

Independent Auditor's Report to the Members of AJWA FUN WORLD & RESORT LIMITED**Report on the Financial Statements**

We have audited the accompanying financial statements of AJWA FUN WORLD & RESORT LIMITED which comprise the Balance Sheet as at 31 March 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2013;
- ii. in the case of the statement of profit and loss, of the profit for the year ended on that date; and
- iii. in the case of the cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of the books of the company.
- c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956; and
- e. on the basis of written representations received from the directors as on 31 March 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

For **PORWAL & PORWAL**
CHARTERED ACCOUNTANTS
FRN : 118727W

Place : Mumbai
Date : 30-08-2013

N.N. PORWAL
PARTNER
M.No.049610

Annexure to the Auditors' Report

The Annexure referred to in our report to the members of **AJWA FUN WORLD & RESORT LIMITED** for the year ended 31 March 2013. We report that:

As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government of India in terms of sub-section 4A of section 227 of The Companies Act, 1956 and on the basis of such checks as we considered appropriate, we further report that:

- (i) (a) In respect of fixed assets, the Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
(b) As explained to us, the fixed assets have been physically verified by the management during the year. We have been informed that no serious discrepancies were noticed on such verification.
(c) In our opinion, the company has not disposed of substantial part of the fixed assets during the year.
- (ii) (a) In our opinion the stocks of the stores, eatables & beverages, spare parts etc. have been physically verified by the management at reasonable intervals.
(b) In our opinion and according to the information and explanations given 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.
(c) In our opinion and according to the information and explanations given to us, the discrepancies noticed on verification, which were not material, have been properly dealt within the books of account.
- (iii) (a) The Company has taken interest free unsecured loan from the parties covered in register maintained u/s. 301 of the Companies Act, 1956 and the yearend balance was Rs. 33,183,740/-
The Company has granted interest free unsecured loan to two parties covered in register maintained u/s. 301 of the Companies Act, 1956 and the yearend balance was Rs. 425,394/-.
(b) In our opinion, the rate of interest and other terms and conditions on which loans have been taken / granted from the parties listed in the register maintained u/s.301 of the Companies Act are not, prima facie, prejudicial to the interest of the company.
(c) In respect of interest – free loans taken/granted by the company, principal amount is repayable on demand.
(d) There are no overdue amounts of loans taken/granted by the company as these loans are repayable on demand
- (iv) In our opinion and according to the information and explanations given to us, there are adequate internal procedures commensurate with the size of the Company and nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods. Further on the basis of our examination and according to the information and explanations given to us, we have not come across any instance of major weaknesses in internal controls.
- (v) (a) In our opinion and according to the information and explanation given to us, the transactions that need to be entered into the register maintained u/s.301 of the Companies Act, 1956 have been so entered.
(b) In our opinion and according to the information given to us, there are no transactions in pursuance of the contract or arrangements entered in the register maintained u/s.301 of the Companies Act, 1956 aggregating during the year to Rs. 5,00,000 or more.
- (vi) As per the information and explanations given to us, the company has not accepted deposits from public and has not complied with any of the directives issued by the Reserve Bank of India and the provisions of Section 58AA of the act and the rules framed there under in respect of such deposits.
- (vii) The Company does not have any internal audit system.
- (viii) This clause is not applicable as the Company is not a manufacturing Company.
- (ix) (a) According to the records of the Company and the information and explanations given to us, detail of dues of Sales tax, Income tax, Custom tax, Wealth tax, Excise duty and Cess which have not been deposited as on 31st March 2013 on account of any dispute are given below :

NAME OF THE STATUTE	NATURE OF DUES	PERIOD TO WHICH THE AMOUNT RELATES	AMOUNT (Rs.)	FORUM WHERE DISPUTE PENDING PAYMENT
GUJURAT ELECTRICITY BOARD	INSTALLATION CHARGES & INTEREST	01.04.1997 TO 31.03.1998	195,070	GUJURAT ELECTRICITY BOARD

- (x) The accumulated losses at the end of the financial year are more than fifty percent of its net worth. The company has not incurred any cash losses during the financial year.
- (xi) In our opinion and according to information and explanation given to us, the company has not defaulted in the repayment of dues to banks, financial institutions and debenture holders.
- (xii) In our opinion and according to the information and explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi/mutual benefit fund/society. Therefore, the provisions clauses 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not given guarantees for loans taken by others from banks or financial institutions which are prejudicial to the interest of the Company.
- (xvi) This clause is not applicable as the Company has not obtained any loans in the nature of term loan, during the financial year.
- (xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short term basis have been used for long term assets and no long term loans have been used to finance short term assets.
- (xviii) According to the information and explanations given to us, during the period covered by our audit report, the Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) This clause is not applicable as the Company has not issued any debentures.
- (xx) During the period covered by our report, the Company has not raised any money by way of a public issue.
- (xxi) To the best of our knowledge and belief and according to the information and explanations give to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

For **PORWAL & PORWAL**
CHARTERED ACCOUNTANTS
FRN No. 118727W

N.N. PORWAL
PARTNER
M.No.049610

Place : Mumbai
Date : 30-08-2013

BALANCE SHEET AS AT 31ST MARCH, 2013

PARTICULARS	NOTE NO.	As at 31/3/13 [Rs.]	As at 31/3/12 [Rs.]
I. EQUITY AND LIABILITY			
(1) Shareholder's fund			
a. Share capital	3	63,900,000	63,900,000
b. Reserve & surplus	4	(41,215,084)	(47,075,939)
		22,684,916	16,824,061
(2) Non-current liabilities			
a. Long-term borrowings	5	47,314,974	4,74,24,750
		47,314,974	4,74,24,750
(3) Current liabilities			
a. Trade payables	6	43,584,721	42,021,187
b. Other current liabilities	7	204,658	205,812
c. Short-term provisions	8	3,471,257	2,311,037
		47,260,636	44,538,036
TOTAL		117,260,526	108,786,847
II. ASSETS			
(1) Non-current assets			
a. Fixed assets			
– Tangible assets	9	44,646,417	45,190,312
– Capital work-in-progress	9	20,750,710	15,515,618
b. Non-current investments	10	-	---
		65,397,127	60,705,930
(2) Current assets			
a. Inventories	11	167,087	6,894,471
b. Trade receivables	12	17,571,250	15,225,778
c. Cash and cash equivalents	13	10,124,834	8,561,665
d. Short terms loans and advances	14	24,000,228	17,399,003
e. Miscellaneous Expenditures	15	---	---
		51,863,399	48,080,917
TOTAL		117,260,526	108,786,847

See accompanying notes to financial statements

2

As per our Report of even date
For M/s.PORWAL & PORWAL
CHARTERED ACCOUNTANTS
FRN : 118727W

[NIKHIL PORWAL]
PARTNER
M.No: 049610

PLACE : MUMBAI
DATE : 30-08-2013

For and on behalf of the Board of Directors
For Ajwa Fun World & Resort Ltd.

RAJESH C. JAIN RAHIL R.JAIN
CHAIRMAN & [M. D.] DIRECTOR

PLACE : AJWA COMPOUND, AJWA.
DATE : 30-08-2013

PROFIT AND LOSS STATEMENT FOR THE PERIOD ENDED 31st MARCH 2013

PARTICULARS	NOTE NO.	31st MARCH 2013 [Rs.]	31st MARCH 2012 [Rs.]
I Revenue from Operations	16	40,436,502	33,927,389
II Other Income	17	20,993,211	4,656,807
III Total Revenue (I+II)		61,429,713	38,584,196
IV Expenses			
- Cost of materials consumed	18	7,598,277	2,406,608
- Purchases of Stock-in-Trade	19	5,689,530	378,336
- Changes in inventories of finished Goods work-in-Progress and Stock-in-Trade	20	6,727,384	2,077,366
- Employee benefit expense	21	5,841,350	5,559,692
- Finance costs	22	1,068,973	736,990
- Depreciation and amortization expense	9	4,684,518	5,069,034
- Other expenses	23	22,758,826	17,301,547
V Total Expenses		54,368,858	33,529,573
VI Profit before exceptional and extraordinary item and tax (III-IV)		7,060,855	5,054,623
VII Exceptional items			
Investment written off during the year		--	950,000
Preliminary Expenses written off during the year		-	418,199
VIII Profit before extraordinary items and tax (V-VI)		7,060,855	3,686,424
IX Extraordinary items		---	---
X Profit before tax (VII-VIII)		7,060,855	3,686,424
XI Tax expenses			
a : Current tax		1,200,000	---
b : Deferred tax		-	-
XII Profit (Loss) for the period from continuing operations (IX-X)		5,860,855	3,686,424
XIII Profit (Loss) from discontinuing operations		---	---
XIV Tax expenses of discontinuing operations		---	---
XV Profit (Loss) from discontinuing operations (after tax) (XII-XIII)		---	---
XVI Profit (Loss) for the period (XI + XIV)		5,860,855	3,686,424
XVII Earning per equity share			
(a) Basic		0.92	0.58
(b) Diluted		---	---

See accompanying notes to financial statements

2

As per our Report of even date
For M/s.PORWAL & PORWAL
CHARTERED ACCOUNTANTS
FRN : 118727W

[NIKHIL PORWAL]
PARTNER
M.No: 049610

PLACE : MUMBAI
DATE : 30-08-2013

For and on behalf of the Board of Directors
For Ajwa Fun World & Resort Ltd.

RAJESH C. JAIN
CHAIRMAN & [M. D.]

RAHIL R.JAIN
DIRECTOR

PLACE : AJWA COMPOUND, AJWA.
DATE : 30-08-2013

CASH FLOW STATEMENT FOR THE YEAR ENDED 31/03/2013
[PREPARED PERSUANT TO LISTING AGREEMENT]

PARTICULARS	FOR THE YEAR ENDED	
	0n 31/03/ 2013	FOR THE YEAR ENDED 0n 31/03/ 2012
	[Rs]	[Rs]
A. CASH FLOW FROM OPERATIVE ACTIVITIES :		
Net Profit Before Tax	7,060,855	3,686,424
Adjustment for :	-	-
Depreciation	4,684,518	5,069,034
Preliminary Expenses w/off	---	---
Deferred Revenue Expenditure	---	---
(Profit) / Loss on sale of Assets	62,887	---
Interest & Finance Charges	1,068,973	736,990
Interest on FD	---	---
Operating Profit before Working Capital Changes	12,877,233	9,492,448
Adjustment for :		
Decreased in current Liability	1,522,600	722,965
Decreased in Current Assets	(2,219,313)	(5,384,459)
Total	(696,713)	4,661,494
Cash generated from operations	12,180,520	4,830,954
Income Tax paid	-	-
Net Cash flow from Operating activities	12,180,520	4,830,954
B CASH FLOW FROM INVESTING ACTIVITY		
Purchase of Fixed Assets (Cash Outflow)	(9,453,457)	(16,773,328)
Mutual Fund	-	-
Sale of Fixed Assets	14,855	-
Increase in advances & others	-	14,627,535
Interest on FD	-	-
Investment written off	-	950,000
Net Cash used in Investing activities	(9,438,602)	(1,195,793)
C CASH FLOW FROM FINANCING ACTIVITY		
Increased in Loan (Liability)	(109,776)	(6,039,165)
Interest paid	(1,068,973)	(736,990)
Net Cash used in financing activities	(11,78,749)	(6,776,155)
Net increase /(Decrease) in Cash & Cash Equivalents	1,563,169	(3,140,994)
Cash and Cash equivalents (OPENING BALANCE)	8,561,665	11,702,659
Cash and Cash equivalents (CLOSING BALANCE)	10,124,834	8,561,665

	As on 31/03/2013	As on 31/03/2012
Cash & Cash Equivalents		
Cash in Hand	2,455,150	1,194,608
Cash at Bank	541,316	613,459
FD with Banks	7,128,368	6,753,598
Cash & Cash equivalents as stated	10,124,834	8,561,665

*Previous years figures have been recast / restated where necessary.
See accompanying notes to financial statements 2*

As per our Report of even date
For M/s.PORWAL & PORWAL
CHARTERED ACCOUNTANTS
FRN : 118727W

[NIKHIL PORWAL]
PARTNER
M.No: 049610

PLACE : MUMBAI
DATE : 30-08-2013

For and on behalf of the Board of Directors
For Ajwa Fun World & Resort Ltd.

RAJESH C. JAIN RAHIL R.JAIN
CHAIRMAN & [M. D.] DIRECTOR

PLACE : AJWA COMPOUND, AJWA.
DATE : 30-08-2013

Notes forming part of the financial statements

Note-1

Contingent liabilities and commitments (to the extent not provided for)	As at 31st MARCH 2013	As at 31st MARCH 2012
	Rs	Rs
(i) Contigent Liabilities		
(a) Claims against the company not acknowledged as debt	1,95,070.00	31,83,653.00
(b) Gurantees	---	---
(c) Other money for which the company is contingently liable	---	---
	1,95,070.00	31,83,653.00
(ii) Commitments		
(a) Estimated amount for contracts remaining to be executed on capital account and not provided for	---	---
(b) Uncalled liability on shares and other investments partly paid	---	---
(c) Other commitments (specify nature)	---	---
	1,95,070.00	31,83,653.00

Note 2.

Notes forming part of the financial statements

Note	PARTICULARS
A	<p>Corporate Information</p> <p>Ajwa Fun World & Resort Ltd. is a Public Limited Company By Shares Incorporated On 16/09/1992 engaged in the business of Entertainment sector by installing the facilities of rides & other entertainment devices at its park near Vadodara. The Company has diversified into infrastructure projects, Construction of Residential and Commercial Complexes.</p>
B	<p>Significant accounting policies</p> <p>Basis of accounting and preparation of financial statements</p>
1	<p>The financial statements of the Company are prepared under the historical cost convention on an accrual basis of accounting in accordance with the Generally Accepted Accounting Principles, Accounting standards notified under Section 211(3C) of the Companies Act, 1956 and the relevant provisions thereof.</p>
2	<p>Use of estimates</p> <p>The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumption considered in the reported amount of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual and the estimates are recognized in the periods in which the results are known / materialize.</p>
3	<p>Inventories</p> <p>Inventories of stores, beverages & eatables are valued at cost. Cost is arrived at by following Weighted Average method of accounting.</p>
4	<p>Cash and Cash equivalents (for purpose of Cash Flow Statement)</p> <p>Cash comprises Cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in Value.</p>
5	<p>Cash flow statement</p> <p>Cash flows are reported using the indirect method, whereby profit / (Loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.</p>
6	<p>Depreciation and amortization</p> <p>Depreciation on Fixed assets is provided on the Written down Value Method (W.D.V.), at the rates specified in Schedule XIV to the Companies Act, 1956, as amended up to the date of Balance Sheet. Fixed Assets individually costing rupees five thousand or less are depreciated 100% over a period of one year.</p> <p>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.</p> <p>Depreciation is Provided on pro-rata basis from the month in which assets have been put to use and up to the date on which assets have been disposed, discarded or sold.</p>

Notes forming part of the financial statements

Note 2. Significant accounting policies (contd.)

Note	PARTICULARS
7	<p>Revenue recognition</p> <p><u>Sale / Income from Operations</u></p> <p>Parks Income is accounted on accrual basis i.e date of visit of park 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 recognized by spreading deposit over a period of ten years.</p> <p><u>Income from the services</u></p> <p>Revenue / Income and Cost / Expenditure are generally accounted on accrual basis as they are earned or incurred except employee's retirement benefits, which are accounted as and when actually paid.</p>
8	<p>Tangible fixed assets</p> <p>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.</p> <p>The assets having average life of about two years such as, Restaurant Crockery etc. are being clubbed under Miscellaneous Assets and have been written off after a period of two years.</p>
9	<p>Amortization of Miscellaneous Expenses</p> <p>The preliminary expenses and issue expenses are amortized during the previous year. Expenses towards intensive advertisement campaign as well as sales promotion and foreign traveling, the benefit of which are expected to accrue over a number of years are treated deferred revenue expenditure. Appropriate amounts are being written off every year.</p> <p>Advertisement & Other traveling & 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 written off every year, over the period of such Schemes.</p>
10	<p>Taxes on Income</p> <p>Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p> <p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economics benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.</p> <p>Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. The company has been advised by experts that due to business loss and claim of depreciation 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. Also, due to carried forward depreciation and business loss as per the provisions of Income Tax Act, 1961, there is no need to provide any deferred Tax liability under Accounting Standard 22(AS 22).</p>

Notes forming part of the financial statements

Schedule 2. Significant accounting policies (contd.)

Note	PARTICULARS																														
11	Other Disclosure																														
A	Figures of Previous year have been regrouped / recast wherever necessary to make them comparable with the figures of the Current year.																														
B	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.																														
C	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.																														
D	No provision has been made for penalty and interest which may levied upon the Company for non deduction / short deduction of TDS and 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.																														
12	AUDITORS' REMUNERATION INCLUDES:																														
	<table border="1"> <thead> <tr> <th>Sr.No.</th> <th>Particular</th> <th>2012-13 [RS]</th> <th>2011-12 [RS]</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Statutory Audit Fees</td> <td>25,000</td> <td>25,000</td> </tr> <tr> <td>2</td> <td>Tax Audit Fees</td> <td>10,000</td> <td>10,000</td> </tr> <tr> <td>3</td> <td>Fees for Taxation Matters</td> <td>10,000</td> <td>10,000</td> </tr> <tr> <td>4</td> <td>Company Law Matters</td> <td>5,000</td> <td>5,000</td> </tr> <tr> <td>5</td> <td>Service Tax</td> <td>6,180</td> <td>6,180</td> </tr> <tr> <td></td> <td>TOTAL RS.</td> <td>56,180</td> <td>56,180</td> </tr> </tbody> </table>	Sr.No.	Particular	2012-13 [RS]	2011-12 [RS]	1	Statutory Audit Fees	25,000	25,000	2	Tax Audit Fees	10,000	10,000	3	Fees for Taxation Matters	10,000	10,000	4	Company Law Matters	5,000	5,000	5	Service Tax	6,180	6,180		TOTAL RS.	56,180	56,180		
Sr.No.	Particular	2012-13 [RS]	2011-12 [RS]																												
1	Statutory Audit Fees	25,000	25,000																												
2	Tax Audit Fees	10,000	10,000																												
3	Fees for Taxation Matters	10,000	10,000																												
4	Company Law Matters	5,000	5,000																												
5	Service Tax	6,180	6,180																												
	TOTAL RS.	56,180	56,180																												
13	Balance due to or due from parties/ banks from whom confirmations are not received are subject to adjustment on receipt of necessary confirmations.																														
14	LOANS & ADVANCES INCLUDE THE FOLLOWING:																														
	Rs.4,25,394/- given as loan to M/s. Mahavir Estate Pvt. Ltd. Maximum outstanding during the year Rs. 4,25,394/- (Previous year both amount are Rs.4,12,894/-)																														
	[All these companies are under the same management as defined U/s 370 1(B) of the Companies Act, 1956.]																														
15	Directors' Remuneration (Current year as well as previous year) represents Directors salary only.																														
16	The Inventory of stores includes stocks of Stores, Spares, and Restaurant Items etc. and is stated in the Balance Sheet as taken, valued and certified by the management.																														
17	CONTINGENT LIABILITIES:																														
	I. Demand rose by the Gujarat Electricity Board for Rs.1,95,070/- towards installation charges and interest but contested by the company.																														

Notes forming part of the financial statements

Note 2. Significant accounting policies (contd.)

Note	PARTICULARS				
18	<p>The Income Tax and Sales Tax assessments for the Asst. Year 2005-06 and onwards and financial year 2004-05 respectively are yet to be made by the concerned authorities.</p> <p>Segment Information as per Accounting Standard-17 Primary Segment Information (Business segment)</p> <p>The Company mainly engaged in the business of Entertainment and Construction Activity. Information about Business Segment is as under :</p> <p style="text-align: right;">(Rs. In lakhs)</p>				
	Particular	Entertainment Segment	Construction Segment	Other	Total
	Segment Revenue	380.56	220.83		601.39
	Segment Expenses	(332.00)	(148.33)		(480.33)
	Segment Profit	48.56	72.50		121.06
	Unallocated Income			13.45	13.45
	Unallocated Expenses			(6.36)	(6.36)
	Segment Result before financial cost, Depreciation and Tax	48.56	72.50	7.09	128.15
	Less : Segment Financial Expenses	(6.05)	(4.64)		(10.69)
	Profit Before Depreciation and Depreciation	42.51	67.86	7.09	117.46
	Less : Segment Depreciation	35.45	11.40		46.85
	Profit Before Tax	7.06	56.46	7.09	70.61
	Less : Provision for Taxation				12.00
	Profit After Tax				58.61
	Segment Assets	1688.39	379.66		2068.05
	Unallocated Assets				
	Total				2068.05
	Segment Liability	500.60	817.25		1317.85
	Unallocated Liability			750.20	750.20
	Total				2068.05

Notes forming part of the financial statements

Note 2. Significant accounting policies (contd.)

Additional Information

01. The company has disclosed Business segment as Primary segment. segments have been identified taking into account the nature of products, the differing risks and returns, the organisational structure and internal reporting system. The company's operations predominantly relate to Entertainment Industry at Vadodara which comprising Amusement Park, Water Park, Resort and Restaurant & construction Industry at Indore.

02. Segment Revenue, segment Results, Segment Assets and Segment Liability includes the respective amounts identifiable to each of the segment as also amount allocated on reasonable basis. The expenses, which are not directly related to the business segment are shown as 'unallocated Expenses' and Income not directly related to the business segment are shown as 'External revenue'. Assets and liability that cannot be allocated between the segments are shown as unallocated corporate Assets and Liability respectively.

03. Unallocated Assets and Liability Includes :

Liability	2012-13 (Rs in lakhs)
Share capital	639.00
Reserve & Surplus	111.20
Total	<u>750.20</u>

Notes forming part of the financial statements

Note 2. Significant accounting policies (contd.)

Note	PARTICULARS																																		
n	<p>RELATED PARTY TRANSACTIONS : Related Parties with whom the Company had transactions.</p> <p>1. ASSOCIATES : A. AJWA FINANCE LTD. B. S R J PROJECTS PVT.LTD. C. MAHAVIR ESTATE PVT.LTD. D. UNIQUE CONSTRUCITON PVT.LTD.</p> <p>2. KEY PERSONAL : A. Shri Rajesh C. Jain (C.M.D) B. Rahil R. Jain.</p> <p>3. Relatives of Key Managerial Personal : A. Smt. Vijaybala R. Jain B. Rajesh C. Jain (H.U.F.)</p> <p>DISCLOSURE OF TRANSACTIONS BETWEEN THE COMPANY AND RELATIVES AND THE STATUS OF OUTSTANDING BALANCE AS ON 31ST MARCH'2013.</p> <table border="1"> <thead> <tr> <th>Sr.No.</th> <th>Component</th> <th>Associates Transaction (Net) Rs.</th> <th>Significant Influence (Net) Rs.</th> <th>Key Managerial Personnel (Net) Rs.</th> <th>Relatives of Key Managerial Personnel Transaction (Net) Rs.</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Loan (Taken)</td> <td>3,06,33,105</td> <td>---</td> <td>---</td> <td>2,525,635</td> </tr> <tr> <td>2.</td> <td>Remuneration Sitting fees to Key Managerial Personal</td> <td>---</td> <td>---</td> <td>1,080,000</td> <td>360,000</td> </tr> <tr> <td>3.</td> <td>Loan given/Rent paid to key Managerial Personal</td> <td>4,25,394</td> <td>---</td> <td>660,000</td> <td>---</td> </tr> <tr> <td>4.</td> <td>Sale of Flat Anoop Nagar Flats</td> <td>---</td> <td>---</td> <td>2,700,000</td> <td>3,100,000</td> </tr> </tbody> </table>					Sr.No.	Component	Associates Transaction (Net) Rs.	Significant Influence (Net) Rs.	Key Managerial Personnel (Net) Rs.	Relatives of Key Managerial Personnel Transaction (Net) Rs.	1.	Loan (Taken)	3,06,33,105	---	---	2,525,635	2.	Remuneration Sitting fees to Key Managerial Personal	---	---	1,080,000	360,000	3.	Loan given/Rent paid to key Managerial Personal	4,25,394	---	660,000	---	4.	Sale of Flat Anoop Nagar Flats	---	---	2,700,000	3,100,000
Sr.No.	Component	Associates Transaction (Net) Rs.	Significant Influence (Net) Rs.	Key Managerial Personnel (Net) Rs.	Relatives of Key Managerial Personnel Transaction (Net) Rs.																														
1.	Loan (Taken)	3,06,33,105	---	---	2,525,635																														
2.	Remuneration Sitting fees to Key Managerial Personal	---	---	1,080,000	360,000																														
3.	Loan given/Rent paid to key Managerial Personal	4,25,394	---	660,000	---																														
4.	Sale of Flat Anoop Nagar Flats	---	---	2,700,000	3,100,000																														

Figures are rounde off to the nearest rupee.

As per our Report of even date
For M/s.PORWAL & PORWAL
CHARTERED ACCOUNTANTS
FRN : 118727W

[NIKHIL PORWAL]
PARTNER
M.No: 049610

PLACE : MUMBAI
DATE : 30-08-2013

For and on behalf of the Board of Directors
For Ajwa Fun World & Resort Ltd.

RAJESH C. JAIN RAHIL R.JAIN
CHAIRMAN & [M. D.] DIRECTOR

PLACE : AJWA COMPOUND, AJWA.
DATE : 30-08-2013

NOTES TO ACCOUNT OF FINANCIAL STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2013

PARTICULARS	31st MARCH 2013		31st MARCH 2012	
	[Rs.]	[Rs.]	[Rs.]	
NOTE - 3				
SHARE CAPITAL				
Authorized				
2,50,00,000 Equity Shares of ₹ 10/- each		25,000,000		25,000,000
Issued				
63,90,000 Equity Shares of ₹ 10/- each		63,900,000		63,900,000
Subscribed & Paid-up				
63,90,000 Equity Shares of ₹ 10/- each		63,900,000		63,900,000
Details of Shareholders holding more than 5% Capital				
Name of Shareholders	As at 30th September 2013		As at 31st March 2012	
	No. of shares held	% of Holding	No. of shares held	% of Holding
RAJESH CHUNILAL JAIN	573800	8.98%	530900	8.31%
APPLE AMUSEMENT LIMITED	0	0%	549900	8.61%
AJWA FINANCE	450000	7.04%	450000	7.04%
VIJAYBALA RAJESHKUMAR JAIN	675000	10.56%	95200	1.49%
TOTAL	1023800	16.02%	1530800	23.96%
PARTICULARS	31st MARCH 2013		31st MARCH 2012	
	[Rs.]	[Rs.]	[Rs.]	
NOTE- 4				
RESERVE AND SURPLUS				
Securities Premium	11,120,000			11,120,000
Opening balance	(58,195,939)			(61,882,363)
(+) Net Profit / (Net Loss) For the current year	5,860,855			3,686,424
Closing Balance		(52,335,084)		(58,195,939)
Total		(41,215,084)		(47,075,939)
NOTE- 5				
LONG TERM BORROWINGS:				
Secured				
Term Loans	1,938,740			2,315,937
Loans and Advances from related parties	---			---
Other Loans and Advances (specify)	1,680,948			2,765,118
Total - A	3,619,688			5,081,055
Unsecured				
Term Loans	---			---
Loans and Advances from related parties	33,183,740			30,485,766
Other Loans and Advances (specify)	10,511,546			11,857,930
Total - B	4,3695,286			42,343,696
		47,314,974		47,424,750

PARTICULARS	31st MARCH 2013 [Rs.]	31st MARCH 2012 [Rs.]
NOTE- 5.1		
LONG TERM BORROWINGS:		
Term Loans		
Punjab National Bank	1,938,740	2,315,937
		2,315,937
Term Loan from ICICI BANK [Secured against motor car Evalia]	700,000	0
Term Loan from HDFC BANK [Secured against motor car Skoda Laura]	0	244,968
Term Loan from PNB BANK [Secured against motor car Hundai I 20 Car]	236,172	388,753
Term Loan from ICICI BANK [Secured against motor car Mercedes]	363,846	1,407,763
Term Loan from HDFC BANK [Secured against motor car Toyoto Altis]	380,930	723,634
	1,680,948	2,765,118
Total Secured Term Loan - A	3,619,688	5,081,055
Loans and Advances from related parties		
Unsecured Loans		
From Companies		
Unique Construction Pvt. Ltd.		(94,200)
Ajwa Finance Ltd.	9,068,932	9,076,432
S.R.J. Builders Pvt. Ltd.	21,564,173	19,336,451
Fortune Petech Pvt. Ltd.	25,000	25,000
	30,658,105	28,343,683
From Directors		
Rajesh C. Jain (Loan)		(444,688)
		(444,688)
From Shareholders		
Rajesh C. Jain (H.U.F.)	2,525,635	2,586,771
	2,525,635	2,586,771
	33,183,740	
From Others		
Nakoda Marketing	500,000	-
Gujarat Machinery Tools Corporation	2,222,000	2,608,000
Unearned Income (2013 TO 2021)	7,789,546	9,249,930
Total Unsecured Loan - B	10,511,546	11,857,930
TOTAL A+B	76,879,026	11,857,930
NOTE - 6		
TRADE PAYABLES		
Micro, Small and Medium Enterprise		
Others	43,584,721	42,021,187
	43,584,721	42,021,187

PARTICULARS	31st MARCH 2013 [Rs.]	31st MARCH 2012 [Rs.]
NOTE - 7 OTHER CURRENT LIABILITIES Others*	204,658	2,05,812
	204,658	2,05,812
*Includes entertainment tax, gujarat sales tax, income tax, tds and professional tax		
NOTE - 8 SHORT TERM PROVISIONS <i>Provision for employee benefits</i> Salary & Remuneration	1,268,824	2,137,066
Provident fund	4,190	4,150
<i>Others</i> Electricity Expenses	188,177	169,821
Provision of Entertainment Tax -Asst	907,155	-
Provision for Income Tax	11,02,911	-
	3,471,257	2,311,037
NOTE - 10 NON CURRENT INVESTMENT <i>Trade Investment [Long Term Investment]</i> Quoted [Equity Shares of Companies] (a) 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]	9,50,000	9,50,000
Diminishing Value of Investment	(9,50,000)	(9,50,000)
NOTE - 11 INVENTORIES Raw Material	---	---
Work-in-progress [WIP Anoop Nagar]	---	2,406,608
Finished Goods [Anoop Nagar Project-Indore]	---	3,319,977
Stock-in-trade - Stores [Inventory of stores]	167,087	171,886
Others - Land [Land at Khandwa Road]	---	996,000
	167,087	6,894,471
NOTE - 12 TRADE RECEIVABLES Trade Receivables	---	---
(Outstanding for a period less than six months from the date they are due for payment)		
Trade Receivable	17,571,250	15,225,778
(Outstanding for a period exceeding six months from the date they are due for payment)		
	17,571,250	15,225,778
NOTE - 13 CASH & CASH EQUIVALENTS Balances with Banks	541,316	613,459
Cash on Hand	2,455,149	1,194,608
Fixed Deposit with bank	7,128,368	6,753,598
	10,124,833	8,561,665

PARTICULARS	31st MARCH 2013 [Rs.]	31st MARCH 2012 [Rs.]
NOTE - 14		
SHORT TERM LOANS & ADVANCES :		
(Unsecured and Considered Good)		
Loans and advances	20,947,628	14,095,478
Balances with Income Tax Authorities	1,013,352	1,440,475
Deposits	922,463	882,37
Other (Specify)	1,116,785	980,667
	24,000,228	17,399,003
NOTE - 15		
MISCELLANEOUS EXPENDITURE		
(a) Preliminary Expenses	-	
Balance as per last Balance Sheet	-	418,199
Less 1/10th written off during the year		418,199
		418,199
NOTE - 16		
REVENUE FROM OPERATIONS:		
Sale of Products	-	
Sale of Services	30,040,515	25,990,480
Other Operating Revenues	10,395,987	7,936,909
	40,436,502	33,927,389
Less Excise Duty		-
	40,436,502	33,927,389
NOTE - 16.1		
PARTICULAR OF SALE OF SERVICE / OPERATING INCOME		
Particular		
PARK & GARDEN INCOME		
Entry Income	1,274,725	1,171,300
Income from Rajwadi	7,245,500	6,929,925
Show Income	10,984,395	10,802,600
Other Income	7,184,973	4,055,335
	26,689,593	22,959,160
INCOME FROM RESTAURANT		
Ice Cream, Cold Drink & Snacks Income	4,103,637	3,216,297
Food Income	3,225,950	3,195,651
Restaurant Income [Water Park]	1,643,450	499,670
Restaurant Income [Amusement Park]	1,422,950	1,025,291
	10,395,987	7,936,909
INCOME FROM RESORT		
Resort Income	988,122	731,520
Member Ship Income	2,362,800	2,299,800
	40,436,502	33,927,389
NOTE - 17		
INCOME FROM SALE OF FLATS		
Anoop Nagar Flat Sales		2,536,000
	15,203,020	
INCOME FROM SALE OF FLAT		
Plot sales (Khandwa Road)	4,500,000	-
OTHER INCOME		
Interest	673,159	
Dividend	-	576,172
Net gain / loss on sale of assets	-	---
		11,367
Other non-operating Income		
Discount Received	114,245	140,107
Discount & Kasar	8,944	23,277

PARTICULARS	31st MARCH 2013		31st MARCH 2012	
		[Rs.]		[Rs.]
Other Income	453,860	-		1,356,120
Rent Income	-	-		10,400
VAT Adjustment Income	39,983	-		
Sundry Balance W/off	-	-		3,364
		1,290,191		
		20,993,211		4,656,807
NOTE - 18 Purchase of Materials				
Opening Stock	-	-		-
Add : Purchases Materials	-	-		-
Less Closing Stock		7,598,277		2,406,608
Cost of material consumed		-		-
		7,598,277		2,406,608
NOTE - 19 Purchase of traded goods				
Restaurant Consumables	-	-		-
Less : Purchase Return		5,689,530		4,878,336
		-		(4,500,000)
Total		5,689,530		378,336
NOTE - 20 Changes in Inventories of finished goods, Work-in-Progress & Stock-in-Trade				
Inventories at the end of the year				
Finished Goods		-		4,315,977
Work-in-Progress		-		2,406,608
Stock-in-Trade		167,087		171,886
		167,087		6,894,471
Inventories at the beginning of the year				
Finished Goods		4,315,977		5,496,000
Work-in-Progress		2,406,608		3,319,977
Stock-in-Trade		171,886		155,860
		6,894,471		8,971,837
Net (increase) / decrease		6,727,384		2,077,366
NOTE - 21 EMPLOYEE BENEFIT EXPENSE :				
Salary & Wages	5,076,904	-		4,854,906
Provident Fund	25,891	-		26,116
ESOP	-	-		-
Staff Welfare	738,555	-		678,670
		-		-
		5,841,350		5,559,692
NOTE - 22 FINANCIAL COST :				
Interest expense	1,068,973	-		736,990
Other Borrowing costs	-	-		-
Applicable net gain / loss on foreign currency transaction	-	-		-
		1,068,973		736,990

PARTICULARS	31st MARCH 2013		31st MARCH 2012
	[Rs.]		[Rs.]
NOTE - 23			
OTHER EXPENSES :			
Parks / Garden Operating Expenses			
Electricity and Power & Fuel	2,596,550	-	2,266,993
Repairs & Maintenance [P & M]	6,254,647	-	4,889,800
Repairs & Maintenance [Building]	159,601	-	56,877
Repairs & Maintenance [Others]	708,409	-	812,888
Resort Expense	696,257	-	-
Restaurant Expenses	1,101,755	-	505,857
31st Event Expenses	332,780	-	590,004
Costume Purchase	219,793	-	170,151
Rajwadi Program Expenses	480,000	-	480,000
Security Expenses	636,710	-	545,538
Commission & Discount Expenses	-	-	403,430
Buses Operating Expenses	260,200	-	121,825
Plantation Expenses	566,767	-	626,896
TOTAL - A		14,013,469	11 470 259
Selling & Distribution Expenses			
Advertisement & Business Promotion Expenses	1,752,253	-	1,240,561
Brokerage Expenses	-	-	476,000
Sales Tax Paid	395,216	-	361,217
TOTAL - B		2,147,469	2,077,778
Establishment Expenses			
Legal & Professional Fees	421,710	-	593,703
Traveling Expenses	248,070	-	745,356
Office & General Expenses	813,401	-	445,951
Printing & Stationery Expenses	86,222	-	245,385
Postage, Telegram & Telephone Expenses	206,320	-	225,495
Conveyance & Vehicle Expenses	1,002,786	-	720,059
Insurance Expenses	255,121	-	180,393
Auditor's Remuneration	56,180	-	55,150
Expenses on Medical Treatment of Customers	9,807	-	44,930
Rent, Rates & Taxes	735,620	-	457,371
Repairs & Maintenance Expenses	13,709	-	14,910
Bank Charges	12,320	-	24,807
Other Expenses	2,736,982	-	-
TOTAL - C		6,597,888	3,753,510
TOTAL A + B + C		22,758,826	17,301,547

See accompanying notes to financial statements

2

As per our Report of even date
For M/s.PORWAL & PORWAL
CHARTERED ACCOUNTANTS
FRN : 118727W

For and on behalf of the Board of Directors
For Ajwa Fun World & Resort Ltd.

[NIKHIL PORWAL]
PARTNER
M.No: 049610

RAJESH C. JAIN
CHAIRMAN & [M. D.]

RAHIL R.JAIN
DIRECTOR

PLACE : MUMBAI
DATE : 30-08-2013

PLACE : AJWA COMPOUND, AJWA.
DATE : 30-08-2013

AJWA FUN WORLD & RESORT LIMITED
NOTE - 9 FIXED ASSETS AS ON 31st MARCH, 2013

Sr. No.	Fixed Assets	Gross Block				Accumulated Depreciation				Balance as at 31/03/2013	Balance as at 01/04/2012	Balance as at 31/03/2013
		Balance as at 01/04/2012	Additional / (Disposals)	Deduction Adjustment	Balance as at 31/03/2013	Balance as at 01/04/2012	Depreciation Charge for the Year	Deduction Adjustment	Balance as at 31/03/2013			
(i)	Tangible Assets											
	1. Land	1,61,12,980	-	-	1,61,12,980	-	-	-	1,61,12,980	-	-	1,61,12,980.00
	2. Building & Site Development	3,75,41,583	-	-	3,75,41,583	11,37,087	-	-	2,73,07,707	-	-	1,02,33,876.00
	3. Plant & Machines	7,64,01,953	2,57,012	-	7,89,71,965	6,53,44,650	18,14,422	-	6,71,59,072	-	-	1,18,12,893.00
	4. Office Equipments	15,74,515	73,700	-	16,48,215	11,33,598	86,367	-	12,19,965	-	-	4,28,250.00
	5. Furniture & Fixtures	17,02,204	70,220	-	17,72,424	10,97,849	1,19,935	-	12,17,784	-	-	5,54,640.00
	6. Miscellaneous Assets	17,12,991	1,99,822	-2,22,645	16,90,168	13,48,190	1,56,232	-1,44,903	13,59,519	-	-	3,30,649.00
7. Vehicle	84,99,031	13,04,611	-	98,03,642	32,60,048	13,70,465	-	46,30,513	-	-	51,73,129.00	
	Total	14,35,45,257	42,18,365	-2,22,645	14,75,40,977	9,83,54,945	-1,44,903	10,28,94,560	4,51,90,312	-	-	4,46,46,417.00
(ii)	Intangible Assets	-	-	-	-	-	-	-	-	-	-	-
	Total	-	-	-	-	-	-	-	-	-	-	-
(iii)	Capital Work in Progress											
	1. WIP - New Resort	1,30,93,045	73,65,884	-	2,04,78,929	-	-	-	1,30,93,045	-	-	2,04,78,929
	2. WIP - New Wave Pool	-	1,86,540	-	1,86,540	-	-	-	1,86,540	-	-	1,86,540
	3. WIP - Space Bowl	19,01,416	54,188	-19,55,604	-	-	-	-	19,01,416	-	-	-
	4. WIP - New P&M (MP)	4,74,356	73,387	-5,47,743	-	-	-	-	4,74,356	-	-	-
	5. Disco Center	-	13,000	-	13,000	-	-	-	13,000	-	-	13,000
6. WIP - New P & M (AP)	46,801	25,440	-	72,241	-	-	-	46,801	-	-	72,241	
	Total	1,55,15,618	77,38,439	-25,03,347	2,07,50,710	-	-	-	1,55,15,618	-	-	2,07,50,710
(iv)	Intangible Assets under Development											
	Total	15,90,60,875	1,19,56,804	-27,25,992	16,82,91,687	9,83,54,945	-1,44,903	10,28,94,560	6,07,05,930	-	-	6,53,97,127