

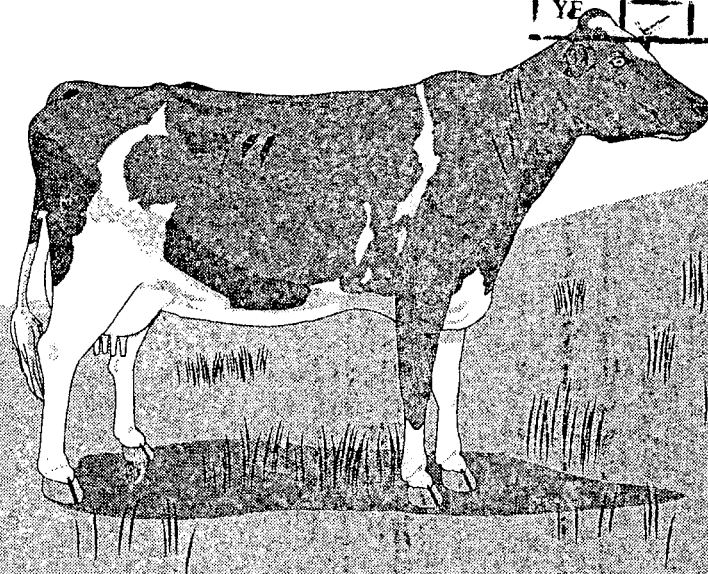
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MD	<input checked="" type="checkbox"/>	BKC	<input checked="" type="checkbox"/>
CS	<input checked="" type="checkbox"/>	DPY	<input checked="" type="checkbox"/>
RO	<input checked="" type="checkbox"/>	DIV	<input checked="" type="checkbox"/>
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AGM	<input checked="" type="checkbox"/>	SH	<input checked="" type="checkbox"/>
YE	<input checked="" type="checkbox"/>		<input checked="" type="checkbox"/>



Swojas Energy Foods Limited

SWOJAS ENERGY FOODS LIMITED

5th ANNUAL REPORT : 1997-98

BOARD OF DIRECTORS

GIORGIO LACOVARA	CHAIRMAN & MANAGING DIRECTOR
DR. FRANCESCO GIUFFREDI	NOMINEE DIRECTOR OF PARMALAT S.p.A
ANGELO UGOLOTTI	NOMINEE DIRECTOR OF PARMALAT S.p.A
NUGGEHALLI J. KESHAVDAS	NOMINEE DIRECTOR OF PARMALAT S.p.A
ASHISH R. SHAH	NOMINEE DIRECTOR OF PARMALAT S.p.A
ASHUTOSH R. SHAH	DIRECTOR
CAPT. R. K. SHAH	DIRECTOR
SNEHAL SHAH	NOMINEE DIRECTOR OF UTI.

AUDITORS :

Bhootra & Mitragotri
Chartered Accountants
Flat No. 6, 2nd Floor, 320/1, Somwar Peth,
Opp. Shahu Tank, PUNE 411 011

NEW REGISTERED OFFICE

(w.e.f.1st July, 1998)
S. No. 106-A/1, Plot No. 17
Nirmiti Chambers,
Off Senapati Bapat Road
Shivajinagar, PUNE 411 016

FACTORY :

Gat No. 328/1-1, Village Sarvad
Taluka & District Dhule - 424001
MAHARASHTRA

SECURITIES LISTED AT :

THE STOCK EXCHANGE, MUMBAI
PUNE STOCK EXCHANGE LIMITED
THE STOCK EXCHANGE, AHMEDABAD

- Listing fees paid for 1998-99
- Listing fees paid for 1998-99
- Listing fees not paid for 1998-99



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SVOJAS ENERGY FOODS LIMITED

NOTICE

NOTICE is hereby given that the Fifth Annual General Meeting of the Members of Svojas Energy Foods Limited will be held on Thursday, 10th day of December, 1998 at Hotel Aurora Towers, 9, Moledina Road, Pune 411 001 at 10.00 a.m to transact the following business :

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 1998 together with the Profit and Loss Account for the year ended on that date and the Report of the Board of Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Ashutosh R Shah who retires by rotation and being eligible, offers himself for re-appointment as a Director of the Company.
3. To appoint a Director in place of Mr. N. J. Keshavdas who retires by rotation and being eligible, offers himself for re-appointment as a Director of the Company.
4. To consider and if thought fit to pass with or without modification/s the following Resolution as an Ordinary resolution:
"RESOLVED THAT M/s. Price Waterhouse & Co., Chartered Accountants, Mumbai be and are hereby appointed as Auditors of the Company in place of M/s. Bhootra & Mitragotri, Chartered Accountants, the retiring auditors, who have convened their unwillingness for re-appointment. M/s. Price Waterhouse & Co., will hold office from the conclusion of this Annual General Meeting until conclusion of the next Annual General Meeting and their remuneration be payable be decided by the Board of Directors."

SPECIAL BUSINESS :

5. To consider and if thought fit to pass with or without modification/ s the following Resolution as an Ordinary Resolution.

'RESOLVED THAT' in accordance with the provisions of Section 198, 269, 309, 310, 311 and Schedule XIII and all other applicable provisions, if any of the Companies Act, 1956 and pursuant to the approval received from Government of India, Ministry of Finance, Department of Company Affairs, New Delhi vide their letter No. 1/252/97-CL.VII dated 23rd March, 1998 the Company do hereby accord its approval to the appointment of Mr. Giorgio Lacovara as a Managing Director of the Company for a period of Five years with effect from 5th November, 1997 on the following terms and conditions with a liberty to the Board of Directors to decide, alter, vary and modify the terms and conditions of the said appointment without any further reference to the Members of the Company in General Meeting during the tenure of his appointment.

REMUNERATION:

1. Salary: Rs. 1,34,000/- per month inclusive of all allowances.

PERQUISITES :

CATEGORY A:

1. Housing I : The expenditure by the Company on hiring furnished accommodation for the Managing Director will be subject to the following ceiling :
60 % of the salary over and above 10 % payable by the Managing Director.
2. Medical reimbursement : Expenses incurred by the Managing Director and his family subject to a ceiling of one months salary in a year or three months salary over a period of three years.
3. Fees of clubs: Subject to a maximum of two clubs. This will not include admission and life membership fees.
4. Personal Accident Insurance of an amount, the annual premium of which does not exceed Rs. 4000/-.
5. Earned Leave: On full pay and allowances as per Rules of the Company, but not exceeding one month's leave for every eleven months of service.
6. Leave Travel Concession : Return passage for self and family in accordance with the rules specified by the Company where it is proposed that the leave be spent in home country instead of anywhere in India.

Explanation : Since the appointee is the Ex-patriate Managerial person the perquisite mentioned above at Clause 6 of Category A is not to be included in the computation of the ceiling on remuneration.

CATEGORY B :

1. Contribution to Provident Fund, Superannuation Fund or Annuity Fund will not be included in the computation of ceiling on perquisites to the extent of these either singly or put together are not taxable under the Income Tax Act. Gratuity payable shall not exceed half a months' salary for each completed year of service.
2. Encashment of leave at the end of the tenure will not be included in the computation on ceiling on perquisites.

CATEGORY C:

1. Provision of Car for use on Company's business and telephone at residence will not be considered as perquisites. Use of car for private purpose and personal long distance calls on telephone shall be billed by the Company to the Managing Director.

The Managing Director, so long as he function as such, shall not be paid any sitting fees for attending any Meetings of the Board of Directors or Committee thereof.

The Company shall reimburse to the Managing Director entertainment, travelling and all other expenses incurred by him for the business of the Company.

RESOLVED FURTHER THAT in the event of loss or inadequacy of profits in any year during the tenure of office of Managing Director, the Company will pay to him the same remuneration as a minimum remuneration."

6. To consider and if thought fit to pass with or without modification/s the following Resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 370 of the Companies Act, 1956 the Board of Directors of the Company be and is hereby authorised on such terms and conditions as it may think fit, to make any loan/s, or to give any guarantee/s or to provide any security in connection with a loan made by any other person to, or to any other person by, any body corporate whether or not under the same management as the Company, provided that the outstanding aggregate amount of the loan/s so made and/or guarantee/s so given and/or securities so provided shall not at any one time exceed Rs. 9,00,00,000/- (Rupees Nine Crores only)."

By Order of the Board of Directors,
Sd/-

Place : Pune
Date : 12 th November, 1998.

Giorgio Lacovara
Chairman & Managing Director

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 AND PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies in order to be effective must be lodged with the Company at its registered office not less than 48 hours before the meeting.
3. The Explanatory Statement as required under section 173(2) of the Companies Act, 1956 in respect of Special Business is annexed hereto.
4. The Register of Members and Share Transfer Books of the Company were closed from Tuesday, 15th September, 1998 to Thursday, 17th September, 1998 (both days inclusive).
5. Shareholders are requested to take note of the change of registered office address of the Company for all their communications.



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SWOJAS ENERGY FOODS LIMITED

ANNEXURE TO THE NOTICE

Explanatory statement as required under section 173 (2) of the Companies Act, 1956.

Item No. 4 :

Company has received a letter dated 10th November, 1998 from M/s. Bhootra & Mitragotri, Chartered Accountants Pune, Auditors of the Company expressing their unwillingness for re-appointment as a Auditors of the Company at the forthcoming Annual General Meeting. Accordingly, the said letter was taken on record by the Board of Directors at their meeting held on 12th November, 1998.

Pursuant to the provisions of Section 224 of the Companies Act, 1956 the Board recommends the appointment of M/s. Price Waterhouse & Co., Chartered Accountants, as Auditors of the Company. If appointed, they will hold office from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting. The Company has received a certificate in writing from M/s. Price Waterhouse & Co., that if appointed as Auditors of the Company the same will be in accordance with the limits specified in sub-section (1B) of Section 224 of the Companies Act, 1956. The Board recommends their appointment.

Item No. 5 :

The Board of Directors in their meeting held on 5th November, 1997 have appointed Mr. Giorgio Lacovara as Chairman and Managing Director of the Company. The said appointment was subject to the approval of the Central Government and members of the Company on the terms and conditions mentioned in the resolution set out at item No. 6 of the Notice. The Company has received the approval from Government of India, Ministry of Finance, Department of Company Affairs, New Delhi vide their letter No. 1/252/97-CL.VII dated 23rd March, 1998. A copy of the said approval and draft of agreement to be entered into with the Managing Director are open for inspection by the members of the Company at the registered office of the Company during the business hours on any working day.

Mr. Giorgio Lacovara has rich and related experience for more than 30 years in the dairy Industry. He is associated with our foreign collaborators for more than 2 decades. Under his leadership, the Company will be able to achieve its targets and also tap the foreign markets for its products. Therefore it will be in the best interest of the Company to confirm the appointment and remuneration payable to Mr. Giorgio Lacovara as a Managing Director of the Company. Board recommends the resolution set out at item No. 5 of the Notice for your approval.

Mr. Giorgio Lacovara, being appointee is concerned or interested in this resolution.

None of the other Directors are concerned or interested in this resolution.

This may be treated as abstract of the terms and conditions of agreement of appointment of Managing Director under section 302 of the Companies Act, 1956.

Item No. 6 :

Pursuant to the provisions of Section 370 of the Companies Act, 1956 the Company may make any loan or give any guarantee or provide any security in connection with a loan made by any other person or to any other person by any body corporate to the Companies under the same management after the same is approved by the members. Our Company may be required to extend loan/s or give guarantee/s or provide any security for operational needs. Therefore Board recommends the resolution set out at item No. 6 of the notice for your approval.

The Directors who are directors in other companies to which the said loan/s may be made or guarantee/s may be given or securities may be provided are deemed to be concerned or interested in this resolution.

By Order of the Board of Directors,

Sd/-

Place : Pune

Giorgio Lacovara

Date : 12th November, 1998.

Chairman & Managing Director

DIRECTORS' REPORT

To,

The Members,

Your Directors have pleasure in presenting their Report together with the Audited Accounts of the Company for the year ended March 31st, 1998.

Operations : In November, 1997 the main problem was to revive the Company by restoring production, sales, supplies and recruiting and training people to fill up vacancies which existed. Company aggressively pursued this program and this resulted into increase in sales from Rs. 9 lacs (October, 1997) to Rs. 2.3 crores by this year end. By that time it was considered possible to achieve break even by mid 1998 through production and sale of Skimmed Milk Powder, Dairy Mix, Ghee and Liquid Milk. From 1st April to 1st June, 1998 some extraordinary and unpredictable events put the Company in a difficult situation.

The cost of raw cow milk increased by 29% and the one of buffalo milk by 36%. It was impossible to pass this cost increase to consumers through products. Also an excise duty of 8 % was imposed on the branded Dairy Products. It affected the procurement and distribution process. The Company has subsequently revised its production and sales strategy by introducing new products which will be launched by December '98.

Finance

At the moment of take over by Parmalat in October, 1997 Company received 84 mn Rupees in cash. It was not enough to repay all the loans, the outstanding debts with suppliers and to provide for the working capital. Thus a new loan was arranged from Citibank with the guarantee of Parmalat. So doing we had repaid all the loans to institutions and banks. An important effect of these financial moves was to reduce the interest for the loans from 22 % to 16 %.

The accumulated losses of the Company as on 31st March, 1998 exceeded 50 % of the Company's net worth. These accumulated losses have led the Company to potential sickness. Hence in order to overcome potential sickness additional capital was brought in by Parmalat S.p.A. Italy. During the month of October, 1998 Company has issued and allotted 14.5 mn Equity Shares to M/s. Parmalat S.p.A. Italy on preferential basis. Out of these proceeds Company have repaid Term Loan of Rs. 69.6 mn obtained from Citibank bearing 16 % interest rate.

Change in Accounting Year

The accounting year of your parent Company ends on 31st December each year, therefore accounting year of our Company is required to be changed to end on 31st December each year. Accordingly the Board of Directors in their meeting held on 19th May, 1998 have decided to change the accounting year to end on 31st December. The next accounting year will be of 9 months period from 1st April, 1998 to 31st December, 1998.



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Change in Registered Office

The registered office of the Company was shifted to its own premises situated at the following address with effect from 1st July, 1998 :

S. No. 106-A/1, Plot No. 17

Nirmiti Chambers, Off. Senapati Bapat Road

Shivajinagar, Pune 411 005 (Maharashtra).

Information as per Clause 43 of the Listing Agreement

As required under Clause 43 of the Listing Agreement, a statement showing comparison of actual performance with the projected performance as per prospectus dated 23rd January, 1995) for the year ended 31st March, 1998 is given below :

Particulars	Projections (Rs. in mn)	Actuals (Rs. in mn)
Net Sales	497.80	90.99
Operating Profit / (Loss)	35.60	(66.54)
Profit / (Loss) after tax	31.30	(66.54)
EPS (Rs.)	4.71	N.A
Book Value of Equity Share (Rs.)	15.67	4.71

The Company could not achieve the projected turnover due to scarcity of funds during the first seven months. Subsequent re-entry in the market after a gap of almost 7 months kept Company's activities at a low ebb.

Organisation

The Company issued and allotted 8,395,850 Equity Shares at par to Parmalat S.p.A Italy on preferential basis in the month of October, 1997. The parent Company has nominated seven Directors on the Board. Consequently, there is change in Management of the Company. Further in the month of October, 1998 Company has issued and allotted 14.5 mn Equity Shares to Parmalat S.p.A. Italy on preferential basis. The present stake of Parmalat S.p.A. Italy is 73.95 % of the total paid up share capital.

Public Deposits

The Company has not accepted any deposits from the public and Shareholders during the year under review.

Directors

Parmalat S.p.A., Italy nominated Fausto Tonna, Dr. Francesco Giuffredi, Giorgio Lacovara, Aldo Camorani, Angelo Ugolotti, Nuggehalli J. Keshavdas, Ashish R. Shah as nominee directors on the Board.

The Company has received resignation from Dr. Tej Kuchroo, from the office of Director of the Company. The Financial Institutions namely, SICOM & ICICI Ltd. have also withdrawn nomination of L. D. Thawani, T.A.N Devaikaar and Dr. P.H. Vaidya. During the year Parmalat S.p.A., has also withdrawn the Nomination of Fausto Tonna and Aldo Camorani.

The Board conveyed its sincere thanks to the Directors who have ceased to be the Directors of the Company for their kind co-operation during their tenure of office as a Directors.

Mr. Giorgio Lacovara was appointed as Chairman and Managing Director of the Company with effect from 5th November, 1997 for a period of five years.

In accordance with the Articles of Association of the Company Ashutosh R. Shah and N. J. Keshavdas, Directors of the Company are liable to retire by rotation and being eligible they offer themselves for reappointment.

Auditors

Company has received a letter dated 10th November, 1998 from M/s Bhootra & Mitragotri, Chartered Accountants, Auditors of the Company expressing their unwillingness to be reappointed as the Auditors of the Company at the forthcoming Annual General Meeting. The said letter was taken on record by the Board of Directors in their meeting held on 12th November, 1998.

The Board of Directors recommends the appointment of M/s. Price Waterhouse and Co., Chartered Accountants, Mumbai as Auditors of the Company in place of the retiring auditors. The Company has received a certificate from M/s. Price Waterhouse and Co., that if appointed as Auditors of the Company, the same will be in accordance with the limits specified in sub-section (1B) of Section 224 of the Companies Act, 1956.

The Conservation of Energy, Technology absorption and Foreign Exchange Earnings and Outgo

The information required under Section 217 (1) (e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo are given in Annexure 'A' and forms part of this Report.

Particular of Employees

The particulars of employees as required to be disclosed under Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules, 1975 are set out in Annexure 'B' and forms part of this Report.

Acknowledgment

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from the Financial Institutions and the Banks, during the year under review.

Your Directors wish to place on record their deep sense of appreciation for the devoted services of the Executives, Staff and Workers of the Company.

For and on behalf of the Board of Directors

Place : Pune

Dated : 12th November, 1998

Sd/-

Giorgio Lacovara

Chairman & Managing Director

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SWOJAS ENERGY FOODS LIMITED

Annexure 'A' to Directors' Report

Information required under the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988.

FORM A

Form for disclosure of particulars with respect to conservation of energy.

A. Conservation of Energy :

The Company has already installed efficient equipments while establishing the plant as to improve power factor and reduce power consumption. Also, there are continuous and systematic efforts to optimises energy consumption and reduce energy costs through evaluation of performance.

1) Power and fuel Consumption :

i. Electricity consumption :

	Current Year	Previous year
Total No. of units :	1139755 units.	1306712 units.
Total amount paid :	Rs. 4,475,185/-	Rs. 4,572,053
Per unit cost :	Rs. 3.93 per unit.	Rs. 3.50
For the period from :	01/04/97 to 31/03/98.	01.04.96 to 31.03.97

ii. Own generation :

	Current Year	Previous year
Total Electricity generated through		
D. G. Set :	58433 units.	39164 units.
Total Cost Spent :	Rs. 2,34,724/-	Rs. 1,65,173/-
Per Unit cost :	Rs. 4.017 per unit.	Rs. 4.217 per unit

B. Technology absorption, adaption and innovation :

There is no technology absorption, adaption during the year under review.

C. Foreign Exchange earnings and outgo:

There were no foreign exchange earnings and outgo during the year under review.

Annexure 'B' to Directors' Report

A) None of the Employees were in receipt of remuneration of not less than Rs. 3,00,000/- per year, who were employed throughout the financial year in terms of Section 217 (2A) (i) of the Companies Act, 1956.

B) Following are the details of Employees employed for part of the financial year, who were in receipt of remuneration at a rate of not less than Rs. 25,000/- per month in terms of Section 217 (2A) (i) of the Companies Act, 1956.

- Name : Giorgio Lacovara

Gross Remuneration : Rs. 877,313/-

Designation : Chairman & Managing Director

Nature of Employment : Contractual

Nature of duties : Overall management of the Company

Qualification : Engineer

Experience : 30 years.

Date of commencement of employment : 5th November, 1997.

Age : 58 years.

Previous employment : Parmalat, Russia.
- Name : Aldo Camorani

Gross Remuneration : Rs. 1,135,177/-

Designation : Chief Executive

Nature of Employment : Contractual

Nature of duties : Overall management of the Company

Date of commencement of employment : 16th December, 1997.

Age : 56 years.

Previous employment : Consultant

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SVOJAS ENERGY FOODS LIMITED

AUDITOR'S REPORT TO THE MEMBERS OF SVOJAS ENERGY FOODS LIMITED

We have audited the attached Balance Sheet of "SVOJAS ENERGY FOODS LIMITED" as at 31st March, 1998 and the Profit and Loss Account of the Company for the year ended on that date annexed thereto which are in agreement with the books of account and report thereon as follows :

1. As required by the Manufacturing and Other Companies (Auditor's 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 paragraphs 4 & 5 of the said Order.
2. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
3. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of such books.
4. In our opinion and to the best our information and according to the explanations given to us, the said accounts read together with notes thereon, give the information required by the Companies Act, 1956 in the manner so required and gives a true and fair view :
 - (i) in the case of the Balance Sheet of the state of affairs of the Company as at 31st March, 1998; and
 - (ii) in the case of the Profit and Loss Account, of the loss of the Company for the year ended on that date.

For Bhootra and Mitragotri
Chartered Accountants,

Place : Pune
Date : 29.06.1998

D.P.Sabne,
Partner

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**Annexure to the Auditors' Report
(Referred to in paragraph (1) of our Report of even date)**

1. The Company is maintaining proper records showing full particulars of quantitative details and situation of fixed assets. These have been physically verified by management at regular intervals and no discrepancies were noticed on such verification.
2. None of the fixed assets have been revalued during the year.
3. According to the information and explanations given to us stocks of raw materials, stores and spare parts and finished goods were physically verified during the year by the Management at reasonable intervals.
4. In our opinion, procedures of physical verification of stocks followed by the Management are reasonable and adequate in relation to the size of the Company and nature of its business.
5. No material discrepancies have been noticed on physical verification of stocks as compared to book records.
6. On the basis of our examination of stocks records the valuation of stocks is fair and proper in accordance with the normally accepted accounting principles.
7. In our Opinion, the rate of interest and other terms and conditions on which loans have been taken from the parties listed in the register maintained under Section 301 of the Companies Act, 1956 or companies under the same management as defined under Section 370 (1B) of the Companies Act 1956, are not, prime facie, prejudicial to the interest of the company

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8. In our opinion the rate of interest and other terms and conditions on which loans have been granted to the parties listed in the register maintained under Section 301 of the Companies Act, 1956 or companies under the same management as defined under Section 370 (1B) of the Companies Act, 1956, are not, prima facie, prejudicial to the interest of the Company.
9. We were informed that parties to whom the loans and advances in the nature of loans have been given by the company are repaying the principle amounts and interest as stipulated.
10. There are adequate internal control procedures commensurate with the size of the company and the nature of the business as regards purchases of stores, raw materials including components, plant and machinery, equipments and other assets and for sale of goods.
11. According to the information and explanations given to us the purchases of store, raw materials and components during the year exceeding Rs. 50,000/- in value for each type from the firms or companies or other parties in which the directors are interested as listed in the register maintained under Section 301 of the Companies Act, 1956 have been made at prices which are reasonable having regard to the prevailing market prices of such goods.
12. According to the information and explanations given to us, the company has a regular procedure for the determination of unserviceable or damaged stores, raw materials and finished goods.
13. The company has not accepted deposits from public.
14. According to the information and explanations given to us, the operations of the company do not generate by-products and scraps.
15. The company has internal audit system which in our opinion needs to be strengthened commensurate with its size and nature of its business.
16. According to the information and explanations given to us the Central Government has not prescribed maintenance of cost accounting under section 209(1)(d) of the Companies Act, 1956.
17. According to the records of the Company Provident Fund dues have generally been regularly deposited with the appropriate authorities.
18. According to the information and explanations given to us, no undisputed amounts, payable in respect of income tax, wealth-tax, customs duty, sales tax and excise duty were outstanding as on 31st March, 1998, for a period of more than 6 months from the date day became payable.
19. According to the information and explanations given to us, no personal expenses of employees or Directors have been charged to revenue account, other than those payable under contractual obligations.
20. The Company is not a sick industrial unit within the meaning of clause (O) of Sub-section (1) of Section 3 of the Sick Industrial Companies (Special Provision) Act 1985.

**For Bhootra and Mitragotri
Chartered Accountants,**

**D.P.Sabne,
Partner**

**Place : Pune
Date : 29.06.1998**

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SVOJAS ENERGY FOODS LIMITED

Balance Sheet as at 31st March, 1998

Schedule		31.03.1998 Rs.	31.03.1997 Rs.
Sources of Funds			
1.	Shareholders Funds		
	Share Capital	A 164,626,556	80,668,000
2.	Loan Funds		
	Secured Loans	C 0	97,965,210
	Unsecured Loans	C 116,665,744	0
	Total	281,292,300	178,633,210
Application of Funds			
1.	Fixed Assets	D	
	Gross Block	167,323,719	159,118,874
	Less : Depreciation	20,975,702	7,979,399
		146,348,017	151,139,475
	Advance for capital assets	6,708,960	
2.	Investments	F 215,000	210,000
3.	Current Assets, Loans & Advances :-		
	Inventories	G 13,180,992	7,021,084
	Sundry Debtors	H 10,439,208	1,339,386
	Cash and Bank Balances	I 23,763,136	740,987
	Loans and Advances and Other Assets	J 13,564,224	10,406,004
		60,947,560	19,507,461
	Less : Current Liabilities		
	Provisions	K	
	Current Liabilities and Provisions	23,508,233	16,798,096
		23,508,233	16,798,096
	Net Current Assets	37,439,327	2,709,365
4.	Miscellaneous Expenditure to the extent not written off	L 3,540,084	4,070,375
5.	Profit and Loss Account	B 87,040,912	20,503,995
	Total	281,292,300	178,633,210
6.	Notes on Accounts	R	
7.	Significant Accounting Policies	S	
As Per Our Report Attached For Bhootra and Mitragotri Chartered Accountants		For and On behalf of the Board	
D. P. Sabne Partner	Ashutosh R. Shah Director	GIORGIO LACOVARA CHAIRMAN and MANAGING DIRECTOR	
	Snehal Shah Nominee Director UTI	N.J. Keshavdas Nominee Director Parmalat	Ashish R. Shah Nominee Director Parmalat
Place : Pune Date : 29.06.1998		Place : Pune Date : 29.06.1998	

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SWOJAS ENERGY FOODS LIMITED

Profit and Loss Account for the period ended 31st March, 1998

Schedule		31.03.1998	31.03.1997
		Rs.	Rs.
1) Income			
Sales	M	90,999,431	105,710,854
Other Income	N	402,589	531,242
Total		91,402,020	106,242,096
2) Expenses			
Cost of Goods produced	O	97,158,951	117,812,040
Personnel Expenses	P	7,932,547	4,872,496
Finance Charges	Q	23,429,160	20,062,118
Administrative and Selling Cost		15,713,293	12,219,585
Depreciation	D	12,996,303	7,753,898
Total		157,230,254	162,720,137
Less : Transfer to			
Per-Operative Expenses		0	36,473,515
Total		157,230,254	126,246,622
3) Loss for the year		65,828,234	20,004,526
4) Prior period items		708,683	499,469
5) Balance carried forward		66,536,917	20,503,995
6) Notes on Accounts	R		
7) Significant Accounting Policies	S		

As Per Our Report Attached
For Bhootra and Mitragotri
Chartered Accountants

D. P. Sabne
Partner

Ashutosh R. Shah
Director

Snehal Shah
Nominee Director UTI

For and On behalf of the Board

GIORGIO LACOVARA
CHAIRMAN and MANAGING DIRECTOR

N.J. Keshavdas
Nominee Director Parmalat

Ashish R. Shah
Nominee Director Parmalat

Place : Pune
Date : 29.06.1998

Place : Pune
Date : 29.06.1998