

**10th
Annual Report
2003-2004**



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

BHARATI B. PATEL

Chairman/Managing Director

SHAILESH L. PATEL

RIKEN B. PATEL

AMRISH J. PATEL

SATYENDRA K. JHA

BANKERS

DENA BANK

AUDITORS

M/S. P. DOSHI & ASSOCIATES

Chartered Accountants

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

REGISTERED OFFICE

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 **TENTH ANNUAL GENERAL MEETING** of the Members of **FICON LEASE & FINANCE LIMITED** will be held on Thursday, the 30th day of September, 2004 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, 2004, Balance Sheet as on that date, Directors' Report and the Auditor's Report thereon.
2. To appoint Director in place of Mrs. Bharatiben B. Patel, who retires by rotation and being eligible, offers herself for reappointment.
3. To appoint Director in place of Mr. Shailesh L. Patel, who retires by rotation and being eligible, offers himself for reappointment.
4. 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.

Place : Ahmedabad

Date : 04-09-2004

FOR AND ON BEHALF OF THE COMPANY

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 30.09.04 to 07.10.04 (both days inclusive)
- c) Shareholders seeking any information with regards to accounts are requested to write to the Company latest by 20th September, 2004 so as to enable the management to keep the information ready.

DETAILS OF DIRECTORS BEING APPOINTED/REAPPOINTED AT THE ANNUAL GENERAL MEETING

(IN PURSUANCE OF CLAUSE 49 (VI) A OF THE LISTING AGREEMENTS)

Name of Director	Bhartiben B. Patel	Shaileshbhai L. Patel
Age	50 Years	49 Years
Qualification	M.A.	B.Com
Experience	5 Years in the field of Finance & Security Market.	10 Years in Business administration.
Other Directorships	Ficon Shriram Capital Market Ltd.	---
Chairman/Member of the Committees	---	---

DIRECTOR'S REPORT

To :

THE MEMBERS :

The Board of Directors have pleasure in presenting the Tenth Annual Report together with Audited Accounts of the year ended 31st March, 2004.

FINANCEIAL RESULTS : The Financial results for the year are as under :

PARTICULARS	(Rs. in Lacs)	
	2003-2004	2002-2003
Sales & Other Income	296.88	306.77
Profit / (Loss) before Non Cash Exp.	(0.79)	(24.45)
Depreciation	1.06	2.38
Other Non cash Expenses	74.52	25.54
Liabilities written off	---	1.96
Provision for Taxation	---	---
Profit / (Loss) after Taxation	(76.38)	(50.41)
Appropriation :		
Balance Carried Forward	(76.38)	(50.41)

OPERATION :

The Company incurred a loss of Rs.0.79 Lacs as against Net Loss of Rs.24.45 Lacs before providing for non-cash expenses in the previous year. The conditions of share Market remained good during the year under report and due to which the company was able to improve its performance. However due to excess volatility in the market, company has to restrict its activities. In the current year after completion of election the market has fallen a lot and now it is stabilised. Thus performance of the Company in the current year depends on how the share market perform.

DIVIDEND :

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

DEPOSITS :

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

DIRECTORS :

Mrs. Bhartiben B. Patel and Mr. Shailesh L. Patel, retires by rotation and being eligible offers themselves for reappointment.

MANAGEMENT DISCUSSION AND ANALYSIS :

The year under review was a very sluggish year for industry as well as financial market. However during later part of the year, the interest rate was cut down and thereby some movement in the financial market was noticed.

However, due to good monsoon and estimate of higher industrial growth envisages a growth prospects for the financial companies.

RISKS AND CONCERNS :

The Company through its risk management system has clearly identified the external and internal risk affecting its business operations. External risk may arise because of the fluctuation in the interest rate in the financial market, frequent change in government policies especially in tax matters, general economic recession which affects the viability of the customers to repay their debts etc.

Internal risk may arise in the event of a failure or lapse in the internal control system of safeguards and procedures in the company.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY :

The Company adopts an efficient internal control system and a procedure, which has been repeatedly fine tuned and improved upon over the last one decade in step with business changes. The Internal Audit department monitors implementation of such systems and procedures, which is also subject to review by the Audit Committee.

HUMAN RESOURCES :

The Company is managed by a professional team under the guidance of the Managing Director. Frequent meetings are arranged to upgrade the knowledge of the employees and to strengthen their managerial capabilities.

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 - 17 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 had paid the annual listing fees for the financial year 2004 - 2005 to these Stock Exchanges.

DIRECTOR'S RESPONSIBILITY STATEMENT :

Pursuant to Section 217 (2AA) of the Companies Act, 1956, the Directors confirm :

- i) that in the preparation of the annual accounts, the applicable accounting standards have been followed,
- ii) that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31st March, 2004 and of the profit or loss of the company for that year,
- iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities, if any.
- iv) that the directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE REPORT :

A separate report on Corporate Governance is furnished as a part of the Directors' Report and the certificate from the Company's Auditors regarding compliance of conditions of Corporate Governance is annexed to the said Report.

APPRECIATION :

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

PLACE : Ahmedabad

DATE : 04-09-2004

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS
CHAIRMAN**

CORPORATE GOVERNANCE REPORT

1. Company's Philosophy :

Statutory, Corporate Governance involves transparency, full disclosure, independent monitoring the state of affairs and being fair to all stakeholders. The Company's Philosophy of Corporate Governance is not only to meet the statutory requirements but also to go well beyond that and to attain a high level of transparency and accountability in the functioning of the company and the conduct of the business both internal and external. This is done with the sole view to enhance stakeholder's value.

2. Board of Directors :

a) Composition of Board

The Board of Directors of the Company comprises of 5 Directors of which 2 are Executive Directors and all others are Non Executive, out of which one is promoter and two are independent directors.

b) Board Meetings :

During the financial year 2003 - 2004, five board meetings were held on 30-04-2003, 31-07-2003, 05-09-2003, 20-10-2003 & 29-01-2004.

The Composition, attendance and other memberships of the Board of directors of the company is given as follows :

Name of Director	Designation	Category	No. of Board Meetings attended	Attendance at last AGM	Total No. of Directorships in public companies	Total No. of Committee Memberships	Total No. of Board Chairmanships
MRS. BHARATI B. PATEL	MANAGING DIRECTOR	EXECUTIVE DIRECTOR	5	YES	1	--	--
RIKEN B. PATEL	DIRECTOR	EXECUTIVE DIRECTOR	5	YES	1	--	--
AMRISH J. PATEL	DIRECTOR	NON-EXECUTIVE DIRECTOR	5	YES	--	2	1
SHAILESH L. PATEL	DIRECTOR	NON-EXECUTIVE DIRECTOR	--	--	--	2	--
SATYENDR K. JHA	DIRECTOR	NON-EXECUTIVE DIRECTOR	5	YES	--	2	1

3. Remuneration of Directors

a) Executive Directors :

The Company has not set up a Remuneration committee. The remuneration of Executive Directors were fixed by the Board and approved by the Shareholders at the Annual General Meeting. Details of remuneration paid to the Executive Director during the financial year 2003-04 is given below.

Name	Designation	Tenure of appointment	Gross Remuneration (Rs.)
MRS. BHARTI B. PATEL	MANAGING DIRECTOR	5 YEARS	1,29,996/-
RIKEN B. PATEL	DIRECTOR	5 YEARS	66,298/-

b) Non-Executive Directors :

Non-Executive Directors have not been paid any remuneration.

4. Audit Committee

The Company has an Audit Committee of Directors consisting of Shri Amrish J. Patel, Shri S. K. Jha and Shri Shailesh L. Patel all are Non Executive Independent Directors and have adequate financial accounting knowledge.

The terms of reference of the Audit Committee covers the matters specified as per clause 49 of the Listing Agreement besides other terms as may be referred from time to time by the Board of Directors the audit committee met three times during the year.

5. Shareholders/Investors Grievance Committee :

The Company (Board) has constituted a Shareholders/Investors Grievance Committee. The committee looks into the redressal of Shareholders/Investor Grievances, if any, like Transfer/Transmission/Demat of Shares; Loss of Share Certificates; Non-receipt of Annual Reports; Dividend warrants ; During the year, NIL complaints were received from the Shareholders, The Company has no transfers pending at the close of the financial year.

6. Disclosure

- a) During the year, there was no material significant transaction with the promoters, the directors or the management, their relatives etc. that may have any potential conflict with the interest of the Company at large.
- b) There were no instances of non-compliance by the company or Penalties imposed on the Company by the Stock Exchange/(S) or SEBI or any statutory authority, on any matter related to Capital Markets, during the last three years.

7. Share Transfer System

The Company has an inhouse share transfer department and has not appointed any Registrar and Transfer Agents. Valid Share transfers in physical form and complete in all respects were approved and registered within the stipulated period.

8. Dematerialisation of Shares and Liquidity

The company has not registered itself with any agency for dematerialisation of company's securities, so far.

9. Date, time and venue of 10th Annual General Meeting

Thursday, 30th September, 2004 at 11-00 a.m. at 108, Sarthak Complex, B/h. Weekender, Swastik Char Rasta, C.G. Road, Ahmedabad-380 009.

10. Book Closure Date : 30 - 09 - 04 to 07 - 10 - 04 (both days inclusive)

11. Dividend Payment Date : Not Applicable

12. Details of last three Annual General Meeting :

Meeting	Year	Venue of AGM	Date	Time	Whether special resolution passed
7th AGM	2000-2001	108, Sarthak Complex, B/h. Weekender, Swastik Char Rasta, C.G. Road, Ahmedabad-380009.	29-9-2001	11-00 a.m.	Yes
8th AGM	2001-2002	108, Sarthak Complex, B/h. Weekender, Swastik Char Rasta, C.G. Road, Ahmedabad-380009.	30-9-2002	11-00 a.m.	Yes
9th AGM	2002-2003	108, Sarthak Complex, B/h. Weekender, Swastik Char Rasta, C.G. Road, Ahmedabad-380009.	30-9-2003	11-00 a.m.	Yes

13. Financial Calender (Tentative)

Financial reporting for the quarter ending June 30, 2004	End of July, 2004
Financial reporting for the quarter/half year ending September 30, 2004	End of October, 2004
Financial reporting for the quarter ending December 31, 2004	End of January, 2005
Financial reporting for the year ending March 31, 2005	End of April, 2005
Annual General Meeting for the year ending March 31, 2005	September, 2005

14. High/Low of monthly Market Price of the Comany's Equity Shares traded on Ahmedabad Stock Exchange during the financial year 2003 - 2004 is furnished below :

No trading of securities took place during the year.

15. Distribution of Shareholding as on March 31, 2004

On the basis of shares held

No of Equity Shares held (Range)	No. of Shareholders	Percentage to total share holders	No. of Shares held	Perecentage to total share held
Upto 5000	2503	94.52	798170	15.93
5001 - 10000	29	1.10	23700	0.47
10001 - 20000	34	1.28	60500	1.21
20001 - 30000	5	0.19	18900	0.26
30001 - 40000	5	0.19	18900	0.38
40001 - 50000	6	0.23	29000	0.58
50001 - 100000	21	0.79	159900	3.19
above 100000	45	1.70	3907930	77.98
TOTAL	2648	100.00	5011400	100.00

16. Listing on Stock Exchanges :

The Ahmedabad Stock Exchange Kamdhenu Complex, Panjrapole, Opp. Sahjanand College, Ahmedabad - 380 015.

The Stock Exchange Mumbai Phiroze Jeejeebhiy Towers, Dalal Street, Mumbai - 400 023.

17. Stock Codes

: Ahmedabad Stock Exchange - 17130
Mumbai Stock Exchange - 31902

18. Investor Correspondence

: All enquiries, clarifications and Correspondence should be addressed to the compliance officer at the following address.

19. Compliance officer

: Smt. Bharti B. Patel
Managing Director
108, Sarthak Complex,
Bh. Weekender,
Swastik Char Rasta,
C.G. Road, Ahmedabad.

20. Address for Correspondence

: 108, Sarthak Complex,
Bh. Weekender,
Swastik Char Rasta,
C.G. Road, Ahmedabad.

AUDITORS' REPORT

To

The Members,

FICON LEASE & FINANCE LIMITED

Ahmedabad.

1. We have audited the attached Balance Sheet of Ficon Lease & Finance Limited as at 31st March 2004, Profit and Loss Account and Cash Flow Statement for the year ended on that date. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial presentation. We believe that our audit provides a reasonable basis of our opinion.
3. 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, we enclose in the Annexure a statement on the matters specified in paragraph 4 and 5 of the said order to the extent applicable.
4. Further to our comments in the Annexure referred to above, 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 those books.
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement referred to in this report are in agreement with the books of accounts.
 - d) In our opinion, the Balance Sheet, Profit and Loss account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in Section 211(3C) of Companies Act, 1956.
 - e) On the basis of the written representation received from the directors as on 31st March, 2004 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2004 from being appointed as a director in terms of clause (g) of sub section (1) of section 274 of the Companies Act, 1956.
 - f) In our opinion and as per the best of our information and according to the explanation given to us, the said accounts, give the information required by the Companies Act, 1956, 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 on 31st March, 2004;
 - ii) In the case of the Profit and Loss Account, of the Loss of the Company for the year end on that date;
 - iii) In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For P Doshi & Associates
Chartered Accountants

Ahmedabad
04-09-2004

(Parthiv C Doshi)
Proprietor

ANNEXSIRE

(Annexure referred to in paragraph 3 of the our report of even date)

- (1) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
(b) All the assets have been physically verified by the management during the year which, in our opinion, is reasonable having regard to the size of the company and the nature of the assets. No material discrepancies were noticed on such verification.
(c) During the year, the company has not disposed off any the fixed assets.
- (2) (a) The inventory has been physically verified during the year by the management. In our opinion, frequency of verification is reasonable.
(b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and nature of the business.
(c) The company is maintaining proper records of inventory. There were no discrepancies noticed on verification between the physical stocks and the book records.
- (3) (a) The company has neither granted nor given any loans secured or unsecured, to / from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956 except unsecured interest free advances of Rs. 1505983/- given during earlier years to three companies / parties covered in the register maintained under section 301 of the Companies Act, 1956. The maximum amount involved during the year was Rs.1505983 -and year end balance was Rs. 1070268/-
(b) Based on the information received and the explanations given, other terms and conditions on which interest free advances granted to the said parties are not, prima facie, prejudicial to the interest of the company.
(c) In respect of unsecured interest free advances given to the companies / parties covered in the register maintained under section 301 of the Companies Act, 1956, there are no covenants with regard to the repayment of the same.
(d) The company has taken reasonable steps for the recovery of the overdue amount of unsecured interest free advances given to the companies and other parties covered in the register maintained under section 301 of the Companies Act, 1956 and after consideration provided / written off an equivalent amount on being treated as non recoverable.
- (4) During the year under review, in our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with size of the company and nature of its business with regard to purchase of inventories and sale of goods. There are no purchases of fixed assets during the year. Further on the basis of our examination of the books and records of the company and according to the information and explanations given to us, we have not come across any continuing failure to correct major weaknesses in internal control.
- (5) (a) According to the information and explanations given to us, we are of the opinion that the transaction that needed to be entered into the register maintained under section 301 of the Companies Act, 1956 have been so entered.
(b) In our opinion and according to the information and explanations given to us, there are no transaction exceeding the value of rupees five lakhs in respect of any companies, firms or other parties during the year made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956.
- (6) The company has not accepted any deposits from the public within the meaning of sections 58A and 58AA of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975.
- (7) The Company has no formal internal audit system.
- (8) The Central Government of India has not prescribed the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956 for any of the products of the company.
- (9) (a) According to the information and explanation given to us and the records of the company examined by us, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including income tax and other material statutory dues as applicable to it.
(b) According to the information and explanation given to us and the records of the company examined by us no undisputed amounts payable were in arrears, as at 31st March 2004 for a period of more than six months from the date they become payable except Municipal Tax Dues of Rs.30494/-
(c) According to the information and explanation given to us, Assessment dues under Interest Tax Act, 1974 for A Y 1997-98 of Rs. 378280/- has not been deposited as on 31st March 2004 on account of dispute being pending with first appellate level.
- (10) The company has incurred cash loss of Rs.79249/- in the current year and Rs.2445693/- in the immediately preceding financial year and its accumulated losses at the end of the financial year are not more than 50% of its Net Worth.
- (11) In our opinion, provisions of clause 4(xi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (12) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (13) In our opinion, the company is not a chit fund or for a nidhi mutual benefit fund / society. Therefore the provision of clause 4(xiii) of the companies (Auditor's Report) Order. 2003 are not applicable to the company.
- (14) In our opinion and according to the information and explanation given to us, as regards trading in shares reasonable records regarding transaction and contracts are maintained and as further explained timely entries have generally been made except to the extent of the exemption, if any, granted under section 49 of the Act. in such records and that they have generally been held by the company in its own name
- (15) In our opinion and according to information and explanation given to us, the company has not given any guarantees for loans taken by others from banks or financial institution during the year.
- (16) The company has not taken any short term and/or long term loans except cash credit against its own fixed deposit with a bank for working capital purposes. In our opinion and according to the information and explanation given to us, on an overall basis this short-term loan was applied for the purpose for which it was obtained.
- (17) According to the information and explanation given to us and overall examination of the balance sheet of the company, we report that the no funds raised on short - term basis have been used for long - term investment and vice versa.
- (18) The company has not made any preferential allotment of shares during the year.
- (19) The company has not made any issued debentures during the year.
- (20) The company has not raised any money by way of public issue during the year.
- (21) As per the information and explanation given to us, no material fraud on or by the company has been noticed during the year.

**For P Doshi & Associates
Chartered Accountants**

Ahmedabad
04-09-2004

(Parthiv C Doshi)
Proprietor

FICON LEASE AND FINANCE LIMITED

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

BALANCE SHEET AS AT 31ST MARCH, 2004

	SCHEDULE	AS AT 31 / 03 / 2004 RUPEES	AS AT 31 / 03 / 2003 RUPEES
(I) SOURCES OF FUNDS			
1. Shareholders' Funds			
Share Capital	1	50114000	50114000
Reserves and Surplus	2	0	0
2. Loan Funds :			
Secured Loan	3	105453	421430
Total		<u>50219453</u>	<u>50535430</u>
(II) APPLICATION OF FUNDS			
1. Fixed Assets	4		
A. Gross Block		3392368	3392368
B. Less : Depreciation		<u>1150650</u>	<u>1044391</u>
C. Net Block		2241718	2347977
2. Investments	5	0	0
3. Current Assets, Loans and Advances :			
Inventories	6	2023942	2000710
Sundry Debtors	7	43164	12278
Cash and Bank Balance	8	398622	898909
Loans and Advances	9	<u>4668206</u>	<u>11884245</u>
		7133934	14796142
Less : Current Liabilities and provisions	10	<u>54760</u>	<u>40517</u>
Net Current Assets		7079174	14755625
4. Miscellaneous Expenditure	11	311743	482664
5. Profit and Loss Account	--	40586818	32949164
Total		<u>50219453</u>	<u>50535430</u>
Accounting Policies and Notes on Accounts	17		

As per our Report of even date

For **P. DOSHI & ASSOCIATES**
Chartered Accountants

(**Parthiv C. Doshi**)
Proprietor
Ahmedabad
Date : 04-09-2004

For and on behalf of Board

Bharati B. Patel
Chairman/Managing Director

Riken B. Patel
Director
Ahmedabad
Date : 04-09-2004

FICON LEASE AND FINANCE LIMITED

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

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2004

	SCHEDULE	2003 - 2004 RUPEES	2002 - 2003 RUPEES
INCOME :			
Sales and Income from Operations	12	29688537	30677388
Decreases in Stock	13	23232	(1870617)
		<u>29711769</u>	<u>28806771</u>
EXPENDITURE :			
Purchase of Shares	-	29247366	30695144
Administrative Expenses	14	533865	527017
Interest	15	9787	30303
Non Cash Charges (Net)	16	7558405	2595369
		<u>37349423</u>	<u>33847833</u>
Loss for the year		(7637654)	(5041062)
Provision for Tax		0	0
Loss after tax		(7637654)	(5041062)
Balance as per last year		(32949164)	(28015102)
Transferred from General Reserve		0	107000
Balance carried to Balance Sheet		(40586818)	(32949164)
Accounting Policies and Notes on Accounts	17		

As per our Report of even date

For **P. DOSHI & ASSOCIATES**
Chartered Accountants

(Parthiv C. Doshi)
Proprietor
Ahmedabad
Date : 04-09-2004

For and on behalf of Board

Bharati B. Patel
Chairman/Managing Director

Riken B. Patel
Director
Ahmedabad
Date : 04-09-2004

FICON LEASE AND FINANCE LIMITED

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

SCHEDULES FORMING PART OF THE ACCOUNTS

	AS AT 31-03-2004 RUPEES	AS AT 31-03-2003 RUPEES
SCHEDULE - 1		
SHARE CAPITAL		
Authorised :		
5500000 Equity Shares of	<u>55000000</u>	<u>55000000</u>
Rs. 10/- each		
 Issued. Subscribed and Paid up :		
5011400 (previous year 5011400)	50114000	50114000
Equity Shares of Rs. 10/-each		
Fully Paid up	<u>50114000</u>	<u>50114000</u>
 SCHEDULE - 2		
RESERVES AND SURPLUS		
General Reserve	0	107000
Less : Transferred to Profit and	0	107000
Loss Account	<u>0</u>	<u>0</u>
 SCHEDULE - 3		
SECURED LOAN		
Cash credit against Fixed	105453	421430
Deposit with a Bank	<u>105453</u>	<u>421430</u>

FICON LEASE AND FINANCE LIMITED

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

SCHEDULES FORMING PART OF THE ACCOUNTS

SCHEDULE - 4 FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION				NET BLOCK	
	As at 01.04.03	Deduction on A/C of Sale/ Transfer	As at 31.03.04	As at 01.4.03	Addition During the Year	Deduction on A/C of Sale/ Transfer	As at 31.03.04	As at 31.03.04	As at 31.03.03
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
On Lease Solar System	0	0	0	0	0	0	0	0	0
Total : (A)	0	0	0	0	0	0	0	0	0
Previous Year	2496448	2496448	0	925216	131813	1057029		0	----
Own Use :									
Building	1874678	0	1874678	226131	30558	0	256689	1617989	1648547
Furniture & Fixtures	961102	0	961102	456788	60132	0	516920	444182	504314
Computer	250900	0	250900	246197	0	0	246197	4703	4703
Air Conditioner	170150	0	170150	61574	8082	0	69656	100494	108576
Office Equipments	119549	0	119549	41375	5679	0	47054	72495	78174
Vehicle (Moped)	15989	0	15989	12326	1808	0	14134	1855	3663
Total : (B)	3392368	0	3392368	1044391	106259	0	1150650	2241718	2347977
Previous Year	3392368	0	3392368	938133	106258	0	1044391	2347977	----
Total : (A+B)	3392368	0	3392368	1044391	106259	0	1150650	2241718	2347977
Previous Year	5888816	2496448	3392368	1863349	238071	1057029	1044391	2347977	----

AS AT
31-03-2004
RUPEES

AS AT
31-03-2003
RUPEES

SCHEDULE - 5

INVESTMENTS (AT COST) (UNQUOTED)

36563 (Nil) Equity Shares of Rs. 10/- each fully paid up of Ficon Shriram Capital Market Ltd.,	365630	0
	<u>365630</u>	<u>0</u>
Less : Provision for Diminution in Value	<u>365630</u>	<u>0</u>
	<u>0</u>	<u>0</u>

SCHEDULE - 6

INVENTORIES (As taken valued and certified
by management

Stock of Equity shares	2023942	2000710
	<u>2023942</u>	<u>2000710</u>

SCHEDULE - 7

SUNDRY DEBTORS

(Unsecured Considered Good
unless otherwise mentioned)

(a) Exceeding Six months	360708	360708
(b) Others	<u>30886</u>	<u>0</u>
	391594	360708
Less Provision for NPA (incl in (a) above)	348430	348430
	<u>43164</u>	<u>12278</u>

SCHEDULE - 8

CASH AND BANK BALANCES

Cash on hand	159870	160157
Current Accounts		
(a) With Scheduled Banks (Incl. Rs. 7830/- (Prev. year Rs.7830/-) in respect of share application refund)	37822	37822
(b) with Non-Scheduled Banks Textile Traders Co-op Bank Ltd. (Maximum Bal. 930/-) (Previous Year Rs. 930/-)	930	930
Fixed Deposit Account with Scheduled Bank	<u>200000</u>	<u>700000</u>
	<u>398622</u>	<u>898909</u>

	AS AT 31-03-2004 RUPEES		AS AT 31-03-2003 RUPEES	
SCHEDULE - 9				
LOANS AND ADVANCES				
(Unsecured considered Good unless otherwise mentioned)				
(Refer Note B-10 in schedule-17)				
Loans to Companies	4207148		4207148	
Less : Provision for NPA	<u>2907148</u>		<u>340715</u>	
		1300000		3866433
Loans to others	4238133		4112806	
Less : Provision for NPA	<u>2954371</u>		<u>889847</u>	
		1283762		3222959
Advances recoverable in cash or kind or for value to be received	4635593		5121308	
Less : Provision for NPA	<u>2650268</u>		<u>435715</u>	
		1685325		4685593
Staff Loan		29920		0
Deposits		56524		56524
Tax Deducted at Source		3553		14543
Interest receivable		9122		38193
		<u>4668206</u>		<u>11884245</u>
SCHEDULE - 10				
CURRENT LIABILITIES :				
Sundry Creditors		0		16874
Other Liabilities		54760		23643
		<u>54760</u>		<u>40517</u>
SCHEDULE - 11				
MISCELLANEOUS EXPENDITURE :				
(To the extent not wirtten off or adjusted)				
Preliminary and Public Issaue Expenses				
Balance as per last year		482664		653585
Less : Written off during the year		170921		170921
		<u>311743</u>		<u>482664</u>

	AS AT 31-03-2004 RUPEES	AS AT 31-03-2003 RUPEES
SCHEDULE - 12		
SALES AND INCOME FROM OPERATIONS :		
Sale of Shares	29530266	30451530
Interest (Gross) (TDS Rs. 3511/-) (Previous year Rs. 13686/-)	148169	215715
Dividend (Gorss) (TDS Rs. 42/-) (Previous year Rs. 857/-)	9687	9835
Sundry Income	415	308
	29688537	30677388
SCHEDULE - 13		
Decrease in Stock (Equity Shares)		
Closing Stock	2023942	2000710
Less :		
Openning Stock	2000710	3871327
	23232	(1870617)
SCHEDULE - 14		
ADMINISTRATIVE EXPENSES :		
Payments to and provisions for		
Employees		
Salary, Wages and Bonus	318490	318498
Staff Welfare	2835	2728
	321325	321218
Rates and Taxes	30494	32067
Insurance	1944	2835
Electricity	8287	6276
Repairs and Maintainance	15864	16319
Legal and Professional Fees	25160	30100
Miscellaneous Expenses	128091	118202
	533865	527017
SCHEDULE - 15		
INTEREST		
To Bank	9787	30303
	9787	30303
SCHEDULE - 16		
NON CASH CHARGES (NET)		
1. Depreciation	106259	238071
2. Preliminary Expenses written off	170921	170921
3. Bad Debts Written off	0	101742
4. Provision for Non-Performing Assets	7281225	841663
5. Loss on Asset discarded	0	1439420
	7558405	2791817
Less : Liabilities No Longer Payable	0	196448
	7558405	2595369

SCHEDULE - 17**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS :****(A) ACCOUNTING POLICIES :**

- (1) Basis 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 shown at cost.
- (4) Inventories.
Inventories i.e. Stock in Trade of Equity Shares 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.
No Income is recognised in respect to past dues if any on Non-Performing Assets.

(B) NOTES ON ACCOUNTS :

- (1) Contingent Liabilities. Rs. Nil
(Previous year Rs. Nil)
- (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) 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.
- (4) Balances in various accounts are Subject to confirmation by respective parties.
- (5) Payments to and provisions for employees include remuneration paid to Managing Director Rs. 1,29,996/- (Previous year Rs.1,29,996/-)
- (6) Payments to Auditors :

	<u>2003-2004</u>	<u>2002-2003</u>
Audit Fees	13320/-	12600/-
other matters	5000/-	10000/-
- (7) (i) Particulars of Purchase, Sales and Stock of Equity Shares :

	2003-2004	2002-2003
--	-----------	-----------

	Qty.:	Value (Rs. in Lacs)	Qty.	Value (Rs. in Lacs)
Opening Stock	1668777	20.00	1670824	38.71
Purchase	94754	292.47	120868	306.95
Sales	97817	295.30	122915	304.51
Closing Stock	1665714	20.24	1668777	20.00

(8) Particulars of Stock in trade Equity shares :

SR.	Name of Company	No. of Shares	Value Rupees
1	KALINDI RAIL LTD.	0 (100)	0 (270)
2	DHARENDRA AGRO IND LTD.	1000 (1000)	1250 (1250)
3	GWALIAR TRANSMISSION LTD.	300 (300)	480 (480)
4	OCEAN AGRO LTD.	1300 (1300)	3900 (3900)
5	GANIPITAK YAKSHRAJ LTD.	100 (100)	100 (100)
6	BISIL PLAST LTD.	1000 (1000)	1000 (1000)
7	BENZO PETRO LTD.	10000 (10000)	8000 (8000)
8	RELIC FINANCE LTD.	44910 (55800)	101047 (125550)
9	INDO CREDIT & CAPITAL LTD.	39000 (39000)	35100 (35100)
10	PHARMA OFFSET LTD.	42500 (42500)	63750 (63750)
11	SARTHAK SECURITIES LTD.	100 (100)	100 (100)
12	HEXONE PHARMA LTD.	6000 (6000)	7800 (7800)
13	POWER TRACK CABLE LTD.	38300 (38300)	22980 (22980)
14	DAMANIYA CAPITAL LTD.	200 (200)	200 (200)
15	KANAYA FOOD LTD.	500 (500)	500 (500)
16	ASIATIC INFRASTRUCTURE LTD.	6000 (6000)	3900 (3900)
17	HINDUSTAN CREDIT & CAPITAL LTD.	1000 (1000)	1000 (1000)
18	NEELKANTH ROCKMAN LTD.	49500 (49500)	30750 (30750)
19	INNOVATIVE MARRINE LTD.	100 (100)	105 (120)
20	VEDANT HOTEL LTD.	400 (400)	1160 (1160)
21	APPLE AMUSEMENT LTD.	1100 (1100)	1100 (1100)
22	MFL STOCK BROKERS LTD.	50200 (50200)	50200 (50200)
23	GUJ. MEDITECH LTD.	1000 (1000)	600 (600)
24	LEELAC EXPORTS LTD.	1000 (1000)	1300 (1300)
25	SIMMANDHAR CEMENT LTD.	100 (100)	100 (100)
26	ACCURATE EXPORT LTD.(PARTLY PAID UP)	99400 (99400)	0 (0)
27	DHRUV MAKHAN IND. LTD.	1203900 (1203900)	1203900 (1203900)

SR.	Name of Company	No. of Shares	Value Rupees
28	KRISHNA CAPITAL LTD.	600 (600)	600 (600)
29	KENGOLD (INDIA) LTD.	10150 (10150)	8627 (8627)
30	ARMAN LEASE AND FINANCE LTD.	2100 (2100)	2625 (2625)
31	K.Z. LEASING LTD.	900 (900)	990 (990)
32	BANK OF PUNJAB	2300 (2300)	25415 (25415)
33	RELIANCE CAPITAL	900 (700)	53242 (34020)
34	BAJAJ ELECTRICALS LTD (BONUS)	25 (25)	0 (0)
35	AMRUT INDUSTRIES LTD.	700 (700)	1050 (1050)
36	EICHER MOTOR LTD.	100 (400)	1280 (5120)
37	ESSAR STEEL LTD.	100 (100)	320 (320)
38	KALYANI SHARP	200 (200)	750 (750)
39	MOTOROL (INDIA) LTD	800 (800)	1000 (1000)
40	ARYAN PESTICIDES LTD.	2000 (2000)	24000 (24000)
41	ARYAN PESTICIDES LTD.(BONUS)	200 (200)	0 (0)
42	GTN TEXTILES LTD.	0 (200)	0 (2880)
43	D & H WELDING LTD.	7600 (8400)	11400 (12600)
44	HCL INFOSYSTEM LTD.	0 (375)	0 (30000)
45	SHREE RANG FINCAP	20000 (20000)	25000 (25000)
46	M.P. TELELINK	1400 (1400)	2100 (2100)
47	ZENITH COMPUTER LTD.	300 (300)	1815 (1815)
48	HINDALCO IND. LTD.	0 (12)	0 (5971)
49	INDO GULF FERTILIZER LTD.	0 (29)	0 (825)
50	RAMCO INDUSTRIES LTD.	50 (100)	11184 (10030)
51	MAHANAGAR TELE.NIGAM LTD.	0 (200)	0 (19210)
52	ZEE TV LTD.	300 (300)	40260 (18750)
53	FORCE LTD.	500 (500)	1100 (2500)

SR.	Name of Company	No. of Shares	Value Rupees
54	TELESY LTD.	300 (300)	306 (315)
55	ELDER PHARMA LTD.	50 (400)	5767 (11040)
56	VIDEOCON INTERNATIONAL LTD.	300 (400)	12645 (8420)
57	BPL LTD.	1625 (1625)	39406 (39406)
58	TELE. EIGHTEEN LTD.	100 (100)	5090 (5090)
59	PENTA MEDIA GRAPHIS LTD.	300 (300)	1686 (2460)
60	LARSAN & TOUBRO LTD.	0 (100)	0 (18075)
61	RELIANCE IND. LTD.	4 (36)	1106 (9952)
62	CADILA HEALTHCAR LTD.	0 (100)	0 (12350)
63	CONTAINER CORP OF INDIA LTD.	0 (100)	0 (21610)
64	NIIT LTD.	0 (50)	0 (4815)
65	SHREE RAM MULTI TACK LTD.	500 (500)	2150 (2150)
66	TATA POWER LTD.	0 (50)	0 (5675)
67	TATA TEA LTD.	25 (75)	3938 (11815)
68	CAROL INFO (WOCKARD LIFE LTD.)	100 (100)	2065 (2065)
69	RAYBEN SUN LTD.	200 (200)	9450 (9450)
70	SHYAM TELE LTD.	200 (200)	5550 (5550)
71	WHIRLPOOL INDIA LTD.	500 (500)	7400 (7400)
72	HIND LIVER LTD.	50 (50)	7398 (7398)
73	ARVIND MILL LTD.	0 (500)	0 (9275)
74	CEAT TYRE LTD.	0 (200)	0 (5090)
75	OMNI DYE CHEM LTD.	7600 (0)	5320 (0)
76	MASTEK LTD.	175 (0)	35000 (0)
77	SATYAM COMPUTER LTD.	50 (0)	14675 (0)
78	THE BANK OF RAJASTHAN LTD.	250 (0)	7910 (0)
79	ARVIND REMEDIES LTD.	1000 (0)	2030 (0)
80	TATA FINANCE LTD.	200 (0)	6850 (0)

SR.	Name of Company	No. of Shares	Value Rupees
81	BONGAIGAON REFINORY LTD.	100 (0)	7775 (0)
82	TATA ELEXI LTD.	100 (0)	7960 (0)
83	NELCO LTD.	100 (0)	3440 (0)
84	HOTEL LEELA LTD.	200 (0)	9950 (0)
85	BHUSAN STEEL LTD.	150 (0)	9105 (0)
86	VICEROY HOTEL LTD.	500 (0)	9250 (0)
87	MURDESHWAR CERAMIC LTD.	200 (0)	5040 (0)
88	HIND POWER LTD.	200 (0)	7200 (0)
89	COATS OF INDIA LTD.	100 (0)	10700 (0)
90	INDRAPRASATH GAS LTD.	200 (0)	16640 (0)
91	INDUSLAND BANK LTD.	200 (0)	8060 (0)
TOTAL		1665714 (1668777)	2023942 (2000710)
Figures in the Brackets relates to previous year.			

(9)	Advances include : (Considered Non Performing and provision for an equivalent amount made)	31-03-2004	31-03-2003
	(a) Due from Companies under the same management.	Nil	435715
	(b) Due from a Director	1070268	1070268
	(c) Maximum during the year	1505983	1505983
(10)	Sundry Creditors include Rs. Nil (Rs. Nil) pertaining to Small Scale Industrial undertaking.		
(11)	Earning per share :-		
	(a) Basis and dilated earning per share in rupees (face value Rs. 10/- Per Share)		Rs. (1.52)
	(b) Loss after tax as per Profit and Loss Account		Rs. (76,37,654)
	(c) Weighted average no. of Equity Shares outstanding		50,11,400
(12)	In conformity with Accounting Standard (AS-22) "Accounting for Taxes on Income" deferred tax Assets and deferred tax liabilities being set off as per breakup into major Components of respective balances is as follows :-		
		As On 31-03-2003	Charge for the year
			As on 31-03-2004
	Deferred Tax Liabilities		
	- Depreciation	3,36,598	Nil
	Deferred Tax Assets		
	- Unabsorbed Depreciation	3,36,598	Nil
	Net	Nil	Nil

Deferred Tax Assets relating to unabsorbed Depreciation has been recognised only to the extent to which it can be realised due to reversal of timing differences of Depreciation for an equivalent future taxable income. Deferred Tax Assets relating to carry forwards losses, provision for non-performing Assets and others have not been recognised.

(13) Related party Disclosure :
Types of Related Party

	Associates	Key Managerial Personnel	Total
Nature of Transaction			
Purchase of Goods	---	31054	31054
Investment made	365630	---	365630
Remuneration	---	196294	196294
Outstanding at year end			
Receivables	---	1070268	1070268

Name of related parties and description of relationship.

Associates :

Ficon Shriram Capital Market Limited
Ficon Overseas Limited

Key Managerial Personnel

Executive Directors
Bharatiben B. Patel
Riken B. Patel

Non Executive Directors
Shailesh L. Patel
Amrish J. Patel
Satyendra K. Jha.

(14) Additional information Pursuant to the Provisions of Part II of Schedule VI of the Companies Act, 1956. (Figures in brackets relates to previous year).

- (I) The details regarding Capacities Production, Consumption of Rawmaterials, components, etc. are not given since the Company is not engaged in manufacturing activities.
- (II) Expenditure in Foreign Currency Nil (Nil)
- (III) Earnings in Foreign Currency Nil (Nil)
- (IV) Remittance in Foreign Currency Nil (Nil)

(15) 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.

(16) Previous year figures have been regrouped/rearranged wherever necessary, to make it comparable with that of current year.

Signature to Schedules 1 to 17
For **P. DOSHI & ASSOCIATES**
Chartered Accountants

(Parthiv C. Doshi)
Proprietor
Ahmedabad
Date : 04-09-2004

For and on behalf of Board
Bharati B. Patel
Chairman/Managing Director

Riken B. Patel
Director
Ahmedabad
Date : 04-09-2004

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	: 31-03-2004
(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	502.19
	Total Assets	502.19
	Sources of Funds	
	Paid up Capital	501.14
	Reserve and surplus	---
	Secured Loans	1.05
	Application of Funds	
	Net Fixed Assets	22.41
	Investments	---
	Net current Assets	70.79
	Misc. Expenditure	3.12
	Accumulated losses	405.87
(IV)	Performance of Company (Amount in Rs.Lacs)	
	Turnover	296.88
	Total Expenditure	373.26
	Loss before tax	(76.38)
	Loss after tax	(76.38)
	Earning per Share(Rs.)	---
	Dividend 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)	
	Products Description	Not Applicable

For and on behalf of Board
Bharati B Patel
Chairman/Managing Director

Riken B. Patel

Director
Ahmedabad
Date : 04/09/2004

(13) Related party Disclosure :
Types of Related Party

	Associates	Key Managerial Personnel	Total
Nature of Transaction			
Purchase of Goods	---	31054	31054
Investment made	365630	---	365630
Remuneration	---	196294	196294
Outstanding at year end			
Receivables	---	1070268	1070268

Name of related parties and description of relationship.

Associates :

Ficon Shriram Capital Market Limited
Ficon Overseas Limited

Key Managerial Personnel

Executive Directors
Bharatiben B. Patel
Riken B. Patel

Non Executive Directors
Shailesh L. Patel
Amrish J. Patel
Satyendra K. Jha.

(14) Additional information Pursuant to the Provisions of Part II of Schedule VI of the Companies Act, 1956. (Figures in brackets relates to previous year).

(I) The details regarding Capacities Production, Consumption of Rawmaterials, components, etc. are not given since the Company is not engaged in manufacturing activities.

(II) Expenditure in Foreign Currency Nil (Nil)

(III) Earnings in Foreign Currency Nil (Nil)

(Iv) Remittance in Foreign Currency Nil (Nil)

(15) 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.

(16) Previous year figures have been regrouped/rearranged wherever necessary, to make it comparable with that of current year.

Signature to Schedules 1 to 17

For **P. DOSHI & ASSOCIATES**
Chartered Accountants

(Parthiv C. Doshi)
Proprietor
Ahmedabad
Date : 04-09-2004

For and on behalf of Board

Bharati B. Patel
Chairman/Managing Director

Riken B. Patel
Director
Ahmedabad
Date : 04-09-2004

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	: 31-03-2004
(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	502.19
	Total Assets	502.19
	Sources of Funds	
	Paid up Capital	501.14
	Reserve and surplus	---
	Secured Loans	1.05
	Application of Funds	
	Net Fixed Assets	22.41
	Investments	---
	Net current Assets	70.79
	Misc. Expenditure	3.12
	Accumulated losses	405.87
(IV)	Performance of Company (Amount in Rs.Lacs)	
	Turnover	296.88
	Total Expenditure	373.26
	Loss before tax	(76.38)
	Loss after tax	(76.38)
	Earning per Share(Rs.)	---
	Dividend 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)	
	Products Description	Not Applicable

For and on behalf of Board
Bharati B Patel
Chairman/Managing Director

Riken B. Patel

Director
Ahmedabad
Date : 04/09/2004

FICON LEASE AND FINANCE LIMITED

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

CASH FLOW STATEMENT	2003 - 2004 RUPEES	2002 - 2003 RUPEES
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Loss before tax & extra ordinary items	(7637654)	(5041062)
ADJUSTMENTS FOR		
Depreciation	106259	238071
Provisions Non-Performing Assets	7281225	841663
Miscellaneous expenditure written off	170921	170921
Dividend	(9687)	(9835)
Interest paid	9787	30303
Interest Income	(148169)	(215715)
Bad Debts	---	101742
Liabilities No longer Payable	---	(196448)
Loss on asset discarded	---	1439420
OPERATING PROFIT BEFORE WORKING		
CAPITAL CHANGES :	(227318)	(2640940)
ADJUSTMENTS FOR :		
Trade receivables	(30886)	396081
Inventories	(23232)	1870617
Trade Payables	14243	(1933)
CASH GENERATED FROM OPERATIONS	(267193)	(376175)
Interest Paid	(9787)	(30303)
NET CASH FROM OPERATING ACTIVITIES	(276980)	(406478)
B. CASH FLOW FORM INVESTING ACTIVITIE		
Purchase of Investment	(365630)	---
Changes in Loans	300444	(21395)
Dividend received	9687	9835
Interest received	148169	215715
NET CASH FLOW FORM INVESTING ACTIVITIES	92670	204155
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital		
Proceeds from Loan Funds	(315977)	163105
Public issue expenses incurred		
Dividend Paid		
NET CASH FLOW FORM FINANCING ACTIVITIES	(315977)	163105
NET DECREASE IN CASH AND CASH EQUIVALENTS	(500287)	(39218)
(A+B+C+)		

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

898909

938127

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

398622

898909

For and on behalf of Board
Bharati B Patel
Chairman/Managing Director

Riken B. Patel
Director
Ahmedabad
Date : 04/09/2004

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 2004.

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 04th September, 2004 to the members of the Company.

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

(Parthiv C. Doshi)
Proprietor

Place : Ahmedabad.
Dated : 04th September 2004.