



**6th**  
**Annual Report**  
**1999-2000**

*True Copy Certified by*

*Robert B. Peck*  
Director



**ficon**  
LEASE & FINANCE LTD.

# ANNUAL REPORT

## FICON LEASE AND FINANCE LIMITED

108, SARTHAK COMPLEX, B/H. WEEKENDER, SWASTIK CHAR RASTA,  
C.G. ROAD, NAVRANGPURA, AHMEDABAD- 380 009

### BOARD OF DIRECTORS

**BHANUPRASAD L. PATEL**  
Chairman/Managing Director

**RIKEN B. PATEL**

**BHARATI B. PATEL**

### BANKERS

DENA BANK

### AUDITORS

#### M/S. P. DOSHI & ASSOCIATES

Chartered Accountants

306, Rajkamal Plaza,  
Opp. High Court,  
Ahmedabad - 380 014.

### AUDITORS

108, Sarthak Complex,  
B/h. Weekender,  
Swastik Char Rasta,  
C.G. Road, Navrangpura,  
Ahmedabad - 380 009.

## NOTICE TO THE MEMBERS

NOTICE is hereby given that the **SIXTH ANNUAL GENERAL MEETING** of the Members of **FICON LEASE & FINANCE LIMITED** will be held on Saturday, the 30th day of September, 2000 at 11.00 a. m. at 108, Sarthak Complex, B/h. Weekender, Swastik Char Rasta, C. G. Road, Ahmedabad - 380 009 to transact the following business :

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended on 31st March, 2000, Balance Sheet as on that date, Directors' Report and the Auditors' Report thereon,
2. To appoint Director in place of Mr. Riken B. Patel who retire by rotation and being eligible, offers himself for reappointment.
3. To appoint Auditors of the Company from the conclusion of this Annual General Meeting until the conclusion of next Annual General Meeting and to fix their remuneration.

### SPECIAL BUSINESS :

4. To pass with or without modification the following resolution as an Ordinary Resolution :  
"RESOLVED THAT Mrs. Bharati B. Patel, be and is hereby appointed as the Director and Joint Managing Director pursuant to provisions of Section 257 of the Companies Act, 1956."

**FOR AND ON BEHALF OF THE COMPANY**

Place : Ahmedabad

DATE : 30.08.2000

**CHAIRMAN**

### NOTES :

- a) A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a Member. The instrument appointing a proxy must be deposited at the Registered Office of the Company not later than 48 hours before the time fixed for holding the Meeting.
- b) The Register of Members and the Share Transfer Books of the Company will remain closed from 16.10.2000 to 26.10.2000 (both days inclusive).
- c) The Members are requested to notify any change in their address to the Company quoting their folio number at earliest to avoid inconvenience at a later stage.
- d) As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting, therefore, Members are requested to bring their copies of Annual Report to the Meeting.
- e) Shareholders seeking any information with regards to accounts are requested to write to the Company latest by 20th September, 2000 so as to enable the management to keep the information ready.

### EXPLANATORY STATEMENT PURSUANT TO SECTION 173(2) OF THE COMPANIES ACT 1956.

#### Item No. : 4

Mrs. Bharati B. Patel was appointed as an Additional Director and Joint Managing Director pursuant to the provisions of Article 144 under Section 260 of the Companies Act, 1956 in the Board Meeting held on 30/10/99. A Notice proposing her appointment as the Director under section 257 is received from a Member.

Mr. Bhanuprasad L. Patel and Mr. Riken B. Patel, the Directors of the company are deemed to be interested in this resolution being relative of Mrs. Bharati B. Patel.

**FOR AND ON BEHALF OF THE COMPANY**

Place : Ahmedabad

DATE : 30.08.2000

**CHAIRMAN**

## DIRECTOR'S REPORT

To :

### THE MEMBERS :

The Board of Directors have pleasure in presenting the Sixth Annual Report together with Audited Accounts for the year ended 31st March, 2000.

**FINANCIAL RESULTS :** The Financial results for the year are as under :

	(Rs. in Lacs)	
	1999-2000	1998-1999
Sales & Other Income	252.55	2166.71
Profit/(Loss) before Non Cash Exp.	16.00	(58.08)
Depreciation	2.96	2.90
Other Non cash Expenses	87.82	7.21
Provision for Taxation	—	—
Profit/(Loss) after Taxation	(74.78)	(68.19)
Profit/(Loss) for Appropriation	(74.78)	(68.19)
Appropriation :		
General Reserve	—	—
Proposed Dividend	—	—
Balance Carried Forward	(74.78)	(68.19)

### DIVIDEND :

In view of loss, your Directors do not recommend any dividend.

### OPERATIONS :

During the year under review, the company had mainly carried out trading activities of shares & securities and made a modest profit of Rs. 16 lacs before providing depreciation and other non cash expenses as against cash loss of Rs. 58.08 lacs during previous year.

However, due to provision of non performing assets and diminution in the value of investments aggregating to Rs. 86.11 lacs, there is a net loss of Rs. 74.78 lacs against loss of Rs. 68.19 lacs during previous year. In the current year, the conditions of the share market remained uncertain and highly volatile till date. Therefore, the performance of the company in the current year depends on stability and improvement of the conditions of the share market.

### DEPOSITS :

The Company has not accepted any deposit from public during the year under review.

### DIRECTORS :

Mr. Satyendra K. Jha resigned as a Director during the year. The board appreciate the services rendered by him during his tenure as a director of the company. Mrs. Bharati B. Patel was appointed as an Additional Director and Joint Managing Director of the company during the year and the company has received a Notice under section 257 proposing her candidature as a Director. The board recommends her appointment.

Shri Riken B. Patel, retires by rotation and being eligible for reappointment offers himself for reappointment.

### CONSERVATION OF ENERGY ETC. :

The Company has no activities having conservation of energy or technology absorption. The Company has no foreign exchange earnings and outgo during the period.

### PARTICULARS OF EMPLOYEES :

There are no employees of the Company who are in receipt of a remuneration in excess of the limit as prescribed under Section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

### AUDITORS :

M/s. P. Doshi & Associates, Chartered Accountants, Ahmedabad retires at the conclusion of the ensuing Annual General Meeting of the Company and being eligible offers themselves for reappointment.

### AUDITORS REPORT :

The comments in Auditor's report read with notes to the accounts in schedule - 16 are self explanatory.

### LISTING OF THE COMPANY'S EQUITY SHARES

The Equity Shares of your Company continue to be listed during the year under review at the Ahmedabad and Mumbai Stock Exchanges. The Company has paid the annual listing fees for the financial year 2000 - 2001 to these Stock Exchanges.

### APPRECIATION :

Your Directors wish to thank and acknowledge with gratitude the valuable & whole hearted Co-operation and assistance extended by the Customers, all the Employees, Bankers and Shareholders of the Company.

Place : Ahmedabad

DATE : 30.08.2000

FOR AND ON BEHALF OF THE COMPANY  
CHAIRMAN

## AUDITOR'S REPORT

To,  
The Members,  
**FICON LEASE AND FINANCE LIMITED**  
Ahmedabad.

We have audited the attached Balance Sheet of FICON LEASE AND FINANCE LIMITED as at 31st March, 2000 and also the Profit & Loss Account of the company for the year ended on that date annexed thereto and report that :-

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, and on the basis of such checks of the books and records as we considered appropriate and to the best of our knowledge and according to the information and explanation given to us during the course of the audit, we annex hereto a statement on the matters specified in Paragraphs 4 and 5 of the said order.
2. Further to our comments referred to in Paragraph 1 above :
  - 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 accounts, as required by Law, have been kept by the Company so far as appears from our examination of the books.
  - c) The Balance Sheet and the Profit & Loss Account referred to in this report are in agreement with the books of account.
  - d) In our opinion, the Profit & Loss Account and Balance Sheet comply with the Accounting standards referred to in Sub-section (3C) of section 211 of the Companies Act, 1956.
  - e) In our opinion and to the best of our information and according to the explanations given to us, the accounts read with the notes thereon, give the information required by the Companies Act, 1956 in the manner so required and give true and fair view.
  - i) in so far as it relates to the Balance Sheet of the state of affairs of the company as at 31st March, 2000 and
  - ii) in so far as it relates to the Profit and Loss Account of the year ended on that date.

For **P. Doshi & Associates,**  
Chartered Accountants,

DATE : 30.08.2000  
Place : Ahmedabad

**(Parthiv C. Doshi)**  
Proprietor

# FICON LEASE AND FINANCE LIMITED

## ANNEXURE TO THE AUDITOR'S REPORT

(Annexure referred to in paragraph 1 of the Auditor's Report of Even Date)

1. The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets including leased assets. As informed to us, the fixed assets of the company including leased assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification as compared with the available records.
2. None of the fixed assets have been revalued during the year.
3. As explained to us, the stock in trade of Equity Shares and traded goods has been physically verified by the management at reasonable intervals during the year.
4. In our opinion and according to information and explanations given to us the procedures of physical verification of stock 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 discrepancies were noticed on such physical verification as compared to book records.
6. As our opinion and on the basis of our examination, the valuation of stock in trade is fair and proper and in accordance with normally accepted accounting principles and is on the same basis as in earlier year.
7. The Company has not taken loans from Companies, firm or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. In terms of sub section (6) of section 370 of the Companies Act, 1956, provisions of the section are not applicable.
8. The Company has not granted any loans to Companies, firms or other parties listed in the Register maintained under Section 301 of the Companies Act, 1956. In terms of sub section (6) of section 370 of the Companies Act, 1956, provisions of the section are not applicable.
9. Parties including staff to whom loans or advances in the nature of loans have been given by the Company are generally repaying the principal amounts, wherever stipulated, and are also regular in payment of interest, where applicable. In respect of amounts overdue, where repayment has not been stipulated in the ordinary course of business, we are given to understand that reasonable steps have been taken by the Company for recovery of the same.
10. In our opinion and according to the information and explanations given to us, it appears that there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of assets.
11. According to the information and explanations given to us, there were no transactions of purchase and sale of shares and 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. 50000/- or more in respect of each party.
12. As the Company is dealing in Shares the question of determination of unserviceable or damaged stores, raw materials and finished goods does not arise.
13. The Company has not accepted deposits from the public to which the provisions of Section 58-A of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules 1975 apply.
14. We have been informed that the Company does not have any activity which generates any scrap or by-products and hence the question of maintenance of records for sale and disposal of realisable by products and scrap does not arise.
15. The company did not have any formal internal audit system during the year under review. However, the Company has explained that its internal control procedures involve reasonable internal checking of its financial records.
16. As informed to us, the Central government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Companies Act, 1956 by the Company.
17. According to the information and explanations given to us, the provisions of the Employee's Provident and Miscellaneous Provisions Act, 1952, and the Employee's state Insurance Act, 1948, are not applicable to the Company.
18. According to the records of the Company there are no undisputed amounts payable in respect of income-tax, wealth-tax, Sales-tax, custom duty and excise duty which were outstanding as at the year end, for a period of more than six months from the date they became payable.
19. According to the information and explanations given to us, no personal expenses, other than those payable under contractual obligations or in accordance with generally accepted business practices, were charged to the revenue account.
20. As the Company is a Finance Company, Clause-4(A)(XX) of the Order is not applicable to the Company.
21. In respect of service activities of the Company, there exists reasonable internal control system commensurate with the size of the Company and nature of its business.
22. We have been informed that the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
23. According to the management, the provisions of any special statute applicable to Chit Fund, Nidhi or Mutual benefit Society do not apply to the Company.
24. In our opinion and according to the information and explanations given to us, the company has maintained proper records of transactions and contracts of dealing in shares, securities and other investments and timely entries have been made therein. The same have been held by the company in its own name except to the extent of the exemption granted under section 49 of the Companies Act, 1956 or where these are in the process of transfer to its name.

For **P. Doshi & Associates**,  
Chartered Accountants,

(**Parthiv C. Doshi**)  
Proprietor

Date : 30-08-2000  
Place : Ahmedabad

# FICON LEASE AND FINANCE LIMITED

108, Sarthak Complex, C.G.Road, Ahmedabad- 380 009

## BALANCE SHEET AS AT 31ST MARCH, 2000

SCHEDULE	AS AT			
	31/03/2000	31/03/1999		
	RUPEES	RUPEES		
<b>I) SOURCES OF FUNDS</b>				
1. Shareholders' Funds:				
Share Capital	1	50114000	50114000	
Reserves and Surplus	2	107000	107000	
<b>Total</b>		<b>50221000</b>	<b>50221000</b>	
<b>II) APPLICATION OF FUNDS:</b>				
1. Fixed Assets				
A. Gross Block	3	6522835		
B. Less : Depreciation		1364628		
C. Net Block			5158207	4817345
2. Investments	4		92000	1501000
3. Current Assets, Loans and Advances:				
Inventories	5	3997255		4364980
Stock on Hire		—		13757
Sundry Debtors	6	2824755		3086019
Cash and Bank Balance	7	247379		125943
Loans and Advances	8	18010297		24367295
		25079686		31957994
Less : Current Liabilities and Provisions	9	1389232		2028672
Net Current Assets			23690454	29929322
4. Miscellaneous Expenditure	10		995427	1166348
5. Profit and Loss Account			20284912	12806985
<b>Total</b>			<b>50221000</b>	<b>50221000</b>
Accounting Policies and Notes on Accounts	16			

As per our Report of even date  
For **P.DOSHI & ASSOCIATES**  
Chartered Accountants

**(Parthiv C. Doshi)**  
Proprietor

Ahmedabad  
Date : 30-08-2000

For and on behalf of Board  
**Bhanuprasad L.Patel**  
Chairman/Managing Director

**Riken B. Patel**  
Director

Ahmedabad  
Date : 30-08-2000

# FICON LEASE AND FINANCE LIMITED

108, Sarthak Complex, C.G. Road, Ahmedabad- 380 009

## Profit & Loss Account for the Year ended 31st March, 2000

	SCHEDULE	1999-2000 RUPEES	1998-99 RUPEES
<b>INCOME :</b>			
Sales and Income from Operations	11	25254596	216670973
Decrease in Stock	12	(378473)	(3329852)
		<u><b>24876123</b></u>	<u><b>213341121</b></u>
<b>EXPENDITURE :</b>			
Purchase of Shares	-	22352117	217957549
Cost of Traded Goods		35000	
Administrative Expenses	13	,888482	1115107
Interest	14	—	76330
Non Cash Charges	15	9078451	1011080
		<u><b>32354050</b></u>	<u><b>220160066</b></u>
Loss for the year		(7477927)	(6818945)
Provision for Tax		0	0
Loss after tax		(7477927)	(6818945)
Balance as per last year		(12806985)	(5988040)
Balance carried to Balance sheet		(20284912)	(12806985)
Accounting Policies and Notes on Accounts	16		

As per our Report of even date  
For **P.DOSHI & ASSOCIATES**  
Chartered Accountants

**(Parthiv C. Doshi)**  
Proprietor

Ahmedabad  
Date : 30-08-2000

For and on behalf of Board  
**Bhanuprasad L. Patel**  
Chairman/Managing Director

**Riken B. Patel**  
Director

Ahmedabad  
Date : 30-08-2000



# FICON LEASE AND FINANCE LIMITED

108, Sarthak Complex, C.G. Road, Ahmedabad- 380 009

## SCHEDULE FORMING PART OF THE ACCOUNTS

	AS AT 31/03/2000 RUPEES	AS AT 31/03/1999 RUPEES
<b>SCHEDULE - 1</b>		
<b>SHARE CAPITAL</b>		
Authorised :		
5500000 Equity Shares of Rs. 10/- each	<u>55000000</u>	<u>55000000</u>
Issued. Subscribed and Paid up :		
5011400 (Previous Year 5011400) Equity Shares of Rs. 10/-each Fully Paid up	50114000	50114000
	<u>50114000</u>	<u>50114000</u>
<b>SCHEDULE - 2</b>		
<b>RESERVES AND SURPLUS</b>		
General Reserve	107000	107000
	<u>107000</u>	<u>107000</u>

# FICON LEASE AND FINANCE LIMITED

108, Sarthak Complex, C.G.Road, Ahmedabad- 380 009

## SCHEDULE FORMING PART OF THE ACCOUNTS

SCHEDULE - 3  
FIXED ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Addition		Deduction on		Addition		Deduction on			
	As at 01.04.99 Rs.	During the Year Rs.	A/c of sale /Transfer Rs.	As at 31.03.00 Rs.	As at 01.04.99 Rs.	During the Year Rs.	A/c of sale /Transfer Rs.	As at 31.03.00 Rs.	As at 31.03-00 Rs.	As at 31.03.99 Rs.
<b>On Lease :</b>										
Solar System	2496448	0	0	2496448	529777	131813	0	661590	1834858	1966671
<b>Total : (A)</b>	2496448	0	0	2496448	529777	131813	0	661590	1834858	1966671
<b>Previous Year</b>	2699198	0	202750	2496448	470826	143745	84794	529777	1966671	2228372
<b>Own Use :</b>										
Building	1874678	0	0	1874678	103902	30557	0	134459	1740219	1770776
Furniture & Fixtures	961102	0	0	961102	216260	60132	0	276392	684710	7448421
Computer	247750	0	0	247750	165383	40160	0	205543	42207	82367
Air Conditioner	170150	0	0	170150	29245	8082	0	37327	132823	140905
Office Equipments	119549	0	0	119549	18661	5679	0	24340	95209	100888
Vehicle (Moped)	15989	0	0	15989	5093	1809	0	6902	9087	10896
Vehicle (Car )	0	637169	0	637169	0	18075	0	18075	619094	0
<b>Total : (B)</b>	3389218	637169	0	4026387	538544	164494	0	703038	3323349	2850674
<b>Previous Year</b>	3389218	0	0	3389218	392126	146418	0	538544	2850674	2997092
<b>Total: (A+B)</b>	5885666	637169	0	6522835	1068321	296307	0	1364628	5158207	4817345
<b>Previous Year</b>	6088416	0	202750	5885666	862952	290163	84794	1068321	4817345	

## SCHEDULE FORMING PART OF THE ACCOUNTS

	AS AT 31/03/2000 RUPEES	AS AT 31/03/1999 RUPEES
<b>SCHEDULES - 4</b>		
<b>INVESTMENTS (AT COST)</b>		
<b>LONG TERM INVESTMENTS (QUOTED)</b>		
1. 2,32,400 (2,32,400) Equity Shares of Rs. 10/-each partly paid up of Kasat Paper & Pulp Ltd.	1940800	1940800
<b>LONG TERM INVESTMENTS (UNQUOTED)</b>		
1. 92,000 (92000) Equity Shares of Rs. 10/-each fully paid up of Tribhuvan Rasayan Ltd.(Note 3)	920000	920000
	<u>2860800</u>	<u>2860800</u>
Less : Provision for Diminution in Value	2768800	1359800
	<u><u>92000</u></u>	<u><u>1501000</u></u>

**Note :** (1) Aggregate cost of Quoted Investments Rs. 1940800/- (Prev. year Rs.1940800/-)  
(2) Aggregate market value of Quoted Investments Rs.NIL (Prev. year Rs.581000/-)  
(3) Equity shares are not held in the name of the company.

### SCHEDULE -5

#### INVENTORIES ( As taken valued and certified by management)

Stock of Equity shares	3986507	4364980
Stock of Traded Goods	10748	—
	<u><u>3997255</u></u>	<u><u>4364980</u></u>

### SCHEDULE - 6

#### SUNDRY DEBTORS

(Unsecured Considered Good unless otherwise mentioned)

a) Exceeding Six months	2931527	3072763
b) Others	636976	22736
	<u>3568503</u>	<u>3095499</u>
Less : Provision for NPA (incl in (a) above)	743748	9480
	<u><u>2824755</u></u>	<u><u>3086019</u></u>

### SCHEDULE - 7

#### CASH AND BANK BALANCES

Cash on hand	124899	93793
With Scheduled Banks in		
a) Current Accounts	119875	29545
(Incl Rs. 7510/- (Prev. year Rs. 7510/-) in respect of share application refund and Rs.150/- (Prev. year Rs.150/-) in respect of unpaid dividend)		
b) With Non-Scheduled Banks		
Janta Sahkari Bank Ltd. (Max. Bal. Rs.1675/-)	1675	1675
(Previous Year Rs. 1675/-)		
Textile Traders Co-op Bank Ltd.	930	930
(Max. Bal. Rs. 930/-) (Pre. Year Rs.970/-)	2605	2605
	<u><u>247379</u></u>	<u><u>125943</u></u>

## SCHEDULE FORMING PART OF THE ACCOUNTS

	AS AT 31/03/200 RUPEES	AS AT 31/03/1999 RUPEES
<b>SCHEDULE - 8</b>		
<b>LOANS AND ADVANCES</b>		
(Unsecured Considered Good Unless otherwise mentioned)		
Loans to Companies	4095747	4891154
Loans to others	6673210	6151736
Less : Provision for NPA	<u>778259</u>	<u>499804</u>
	5894951	5651932
Advances recoverable in cash or kind or for value to be received	13640189	13382336
Less : Provision for NPA	<u>6189500</u>	<u>NIL</u>
	7450689	13382336
Staff Loan	NIL	10479
Deposits	56524	56524
Tax Deducted at Source	512386	366832
Interest receivable	NIL	8038
	<u><b>18010297</b></u>	<u><b>24367295</b></u>
<b>SCHEDULE - 9</b>		
<b>CURRENT LIABILITIES :</b>		
Sundry Creditors	1363935	1928725
Other Liabilities	25297	99947
	<u><b>1389232</b></u>	<u><b>2028672</b></u>
<b>SCHEDULE - 10</b>		
<b>MISCELLANEOUS EXPENDITURE :</b>		
(To the extent not written off or adjusted)		
Preliminary and Public Issue Expenses		
Balance as per last year	1166348	1337269
Less : Written off during the year	<u>170921</u>	<u>170921</u>
	<u><b>995427</b></u>	<u><b>1166348</b></u>
<b>SCHEDULE - 11</b>		
<b>SALES AND INCOME FROM OPERATIONS :</b>		
Sales of Shares	24189444	215492158
Sales of Traded Goods	44950	NIL
Lease Income	NIL	41040
Hire Purchase Income	1293	45952
Advisory Income	18870	165000
Interest (Gross) (TDS Rs. 145554/- Previous year Rs. 138436/-)	985390	898486
Dividend	6764	21067
Spot Income	975	1960
Service Charges Income	6910	NIL
Profit on sale of Investment	NIL	5310
	<u><b>25254596</b></u>	<u><b>216670973</b></u>

## SCHEDULE FORMING PART OF THE ACCOUNTS

	AS AT 31/03/200 RUPEES	AS AT 31/03/1999 RUPEES
<b>SCHEDULE - 12</b>		
<b>DECREASE IN STOCK (Equity Shares)</b>		
Closing Stock	3986507	4364980
Less : Opening Stock	4364980	7694832
	<b>(378473)</b>	<b>(3329852)</b>
<b>SCHEDULE - 13</b>		
<b>ADMINISTRATIVE EXPENSES :</b>		
Payments to and provision for Employees Salary, Wages and Bonous Staff Welfare	383550 6473	380098 6072
Rates and Taxes	390023	386170
Insurance	45547	40153
Electricity	1870	1870
Repairs and Maintanance	13144	19809
Legal and Professional Fees	22937	14712
Postage, Telephone, Telegraph	176700	215575
Printing and Stationery	43547	62170
Advertisement Expenses	27858	30427
Travelling Expenses (Including Director's Travelling Rs. 18912/- Previous year Rs. 20619/-)	16054	11476
Conveyance	18912	21292
Audit Fees	53167	36133
Sales Taxe	12600	12000
Miscellaneous of Expenses	-	71275
Loss on Sale of Leased Assets	66123	71624
Loss on sale of Investment	-	117132
	<b>888482</b>	<b>1115107</b>
<b>SCHEDULE - 14</b>		
<b>INTEREST</b>		
To Bank	-	17775
To others	-	58555
	<b>-</b>	<b>76330</b>
<b>SCHEDULE - 15</b>		
<b>NON CASH CHARGES</b>		
1. Depreciation	296307	290163
2. Preliminary Expenses written off	170921	170921
3. Bad Debts Written off	-	44831
4. Provision for Diminution in value of Investments	1409000	139440
5. Provision for Non-Performing Assets	7202223	365725
	<b>9078451</b>	<b>1011080</b>

## SCHEDULE - 16

### ACCOUNTING POLICIES AND NOTES ON ACCOUNTS :

#### (A) Accounting Policies :

- (1) Basic of Accounting :  
The Financial Statements have been prepared under historical cost convention on accrual basis.
- (2) Fixed Assets :  
Fixed Assets are shown at cost less accumulated Depreciation.
- (3) Investments :  
Investments are valued at cost.
- (4) Inventories :  
Inventories i.e. Stock in Trade of Equity Shares and Traded goods are valued at cost or market value whichever is lower.
- (5) Depreciation :  
Depreciation on fixed assets is provided under straight line method at the rates and in the manner specified under schedule XIV to the Companies Act, 1956.
- (6) Preliminary and public Issue Expenses.  
One tenth written off every year.
- (7) Income :  
- Dividend Income accounted for on receipt basis.  
- No Income is recognised in respect to past dues if any on Non-performing Assets.

#### (B) NOTES ACCOUNTS

- (1) Contingent Liabilities.  
Uncalled liability on partly paid shares Rs. 57.76 Lacs.  
(Previous Year Rs. 81.59 Lacs)
- (2) Estimated amount of contracts remaining to be executed on capital account and not provided for Net of Advance Rs. 6,95,000/- (previous Year Rs. 6,95,000/-)
- (3) Depreciation on Leased assets is provided on Straight line method as per rates and in the manner prescribed in the schedule XIV to the Companies Act, 1956 as against in the manner as recommended in the Guidance note of the Institute of Chartered Accountants of India.
- (4) In the Opinion of the Board of Directors the Current Assets, Loans and Advances have value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
- (5) Balances in various accounts are subject to confirmation by respective parties.
- (6) Salaries include remuneration paid to Managing Director Rx. 195000/-  
(Previous Year Rs. 1, 94,994)
- (7) Payments to Auditors :

	1999-2000	1998-99
Audit Fees	12600/-	12000/-
Other matters	5600/-	6000/-
- (8) (i) Particulars of Purchase, Sales and Stock of Equity Shares :

	1999-2000		1998-99	
	Qty.	Value (Rs. in Lacs)	Qty.	Value (Rs. in Lacs)
Opening Stock	2138625	43.65	2292100	76.95
Purchase	4832600	223.47	1503625	2179.58
Sale	5286275	241.89	1657100	2154.92
Closing Stock	1684950	39.87	2138625	43.65

**Particulars of Stock in trade Equity shares :**

No.	Name of Company	No. of Share	Value in Rs.
1	Kalindi Rail Ltd.	100 (100)	515 (515)
2.	Pearl Energy Ltd	1400 (1400)	1400 (1400)
3.	Dharendra Agro India Ltd.	1000 (1000)	1250 (1250)
4.	Gwalior Transmission Ltd.	300 (300)	480 (480)
5.	Ocean Agro Ltd.	1300 (1300)	10595 (16900)
6.	Ganipitak Yakshraj Ltd.	100 (100)	100 (100)
7.	Bisil Plast Ltd.	1000 (1000)	1000 (1000)
8.	Benzo Petro ltd.	10000 (10000)	8000 (8000)
9.	Relic Finance Ltd.	54800 (74900)	170355 (205975)
10.	Indo Credit & Capital Ltd.	39000 (39000)	42900 (42900)
11.	Pharma Offset Ltd.	42500 (44400)	63750 (66600)
12.	Sarthak Securities Ltd.	100 (100)	100 (250)
13.	Hexone Pharma Ltd.	6000 (6000)	7800 (7800)
14.	Power Track Cable Ltd.	38300 (38300)	38300 (57450)
15.	Damaniya Capital ltd.	200 (200)	200 (200)
16.	Kanaya Food Ltd.	500 (500)	500 (1475)
17.	Asiatic Infrastructure Ltd.	6000 (6000)	3900 (3900)
18.	Hindustan Credit & Capital Ltd.	1000 (1000)	1000 (1000)
19.	Neelkanth Rockman Ltd.	49500 (37500)	30750 (18750)
20.	Innovative Marrine Ltd.	100 (100)	120 (200)
21.	Jindal Photo Ltd.	100 (100)	3195 (3195)
22.	Fortise Finance Ltd.	200 (200)	1150 (1150)

No.	Name of Company	No. of Share	Value in Rs.
23.	Vedant Hotel Ltd.	500 (1500)	1450 (4350)
24.	Apple Amusement ltd.	1100 (1100)	1100 (1100)
25.	MFL Stock Brockers Ltd.	50200 (50200)	50200 (50200)
26.	Guj. Meditech Ltd.	1000 (1000)	600 (600)
27.	Rahil Investment Ltd.	100 (100)	30 (30)
28.	Leelac Exports Ltd.	1000 (1000)	1300 (1300)
29.	Simmandhar Cement Ltd.	100 (100)	100 (100)
30.	Accurate Export Ltd. (Partly Paid up)	99400 (576000)	99400 (576000)
31.	Reliable Plastic Ltd. (Partly Paid up)	10000 (10000)	0 (0)
32.	Dhruv MaKhan Ind. Ltd.	1203900 (1203900)	3015295 (3015295)
33.	Krishna Capital Ltd.	600 (600)	600 (600)
34.	Kengold India Ltd.	20300 (300)	25195 (195)
35.	Orbit Airfreight Ltd.	0 (5600)	0 (50400)
36.	Arman Lease and Finance Ltd.	2100 (2100)	2625 (2730)
37.	K. Z. Leasing Ltd.	900 (900)	990 (990)
38.	Bank of Punjab	2800 (2800)	30940 (30940)
39.	Reliance Capital	700 (700)	21700 (21700)
40.	Bajaj Electricals Ltd. (Bonus)	25 (25)	0 (0)
41.	Amrut Industries Ltd.	700 (700)	1050 (1050)
42.	Eicher Motor Ltd.	400 (400)	5120 (5120)
43.	LIC Housing	100 (100)	3275 (3805)
44.	Essar Steel Ltd.	100 (100)	755 (870)



No.	Name of Company	No. of Share	Value in Rs.
45.	Kalyani Sharp	200 (600)	2450 (10800)
46.	Ganesh Benzo Plast Ltd.	0 (200)	0 (2650)
47.	Motorola (India) Ltd.	800 (800)	1000 (2080)
48.	Aryan Pesticides Ltd.	2000 (2000)	26400 (68800)
49.	Aryan Pesticides Ltd. (bonus)	200 (200)	0 (0)
50.	Finolex Pipes	0 (400)	0 (5300)
51.	GTN Textiles Ltd.	200 (200)	3800 (3800)
52.	RPG. Life Line Ltd.	300 (300)	12915 (12915)
53.	Paper Products	0 (200)	0 (13115)
54.	D & H Welding Ltd.	8400 (9800)	21000 (24500)
55.	SRG. infosystem Ltd.	0 (700)	0 (4755)
56.	Reliance Petroleum Ltd.	0 (500)	0 (8400)
57.	HCL Infosystem Ltd.	125 (0)	74000 (0)
58.	Shree Rang Feencap	20000 (0)	25000 (0)
59.	M.P. Teleink	600 (0)	20040 (0)
60.	Zenith Computer Ltd.	200 (0)	14400 (0)
61.	Indo Gulf Ltd.	1600 (0)	66800 (0)
62.	Ramco Industries Ltd.	100 (0)	50665 (0)
63.	Indus Network Ltd.	300 (0)	6180 (0)
64.	Pentagoan Globle Ltd.	200 (0)	2472 (0)
65.	Avantial Softwore Ltd.	200 (0)	10300 (0)
	<b>Total</b>	<b>1684950</b> <b>(2138625)</b>	<b>3986507</b> <b>(4364980)</b>

Figures in the Brackets relates to previous year.

**(ii) Particulars of Purchase, sales and Stock of Traded Goods :-**

	1999-2000		1998-99	
	Qty.	Value (Rs.)	Qty.	Value (Rs.)
Opening Stock	-	-	-	-
Purchase	6	45748	-	-
Sales	4	44950	-	-
Closing Stock	2	10748	-	-

(9) Loans and Advances include sum of Rs. 414160/- (Previous year Rs. 414160/-) due from companies under the same management. (Maximum Amount outstanding during the year Rs. 414160/- previous year Rs. 414160/-)

(10) No Provision for taxation for the year has been made in the accounts as in the opinion of the Company there would be no taxable income under the provisions of the Income Tax Act, 1961.

(11) Previous year figures have been regrouped / rearranged whereve necessary, to make it comparable with that of currant year.

(12) Additional information Pursuant to the Provisions of Part II of schedule VI of the Companies Act, 1956. (Figures in brackets related to previous year).

(I) The deatils regarding capacities Productions, Consumption of Rawmaterials, components, etc. are not given since the company is not engaged in manugacturing activities.

(II) Expenditure in Foreign Currency Nil (Nil)

(III) Earnings in Foreign Currency Nil (Nil)

(IV) Remittance in Foreign Currency Nil (Nil)

Signature to Schedules 1 to 16

For **P.DOSHI & ASSOCIATES**

Chartered Accountants

**(Parthiv C. Doshi)**

Proprietor

Ahmedabad

Date : 30-08-2000

For and on behalf of Board

**Bhanuprasad L.Patel**

Chairman/Managing Director

**Riken B. Patel**

Director

Ahmedabad

Date : 30-08-2000

Additional information as required under part IV of schedule VI to the Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile :

(I)	Registration Details	
	Registration No.	04-23470
	State Code	04
	Balance Sheet Date	31-03-2000
(II)	Capital Raised During the year (Amount in Rs. Thousand)	
	Public Issue Nil	Right Issue Nil
	Bonus Issue Nil	Private Issue Nil
(III)	Position of Mobilisation and Deployment of Funds (Amount in Rs. Lacs)	
	Total liabilities	502.21
	Total Assets	502.21
	Sources of Funds	
	Paid up Capital	501.14
	Reserve and Surplus	1.07
	Unsecured Loans	
	Application of Funds	
	Net Fixed Assets	51.58
	Investments	00.92
	Net current Assets	236.91
	Misc. Expenditure	9.95
	Loss Account	(202.85)
(IV)	Performance of Company (Amount in Rs. Lacs)	
	Turnover	252.55
	Total Expenditure	327.33
	Loss before tax	(74.78)
	Loss after tax	(74.78)
	Earning per share (Rs.) (Annualised)	—
	Divident Rate	—
(V)	Generic Names of three principal products/services of company (As per monetary Terms)	
	Item Code No. (ITC Code)	
	Product Description	Not Applicable
	Item Code No. (ITC Code)	
	Product Description	Not Applicable
	Item Code No. (ITC Code)	
	Product Description	Not Applicable

For and on behalf of Board  
**Bhanuprasad L. Patel**  
Chairman/Managing Director

**Riken B. Patel**  
Director

Place : Ahmedabad  
Date : 30/08/2000

# FICON LEASE AND FINANCE LIMITED

108, Sarthak Complex, C.G.Road, Ahmedabad- 380 009

CASH FLOW STATEMENT	1999-2000 (RUPEES)	1998-99 (RUPEES)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Loss before tax & extra ordinary items	(7477927)	(6818945)
<b>ADJUSTMENTS FOR</b>		
Depreciation	296307	290163
Provisions Non-Performing Assets	7202223	365725
Provision for Diminution in Value of Inv.	1409000	139440
Miscellaneous expenditure written off	170921	170921
Dividend	(6764)	(21067)
Interest paid	—	76330
Interest Income	(985390)	(898486)
Loss on sale of leased Asset	—	117132
Profit On sale of Investment.	—	(5310)
Loss On sale of Investment	—	3289
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES :</b>	<b>608370</b>	<b>(6580808)</b>
<b>ADJUSTMENTS FOR :</b>		
Trade & other receivables	(844137)	1134909
Inventories	367725	3329852
Trade Payables	(639440)	279915
<b>CASH GENERATED FROM OPERATIONS</b>	<b>(507482)</b>	<b>(1836132)</b>
Interest Paid	—	(76330)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(507482)</b>	<b>(1912462)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of fixed Assets	(637169)	Nil
Sale of Leased Assets	—	824
Changes in Loans	273933	185074
Investment sold	—	279566
Dividend received	6764	21067
Interest received	985390	898486
<b>NET CASH FLOW FORM INVESTING ACTIVITIES</b>	<b>628918</b>	<b>1385017</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of share capital	—	—
Proceeds form Loan Funds	—	—
Public issue expenses incurred	—	—
Dividend Paid	—	—
<b>NET CASH FLOW FORM FINANCING ACTIVITIES</b>		
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C+)</b>	<b>121436</b>	<b>(527445)</b>

CASH & CASH EQUIVALENTS AS AT 1ST APRIL  
(OPENING BALANCE)

125943

653388

CASH & CASH EQUIVALENTS AS AT 31ST MARCH  
(CLOSING BALANCE)

247379

125943

For, and on behalf of Board

**BHANUPRASAD L. PATEL**  
Chairman / Managing director

**RIKEN B. PATEL**  
Director

Ahmedabad  
DATE : 30/08/2000

## AUDITOR'S CERTIFICATE

To,  
The Board of Directors  
**Ficon Lease And Finance Limited**  
Ahmedabad.

We have examined the attached Cash Flow Statement of Ficon Lease and Finance Limited for the year ended 31st March 2000.

The statement has been prepared by the Company in accordance with the requirements of listing agreement Clause 32 with Stock Exchanges and is based on and in agreement with the corresponding Profit and Loss Account and Balance Sheet covered by our report of 30th August, 2000 to the members of the Company.

For, **P.DOSHI & Associates**  
Chartered Accounts

**(Parthiv C. Doshi)**  
Proprietor

Place : Ahmedabad.  
Dated : 30th August, 2000.