



JONJUA OVERSEAS (P) LTD.

Regd. Office HM228 (1st Floor)
Phase 2, SAS Nagar, Mohali, Near Chandigarh (India) 160055
Telephone (91) 172- 670622

Mailing Address. P.O. Box No. 10, S.A.S. Nagar - 160055 India

Our Ref. No. ROC/01/MISC dated 28.08.96.

DIRECTORS REPORT

Dear Shareholders,

Your Directors hereby submit the Fourth Annual Report alongwith audited accounts for the year ended on 31.03.96.

1. FINANCIAL OPERATIONS:

We regret to inform you that inspite of improving upon our export performance by 166% during the year, the company had a loss of Rs. 0.153million. This has been owing to the cost incurred by the company to set it's global operations in place, which object, we are happy to inform you that the company has achieved.

2. FUTURE PROSPECTS:

Your Directors expect good prospects during the current year and hope to finalise long term machinery supply orders/franchises/joint ventures and technical collaborations shortly.

3. CONSERVATION OF ENERGY:

Company's operations are not energy intensive as no manufacturing activity is involved. However, staff have been made aware of energy conservation.

4. TECHNOLOGY ABSORPTION:

The company is in the process of acquiring and stabilising state of the art technology to Indian conditions for the handling of Municipal Solid Waste & Bio-Mass Waste to such applications as Energy, Paper, Fertiliser, etc. We are also in the process of acquiring suitable technology for the efficient running of hotels. On the other hand we are in the process of negotiating transfer of Indian technology and plants to Africa and the Middle East.

5. FOREIGN EXCHANGE EARNINGS & OUTGO:

The company is a net foreign exchange earner and has improved its foreign exchange earnings by 166% during this year. The company shall endeavour to improve its performance further this year.

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CONTINUATION SHEET

6. AUDITORS:

M/S. K.B. LAL CHOPRA & CO., CHARTERED ACCOUNTANTS, who retire at the close of the Fourth Annual General Meeting and being eligible offer themselves for reappointment till conclusion of the next Annual General Meeting.

7. PARTICULARS OF EMPLOYEES:

There is no employee getting salary whose particulars are required to be given under Section 217 (2A) of The Companies Act, 1956.

8. ACKNOWLEDGEMENTS:

Your Directors are extremely grateful to the shareholders, supporting manufacturers and global associates for their continued faith and support as also to our employees, Bankers and Auditors.

FOR & ON BEHALF OF THE BOARD


(MAJOR HS JONJUA, RETD.)
MANAGING DIRECTOR