GUJARAT ADANI PORT LIMITED

MUNDRA PORT

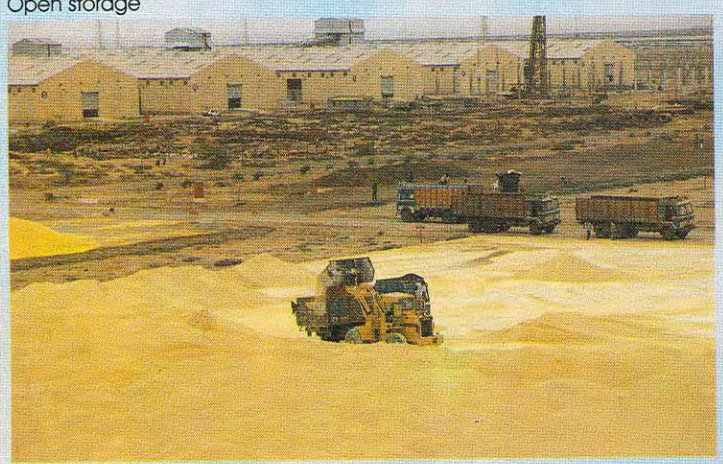
THE MARITIME MASTERPIECE

ANNUAL REPORT
1998-99

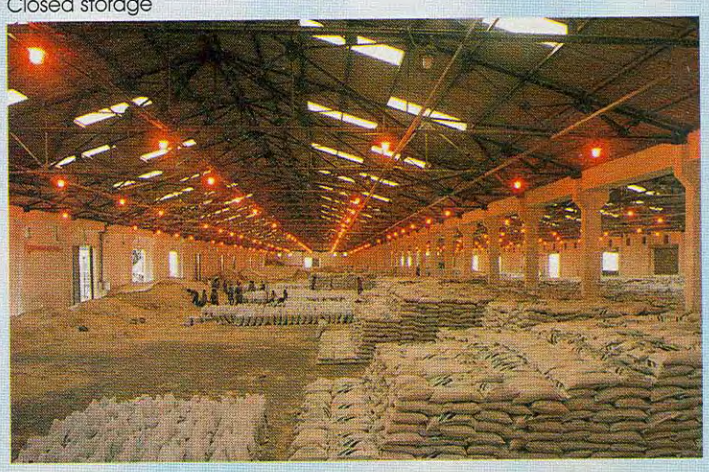
Pump house

Liquid Terminal

Open storage



Closed storage



VISION

"A globally competitive India focussed technology driven port facility offering cost effective logistic solutions to the delight of customers and stake holders"

GUJARAT ADANI PORT LTD.

1ST ANNUAL REPORT

1998 - 99

Board of Directors	Shri A. D. Desai	Chairman
	Shri Gautam S. Adani	Managing Director
	Shri Rajesh S. Adani	Director
	Shri P. N. Roy Chowdhury	Director
	Shri K. N. Shelat	Director
	Shri K. N. Venkatasubramanian	Director
Company Sectetary	Shri S. V. Ramnath	
Auditors	M /s G. K. Choksi & Co. Chartered Accountants, Ahmedabad	
Bankers	State Bank of India State Bank of Travancore Canara Bank Bank of Baroda IndusInd Bank Ltd. Bank of India	
Registration Office	"Adani House" Shrimali Society, Nr. Mithakhali Six Roads, Ahmedabad - 380 009	
Site	Post Bag no. 1 Mundra - 370 421 Kutchch	

CONTENTS

Notice 1

Directors' Report 5

Auditors' Report 8

Balance Sheet 10

Schedule forming part of the
Balance Sheet 11

Note forming part of the Accounts 13

NOTICE

NOTICE is hereby given that First Annual General Meeting of Gujarat Adani Port Ltd. will be held on Wednesday, the 24th day of November, 1999 at 11.00 a.m. at Board Room, Adani House, Nr. Mithakhali Six Roads, Navrangpura, Ahmedabad-380009, to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Balance Sheet as on 30th September, 1999 alongwith schedules forming part of the same and the Directors' and the Auditors' Report thereon.

2. To appoint Auditors to hold office from the conclusion of this Meeting until the conclusion of the next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS

3. To consider and if thought fit to pass, with or without modification(s) following Resolution as an Ordinary Resolution :

   "RESOLVED THAT Shri Rajesh S. Adani, First Director of the Company by virtue of Memorandum and Articles of Association of the Company who is required to hold office under section 255(2) of the Companies Act, 1956 upto the date of ensuing Annual General Meeting, be and is hereby appointed as Director retiring by rotation."

4. To consider and if thought fit to pass, with or without modification(s) following Resolution as an Ordinary Resolution :

   "RESOLVED THAT Shri A. D. Desai, First Director of the Company by virtue of Memorandum and Articles of Association of the Company who is required to hold office under section 255(2) of the Companies Act, 1956 upto the date of ensuing Annual General Meeting, be and is hereby appointed as Director retiring by rotation."

5. To consider and if thought fit to pass, with or without modification(s) following Resolution as an Ordinary Resolution :

   "RESOLVED THAT Shri P. N. Roy Chowdhury who was appointed as Additional Director of the Company by Board of Directors and who ceased to hold office under Section 260 of the Companies Act, 1956 and in respect of whom the Company has received notice in writing proposing his candidature for the office of Director, be and is hereby appointed as Director retiring by rotation."

6. To consider and if thought fit to pass with or without modification(s) the following Resolution as an Ordinary Resolution :

   "RESOLVED THAT Mr.K. N. Shelat who was appointed as Additional Director of the Company by Board of Directors and who ceased to hold office under Section 260 of the Companies Act, 1956 and in respect of whom the Company has received notice in writing proposing his candidature for the office of Director, be and is hereby appointed as Director retiring by rotation."

7. To consider and if thought fit to pass with or without modification(s) the following Resolution as an Ordinary Resolution :

"RESOLVED THAT Mr.K. N. Venkatasubramanian who was appointed as Additional Director of the Company by Board of Directors and who ceased to hold office under Section 260 of the Companies Act, 1956 and in respect of whom the Company has received notice in writing proposing his candidature for the office of Director, be and is hereby appointed as Director retiring by rotation."

8. To Consider and if thought fit to pass with or without modification(s) the following Resolution as an Ordinary Resolution:-

"RESOLVED THAT pursuant to the provisions of section 293(1)(d) and such other applicable provisions if any of the Companies Act, 1956 consent of the Company be and is hereby accorded to the Board of Directors of the Company to borrow (apart from temporary loans obtained from the Company's bankers in the ordinary course of the business) in excess of the paid up Share Capital and free reserves of the Company (i.e. reserves not set apart for any specific purpose) up to an aggregate amount of Rs.450.00 Crores (Rupees Four Hundred Fifty Crores only).

RESOLVED FURTHER THAT Board of Directors of the Company be and is hereby authorised to do all such acts, deeds and things as it may in its absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise to give effect to this Resolution."

9. To Consider and thought fit to pass with or without modification(s) the following Resolution as an Ordinary Resolution:-

"RESOLVED THAT consent of the Company be and is hereby granted in terms of Section 293 (1)(a) and all other applicable provisions of the Companies Act, 1956 (including any statutory modification or re-enactment thereof, for the time being in force), to the Board of Directors to mortgage and/or charge, in addition to the mortgages/charges created/to be created by the Company, in such form and manner and with such ranking and at such time and on such terms as the Board may determine, on all or any of the movable and/or immovable properties of the Company, both present and future and/or the whole or any part of the undertaking of the Company together with the power to take over the management of the business and concern of the Company in certain events of default, in favour of the Lender(s), Agents and Trustees, for securing the borrowings of the Company availed/ to be availed by way of loans (in foreign currency and/or rupees currency) and Securities (comprising fully/partly Convertible Debentures and/or Non Convertible Debentures with or without detachable or non-detachable Warrants and/or secured premium notes and/or floating rates notes/ bonds or other debt instruments), issued/to be issued by the Company, from time to time, subject to the limits approved under Section 293(1)(d) of the Companies Act, 1956 together with interest at the respective agreed rates, additional interest, compound interest in case of default, accumulated interest, liquidated damages, commitment charges, premia on prepayment, remuneration of the Agent(s)/Trustees, premium (if any) on redemption, all other costs, charges and expenses, including any increase as a result of devaluation/revaluation/fluctuation in the rates of exchange and all other monies payable by the Company in terms of the Loan Agreements/Heads of Agreements, Debenture Trust Deed(s) or any other document, entered into/to be entered into between the Company and the Lender(s), Agent(s) and Trustee(s)/ in respect of the said loans/borrowings/debentures and

containing such specified terms and conditions and covenants in respect of enforcement of security as may be stipulated in that behalf and agreed to between the Board of Directors or Committee thereof and the Lender(s), Agents/Trustee(s).

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorised to finalise, settle and execute such documents/deeds/ writings/papers/agreements as may be required and do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in regard to creating mortgages/charges as aforesaid."

Place : Ahmedabad
Date : 19/11/99

BY ORDER OF THE BOARD

A. D. DESAI
Chairman

NOTES :

A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself. The proxy need not be a member.

Explanatory Statement pursuant to Section 173(2) of the Companies Act, 1956 in respect of Special Business is annexed hereto.

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

ITEM NO. 3 & 4

Shri Rajesh S. Adani and Shri A. D. Desai were appointed first Directors by virtue of Memorandum and Articles of Association of the Company. Pursuant to section 255 of Companies Act, 1956 they will hold office upto the ensuing Annual General Meeting. Shareholders approval is sought for the appointment of these directors as directors retiring by rotation.

Shri Rajesh S. Adani and Shri A. D. Desai are deemed to be interested in the Resolution for their respective appointments and Shri Gautam S.Adani is deemed to be interested being relative of Shri Rajesh S.Adani.

ITEM NO. 5,6 & 7

Mr. P. N. Roy Chowdhury and Mr. K. N. Shelat representing Gujarat Port Infrastructure Development Company Ltd (GPIDCL), have been appointed as Additional Directors of the Company w.e.f. 28/9/99. Shri P. N. Roy Chowdhury is Vice Chairman and Chief Executive Officer of Gujarat Maritime Board and Managing Director of GPIDCL and Shri K. N. Shelat is Industries Commissioner, Gujarat State.

Mr. K. N. Venkatasubramanian has been appointed as Additional Director of the Company representing Adani Port Ltd (APL) w.e.f. 28/9/99. Shri K.N.Venkatasubramanian is the Chairman of Gulf Oil India Ltd. It would be in the best interest of the Company to appoint them as Directors liable to retire by rotation.

Board recommends the resolution to the members for their approval for appointment of these directors as directors retiring by rotation.

Mr. P. N. Roy Chowdhury, Mr. K. N. Shelat and Mr. K. N. Venkatasubramanian are deemed to be interested in the Resolution for their respective appointments.

ITEM NO.8

Pursuant to Section 293 (1)(d) of the Companies Act 1956 the Board of Directors cannot borrow more than the aggregate amount of the paid up Share Capital of the Company and its Free Reserves (apart from the temporary loans obtained from the Company's Bankers in ordinary course of the Business) without Shareholders' approval. In order to meet the need based financial requirements of the Company, the Company will have to borrow from time to time from Banks / Financial Institutions in excess of Paid up Share Capital and Free Reserves (i.e. reserves not set apart for any specific purpose) up to an aggregate amount of Rs.450.00 Crores (Rupees Four Hundred Fifty Crores only).

None of the Directors is interested in the Resolution.

ITEM NO. 9

To meet the need based financial requirements of the Company security by way of mortgage/charge on immovable and/or movable properties of the Company may have to be given. Since the creation of mortgage/charge in favour of Banks/Financial Institutions is treated as disposing off the whole or substantially the whole of the undertaking/s of the Company, shareholders approval is required in the General Meeting under section 293(1)(a) of the Companies Act, 1956.

None of the Directors is interested in the Resolution.

Place : Ahmedabad
Date : 19/11/99

BY ORDER OF THE BOARD

A. D. DESAI
Chairman

DIRECTORS' REPORT

To The Members,

Your Directors have pleasure in presenting the First Annual Report together with the Audited Accounts of the Company for the period ended 30th September, 1999.

FINANCIAL HIGHLIGHTS

The Company was incorporated on 26th May, .1998. On request of the Company it has received approval for extension of time in first financial year to 30/9/99 vide letter no. STA(R) /EXTN/CO.NO.34182 from the Registrar of Companies, Gujarat and hence the first accounting period of the Company is from 26/5/98 to 30/9/99 and hence there are no corresponding figures of the previous year. Since the project is under mplementation and commercial activity is yet to commence, no Profit & Loss Account has been prepared.

MUNDRA PORT DEVELOPMENT

The State of Gujarat has seen one of the highest growth rates in all round development with particular emphasis on the infrastructure sector. It has taken a lead in visualising, conceptualising and implementing the Port policies for effective utilisation of its vast coastline and ushering in the much required private participation for accelerating the infrastructure development in the country.

Adani Port Ltd(APL) has initiated the process of setting up of a modern port at Mundra, Kutchchh, Gujarat and now your Company has been entrusted with the task of ensuring continued planned development of Mundra Port. In terms of the envisaged development of Mundra Port, the expenditure incurred by Adani Port Ltd on the Multi purpose Jetty, its approach road & related project expenditure is being reimbursed by Gujarat Adani Port Limited(GAPL) to APL and the necessary process of segregation of project cost & corresponding debt/equity components has reached an advanced stage of completion.

Meanwhile, your Company has already initiated setting up of the rail-link between Mundra and Adipur, which would provide the crucial broad guage rail linkage to the Mundra Port. Besides, initial work has also commenced on the additional berths for container & dry bulk terminals.

The vision of the State Government combined with the Adani Group initiative and port development expertise of reputed domestic & international agencies has shaped the future of Mundra Port.With basic infrastructure and the Multi purpose Jetty with all its back up facilities already in place, the elaborate cargo forecast studies carried out for the Mundra Port has indeed become achievable targets. With Mundra Ports' fundamental strengths of deep draft, nearness to a large land locked northern hinterland and focus on customer service, your Company shall achieve, its goal of creating one of India's finest modern Ports in the coming millenium.

The development of Mundra would be multifaceted - the commercial & economic impetus on account of setting up of a modern, world class port would usher in development of Port based facilities.

Your Company has ensured simultaneous growth of the neighbouring area by providing employability and creating specific facilities like water reservoir for general develoment of the entire area. Separate institutions have been promoted with specific emphasis on education, healthcare and other social awareness.

FIXED DEPOSITS

During the period under review, the Company has not accepted any deposits from Public.

DIRECTORS

During the period under review, Shri Gautam S. Adani has been appointed as a Managing Director of the Company. Shri K.Kailashnathan ceased to be a Director of the Company w.e.f 28/9/99. The Board places on record its appreciation for the valuable service and guidance rendered by Shri K. Kailashnathan during his tenure as a Director.

Shri K. N. Shelat, Shri K. N. Venkatasubramanian and Shri P. N. Roy Chowdhury were appointed as Additional Directors of the Company w.e.f 28/9/99. Shri A. D. Desai, Shri Rajesh S. Adani, Shri K. N. Shelat, Shri K. N. Venkatasubramanian and Shri P. N. Roy Chowdhury will hold office upto the date of ensuing Annual General Meeting. Shareholders approval is sought for the appointment of above as Directors retiring by rotation.

AUDITORS & AUDITORS' REPORT

M/s. G. K. Choksi & Co. Chartered Accountants, Ahmedabad were appointed by the Board of Directors as First Auditors of the Company. They will hold office upto the conclusion of the ensuing Annual General Meeting. Shareholders approval is sought for their appointment from the conclusion of the ensuing Annual General Meeting to the next Annual General Meeting at a remuneration as may be decided by the Board and Auditors.

Notes forming part of accounts, which are specifically referred to by the auditors in their report are self-explanatory and therefore, do not call for any further comments.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO.

As the Company has not started any commercial activity, a statement containing the information as per Section 217(1)(e) of the Companies Act read with the Companies (Disclosure of particulars in the Report of Board of Directors) Rules, 1988 is not appended. Foreign exchange outgo during the period under review is Rs.103 lacs.

PERSONNEL

The particulars of employees as required by Section 217 (2A) of the Companies Act, 1956 and Companies (Particulars of Employees) Rules, 1975 as amended is not given as no employee is in receipt of remuneration of Rs.6,00,000 or more per annum or Rs.50000 or more per month.

ACKNOWLEDGMENT

Your Directors have pleasure in expressing their grateful appreciation for the valuable assistance and co-operation received from the various officials of the Central & State Governments, bankers as also the shareholders of the Company for the confidence reposed by them in the Company.

FOR & ON BEHALF OF THE BOARD OF DIRECTORS

PLACE : AHMEDABAD
DATE : 19/11/99

A. D. DESAI
Chairman

AUDITORS' REPORT

To

The Members,

GUJARAT ADANI PORT LIMITED,

Ahmedabad.

We have audited the attached Balance Sheet of GUJARAT ADANI PORT LIMITED as at 30th September, 1999 and report as follows:

1. We have obtained all the information and explanation which, to the best of our knowledge and belief, necessary for the purposes of our audit;

2. 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;

3. The Balance sheet dealt with by this report is in agreement with the books of account;

4. In our opinion, the Balance Sheet comply with the mandatory Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956.

5. In our opinion and to the best of our information and according to the explanation given to us, the accounts give the information required by the Companies Act 1956, in the manner so required and give a true and fair view in the case of the Balance Sheet, of the state of affairs of the Company as at 30th September, 1999;

6. As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Company Law Board and on the basis of such examination of the books and records of the Company as we considered appropriate and on the basis of the information and explanations given to us during the course of our audit, we further report that in our opinion:

   (i) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets. The Fixed Assets were physically verified by the management during the period. We are informed that no discrepancies were noticed on such verification as compared to bank records.

   (ii) None of the fixed assets have been revalued during the period.

   (iii) The company has not taken any loan from companies, firms or other parties listed in the register maintained u/s. 301 of the Companies Act, 1956 or Companies under the same management as defined under subsection (1B) of section 370 of the Companies Act, 1956.

(iv) The Company has not granted loans, except, advances against capital assets, to firms or other parties listed in the register maintained u/s. 301 of the Companies Act, 1956 and to companies under the same management as defined under sub-section (1B) of section 370 of the Companies Act, 1956.

(v) The Company has not granted any other loans or advances in the nature of loans.

(vi) There is an adequate internal control procedures commensurate with the size and the nature of its business for the purchases of fixed assets.

(vii) There are no transactions of purchases of goods and materials and sale of goods, materials and services aggregating during the period to Rs. 50,0000/- or more in respect of each party, made in pursuance of contracts and arrangements entered in the registers maintained under section 301 of the Companies Act, 1956.

(viii) The company has not accepted any deposits from the public.

(ix) The company has an adequate internal audit system commensurate with the size and the nature of its business.

(x) There were no undisputed amounts payable in respect of income tax, wealth tax, sales tax, customs duty and excise duty which have remained outstanding as at 30th September, 1999 for a period of more than six months from the date they became payable.

(xi) According to the information and explanation given to us and the records of the company examined by us, no personal expenses have been charged to accounts other than those payable under contractual obligations or in accordance with generally accepted business practices.

(xii) The company is not a sick industrial company within the meaning of clause (o) of sub-section (1) of Section 3 of the Sick Industrial Companies (Special Provisional) Act, 1985.

(xiii) Clauses not enumerated above are not applicable, as the company has not commenced its commercial operations.

For G. K. CHOKSI & CO.
CHARTERED ACCOUNTANTS

PLACE : AHMEDABAD
DATE : 19/11/99

ROHIT K. CHOKSI
Partner

GUJARAT ADANI PORT LTD.

BALANCE SHEET AS AT 30th SEPTEMBER ,1999

(Rs. In Lacs)

	PARTICULARS	SCHEDULE	AS AT 30/09/1999	AS AT 30/09/1999
A	**SOURCES OF FUNDS**			
	I SHAREHOLDERS' FUNDS			
	(i) Share Capital	A		3,113.60
	II LOAN FUNDS			
	(i) Unsecured Loans	B		228.60
	TOTAL			3,342.20
B	**APPLICATIONS OF FUNDS**			
	I FIXED ASSETS			
	(i) Freehold Land		44.39	
	(ii) Capital Work in Progress (Including advances against capital assets)		2,245.36	
	(iii) Expenditure During Construction Period Pending Allocation	C	1,027.83	
				3,317.58
	II CURRENT ASSETS ,LOANS & ADVANCES			
	(i) Cash & Bank Balances	D	80.24	
	(ii) Sundry Debtors	E	36.55	
	(iii) Loans & advances	F	24.48	
	Sub- Total		141.27	
	(i) Less: Current Liabilities	G	163.89	
	NET CURRENT ASSETS			(22.62)
	III MISCELLANEOUS EXPENDITURE			
	(To the extent not written off or adjusted) Preliminary Expenses			47.24
	TOTAL			3,342.20
	Notes forming part of accounts	H		

As per our attached report of even date

For and on behalf of the Board

For, G. K. CHOKSI & CO.
Chartered Accountants

ROHIT K. CHOKSI
Partner

A. D. DESAI
Chairman

GAUTAM S. ADANI
Managing Director

RAJESH S. ADANI
Director

P. N. ROY CHOWDHURY
Director

K. N. SHELAT
Director

K. N. VENKATASUBRAMANIAN
Director

GUJARAT ADANI PORT LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS

(Rs. in Lacs)

PARTICULARS	AS AT 30/09/1999	AS AT 30/09/1999
SCHEDULE A		
SHARE CAPITAL		
AUTHORISED		
(i) 14,00,00,000 Equity Shares of Rs. 10/- each		14,000.00
ISSUED		
(i) 10,64,07,000 Equity Shares of Rs. 10/- each		10,640.70
SUBSCRIBED & PAID UP		
(i) 7,000 Equity Shares of Rs. 10/- each fully paid up		0.70
(ii) 10,64,00,000 Equity Shares of 10/- each, Rs. 5 per share partly paid up	5,320.00	
(i) Less: Calls In Arrears	(2,207.10)	3,112.90
TOTAL		3,113.60
SCHEDULE B		
UNSECURED LOANS		
(i) From Bodies Corporate		228.60
TOTAL		228.60
SCHEDULE C		
EXPENDITURE DURING CONSTRUCTION PERIOD		
PENDING ALLOCATION		
(i) Professional Fees		630.61
(ii) Travelling & Conveyance Expenses		1.16
(iii) Audit Fees		0.99
(iv) General Charges		67.26
(v) Finance Charges		2.81
(vi) Excess of payments over receipts during trial run		
(a) Trial Run Payments	955.02	
Less: Trial Run Receipts	630.02	
		325.00
TOTAL		1,027.83

GUJARAT ADANI PORT LTD.

SCHEDULES FORMING PART OF THE ACCOUNTS

(Rs in Lacs)

PARTICULARS	AS AT 30/09/1999	AS AT 30/09/1999
SCHEDULE D		
CASH & BANK BALANCE		
(i) Cash on Hand		0.71
(ii) Balance With Scheduled Banks		
(a) Current Accounts	68.23	
(b) Term Deposit Account	11.30	79.53
TOTAL		80.24
SCHEDULE E		
SUNDRY DEBTORS		
(i) Sundry Debtors (Considered good, Less than Six months)		36.55
TOTAL		36.55
SCHEDULE F		
LOANS & ADVANCES		
(i) Advances recoverable in cash or in kind or for value to be received	24.25	
(ii) Advance Tax / Tax Deducted at Source	0.23	
TOTAL		24.48
SCHEDULE G		
CURRENT LIABILITIES		
(i) Sundry Creditors	151.15	
(i) Sundry Deposits from Parties	4.46	
(i) Other Liabilities	8.28	
		163.89
TOTAL		163.89

SCHEDULE – H

NOTES FORMING PART OF ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES

1) ACCOUNTING PERIOD

Company has obtained permission for extension of accounting period from 31/03/99 to 30/09/99 from the Registrar Of Companies, Gujarat, vide its letter no. STA(R) /EXTN/CO.NO 34182 dated 04/06/99.

2) BASIS OF PRESENTATION

The accounts have been prepared using historical cost convention and on the basis of going concern, with revenues recognised and expenses accounted on accrual basis.

3) FIXED ASSETS

Fixed Assets are stated at cost of acquisition or construction cost.

4) DEPRECIATION

The company has yet to acquire depreciable fixed assets. During the accounting period the company has acquired Freehold land.

5) EXPENDITURE DURING CONSTRUCTION PERIOD PENDING ALLOCATION

Expenditure incurred during construction period is carried forward and will be apportioned to the fixed assets on commencement of commercial activities.

6) TRIAL RUN PAYMENTS

The Company has commenced its trial run operations during the accounting period. The trial run payments in excess of trial run receipts is added with expenditure during construction period pending allocation.

7) FOREIGN CURRENCY TRANSACTIONS

(a) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.

(b) Foreign currency credits outstanding at the end of the period are translated at the prevailing rate on the last day of the accounting period.

8) MISCELLANEOUS EXPENDITURE (TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)

Preliminary expenses will be amortised over 10 years commencing with the year of Commercial Activities.

B. NOTES TO ACCOUNTS

(1) Since the project is under implementation and commercial activity is yet to commence, no Profit and Loss Account has been prepared.

(2) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances) Rs. 1149.43 lacs.

(3) Contingent Liabilities not provided for in the Accounts:

(a) Counter guarantee given by the Company in favour of IndusInd bank for Rs. 40 lacs.

(b) Guarantee given by the IndusInd bank in favour of The President Of India for execution of Custodian Bond worth Rs. 400 Lacs.

(4) Expenditure during construction period, pending allocation will be dealt with, on commencement of commercial activities.

(5) In respect of expenditure incurred by Adani Port Limited on the multi purpose jetty, approach road and related project expenditure which has to be borne by Gujarat Adani Port Limited, the process of segregation of such expenditure by Adani Port Limited has been initiated and on completion of the relevant documentation, accounting of the said expenditure shall be done in the books of Gujarat Adani Port Limited.

(6) Advances against capital assets include Rs. 2085.37 Lacs to Adani Port Limited, a company under the same management.

(7) Payment to Auditors

	For the period ended 30/09/99
	(Rs. In Lacs)
Audit Fees	0.99

(8) Additional information as required under Part –II of Schedule VI to the Companies Act, 1956, has been given to the extent applicable to the company.

(9) Expenditure in foreign currency

	For the period ended 30/09/99
	(Rs. In Lacs)
Tug hire charges (On accrual basis, included in Trial Run payment)	103.00

Additional information pursuant to Part IV of Schedule VI to the Companies Act, 1956. Balance Sheet Abstract and Company's General Business Profile:

I	Registration details :		
	- Registration No.	:	34182
	- State Code	:	04
	- Balance Sheet Date	:	30th September 1999.
II	Capital raised during the Period (Rs. in '000)		
	- Public Issue	:	NIL
	- Right Issue	:	NIL
	- Bonus Issue	:	NIL
	- Private Placement	:	311360
III	Position of Mobilization and Deployment of Funds		
	Total Liabilities	:	350609
	Total Assets	:	350609
	Sources of Funds:		
	Paid-up capital	:	311360
	Reserve & Surplus	:	NIL
	Secured Loan	:	NIL
	Unsecured Loan	:	22860
	Application of Funds:		
	Fixed Assets	:	4439
	Capital Work in Progress	:	224536
	Pre-Operative Expenses	:	102783
	Investment	:	Nil
	Net Current Assets	:	(2262)
	Misc. Expenditure	:	4724
	Accumulated Losses	:	Nil
IV	Performance of Company (Amount in Rs. Thousand)*		
	Turnover	:	Not Applicable
	Total Expenditures	:	Not Applicable
	Profit/(Loss) Before Tax	:	Not Applicable
	Profit/(Loss) After Tax	:	Not Applicable
	Earning Per Share (Rs.)	:	Not Applicable
	Dividend Rate %	:	Not Applicable

* As the Company has not carried out any commercial activities during the period the relevant information is not applicable.

V Generic Names of Three Principal Products/Services of Company (As per monetary terms)

Item code No. (ITC Code)
Product Description : Not Applicable

(10) This being the first Accounting period of the company (Incorporated on 26.5.1998), no previous year figures have been provided.

Signature to Schedules A to H

For and on behalf of the Board

For, G. K. CHOKSI & CO. Chartered Accountants	**A. D. DESAI** Chairman	**P. N. ROY CHOWDHURY** Director
ROHIT K. CHOKSI Partner	**GAUTAM S. ADANI** Managing Director	**K. N. SHELAT** Director
	RAJESH S. ADANI Director	**K. N. VENKATASUBRAMANIAN** Director
Place : Ahmedabad Date : 19/11/99		Place : Ahmedabad Date : 19/11/99

GUJARAT ADANI PORT LTD.

Regd. Office: 'Adani House', Shrimali Society, Near Mithakhali Circle, Navrangpura, Ahmedabad 380 009, India
Tel: 079-656 5555, 555 5555 **Fax:** 079-656 5500, 555 5500 **e-mail:** aplport@ad1.vsnl.net.in
Website: www.mundraport.com