

**9TH
ANNUAL
REPORT
2000-2001**

AJWA FUN WORLD

&

RESORT LIMITED



BOARD OF DIRECTORS

RAJESH C. JAIN	CHAIRMAN & MANAGING DIRECTOR
DEVENDRA U. JAIN	DIRECTOR
BABUBHAI D. MAKWANA	DIRECTOR
PARESH K. PATEL	DIRECTOR
SURBHI R. JAIN	ADDITIONAL DIRECTOR

**9th
Annual
Report
2000-2001****ASST. COMPANY SECRETARY**

PRADYOT SHUKLA

AUDITORS

M/S. R. C. Deopura & Co.
Chartered Accountants,
301-C, 3rd Floor,
Manubhai Tower,
Sayajiganj, Baroda-390 005.

**AJWA FUN WORLD
&
RESORT LIMITED**

BANKERS

Bank of Baroda
Kothi Branch,
Baroda.

REGISTERED OFFICE / PARK

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

CORPORATE OFFICE

"B-Tower", Basement,
Kunj Resi Cum Plaza,
Palace Road,
Baroda - 390 001.

CONTENTS

Notice	01
Directors Report	05
Auditors Report	08
Balance Sheet	12
Profit & Loss A/c.	13
Schedules	14
Notes on Account	22
Business General Profile	27

**NOTICE**

NOTICE is hereby given that the **Ninth Annual General Meeting** of the Members of **AJWA FUN WORLD & RESORT LIMITED** will be held on Friday, 28th September, 2001 at the Registered office of the Company situated at Ajwa Nimeta Road, P.O. Ajwa Compound - 391510 Tal. Waghodia, Dist. Baroda at 2.00 p.m. to transact the following business.

AS AN ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet and Profit and Loss Account for the year ended 31st March, 2001 and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Ms. Surbhi R. Jain who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint Auditors and fix their remuneration.

AS AN SPECIAL BUSINESS

4. To, Consider and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution.

RESOLVED THAT pursuant to Section 31 and all other applicable provisions, if any, of the Companies Act, 1956, the Articles of Association of the Company be altered as follows.

After Article 92 , insert the following Articles as Article 92A.

(92A) DEMATERIALISATION OF SECURITIES

- i] For the purpose of this Article:

Definations

'Beneficial Owner' means person or persons whose name is recorded as such with a depository;

'SEBI' means the Securities & Exchange Board of India;

'Depository' means a Company formed and registered under the Companies Act, 1956 and which has been granted a certificate to act as a depository under the Securities & Exchange Board of India Act, 1992; and

'Security' means such security as may be specified by SEBI from time to time.

Dematerialisation of Securities

- ii] Notwithstanding anything contained in these Articles, the Company shall be entitled to dematerialise its securities and to offer securities in a dematerialised form pursuant to the Depositories Act, 1996.



Options for Investors

iii] Every person subscribing to securities offered by the Company shall have the option to receive security Certificates or to hold the securities with a depository such a person who is the beneficial owner of the securities can at any time opt out of a depository, if permitted by the law, in respect of any security in the manner provided by the Depositories Act, and the Company shall, in the manner and within the time prescribed, issue to the beneficial owner the required Certificates of Securities.

If a person opts to hold his security with a depository, the Company shall intimate such depository the details of allotment of the security, and on receipt of the information, the depository shall enter in its record the name of the allottee as the beneficial owner of the security.

Securities in depositories to be in fungible form

All securities held by a depository shall be in fungible form. Nothing contained in Section 153, 153A, 153B, 187B, 187C and 372 of the Act shall apply to depository in respect of the securities held by it on behalf of the beneficial owners.

Rights of depositories and beneficial owners

- v] [a] Notwithstanding to the contrary contained in the Act or these Articles, a depository shall be deemed to be the registered owner for the purposes of effecting transfer of ownership of security on behalf of the beneficial owner.
- [b] Save as otherwise provided in (a) above, the depository as the registered owner of the securities shall not have any voting rights or any other rights in respect of the securities held by it.
- [c] Every person holding securities of the Company and whose name is entered as the beneficial owner in the records of the depository shall be deemed to be a member of the Company. The beneficial owner of securities shall be entitled to all the rights and benefits and be subject to all the liabilities in respect of his securities which are held by a depository.

Service of documents

vi] Notwithstanding anything in the Act; or these Articles to the contrary, where securities are held in a depository, the records of the beneficial ownership may be served by such depository or the Company by means of electronic mode or by delivery of floppies or discs.

Transfer of Securities

vii] Nothing contained in section 108 of the Act or these Articles shall apply to a transfer of securities effected by a transferor and transferee both of whom are entered as beneficial owners in the records of a depository.



Allotment of Securities dealt with in a depository

viii] Notwithstanding anything in the Act to these Articles, where securities are dealt with by a depository, the Company shall intimate to the depository immediately on allotment of such securities.

Distinctive numbers of Securities held in a depository

ix] Nothing contained in the Act or these Articles regarding the necessity of having distinctive numbers for securities issued by the Company shall apply to securities held with a depository.

Register and index of beneficial owners

x] The Register and index of beneficial owners maintained by a depository under the depositories Act, 1996, shall be deemed to be the Register and index of Members and Securities held with a depository.

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

Rajesh C. Jain.
[Chairman & Managing Director]

Place : Ajwa
Date : 30th June, 2001

**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 25th September, 2001 to 28th September, 2001 (both days inclusive).
3. Members are requested to notify any change in their addresses directly to the Corporate office of the Company situated at "B Tower", Kunj Resi Cum Plaza, Palace Road, Baroda - 390001.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT, 1956**ITEM NO 4 :**

With the introduction of the Depositories Act, 1996, and the introduction of the Depository System, some of the provisions of the Companies Act, 1956 (the Act) relating to the issue, holding, transfer, transmission of shares and other Securities have been amended to facilitate the implementation of the new systems. The Depository System of holding Securities in an electronic form is a far safer and more convenient method for holding and trading in the Securities of the Company. Therefore, your Company also proposes to join a Depository so that its Securities can be dematerialised and it is, therefore, proposed that the Company's Articles of Association be suitably altered, as set out in Resolution to enable it to dematerialise its Securities and to spell out the rights of the beneficial owner of the Securities in such a system.

The Board recommends the Resolution at Item No. 4 for your approval.

A copy of the Articles of Association of your Company together with the proposed alterations is available for inspection by the members of the Company at its Registered Office between the hours of 11 a.m. and 1 p.m. on any working day of the Company.

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

Rajesh C. Jain.
[Chairman & Managing Director]

Place : Ajwa
Date : 30th June, 2001

**DIRECTORS REPORT TO THE MEMBERS**

To,

The Members

Your Directors have pleasure in presenting their **Ninth Annual Report** together with the Audited Accounts for the year ended 31st March, 2001

Financial Results

PARTICULARS	[Rs. in Lacs]	
	2000-2001	1999-2000
Total Income	141.92	140.98
Profit/Loss before Depreciation and tax	95.43	(81.73)
Less : Depreciation	77.12	49.00
Profit Before Tax	(433.14)	(130.73)
Net Profit/Loss After Tax	(433.14)	(130.73)

OPERATIONS

During the year under review, your Company has shown 141.39 Lacs with its net sales/income from operation and other income to Rs.0.53 lacs. During the period, the performance of the Company been stagnant, considering the previous year figures, though the recessionary trend continued, which adversely affected the financial health of the Company. The Company has also changed its depreciation policy, from SLM method to the WDV method. During the year the flow of the visitors was considerably very less, putting the Company to loss. The performance of the Company was also affected considerably due to higher interest and depreciation cost. The Directors of your Company are hopeful to have good working and performance in the coming years, looking to the good monsoon this year.

DIRECTORS

Ms. Surbhi R Jain, Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, offer herself for re-appointment.

Shri Kamlesh K. Jain, Whole Time Director of the Company resigned w.e.f. 31/03/2001. 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 and they have furnished the certificates for their eligibility as per Section 224(1) B of the Companies Act 1956.

**AUDIT COMMITTEE**

As required under Section 292A of the Companies Act, 1956 Audit Committee comprising Shri Rajesh C Jain, Shri Devendra U Jain and Ms. Surbhi R Jain has been formed. The task of the Audit Committee also include to review the manner in which the internal auditors are performing their responsibilities and to discuss auditing, internal controls and financial reporting's. To ensure complete independence, the internal auditors have full and free access to the members of the Audit Committee to discuss any matter of substance.

INDUSTRIAL RELATION

During the year under review the relation between employees and management were cordial.

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 out go 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.

CORPORATE GOVERNANCE

Listing agreements with Stock Exchanges prescribe uniform code of corporate governance for the listed Companies. It will be mandatory for your Company to implement corporate governance during the financial year 2002- 2003 i.e. before 31st March, 2003. Your Company already complies with majority of the requirements of this code. Compliance of the code to the full extent will be ensured before the prescribed date.

DIRECTORS RESPONSIBILITY STATEMENT :

Pursuant to the requirement under Section 217 (2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- i] That in the preparation of the accounts for the financial year ended 31st March, 2001, the applicable accounting standards have been followed along with proper explanation relating to material departures ;
- ii] That the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review ;



- iii] That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv] That the Directors have prepared the accounts for the financial year ended 31st March, 2001 on a 'going concern' basis.

ACKNOWLEDGMENT

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

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

Place : Ajwa
Date : 30th June, 2001

Rajesh C. Jain.
[Chairman & Managing Director]

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, 2001.

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	NIL	NIL
OUT GO	NIL	NIL

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

Place : Ajwa
Date : 30th June, 2001

Rajesh C. Jain.
[Chairman & Managing Director]

**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, 2001 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. In our opinion, the Balance Sheet and Profit & Loss Account comply with the Accounting Standards referred to in sub section (3C) of Section 211 of the Companies Act, 1956 except Accounting Standard no. 13 and 15 regarding accounting of Investments and accounting of Gratuity and Employees' other Retirement benefits, respectively.
 - v.
 - a. The Company has not provided for accrued gratuity liability and other employees' retirement benefits (Amount not ascertained by the Company).
 - b. Some of the investments in Shares by the Company are not held in the name of the Company though required under the provisions of section 49 of the Companies Act, 1956.
 - c. No provision has been made for penalty and interest that may be levied on the Company for delay/default in remitting money to various authorities/parties (Amount not ascertainable).
 - d. The Company has not provided for diminution in the value of Investments amounting to Rs.77,18,360/-. Consequently the losses for the year are understated by Rs.33,78,487/- and the Profit & Loss Account in the Balance Sheet is understated by Rs.77,18,360/- and Investments are overstated to the same extent.
 - e. The Company has changed its method for providing of Depreciation during the year from Straight Line Method to Written Down Method. This has resulted in overstatement of losses for the year by Rs.27,40,952/- than these would otherwise have been, had the same method been followed. The change in the method has also resulted in understatement of net block of Fixed Assets as on 31/03/2001 by Rs.2,86,09,081/- and overstatement of accumulated losses in the Balance Sheet to the same extent.



- f. The Company has sold during the year certain investments in share at a consideration of Rs. 20,438/- as against the cost of such investments of Rs.1,02,038/- and as a result had incurred loss of Rs.81,638/-
- g. The Company has not adhered to the provisions of Sec. 295 and 372A of the Companies Act, 1956 in respect of certain loans given and investments made by it.

We further report that, without considering item mentioned at a & c above, the effect of which could not be determined, had the observations made by us in paragraph d & e above been considered, the losses for the year would have been Rs.1,78,93,798/- (as against the reported figure of Rs.1,72,56,268/-), total investments would have been Rs.15,73,480/- (as against the reported figure of Rs. 92,91,840/-) total fixed assets would have been Rs.9,87,20,288/- (as against the reported figure of Rs.7,01,11,207/-) and accumulated losses would have been Rs.4,02,72,185/- (as against the reported figure of Rs.6,11,62,506/-).

- vi. On the basis of the written representations received from the directors as on 31st March, 2001 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2001 from being appointed as a Director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- vii. 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, 2001, 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

Place : Baroda.
Date : 30th June, 2001.

[R.C.Deopura]
Proprietor

**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, eatables & beverages, 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) and also to 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 prejudicial to the interest of the Company since the loans have been given interest free.
9. In our opinion and as explained to us, no stipulations have been made with the parties to whom loans have been given regarding repayment of loans and therefore it is not possible to ascertain whether the repayment is as per stipulations or not. As the loans are given interest free, question of payment of interest does not arise.
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. As informed to us the Company has accepted deposits from public. As per explanations given to us, the Company has not complied with the provisions of section 58 A of the Companies Act, 1956 and rules framed thereunder in respect of such deposits.
14. As informed to us, the Company is engaged in the business of rendering services (entertainment) and therefore no scrap is generated and accordingly no records are maintained regarding sale and disposal of the same. Similarly the company does not have any by product.
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 of cost records, as prescribed under section 209 (1)(d) of the Companies Act, 1956 is not applicable to it.
17. In our opinion and as informed to us, the Company is not regular in depositing the dues in respect of Provident Funds with appropriate authorities. As regards the Employees State Insurance, we were informed that the same is not yet applicable to the Company and therefore no amount has been deducted for the same and accordingly not required to be deposited.
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 31.03.2001 for a period of more than six months from the date they became payable, however had, in respect of Income Tax Deducted at Sources Rs. 60,304/-, Income Tax Rs. 7,33,407/- and Professional Tax Rs.1,340/- 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. As informed to us by the management, the provisions of the Sick Industrial Companies (Special Provisions) Act, 1985 are not applicable to the Company.
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 man-hours. Certain services provided by the Company requires consumption of materials however no records in this regard are maintained by the Company.

For M/S. R.C. DEOPURA & CO.
Chartered Accountants

Place : Baroda.
Date : 30th June, 2001.

[R.C.Deopura]
Proprietor

AJWA FUN WORLD & RESORT LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2001.

PARTICULARS	SCHE- DULE	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
SOURCE OF FUNDS :			
SHARE HOLDERS' FUNDS :			
a. Share Capital	1	63,900,000	63,900,000
b. Reserve & Surplus	2	11,120,000	11,120,000
		<u>75,020,000</u>	<u>75,020,000</u>
LOAN FUNDS :			
a. Secured Loans	3	59,030,231	51,221,304
b. Unsecured Loans	4	4,800,659	4,414,885
		<u>63,830,890</u>	<u>55,636,189</u>
TOTAL :		<u>138,850,890</u>	<u>130,656,189</u>
APPLICATION OF FUNDS :			
FIXED ASSETS :			
a. Gross Block	5	123,196,120	129,465,662
b. Less : Depreciation		53,084,913	27,552,784
		<u>70,111,207</u>	<u>101,912,878</u>
Pre-Operative Expenses [Pending Allocation]	6	41,134	41,134
INVESTMENTS	7	9,291,840	9,393,878
CURRENT ASSETS, LOANS & ADVANCES			
a. Inventories [Stores, Beverages, Eatables]		60,928	28,003
b. Sundry Debtors	8	6,010	6,246,498
c. Cash & Bank Balances	9	549,686	549,101
d. Loans & Advances	10	9,610,507	9,475,177
		<u>10,227,131</u>	<u>16,298,779</u>
Less : Current Liabilities & Provisions	11	13,379,849	17,562,539
NET CURRENT ASSETS		(3,152,718)	(1,263,760)
PROFIT & LOSS ACCOUNT		61,162,906	17,947,460
MISCELLANEOUS EXPENDITURE	12	1,396,521	2,624,599
TOTAL :		<u>138,850,890</u>	<u>130,656,189</u>
Notes on Accounts and Accounting Policies :	19		

As per our Report of even date
For M/s. R. C. DEOPURA & CO.
CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

[R. C. DEOPURA]
PROPRIETOR

PLACE : BARODA.

DATE : 30th June, 2001

RAJESH C. JAIN
CHAIRMAN & MANAGING DIRECTOR

PLACE : AJWA, BARODA.

DATE : 30th June, 2001

SURBHI R. JAIN
DIRECTOR

AJWA FUN WORLD & RESORT LIMITED**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST MARCH, 2001.**

PARTICULARS	SCHE- DULE	FOR THE YEAR ENDED 31/3/01 [Rs.]	FOR THE YEAR ENDED 31/3/00 [Rs.]
INCOME :			
Sales / Income from Operations	13	14,138,937	14,017,702
Other Income	14	53,622	80,260
TOTAL INCOME		14,192,559	14,097,962
EXPENDITURE :			
a. Parks/Garden Operating Expenses	15	5,261,651	4,769,708
b. Administrative & Other Expenses	16	5,136,575	5,407,060
c. Interest & Financial Expenses	17	12,008,612	10,245,909
d. Miscellaneous Expenses Written off		1,329,677	1,848,338
TOTAL EXPENDITURE		23,736,515	22,271,015
Profit/(Loss) for the year before Depreciation		(9,543,956)	(8,173,053)
LESS : DEPRECIATION		7,712,312	4,900,241
Profit/(Loss) for the year after Depreciation		(17,256,268)	(13,073,294)
Less : Provision for Taxation		Nil	Nil
Profit/(Loss) for the year after Taxation		(17,256,268)	(13,073,294)
Less : Prior year Adjustments	18	(91,049)	(146,962)
Less : Depreciation for earlier years (Refer Note No. 4)		27,269,451	Nil
Add : Profit on Sale of Fixed Assets for Earlier Years (Refer Note No. 4)		1,401,322	Nil
Less : Short Provision for Taxation for earlier year		Nil	882,802
Add : Profit /(Loss) Brought Forward		(17,947,460)	(4,138,326)
Total Profit/(Loss) carried to Balance Sheet		(61,162,906)	(17,947,460)
Notes on Accounts and Accounting Policies :	19		

As per our Report of even date
For M/s.R. C. DEOPURA & CO.
CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

[R. C. DEOPURA]
PROPRIETOR
PLACE : BARODA.
DATE : 30th June, 2001

RAJESH C. JAIN
CHAIRMAN & MANAGING DIRECTOR
PLACE : AJWA, BARODA.
DATE : 30th June, 2001

SURBHI R. JAIN
DIRECTOR


SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
SCHEDULE : [1] SHARE CAPITAL :		
AUTHORISED :		
2,50,00,000 Equity Shares of Rs.10/- each	250,000,000	250,000,000
ISSUED, SUBSCRIBED & PAID UP :		
63,90,000 Equity Shares of Rs.10/- each fully paid up.	63,900,000	63,900,000
TOTAL	63,900,000	63,900,000
SCHEDULE : [2] RESERVES & SURPLUS :		
Securities Premium Account	11,120,000	11,120,000
TOTAL	11,120,000	11,120,000
SCHEDULE : [3] SECURED LOANS :		
a. Term Loan from Bank of Baroda	12,062,420	13,111,320
[Secured against equitable mortgage of Land & Building and hypothecation of Plant & Machineries & personal guarantee of Directors]		
[Repayable within one year Rs.12,062,420/-, Previous Year Rs.13,111,320/-]		
b. Term Loan from United Bank of India	6,686,872	4,748,616
[Secured against hypothecation of Plant & Machineries & personal guarantee of Directors & also guarantee given by a Company under the same management]		
[Repayable within one year Rs.6,686,872/-, Previous Year Rs.47,48,616/-]		
c. Loan from Anagram Finance Limited.	Nil	27,786
[Secured against Vehicles purchased through them under Hire Purchase Scheme]		
[Repayable within one year Rs. Nil, Previous Year Rs.27,786/-]		


SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
d. Loan from Citi Bank N.A.	622,419	537,174
[Secured against Vehicles purchased through them under Hire Purchase Scheme]		
[Repayable within one year Rs. 262,008/-, Previous Year Rs.184,470/-]		
e. Loan from I.C.I.C.I. Bank Limited	282,223	Nil
[Secured against Vehicles purchased through them under Hire Purchase Scheme]		
[Repayable within one year Rs. 89,830 /-, Previous Year Rs. Nil]		
f. Loan from Punjab National Bank	192,817	257,115
[Secured against Vehicles purchased through them under Hire Purchase Scheme]		
[Repayable within one year Rs.97,200/-, Previous Year Rs. 56,700 /-]		
g. Term Loan from Gujarat State Financial Corpn.	39,183,480	32,539,293
[Secured against equitable mortgage of Land & Building and hypothecation of Plant & Machineries & pesonal guarantee of Directors]		
[Repayable within one year Rs.39,183,480/-, Previous Year Rs.22,764,542/-]		
Note : The amount of Secured Loans are inclusive of interest accrued and due and overdue amounts of Interest & Installments.		
TOTAL	<u>59,030,231</u>	<u>51,221,304</u>
SCHEDULE : [4] UNSECURED LOANS :		
From Directors	331,905	54,642
From Bodies Corporate	348,754	310,243
From Others	4,120,000	4,050,000
TOTAL	<u>4,800,659</u>	<u>4,414,885</u>



**SCHEDULE ANNEXED TO THE ACCOUNTS
SCHEDULE : [5] FIXED ASSETS**

Particulars	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK		
	As On 01/04/00	Additions During the year	Deduction/ Adjustment	As On 31/03/01	Up to 31/03/00	Additions During the year	Additions Due To Change of Method	Deduction/ Adjustment	Up to 31/03/01	As On 31/03/01	As On 31/03/00
1. Land	16093012	19968	NII	16112980	NII	NII	NII	NII	NII	16112980	16093012
2. Building & Site Development	30110090	343546	NII	30453636	3832579	2016576	6180130	NII	12029285	18424351	26277511
3. Plant & Machineries	68840541	69526	NII	68910067	14772597	4925594	18677127	NII	38375318	30534749	54067944
4. Office Equipments	840324	17570	NII	857894	231970	89956	203771	NII	525697	332197	608354
5. Furnitures & Fixtures	776482	31190	NII	807672	193013	78786	185499	NII	457298	350374	583469
6. Miscellaneous Assets	424966	121199	299481	246684	307449	101793	2052	278324	132970	113714	117517
7. Vehicles	2706135	977131	424949	3258317	715176	499607	619550	269988	1564345	1693972	1990959
8. Assets on Lease Plant & Machineries [Refer Note No.15]	7500000	NII	7500000	NII	7500000	NII	NII	7500000	NII	NII	NII
TOTAL (A)	127291550	1580130	8224430	120647250	27552784	7712312	25868129	8048312	53084913	67562337	99738766
CAPITAL WORK IN PROGRESS :-											
1. Building & Civil Construction	499904	70989	NII	570893	NII	NII	NII	NII	NII	570893	499904
2. Plant & Machinery	1674208	303769	NII	1977977	NII	NII	NII	NII	NII	1977977	1674208
TOTAL (B)	2174112	374758	NII	2548870	NII	NII	NII	NII	NII	2548870	2174112
TOTAL (A) + (B)	129465662	1954888	8224430	123196120	27552784	7712312	25868129	8048312	53084913	70111207	101912878
PREVIOUS YEAR	129363950	3456487	3354775	129465662	23149255	4900241	NII	496712	27552784	101912878	106214895

SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
SCHEDULE : [6] PRE-OPERATIVE EXPENSES		
[PENDING ALLOCATION]		
As per Last Balance Sheet	41,134	41,134
Add : Transferred from Profit & Loss Account	Nil	Nil
	<u>41,134</u>	<u>41,134</u>
Less : Capitalised to Fixed Assets	Nil	Nil
TOTAL	<u>41,134</u>	<u>41,134</u>
SCHEDULE : [7] INVESTMENTS :		
[Trade] [Long Term Investments]		
Quoted [Equity Shares of Companies]		
a. 11,09,800 Equity Shares of Rs.10/- each fully paid of Vatsa Finance Limited. [Previous year 11,20,000 Equity Shares] [Market value Rs.1,498,230/-, Previous year Rs.3,920,000/-]	7,849,144	7,951,182
b. 1,500 Equity Shares of Rs.10/- each fully paid of Rencal Chemicals [I] Limited. [Previous year 1500 Equity Shares] [Market value Rs.Nil/-, Previous Year Rs. Nil /-]	64,821	64,821
c. 17,500 Equity Shares of Rs.10/- each fully paid of Trans Techno Foods Limited. [Previous year 17500 Equity Shares] [Market value Rs.12,250/-, Previous Year Rs. 140,500/-]	342,875	342,875
d. 1000 Equity Shares of Rs.10/-each partly paid up of Bank fo Baroda [Previous year 1000 Equity Shares partly paid] [Market value Rs.63,000/-, Previous Year Rs.44,000/-]	85,000	85,000
Un Quoted [Equity Shares of Companies]		
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
TOTAL	<u>9,291,840</u>	<u>9,393,878</u>
SCHEDULE : [8] SUNDRY DEBTORS :		
[Unsecured, considered good]		
Debts outstanding for a period Exceeding :		
a. Six Months	Nil	6,224,875
b. Others	6,010	21,623
TOTAL	<u>6,010</u>	<u>6,246,498</u>


SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
SCHEDULE : [9] CASH & BANK BALANCE :		
a. Cash on hand	526,010	517,879
b. Balance with Scheduled Banks :		
- In Current Accounts	23,676	30,464
- In Issue Control Accounts	Nil	758
TOTAL	549,686	549,101
SCHEDULE : [10] LOAN AND ADVANCES :		
a. LOANS [Unsecured, considered good]		
- To Directors	176,673	354,033
- To Others	5,029,722	5,474,150
b. ADVANCES		
[Recoverable in cash or in kind or for value to be received]		
- Deposits with various agencies	888,735	923,241
- Advances to Suppliers & Others	817,405	502,830
- Other Advance	2,111,807	1,670,567
- Staff Advances	156,053	135,701
- Prepaid Expenses	61,958	38,859
- Share Application Money	350,000	350,000
- Income Tax Refundable	18,154	25,796
TOTAL	9,610,507	9,475,177
SCHEDULE : [11] CURRENT LIABILITIES & PROVISIONS :		
CURRENT LIABILITIES :		
a. Sundry Creditors	2,271,675	8,613,454
b. Bank Account Overdrawn	Nil	87,213
[Current A/c with Schedule Bank]		
c. Unearned Income	2,438,166	2,868,568
d. Share Application Money Refundable	105,604	105,604
e. Income Tax Payable	733,407	921,924
f. T.D.S. Payable	119,737	99,975
g. Other Current Liabilities	591,150	334,517
h. Deposits for Restaurant	70,000	Nil
SUB-TOTAL	6,329,739	13,031,255
PROVISIONS		
For Expenses	7,050,110	4,531,284
For Taxation	Nil	Nil
SUB-TOTAL	7,050,110	4,531,284
TOTAL	13,379,849	17,562,539



SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	As at 31/3/01 [Rs.]	As at 31/3/00 [Rs.]
SCHEDULE : [12] MISCELLANEOUS ASSETS : (to the amount not written off/adjusted)		
a. Preliminary Expenses		
Balance as per last Balance Sheet	1,669,820	2,087,025
Less : 1/10th written off for the year	417,205	417,205
TOTAL [A]	1,252,615	1,669,820
b. Deferred Revenue Expenses		
Balance as per last Balance Sheet	954,779	1,711,677
Add : Addition during the year	101,599	674,235
	1,056,378	2,385,912
Less : 1/5th written off for the year	912,472	1,431,133
TOTAL [B]	143,906	954,779
TOTAL [A + B]	1,396,521	2,624,599

PARTICULARS	For the Year Ended 31/3/01 [Rs.]	For the year Ended 31/3/00 [Rs.]
SCHEDULE : [13] SALES/INCOME FROM OPERATIONS :		
a. Parks / Garden Income	11,253,380	13,003,648
b. Restaurant Income [Sale of eatables / commission]	2,086,144	1,610,601
c. Lease Income		
- Lease Rentals	Nil	Nil
- Lease Equalisation	Nil	(1,602,482)
d. Bus Income	19,290	41,558
e. Membership Income	437,402	597,855
f. Supper Store Income	137,074	68,440
g. Misc. Other Income	205,647	298,082
TOTAL	14,138,937	14,017,702

SCHEDULE : [14] OTHER INCOME :

a. Discount & Kasar	19,228	26,943
b. Interest Income [TDS Rs.776/-, Previous Year Rs.6,857/-]	8,355	43,522
c. Profit on Sale of Assets	26,039	Nil
d. Sundry Balances Written off	Nil	9,795
TOTAL	53,622	80,260


SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	For the Year Ended 31/3/01 [Rs.]	For the year Ended 31/3/90 [Rs.]
SCHEDULE : [15] PARKS / GARDEN		
OPERATING EXPENSES :		
a. Electricity and Power & Fuel	2,047,125	1,837,862
b. Repairs & Maintenance [P & M]	425,045	679,305
c. Repairs & Maintenance [Building]	299,070	137,225
d. Repairs & Maintenance [Others]	71,398	86,376
e. Stores & Spares Consumed	181,487	185,470
f. Security Expenses	278,571	267,222
g. Lodging & Boarding Expenses	10,600	87,598
h. Generator Rent Expenses	181,883	173,453
i. Commission & Discount Expenses	198,767	310,898
j. Restaurant Expenses [Cost of Sale of eatables etc.]	1,312,751	934,322
k. Buses Operating Expenses	57,052	23,608
l. Super Store Material Expenses	147,902	46,369
m. Franchisee Fees	50,000	Nil
TOTAL	5,261,651	4,769,708
SCHEDULE : [16] ADMINISTRATIVE & OTHER EXPENSES :		
a. PAYMENT TO & PROVISIONS FOR EMPLOYEES :		
Directors' Remuneration	300,000	420,000
Salary & Wages to staff	1,231,947	1,179,775
Staff Welfare Expenses	85,530	96,200
Contribution to Provident & Other Funds	120,569	155,235
SUB-TOTAL	1,738,046	1,851,210
b. ADMINISTRATIVE & GENERAL EXPENSES :		
Advertisement Expenses	937,667	685,942
Legal & Professional Fees & Expenses	252,777	441,389
Travelling Expenses [Including Directors' Domestic Travelling Rs.88,632/-, Previous Year: Domestic Travelling Rs.43,580/-]	214,834	263,050
Office & General Expenses	232,700	294,220
Printing & Stationery Expenses	84,290	72,615
Postage, Telegram, & Telephone Expenses	235,093	280,340
Conveyance & Vehicle Expenses	713,657	503,996
Donation	49,310	9,772
Insurance Expenses	83,837	72,300


SCHEDULE ANNEXED TO THE ACCOUNTS

PARTICULARS	For the Year Ended 31/3/01 [Rs.]	For the year Ended 31/3/90 [Rs.]
Income Tax	121,665	Nil
Auditors' Remuneration	26,000	26,000
Expenses on Medical treatment of Customers	7,406	18,243
Bad Debts	Nil	90,164
Sundry Balance written off	2,425	Nil
Listing Fees	15,000	10,250
Rent, Rates & Taxes	192,154	Nil
Repairs & Maitanance Expenses	90,957	129,233
Loss on Sale of Investments	81,600	Nil
Loss on Discard of Misc. Assets	21,157	Nil
Loss on Sale of Fixed Assets	Nil	658,336
SUB-TOTAL	3,398,529	3,555,850
TOTAL	5,136,575	5,407,060

SCHEDULE : [17] INTEREST & FINANCIAL EXPENSES :

a. Bank Charges	13,665	9,515
b. Interest Paid :		
- To Bank Loans	3,677,998	3,586,443
- To G. S. F. C.	8,144,072	6,464,634
- To Others	347	14,785
c. Finance & Hire Charges	172,530	170,532
TOTAL	12,008,612	10,245,909

SCHEDULE : [18] PRIOR YEAR ADJUSTMENTS :

Interest	410,270	Nil
Bank Charges	1,607	Nil
Employer's Contribution to P.F.	15,640	Nil
Advertisement Expenses	66,282	Nil
Secretarial Expenses	1,295	Nil
Listing Fees	10,250	Nil
Generator Rent	8,000	Nil
Lease Income	(526,125)	Nil
Telephone Deposit	(24,000)	Nil
Rates & Taxes	87,867	Nil
Repairs & Maintanance Expenses	Nil	(214,180)
Legal & Professional Fees & Expenses	12,500	4,000
Miscellaneous Expenses	Nil	4,918
Telephone Expenses	26,838	40,000
Labour Charges	Nil	11,347
Vehicle Expenses	625	6,953
TOTAL	91,049	(146,962)

**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, 2001)

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 except non following of Accounting Standard No.13 and 15 regarding accounting of Investments and Gratuity & employees' other retirement benefits respectively.
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 employees' other retirement benefits which are accounted as and when actually paid.

3. SALES/INCOME FROM OPERATIONS :

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 proportionately on the basis of span of period of membership. Also in the case of life membership deposits, the income is recognised by spreading deposit over a period of ten years.

4. INVESTMENTS :

- i. Investment are stated at cost.
- ii. Profit/(Loss) 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 depreciations provided for the same.
2. Depreciation on Fixed Assets is provided on the Written Down Value Method (W.D.V.) as the Company has changed its method of providing the same from Straight Line Method (S.L.M.),



at the rates specified in Schedule XIV to the Companies Act, 1956, as amended upto the date of Balance Sheet.

3. Depreciation on Fixed Assets, for which no rates have been specified in Schedule XIV to the Companies Act, 1956, is provided on the Written Down Value Method at the rates at which the assets are depreciated over its estimated useful life.
4. Depreciation is provided on pro-rata basis from the month in which assets have been put to use and upto the date on which assets have been disposed, discarded or sold.
5. The assets having average life of about two years such as Costumes, Restaurant Crockeries etc. are being clubbed under Miscellaneous Assets and have been written off after a period of two years.

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, beverages & eatables 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.
- iii. Advertisement & other travelling & office expenses relating to the Periodic Membership Schemes whose income have been treated as accrued on proportionate basis are treated as deferred revenue expenditure and appropriate amounts are being written off every year, over the period of such Schemes

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. The company has not provided for the gratuity liability as well as employees' other retirement benefits though it should have provided for the same in line with the accounting standard made mandatory.

Since the company is following cash method of accounting in this respect, the liability in respect of gratuity is not being worked out by it.

3. 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.
4. During the year the Company has changed its method of providing depreciation from Straight Line Method to Written Down Value Method with retrospective effect. Additional depreciation on account of change in method of Rs.2,58,68,129/- (Net of Rs.14,01,322/- being the profit on sale of Fixed Assets in earlier years on account of change of method of providing depreciation) for the F.Y. 92-93 to 99-2000 has been provided in the Profit & Loss A/c. below the line. Due to the abovesaid change in the method of providing depreciation the current year's depreciation is also higher by Rs.27,40,952/- than it would otherwise have been had the same method been followed.

5. AUDITORS' REMUNERATION INCLUDES :

Sr. No.	Particulars	2000-01 [Rs.]	1999-00 [Rs.]
[1]	Statutory Audit Fees	15,750	15,750
[2]	Tax Audit Fees	5,250	5,250
[3]	Fees for Taxation Matters	5,000	5,000
TOTAL		26,000	26,000

6. Balance due to or due from parties/ banks from whom confirmations are not received are subject to adjustment on receipt of confirmations including balance with Bank of Baroda Term Loan A/c., G.S.F.C. Term Loan A/c., Samta Sahkari Bank-Bombay Branch and Bank of Baroda-Bombay Branch.

7. LOANS & ADVANCES INCLUDE THE FOLLOWING :

- i Rs.21,06,993/- given as loan to M/s.Ajwa Finance Limited. Maximum outstanding during the year Rs. 28,26,993/-. (Previous year - Rs. 23,55,555/- and Rs. 24,55,555/- respectively.)
- ii Rs.1,00,000/- & Rs. 35,000/-given to Ajwa Wonder World & Resort (Rajasthan) Ltd. for Share Application Money and as Loan respectively. Maximum amount outstanding during



the year Rs.1,00,000/- and Rs.35,000/- respectively. (Previous year- Rs.1,00,000/- and Rs.35,000/- respectively. Maximum outstanding Rs.1,00,000/- and Rs. 35,000/- respectively.)

- iii Rs. Nil given as loan to M/s.Unique Construction Pvt. Ltd. Maximum outstanding during the year Rs.82,059/-.(Previous year Rs.82,059/- and Rs. 12,32,059/- respectively).
- iv Rs.31,020/- given as loan to M/s.Mahavir Estate Pvt. Ltd. Maximum outstanding during the year Rs.31,020/-. (Previous year both the amounts are Rs.16,020/-)
- v Rs.24,01,209/- given as loan to M/s. S.R.J. Builders Pvt. Ltd. Maximum outstanding during the year Rs.24,01,209/-. (Previous year both the amounts are Rs.20,36,209/-)

[All these companies are under the same management as defined U/s 370 1(B) of the Companies Act, 1956.]

- vi Rs. Nil given as loan to Shri Rajesh C. Jain. Maximum amount outstanding during the year Rs. 2,06,213/-.(Previous year both the amounts are Rs.1,77,360/-)
- vii Rs.1,76,673/- given as loan to Shri Kamlesh K. Jain. Maximum amount outstanding during the year Rs.1,76,673/-. (Previous year both the amounts are Rs. 1,76,673/-)

[Note : Persons referred in vi and vii are directors of the company]

Also Rs.2,55,500/- has been given to a firm in which some of the directors are partners. (Previous Year Rs. 2,55,500/-)

- 8. Directors' Remuneration (Current year as well as 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. Disputes not acknowledged as debt by the company for Rs.19,46,655/-.
- ii. Demands of Rs.1,46,865/- and Rs. 1,11,483/- has been raised by the Income Tax Department for A.Y. 1996-97 and 1997-98 which is contested by the Company.
- iii. Demand raised by the Gujarat Electricity Board for Rs.1,95,070/- towards installation charges and interest but contested by the company.

- 11. The company has been advised by experts that due to business loss and claim of depreciation and other benefits available as per the provisions 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.

12. The Income Tax and Sales Tax assessments for the Asst. Year 1998-99 and onwards and financial year 1994-95, 1995-96 & 1996-97 respectively are yet to made by the concern authorities.
13. The investments made by the Company are not held in its own name though required as per the provisions of section 49 of the Companies Act, 1956.
14. 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. The diminution in the value of investments of the Company as at 31.3.2001 is Rs. 77,18,360/-.
15. Figures are rounded off to the nearest rupee.
16. Additional information pursuant to the provisions of paragraphs 3 & 4 in part II of the Schedule VI of the Companies Act, 1956.

	Current Year 2000-01		Previous Year 1999-00	
	Qty.	Amount [Rs.]	Qty.	Amount [Rs.]
i LICENSE AND INSTALLED CAPACITY	Not Applicable		Not Applicable	
ii RAW MATERIAL CONSUMED	Nil	Nil	Nil	Nil
iii OPENING & CLOSING STOCK OF FINISHED GOODS :	Nil	Nil	Nil	Nil
iv C.I.F. VALUE OF IMPORTS	--	Nil	--	Nil
v EXPENDITURE IN FOREIGN CURRENCY	--	Nil	--	Nil
vi EARNINGS IN FOREIGN CURRENCY	--	Nil	--	Nil
vii DIVIDEND TO NRI(S)	--	Nil	--	Nil



17. BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

i Registration No.

0	4			1	8	2	9	4
---	---	--	--	---	---	---	---	---

State Code

Balance Sheet Date

3	1	.	0	3	.	2	0	0	1
---	---	---	---	---	---	---	---	---	---

0	4
---	---

II. 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

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

III. Position of Mobilisation and Deployment of Funds [Amount in Rs. Thousands]

Total Liabilities

			1	3	8	8	5	1
--	--	--	---	---	---	---	---	---

Total Assets

			1	3	8	8	5	1
--	--	--	---	---	---	---	---	---

Sources of Funds [Amount in Rs. Thousands]

Paid-up Capital

			6	3	9	0	0
--	--	--	---	---	---	---	---

Reserve and Surplus

			1	1	1	2	0
--	--	--	---	---	---	---	---

Secured Loans

			5	9	0	3	0
--	--	--	---	---	---	---	---

Unsecured Loans

			4	8	0	1
--	--	--	---	---	---	---

Application of Funds [Amount in Rs. Thousands]

Net Fixed Assets

			7	0	1	1	1
--	--	--	---	---	---	---	---

Investment

			9	2	9	2
--	--	--	---	---	---	---

Net Current Assets

			(-)	3	1	5	3
--	--	--	-----	---	---	---	---

Miscellaneous Expenditure

			1	3	9	7
--	--	--	---	---	---	---

Pre-operative Expenses

						4	1
--	--	--	--	--	--	---	---

Accumulated Losses

			6	1	1	6	3
--	--	--	---	---	---	---	---



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

Turnover	Total Expenditure																				
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%; text-align: center;">1</td> <td style="width: 15%; text-align: center;">4</td> <td style="width: 15%; text-align: center;">1</td> <td style="width: 15%; text-align: center;">9</td> <td style="width: 15%; text-align: center;">3</td> </tr> </table>					1	4	1	9	3	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%; text-align: center;">3</td> <td style="width: 15%; text-align: center;">1</td> <td style="width: 15%; text-align: center;">4</td> <td style="width: 15%; text-align: center;">4</td> <td style="width: 15%; text-align: center;">9</td> </tr> </table>					3	1	4	4	9		
				1	4	1	9	3													
				3	1	4	4	9													
Profit/(Loss) Before Tax	Profit/(Loss) after Tax																				
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%; text-align: center;">(-)</td> <td style="width: 15%; text-align: center;">1</td> <td style="width: 15%; text-align: center;">7</td> <td style="width: 15%; text-align: center;">2</td> <td style="width: 15%; text-align: center;">5</td> <td style="width: 15%; text-align: center;">6</td> </tr> </table>					(-)	1	7	2	5	6	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%; text-align: center;">(-)</td> <td style="width: 15%; text-align: center;">1</td> <td style="width: 15%; text-align: center;">7</td> <td style="width: 15%; text-align: center;">2</td> <td style="width: 15%; text-align: center;">5</td> <td style="width: 15%; text-align: center;">6</td> </tr> </table>					(-)	1	7	2	5	6
				(-)	1	7	2	5	6												
				(-)	1	7	2	5	6												
Earning Per Share in Rs.	Dividend Rate %																				
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%; text-align: center;">0</td> <td style="width: 15%; text-align: center;">.</td> <td style="width: 15%; text-align: center;">0</td> <td style="width: 15%; text-align: center;">0</td> </tr> </table>					0	.	0	0	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 15%; height: 20px;"></td> <td style="width: 15%; text-align: center;">N</td> <td style="width: 15%; text-align: center;">I</td> <td style="width: 15%; text-align: center;">L</td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> <td style="width: 15%;"></td> </tr> </table>		N	I	L								
				0	.	0	0														
	N	I	L																		

V. Generic Names of Three Principal Product/Services of the Company

(As per Monetary Terms)

Item Code No. (Itc Code) Not Applicable

Production Description

Item Code No. (Itc Code) Not Applicable

Production Description

Item Code No. (Itc Code) Not Applicable

Production Description

Signatures to Schedules 1 to 19

As per our Report of even date
For M/s.R. C. DEOPURA & CO.
 CHARTERED ACCOUNTANTS

For and on behalf of the Board of Directors

[R. C. DEOPURA]
 PROPRIETOR
 PLACE : BARODA.
 DATE : 30th June, 2001

RAJESH C. JAIN
 CHAIRMAN & MANAGING DIRECTOR
 PLACE : AJWA, BARODA.
 DATE : 30th June, 2001

SURBHI R. JAIN
 DIRECTOR


CASH FLOW STATEMENT FOR THE YEAR ENDED 31/3/2001
[PREPARED PERSUANT TO LISTING AGREEMENT]

PARTICULARS	FOR THE YEAR ENDED 31/3/01 [Rs.]	FOR THE YEAR ENDED 31/3/00 [Rs.]
A. CASH FLOW FROM OPERATIVE ACTIVITIES :		
NET PROFIT/(LOSS) AFTER TAX AND EXTRAORDINARY ITEMS ADJUSTED FOR	(43,215,446)	(13,809,135)
DEPRECIATION	7,712,312	4,900,242
PRIOR PERIOD ADJUSTMENT (DEP.)	25,868,129	Nil
MISC. EXP. WRITTEN OFF	1,329,677	1,848,338
LEASE EQUALISATION RESERVE	Nil	1,602,482
BAD DEBTS WRITTEN OFF	Nil	90,164
INTEREST INCOME	(8,355)	(43,522)
LOSS/(PROFIT) ON SALE OF ASSETS [NET]	(26,039)	658,336
LOSS ON SALE OF INVESTMENT	81,600	Nil
SHORT PROVISION FOR TAXATION	Nil	882,802
ASSETS DISCARDED/WRITTEN OFF	21,157	Nil
PRIOR YEAR ADJUSTMENTS	91,049	(146,962)
SUNDRY BALANCES WRITTEN OFF	Nil	(9,795)
INTEREST EXPENSES	5,062,219	1,147,185
OPERATING PROFIT BEFORE WORKING CAPITAL CHARGES :	(3,083,697)	(2,879,865)
ADJUSTED FOR		
TRADE AND OTHER RECEIVABLES	(757,118)	248,290
INVENTORIES	(32,925)	36,415
TRADE PAYABLES AND OTHER LIABILITIES	2,057,798	2,241,449
CASH GENERATED FROM OPERATIONS :	(1,815,942)	(353,711)
INTEREST PAID	(5,062,219)	(1,147,185)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS :	(6,878,161)	(1,500,896)
ADD/(LESS) : EXTRA ORDINARY ITEMS :		
SHORT PROVISION FOR TAXATION	Nil	882,802
PRIOR YEAR ADJUSTMENTS	91,049	(146,962)
NET CASH FLOW FROM OPERATING ACTIVITIES : [A]	(6,969,210)	(2,236,736)
B. CASH FLOW FROM INVESTING ACTIVITIES :		
PURCHASE OF FIXED ASSETS	(1,954,888)	(3,202,243)
SALE OF FIXED ASSETS	181,000	343,000
MISC. & DEFERRED REVENUE EXPENDITURE	(101,599)	(674,235)
SALE OF INVESTMENTS	20,438	Nil
INTEREST INCOME	8,355	43,522
REPAYMENT RECEIVED FOR LOANS GIVEN	621,788	(1,849,788)
NET CASH FLOW FROM INVESTING ACTIVITIES : [B]	(1,224,906)	(5,339,744)


CASH FLOW STATEMENT FOR THE YEAR ENDED 31/3/2001
[PREPARED PERSUANT TO LISTING AGREEMENT]

PARTICULARS	FOR THE YEAR ENDED 31/3/01 [Rs.]	FOR THE YEAR ENDED 31/3/00 [Rs.]
C. NET CASH USED IN FINANCING ACTIVITIES :		
PROCEEDS FROM LONG TERM BORROWINGS	7,808,927	Nil
REPAYMENT OF LONG TERM BORROWINGS [INCLUSIVE OF INTEREST]	Nil	6,326,582
REPAYMENT OF SHORT TERM LOANS [NET]	385,774	1,342,341
NET CASH USED IN FINANCING ACTIVITIES : [C]	8,194,701	7,668,923
NET CASH & CASH EQUIVALANTS { (A) + (B) + (C) }	585	92,443
CASH AND CASH EQUIVALANTS AS AT THE BEGINNING OF THE YEAR	549,101	456,658
CASH AND CASH EQUIVALANTS AS AT THE END OF THE YEAR	549,686	549,101

For and on behalf of the Board of Directors

PLACE : AJWA, BARODA.
DATE : 30th June, 2001

RAJESH C. JAIN
CHAIRMAN & MANAGING DIRECTOR

SURBHI R. JAIN
DIRECTOR

AUDITORS' CERTIFICATE

To,
The Board of Directors,
AJWA FUN WORLD & RESORT LIMITED
Kunj Resi-Cum-Plaza, Palace Road,
Baroda - 390 001.

We have examined the attached Cash flow statement of the AJWA FUN WORLD & RESORT LIMITED for the year ended 31st March, 2001. 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 and Loss account and Balance Sheet of the Company covered by our report of 30th June, 2001 to the members of the Company.

For **M/S. R.C. DEOPURA & CO.**
Chartered Accountants

Place : Baroda.
Date : 30th June, 2001

[R.C.Deopura]
Proprietor



AJWA FUN WORLD & RESORT LIMITED
 Registered Office : Ajwa-Nimeta Road,
 P.O. Ajwa Compound - 391 510 Ta. Waghodia, Dist. Baroda

ATTENDANCE SLIP

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

L. F. No. _____ No. of Share Held _____

Name and address of the Member / Proxy

I hereby record my presence at the NINTH ANNUAL GENERAL MEETING of the above named Company held at Ajwa Nimeta Road, P.O. Ajwa Compound - 391 510. Ta. Waghodia, Dist. Baroda. at 2.00 p.m. on Friday, 28th September, 2001.

Signature of Member/Proxy

----- TERE HERE -----



AJWA FUN WORLD & RESORT LIMITED
 Registered Office : Ajwa-Nimeta Road,
 P.O. Ajwa Compound - 391 510 Ta. Waghodia, Dist. Baroda

PROXY

L. F. No. _____ No. of Share Held _____

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 NINTH ANNUAL GENERAL MEETING of the Company to be held on Friday 28th September, 2001 at 2.00 p.m. & at any adjournment thereof.

Signed this _____ day of _____ 2001.

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.

BOOK-POST



If Undelivered please return to :
AJWA FUN WORLD & RESORT LIMITED
Ajwa Nimeta Road, P.O. Ajwa Compound-391 510.
Ta. Waghodia, Dist. Baroda.