive of Interest)	-11976737	-7014170
Short Term Loan Received	5066500	23155344
Short Term Loan Repayment	-26949679	0
<b>NET CASH FROM FINANCING ACTIVITIES (C)</b>	<b>11619584</b>	<b>22938322</b>
<b>NET CASH EQUIVALENTS [(A)+(B)+(C)]</b>	<b>-220388</b>	<b>-515029</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR</b>	<b>1471394</b>	<b>1986423</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT THE END OF THE YEAR</b>	<b>1251006</b>	<b>1471394</b>

For and on behalf of the Board

 PLACE : BARODA  
 DATE : 28TH JUNE, 1997

 RAJESH C. JAIN  
 CHAIRMAN & MANAGING DIRECTOR

 KAMLESH K. JAIN  
 DIRECTOR

**AUDITORS' CERTIFICATE**

 TO:  
 The Board of Directors,  
**AJWA FUN WORLD & RESORT LIMITED**  
 3rd Floor, Regent Tower, Race Course Circle, Baroda - 390 007.

We have examined the attached Cash Flow Statement of the AJWA FUN WORLD &amp; RESORT LIMITED for the year ended 31st March, 1997. The statement has been prepared by the Company in accordance with the requirement of clause 32 of the listing agreements with the Stock Exchange and is based on and in agreement with the corresponding Profit &amp; Loss Account &amp; Balance Sheet of the Company covered by our report of 28th June, 1997 to the Members of the Company.

 For M/s. R.C.Deopura & Co.  
 CHARTERED ACCOUNTANTS

 PLACE : BARODA  
 DATE : 28TH JUNE, 1997

 (R.C. DEOPURA)  
 (Proprietor)





**AJWA FUN WORLD & RESORT LIMITED**

**Registered Office : 3rd Floor, Regent Tower,  
Race Course Circle, Baroda - 390 007.**

**ATTENDANCE SLIP**

Please Complete this Attendance slip and hand it over at the entrance of the Meeting Hall.

L. F. No. \_\_\_\_\_ No. of Shares held \_\_\_\_\_

Name and Address of the Member/Proxy

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

I hereby record my presence at the **FIFTH ANNUAL GENERAL MEETING** of the above named Company held at the 3rd Floor, Regent Tower, Race Course Circle, Baroda-390 007, at 10.00 a.m. on Thursday, the 25th September, 1997.

Signature of Member/Proxy

----- **TEAR HERE** -----



**AJWA FUN WORLD & RESORT LIMITED**

**Registered Office : 3rd Floor, Regent Tower,  
Race Course Circle, Baroda - 390 007.**

**PROXY**

L. F. No. \_\_\_\_\_ No. of shares held \_\_\_\_\_

I/We \_\_\_\_\_ of \_\_\_\_\_ being a member/members

of Ajwa Fun World & Resort Limited, hereby appoint \_\_\_\_\_

of \_\_\_\_\_ or failing him/her \_\_\_\_\_ of

\_\_\_\_\_ and failing him/her \_\_\_\_\_ of

\_\_\_\_\_ as my/our proxy to vote for me/us and on my/our behalf at the

**FIFTH ANNUAL GENERAL MEETING** of the Company to be held on Thursday, the 25th September, 1997, at 10.00 a.m. or at any adjournment thereof.

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 1997.

by the said \_\_\_\_\_

Affix  
1/- Rs.  
REVENUE  
STAMP

**Note :** The proxy duly completed must be returned so as to reach the Registered Office of the Company not less than 48 hours before the time of holding the meeting

Krishna - 462 863

**BOOK POST**

If Undelivered please return to :



**AJWA FUN WORLD & RESORT LIMITED**

Registered Office : 3rd Floor, Regent Tower,  
Race Course Circle, Baroda - 390 007.