

TENTH ANUAL REPORT AND ACCOUNTS 1996-97



FUNWORLD

&

TOURISM DEVELOPMENT LTD.

MD	✓		BRC	✓
CS	12		DPY	12
RO			DEV	12
TRA	1		AC	✓
AGM	✓	✓	SHI	✓
YE	✓	✓		



TENTH ANNUAL REPORT AND ACCOUNTS 1996-97

BOARD OF DIRECTORS : Shri Nirmalsinh D.Rana Chairman
 Shri Arunkumar J. Muchhala
 Shri Rajendrasinh D. Zala
 Shri Yogendrasinh Rathod
 Shri Mayurdhwajsinh Jadeja
 Shri Hitendrasinh S. Jadeja - Whole-time Director

BANKERS : State Bank of Saurashtra

AUDITORS : M/s. Patel Desai & Associates
 801, Sahajanand Shopping Centre,
 Shahibaug, Ahmedabad.

REG.OFFICE : Ground floor, Prayosha Apartment
 Drive-in Road, Thaltej,
 Ahmedabad.

AMUSEMENT PARK : Race Course Ground, Rajkot.

ADMINISTRATIVE OFFICE : "Saya House", Nr. Mithakhali Under Bridge,
 Mithakhali, Ahmedabad - 6.



FUNWORLD & TOURISM DEVELOPMENT LTD.

NOTICE

Notice is hereby given that the Tenth Annual General Meeting of the members of Funworld & Tourism Development Limited will be held on Tuesday the 30th September, 1997 at 11.30 a.m. at the Real Tennis Centre, B/h. Karanavati Club, Mamatpur, Ahmedabad - 51 to transact the following Ordinary and Special Business.

ORDINARY BUSINESS

1. To Receive, consider and adopt the Audited Balance Sheet as at 31st March, 1997 and Audited Profit and Loss Account for the year ended on that date, the Reports of the Directors' and the Auditors' thereon.
2. To appoint a Director in place of Shri R. D. Zala who retires by rotation and being eligible for reappointment offer himself for the same.
3. To consider appointment and remuneration of Auditors.

SPECIAL BUSINESS

4. To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution.
"RESOLVED THAT Mr. Yogendrasinh Rathod be and is hereby appointed as Director of the Company liable to retire by rotation."
5. To consider and if thought fit to pass with or without modification the following resolution as an Ordinary Resolution.
"RESOLVED THAT Mr. Mayurdhwajsinh Jadeja be and is hereby appointed as Director of the Company liable to retire by rotation."

NOTES :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY, TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THAT A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies in order to the effective must be lodged with the Registered Office of the Company not less than 48 hours before the date of this Annual General Meeting.
3. The Explanatory Statement pursuant to section 173 of the Companies Act, 1956 is attached herewith.

Registered Office :

For and on behalf of the Board of Directors.

Ground floor

Prayosha Apartment,

Opp. Ghosha Society, Thaltej,

Ahmedabad.

Date : 1st September, 1997

N.D. RANA

CHAIRMAN.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 OF THE COMPANIES ACT, 1956

ITEM NO. 4 and 5.

For the purpose of broadbasing the Board of Directors of the Company Mr. Yogendrasinh Rathod and Mr. Mayurdhwajsinh Jadeja were appointed as an Additional Directors on the Board of the Company. Their term of appointment expires on the day of the Annual General Meeting. All the proposed three appointee are hailing from varied business and are backed by good experience. And for the purpose of taking advantage of their knowledge and experience, it is proposed to continue their appoint as Directors of the Company.

The Company has received notices pursuant to provisions of Section 257 of the Companies Act, 1956 proposing for their candidature as Directors of the Company.

None of the Directors are interested in the resolution proposed at item no. 4 and 5.

Registered Office :

For and on behalf of the Board of Directors.

Ground floor, Prayosha Apartment,

Opp. Ghosha Society, Thaltej, Ahmedabad.

Date : 1st September, 1997

N.D. RANA

CHAIRMAN.

**DIRECTOR'S REPORT**

To,

The Members,

Your Directors present herewith their Tenth Annual Report and Audited Statement of Accounts for the year ended on 31st March 1997.

Financial Results

	31.3.97 Rs.	31.3.96 Rs.
Profit/Loss for the year		
before depreciation	12,10,537	26,91,347
Depreciation	6,99,807	6,68,067
Profit before tax	5,10,730	20,23,280
Provision for taxation	50,000	-
Profit after taxation	4,60,730	20,23,280
Prior period adjustments	13,77,636	-
Profit (Loss) carried from previous yr	58,78,564	53,55,339
Total Profit available for appropriation.	63,39,294	73,78,619

OPERATIONAL REVIEW

The performance has remained stagnant during the year under review. The total income has gone up from Rs. 63.52 lacs to Rs. 70.00 lacs during the year 1996-97. However due to non receipt of public issue funds (Allotment Money @ Rs. 7.50 per share) from large number of shareholders , the Company was not able to complete the expansion programme as mentioned in the Prospectus of the Company. However the instalation of new rides and other amusement facilities are under progress. During the current year the Company has also executed necessary agreement for carrying out civil works which, due to certain disputes, were not executed during the last year.

During the year under review the Company has also received approval from the Rajkot Municipal Corporation for increase in the ride charges and the same is expected to compensate the increased cost of park operation and maintenance.

It may be noted that due to non receipt of allotment money even after passing of considerable time from the date it became due, the Board of Directors, in compliance with the legal provisions, has at their meeting held on 29th March, 1997 decided to forfeit 24,95,900 Equity shares of Rs. 10/- each on which Rs. 7.50 (allotment money) were not paid.

DIRECTORS

Shri R.D. Zala, Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible for reappointment offers himself as such.

Mr. Yogendrasinh Rathod and Mr. Mayurdhwajsinh Jadeja were appointed as an Additional Directors on the Board of the Company. Their term of appointment expires on the day of the Annual General Meeting. The Company has received notices pursuant to provisions of Section 257 of the Companies Act, 1956 proposing for their candidature as Directors of the Company.

FIXED DEPOSITS

The Company has not accepted any deposits from either the members, or public.

CONSERVATION OF ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE EARNINGS AND OUTGO :

The Company is running an Amusement Park which is consuming regular and normal electricity. There is no special use of electricity as it is not a manufacturing concern. There is no technology absorption nor any Foreign Exchange Earnings or outgo during the year under review.

AUDITORS

M/s. Patel Desai & Associates, Chartered Accountants, Ahmedabad, hold Office until the conclusion of the ensuing Annual General Meeting of the Company and being eligible, offer themselves for reappointment.

PARTICULARS OF EMPLOYEES :

Provisions of section 217 (2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975 are not attracted as no employee has been paid more than Rs.25,000/- per month or Rs.3,00,000/- per annum during the year.

INFORMATION IN TERMS OF CLAUSE 43 OF THE LISTING AGREEMENT

The details of profitability projections as mentioned in the Company's Prospectus dated 8.4.1996 and actual performance are given below :
(Rs.in lacs)

Particulars	Year ended Projection	31st March, 1997 Actual
Total Income	507.65	70.00
Profit before tax	359.48	5.10
Profit after tax	251.32	4.61

The reasons for variations are :

The late receipt of allotment money as well as non-receipt of Rs. 187.19 lacs on account of allotment money on 24,95,900 equity shares of Rs. 10/- each which should have been received by the Company on or before 15th August, 1996 has delayed the completion of total expansion project for which the money was proposed to be raised from the public, in terms of the prospectus and has affected the performance of the Company to the great extent.

ACKNOWLEDGEMENTS :

The Board of Directors wish to place on record their deep sense of appreciation for the continued support, assistance and guidance received from Bankers, Rajkot Municipal Corporation and other authorities.

The Board of Directors is also thankful for the spirit of devotion shown by the officers and employees of the Company at all levels who are real instrument for one more successful business year for the Company.

For and on behalf of the Board of Directors.

Ahmedabad :
1st September, 1997.

N. D. RANA
Chairman.