



63rd

**ANNUAL REPORT &
AUDITED ACCOUNTS
FOR 2022-23**



KERALA STATE WAREHOUSING CORPORATION

P.B. No. 1727, KOCHI - 682 016

Tel: 0484 2375537, 2376269, 2375180, 2376616

E-mail: kerwacor@gmail.com

www.kerwacor.com

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BOARD OF DIRECTORS

Nominated by State Government

- 1. Sri. P Muthupandy**
Chairman, KSWC
Near KDH Club, 3 Room Lane,
Old Munnar P.O.
Idukki-658 612
- 2. Sri. W.J Suthan,**
Joint Secretary,
Finance Department,
Government of Kerala,
Thiruvananthapuram
- 3. Sri.George Sebastian,**
Addl. Director,
Agriculture Department
Government of Kerala,
Thiruvananthapuram
- 4. Dr. James Jacob,**
Managing Director,
Plantation Corporation Kerala Ltd,
Muttambalam P. O.
Kottayam - 686 004.
- 5. Sri. S.Sabir Hussain,**
Additional Secretary
Agriculture Department
Government of Kerala,
Thiruvananthapuram

Managing Director
Sri. S. Anil Das

Nominated by Central Warehousing Corporation

- 1. Sri. P. K. Saw,**
GM (NBP & P)
Central Warehousing Corporation,
4/1, Siri Institutional Area,
Hauz Khas,
New Delhi – 110 016.
- 2. Dr. Monika Singh,**
Joint Director,
Department of Food and Public Distribution,
Ministry of Consumer Affairs,
Food and Public Distribution,
Govt. of India, Room No.294, Krishi Bhavan,
New Delhi-100 001.
- 3. Sri. B.R Maneesh,**
Regional Manager,
Central Warehousing Corporation,
Regional Office, Maveli Road,
Gandhi Nagar, Kadavanthra.P.O,
Kochi 682 020
- 4. Sri. Pradipta Kumar Pradhan,**
Deputy General Manager(B&O),
State Bank of India,
Administrative Office,
Shanmugham Road, Kochi - 682 031.
- 5. Sri. Pradeep Kumar Dixit,**
32-D/229-A/105-D-1
Alka Kunju, Kamala Nagar,
Agra -282 005

Executive Committee Members

- 1. Sri. P Muthupandy**
Chairman, KSWC
Near KDH Club, 3 Room Lane,
Old Munnar P.O.
Idukki-658 612
- 2. Sri. B.R Maneesh,**
Regional Manager,
Central Warehousing Corporation,
Regional Office, Maveli Road,
Gandhi Nagar, Kadavanthra.P.O,
Kochi 682 020
- 3. Sri. W.J Suthan,**
Deputy Secretary,
Finance Department,
Government of Kerala,
Thiruvananthapuram
- 4. Sri. S.Sabir Hussain,**
Additional Secretary
Agriculture Department
Government of Kerala,
Thiruvananthapuram
- 5. Managing Director**
Sri. S. Anil Das

Auditors

M/s. Ayyar & Cherian
Chartered Accountants,
Ernakulam.

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

DIRECTORS' REPORT

Gentlemen,

We have great pleasure in presenting the 63rd Annual Report on the working of the Corporation together with the audited statements of accounts and auditors report for the year ended 31st March 2023.

Performance

The turnover of the Corporation for the year 2022-23 is Rs. 3564.26 lakh as compared to Rs. 3485.23 lakh in the previous year i.e. increase of Rs. 79.03 lakhs. Net profit for the year 2022-23 is Rs. 188.75 lakh as against Rs. 208.44 lakh in the previous year.

The constructed storage capacity of the Corporation during the year under report is 2.02 lakh MTs while the hired accommodation is 0.38 lakh MTs. The total occupancy position of the godowns as on the 31st March 2023 is 2.05 lakh MTs against the 2.04 lakh MTs of the previous year. Corporation had deposited 0.89 lakh MTs of goods during the year where as the total deposit for the last year was 0.79 lakh MTs.

The Warehousing charge earned during the year under report was Rs.2756.18 lakh as against Rs.2697.32 lakh earned during previous year. Total earnings of the Corporation during 2022-23 is Rs.3307.09 lakh as against Rs. 3210.65 lakh of the previous year.

The Establishment cost during the year 2022-23 is Rs. 1710.19 lakh as against Rs. 1697.58 lakh of the previous year. Total expenditure for the reporting year is Rs.3129.48 lakh as against Rs. 3008.05 lakh for the previous year.

Capacity and occupancy

Description	2021-22	2022-23
Figures Mts in lakh		
Capacity		
Owned	1.97	2.02
Hired	0.37	0.38
Total	2.34	2.40
Occupancy	2.04	2.05
Deposits Received	0.79	0.89

Working Results

Description	2021-22	2022-23
Figures Rs. in lakh		
Income		
Warehousing Income	2697.32	2756.18
Net income from handling	119.55	120.28
Income from other activity	393.78	430.63
Total	3210.65	3307.09
Expenditure		
Establishment	1697.58	1710.19
Other Expenses	1310.47	1419.29
Total	3008.05	3129.48
Profit	202.60	177.61
Excess provision written back	5.85	11.14
Net Profit	208.44	188.75

Finance

a) Share Capital

Authorized Share Capital limit of the Corporation is Rs.1500 lakh. Out of which the amount of paid up Capital is Rs.1450 lakh, divided into 1450000 shares of Rs 100 each contributed equally by both the shareholders, namely Central Warehousing Corporation and Government of Kerala.

b) Loans from Government

1. Interest Free Loan – Rs.50.00 lakhs :

As per G.O(Rt) No.204/96/AD dated 08.02.1996 an interest free loan of Rs.50.00 lakh was sanctioned by Government of Kerala for meeting cost incurred in connection with the acquisition of land by KSWC at Muvattupuzha; and the loan is yet to be repaid.

2. Working Capital Loan – Rs.500.00 lakhs : .

Government of Kerala had sanctioned a Working Capital Loan of Rs.500.00 lakhs to Kerala State Warehousing Corporation vide G.O(MS) No:75/13/AD Dated 25.03.13 to meet various statutory liabilities. The rate of interest is 13.5% per annum. The loan shall be repaid in equal quarterly installments along with interest. The repayment of loan shall commence on the first anniversary of the release of the loan. Corporation has started repayment during March 2020. The overdue amount of principal and interest portion of this loan is Rs.200 lakhs and Rs.604 lakhs respectively as on 31-03-2023.

3. NABARD RIDF XVII Scheme Loans – 3289.47 lakhs :

Government of Kerala has accorded administrative sanction vide G.O. dated 17-03-2012 to Kerala State Warehousing Corporation for the construction of 80 (Eighty) Warehousing Projects under NABARD Rural Infrastructure Development Fund (RIDF) XVII for a total financial outlay of Rs.119.44 Crores. Out of the total sanctioned amount, Rs.113.34 Crores is Loan from NABARD and Rs.6.10 Crores is the share from Government of Kerala.

- a) As per G.O. dated 17-10-2012 the Corporation received an amount of Rs.1133 lakh (being 50% of startup advance) at an interest rate of 7.5% from the Government Contingency Fund. The loan to be repaid in five equal annual installments commencing from 01.11.2015. Corporation has started repayment during March 2020.
- b) As per G.O.(Rt)No.1349/14/AD dated 02.08.2014, Corporation received an amount of Rs.802.26 Lakh at an interest rate of 7.5% as Second allotment from the Government on 19.12.14. The loan to be repaid five installments commencing from 01.11.2017.
- c) As per G.O.(Rt)No.1883/2015/AD dated 11.11.2015, Corporation received an amount of Rs.500 Lakh, towards balance of the mobilization advance for the RIDF XVII project at an interest of 7.5%, on 17.12.2015.
- d) As per G.O(Rt) No.79/2017 Agri dated 28.01.17, Corporation received an amount of 50.70 lakh at an interest rate of 5.25% on 05.02.2017.
- e) As per G.O(Rt) No.556/2017 Agri dated 29.05.17, Corporation received an amount of 131.59 lakh at an interest rate of 5.25% on 22.06.2017.
- f) As per G.O(Rt) No.869/2017 Agri dated 14.09.17, Corporation received an amount of 626.60 lakh at an interest rate of 4.75% on 25.10.2017.
- g) As per G.O(Rt) No.667/2019 Agri dated 20.07.19, Corporation received an amount of Rs.45.32 lakh at an interest rate of 4.50% 29.02.2020.

These loans are to be repayable in 7 years with a grace period of 2 years i.e, the loan should be repaid in 5 equal annual instalments after a grace period of 2 years. Outstanding loan amount and interest as on 31-03-2023 is Rs.29,29,47,000.00 lakh and Rs.18,28,73,821.00 lakh respectively.

4. NABARD WIF Scheme Loans – 900.04 lakhs :

Government of Kerala has accorded Administrative Sanction for Rs.2505.50 lakh as loan for the construction of 8 godowns under NABARD WIF Scheme vide GO (Rt) No.997/2019/AGRI dated 26.10-2019 for Rs.1175 lakh and GO (Rt) No.216/2019/AGRI dated 02-03-2019 for Rs.1330.50. with same terms conditions of the NABARD RIDF loans. Under this scheme, Corporation has availed Rs.900.04 lakhs as on 31-03-2023.

Dividend

The accumulated loss of the Corporation as on 31-03-2023 is Rs.1105.68 lakh. Since the financial position of the Corporation is not sound, Provision for dividend is not created this year also.

Welfare Measures

The Corporation is maintaining a very good Employer Employee relationship. The revision of dearness allowance made by State Government from time to time was made applicable to the employees of this Corporation also. Corporation continues to extend subsidy for the interest on House Building advance availed by the employees from financial institutions. Corporation has introduced a Medical Insurance scheme for our employees.

Bonus @ 8 1/3% was paid to the employees coming under the line of Bonus Act during the year under report. Festival allowance Rs.2750/- was paid to those employees who were beyond the prescribed limit of Bonus Act.

Conservation of Energy, Technology Observation, Foreign Exchange Earnings and outgo

Being a Statutory Organization established under the Warehousing Corporations Act, 1962, the provisions of the Companies Act, 1956 is not applicable to Kerala State Warehousing Corporation as such.

Directors' Responsibility Statement

Directors wish to place on record:

- (i) that in preparing the Annual Accounts, applicable Accounting Standards have been followed.
- (ii) that the accounting policies adopted are expressly disclosed and the judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of the Corporation at the end of Financial year and of the Profit and Loss account of the Corporation for the Financial Year, under review.
- (iii) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Corporation and for preventing/detecting fraud and other irregularities, and
- (iv) that the Annual Accounts have been prepared on a going concern basis.

Organization and Meetings

The present Chairman Sri. P.Muthupandi is appointed by the State Government on 23.12.2021 and took over the charge on 29.12.2021. Sri. Dr. James Jacob took over the charge as the Managing Director on 14.03.2022 and continued till 17.01.2023. The present Managing Director Sri. S. Anil Das took over the charge on 17.01.2023.

The following changes have taken place in the Directorship during the financial year under report.

List of Directors during 01.04.2022 to 31.03.2023				
Sl.No	Name	Designation	Period	
			From	To
1	Sri. Muthupandy	Chairman	29.12.2021	Continuing
2	Sri. Pradeep Kumar Dixit	Director	05.04.2019	Continuing
3	Sri. Prashant Kumar	Director	10.11.2021	24.07.2023
4	Sri. B.R. Maneesh	Director	01.06.2021	Continuing
5	Sri. A.M.Rao	Director	18.09.2017	17.09.2023
6	Dr. Monika Singh	Director	01.11.2020	Continuing
7	Sri. R.Sunilkumar	Director	28.08.2022	31.05.2023
8	Sri. Sabir Hussain	Director	02.03.2019	Continuing
9	Sri. W.J. Suthan	Director	19.01.2022	Continuing
10	Sri. Sivaramakrishnan	Director	30.06.2020	19.08.2022
11	Dr. James Jacob	MD	14.03.2022	17.01.2023
12	Sri. S. Anil Das	MD	17.01.2023	Continuing

Auditors

M/s Ayyar & Cherian, Chartered Accountants, Ernakulam has been appointed as the statutory auditors of the Corporation as per Sec 31 (3) of the Warehousing Corporations Act, 1962 for the year under report. We place on record our sincere thanks to them for their excellent co-operation and guidance rendered to us.

Acknowledgement

The Board of Directors has great pleasure in expressing their sincere gratitude to its valued customers and depositors for the esteemed patronage, co-operation and confidence they have shown to the Corporation.

Board of Directors also expresses their grateful thanks to the State Government and Central Warehousing Corporation as well as various Banks for all valuable help, co-operation and guidance extended by them in conducting the affairs of the Corporation.

The Directors finally wish to place on record their deep appreciation for continued, sincere and dedicated service of whole employees for the further development of Corporation and achievement of Profit during the reporting year.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Ernakulam

Date : 22.07.2024


P. Muthupandi

Chairman

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
ANNEXURE - I
STORAGE CAPACITY & OCCUPANCY FOR THE YEAR 2022-23 (IN MT)

Sl. No.	Name of Centre	Date of Opening	Capacity as on 31/03/2023			Occupancy as on 31-03-2023	Total Occupancy including Vacant Space in reservation as on 31-03-2023 in MT
			Owned	Hired	Total		
1	2	3	4	5	6	7	8
Trivandrum Region							
1	Trivandrum	06-Sep-64	2000	0	2000	2251	2251
2	Attingal	01-Jul-75	3100	2144	5244	5000	5000
3	Nedumangad	09-Jan-61	4058	838	4896	4960	4960
4	Neyyattinkara	04-Jan-80	2276	0	2276	2276	2276
5	Pallichal	01-Apr-91	2560	0	2560	1659	1659
Kollam Region							
6	Kollam	01-Oct-71	0	4402	4402	1172	1172
7	Karikode	10-Dec-75	15601	0	15601	11617	11617
8	Kottarakkara	01-Oct-72	4125	892	5017	5091	5091
9	Karunagapally	05-Jan-81	7063	0	7063	3608	3608
10	Punalur	01-Jan-73	3000	1179	4179	4094	4094
11	Pathanamthitta	01-Aug-75	3540	4163	7703	7978	7978
12	Parakode	04-Jan-62	1200	0	1200	1309	1309
Alappuzha Region							
13	Alappuzha	16-Dec-67	5150	0	5150	5150	5150
14	Cherthala	13-Jan-73	2428	767	3195	3195	3195
15	Haripad	17-Mar-75	5180	0	5180	4004	4004
16	Kayamkulam	25-Oct-62	1000	0	1000	182	182
17	Mavelikkara	23-Jul-76	3435	0	3435	3435	3435
18	Thakazhy	24-Jan-62	1800	0	1800	1800	1800
Kottayam Region							
19	Kottayam	10-Feb-64	9050	2000	11050	10022	10022
20	Changanassery	22-Oct-62	2341	0	2341	2346	2346
21	Ettumanoor	26-Jan-76	3262		3262	3004	3004
22	Ponkunnam	13-Dec-61	1271	456	1727	1832	1832
23	Pala	15-Apr-74	1700	1500	3200	2541	2541
24	Thodupuzha	25-Jan-62	1016	550	1566	1566	1566
25	Vandanmedu	01-Nov-63	5946	0	5946	5333	5333
26	Kattappana	01-Dec-72	2800	0	2800	2174	2174

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

ANNEXURE - I (Contd.....)

1	2	3	4	5	6	7	8
	Ernakulam Region						
27	Tripunithura	11-Jul-73	4887	0	4887	4776	4776
28	Aluva	17-Oct-64	5700	1307	7007	7174	7174
29	Eroor	1-Apr-85	4400	0	4400	4418	4418
30	North Parur	25-Feb-01	6050	0	6050	5377	5377
	Trissur Region						
31	Chalakydy	9-Jun-76	3900	0	3900	3900	3900
32	Kunnamkulam	28-Feb-63	2000	0	2000	1957	1957
33	Wadakkancherry	26-Dec-72	3250	2167	5417	5250	5250
34	Nattika	2-Mar-01	3000	530	3530	3424	3424
	Palakkad Region						
35	Palakkad	30-Jan-63	9064	1743	10807	10580	10580
36	Perinthalmanna	11-Nov-75	4250	1739	5989	5989	5989
37	Alathur	1-Jan-73	2973	2374	5347	5347	5347
38	Kozhinjampara	17-Jan-62	1000	333	1333	1433	1433
39	Muthalamada	1-Feb-61	3775	538	4313	4596	4596
	Kozhikode Region						
40	Manjeri	22-Apr-76	6100	0	6100	5422	5422
41	Nilambur	8-Apr-75	6500	0	6500	6156	6156
42	Kozhikode	15-Jun-84	0	0	0	0	0
43	Vadakara	28-Oct-60	0	0	0	0	0
44	Kalpetta	15-Apr-83	5880	3338	9218	9947	9947
45	S. Bathery	13-Jan-66	1555	1807	3362	3087	3087
46	Mananthavady	9-Jan-63	1500	0	1500	115	115
	Kannur Region						
47	Kannur	23-Jul-61	4794	0	4794	4333	4333
48	Thalassery	1-May-60	3270	0	3270	90	90
49	Thaliparamba	4-Jan-71	3400	0	3400	2773	2773
50	Iritty	12-Jul-84	3250	0	3250	2062	2062
51	Payyanur	24-Jan-73	3850	0	3850	2845	2845
52	Nileswar	10-Nov-60	1307	0	1307	1307	1307
53	Kanhangad	15-Jun-62	5550	0	5550	5058	5058
54	Kasaragod	1-Jan-73	2050	2625	4675	4675	4675
55	Padannakkad	19-Apr-03	3900	853	4753	2311	2311
	Total		202057	38245	240302	212001	212001

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

ANNEXURE - II

STATEMENT OF STOCK HANDLED DURING THE YEAR 2022-23 (IN MT)

SI. No.	Name of Centre	Opening Balance in MT	Deposit in MT	Release in MT	Closing Balance As on 31-03-2023 in MT	Total Occupancy including Vacant Space in reservation as on 31-03-2023 in MT
1	2	3	4	5	6	7
Trivandrum Region						
1	Trivandrum	61	1148	1209	0	2251
2	Attingal	264	4207	4307	164	5000
3	Nedumangad	104	2223	2234	93	4960
4	Neyyattinkara	0	0	0	0	2276
5	Pallichal	41	343	384	0	1659
Kollam Region						
6	Kollam	13	17	17	13	1172
7	Karikode	0	2801	2793	8	11617
8	Kottarakkara	60	1352	1051	361	5091
9	Karunagapally	0	550	550	0	3608
10	Punalur	0	0	0	0	4094
11	Pathanamthitta	0	0	0	0	7978
12	Parakode	0	216	165	51	1309
Alappuzha Region						
13	Alappuzha	0	0	0	0	5150
14	Cherthala	24	0	24	0	3195
15	Haripad	0	436	339	97	4004
16	Kayamkulam	48	1179	1013	214	182
17	Mavelikkara	0	0	0	0	3435
18	Thakazhy	0	0	0	0	1800
Kottayam Region						
19	Kottayam	1379	9613	8881	2111	10022
20	Changanassery	0	0	0	0	2346
21	Ettumanoor	1048	7912	8043	917	3004
22	Ponkunnam	285	33	37	281	1832
23	Pala	87	881	894	74	2541
24	Thodupuzha	0	0	0	0	1566
25	Vandanmedu	418	693	945	166	5333
26	Kattappana	49	238	149	138	2174

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

ANNEXURE - II (Contd.....)

Sl. No.	Name of Centre	Opening Balance in MT	Deposit in MT	Release in MT	Closing Balance As on 31-03-2023 in MT	Total Occupancy including Vacant Space in reservation as on 31-03-2023 in MT
1	2	3	4	5	6	7
	Ernakulam Region					
27	Tripunithura	2	0	2	0	4776
28	Aluva	5	5899	4608	1296	7174
29	Eroor	487	3603	3202	888	4418
30	North Parur	6	10	10	6	5377
	Thrissur Region					
31	Chalakydy	0	0	0	0	3900
32	Kunnamkulam	0	0	0	0	1957
33	Wadakkancherry	248	1299	1509	38	5250
34	Nattika	0	215	146	69	3424
	Palakkad Region					
35	Palakkad	74	3860	2510	1424	10580
36	Perinthalmanna	0	0	0	0	5989
37	Alathur	0	0	0	0	5347
38	Kozhinjampara	216	408	487	137	1433
39	Muthalamada	368	1033	547	854	4596
	Kozhikode Region					
40	Manjeri	688	1990	2270	408	5422
41	Nilambur	1876	17312	15247	3941	6156
42	Kozhikode	0	0	0	0	0
43	Vadakara	0	0	0	0	0
44	Kalpetta	1993	5849	2683	5159	9947
45	S. Bathery	441	3850	1441	2850	3087
46	Mananthavady	183	1560	1629	114	115
	Kannur Region					
47	Kannur	0	13	13	0	4333
48	Thalassery	0	636	546	90	90
49	Thaliparamba	16	883	718	181	2773
50	Iritty	272	2808	1347	1733	2062
51	Payyanur	4	0	4	0	2845
52	Nileswar	0	0	0	0	1307
53	Kanhangad	89	1455	1366	178	5058
54	Kasaragod	0	0	0	0	4675
55	Padannakkad	106	2197	1856	447	2311
	Total	10954	88722	75176	24500	212001

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
ANNEXURE - III
COMMODITY WISE DEPOSITS FOR THE YEAR 2022-23 (In MT)

SL NO.	COMMODITY	QUANTITY in MT
1	Boiled Rice	9972
2	Raw Rice	1391
3	Wheat	2683
4	Paper	25
5	Pepper	540
6	Sugar	4243
7	Paddy	682
8	Grams/Pulses/food items	2443
9	Lobia	75
10	fertilizer	15937
11	Rubber	34225
12	Corriander	406
13	Others	11924
14	Chilly	341
15	Atta	854
16	Copra	769
17	Cashew	2212
	Total	88722

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
ANNEXURE - IV 2022-23

Year	No. of Deposits	Deposits Received M.T	Bank Advance		Storage Charges	
			Rs.	Ps.	Rs.	Ps.
1960-61	361	725	4,44,000.00		2,669.00	
1961-62	827	5939	24,00,000.00		28,780.00	
1962-63	1811	14545	48,24,600.00		76,448.00	
1963-64	2447	13490	73,83,782.00		92,361.00	
1964-65	3357	25052	78,53,797.00		1,00,554.00	
1965-66	3932	40465	82,34,629.00		1,72,782.00	
1966-67	5042	54256	86,07,409.00		2,39,447.00	
1967-68	5512	66282	70,56,221.00		3,97,375.00	
1968-69	5366	68726	76,85,132.00		4,22,018.00	
1969-70	5400	60929	93,56,235.00		5,13,764.00	
1970-71	5471	89011	60,44,089.00		5,48,392.00	
1971-72	7803	164859	1,08,601.00		8,43,914.00	
1972-73	8922	169586	1,44,28,000.00		10,27,979.00	
1973-74	10918	227037	1,68,55,088.00		12,52,020.00	
1974-75	13123	277951	2,40,00,252.00		20,89,685.00	
1975-76	18000	517177	2,70,00,000.00		40,52,674.00	
1976-77	16877	442545	1,85,00,000.00		59,11,133.00	
1977-78	11550	336364	1,82,60,700.00		44,22,402.00	
1978-79	14352	283756	1,80,22,105.00		40,09,876.00	
1979-80	14978	317442	1,19,05,113.00		51,49,697.00	
1980-81	19913	467704	92,88,615.00		57,30,034.00	
1981-82	22420	406949	94,60,000.00		95,90,159.00	
1982-83	19351	382252	1,15,10,000.00		71,03,475.00	
1983-84	21335	421557	1,60,57,205.00		1,36,98,635.00	
1984-85	20945	454523	1,93,20,313.00		1,21,25,692.92	
1985-86	19947	445116	1,37,64,468.65		1,42,40,640.71	
1986-87	18987	442513	86,98,443.60		1,44,62,286.24	
1987-88	14915	292862	92,21,947.40		1,09,82,061.40	
1988-89	15973	301426	54,73,257.40		1,23,21,930.68	
1989-90	14961	260229	2,16,26,371.25		1,23,03,822.23	
1990-91	16400	281359	2,52,86,051.50		1,38,72,050.38	
1991-92	15919	303384	89,78,087.00		1,73,70,156.87	
1992-93	12113	316216	1,04,39,161.00		1,96,61,118.95	
1993-94	14716	520522	2,03,11,445.00		2,60,18,266.64	
1994-95	18400	305585	4,59,90,774.00		4,72,75,606.64	
1995-96	12193	264899	3,17,16,070.00		4,42,87,415.60	
1996-97	11037	227570	1,72,59,178.00		4,80,76,583.08	
1997-98	13239	249841	3,09,76,133.00		6,73,09,525.92	
1998-99	18074	234833	1,47,70,050.00		6,73,91,860.96	
1999-00	12989	282230	5,32,11,824.00		5,93,99,964.00	
2000-01	16881	249037	8,45,37,091.00		10,16,86,334.54	
2001-02	4978	105417	2,34,37,469.00		7,76,88,187.29	
2002-03	5556	144495	11,66,43,043.00		3,87,14,224.56	
2003-04	5844	163273	15,50,19,629.00		4,14,71,395.03	
2004-05	5926	156877	13,05,69,291.00		4,06,37,209.15	
2005-06	4956	151173	13,05,69,291.00		4,89,02,527.87	
2006-07	10427	200797	66,89,05,139.00		5,02,16,519.03	
2007-08	10860	248658	90,09,95,202.00		7,38,78,774.24	
2008-09	9890	311877	29,46,31,272.00		9,34,90,266.37	
2009-10	11499	296441	24,92,70,507.00		100,158,059.11	
2010-11	9170	270077	35,72,21,472.00		9,94,21,283.97	
2011-12	8639	298750	44,09,02,521.00		9,05,61,005.34	
2012-13	10855	299581	38,67,23,034.00		13,91,94,563.57	
2013-14	21738	227105	52,20,28,550.00		13,14,94,671.58	
2014-15	7978	175273	55,35,91,135.00		15,03,89,347.60	
2015-16	7761	151210	77,60,36,302.00		16,29,85,991.08	
2016-17	7434	164042	86,10,58,077.00		16,77,87,392.45	
2017-18	4390	255458	86,10,58,077.00		27,90,33,729.35	
2018-19	5063	132992	43,29,93,707.00		28,63,09,188.00	
2019-20	3466	100208	10,83,55,253.00		29,00,93,844.32	
2020-21	4138	132520	52,95,62,546.00		28,30,83,016.65	
2021-22	2991	78613	48,54,83,512.00		26,97,32,456.16	
2022-23	3129	88722	2,11,78,83,918.00		27,56,18,025.64	

KERALA STATE WAREHOUSING
BALANCE SHEET AS AT
(FORM A)

Figure as at 31.03.2022	CAPITAL AND LIABILITIES	Schedule	Figure as at 31.03.2023
Rs. Ps.			Rs. Ps.
15,00,00,000.00	SHARE CAPITAL	"A"	15,00,00,000.00
	AUTHORISED : 1500000 Equity Shares of Rs. 100/- each		
11,50,00,000.00	ISSUED AND SUBSCRIBED : 1450000 Equity Shares of Rs. 100/- Each		14,50,00,000.00
	PAID UP :		
5,75,00,000.00	725000 Equity Shares of Rs. 100/- each held by the Government of Kerala	7,25,00,000.00	
5,75,00,000.00	725000 Equity Shares of Rs. 100/- each held by the Central Warehousing Corporation	7,25,00,000.00	14,50,00,000.00
1,75,00,000.00	SHARE CAPITAL ADVANCE (Note No.3)		15,75,00,000.00
	RESERVE FUND		
	(I) RESERVE		NIL
	(ii) CAPITAL RESERVE		NIL
	Deferred Government Grants		
2,73,99,997.00	(i) FUND RECEIVED FROM GOVT UNDER 100%CSS (Note No.6a)	2,68,34,277.00	
20,00,530.00	(ii) ASSISTANCE FROM GOK (Note No.6b)	19,61,039.00	
63,42,845.00	(iii) RKVY FUND (Note No.6c)	61,80,318.00	
-	(iv) Spl Assistance For Computerization (CCTV)	6,78,584.00	
24,25,471.00	(v) Spl Assistance For Computerization (Note No.6d (ii&i))	13,87,360.00	
60,00,000.00	(vi) Assistance from GOK (Muthalmada, Punalur) (Plan fund) (Note No.6e(i&ii))	1,08,98,625.00	4,79,40,203.00
	PROVISION FOR BAD AND DOUBTFUL DEBTS (Under Section 30(2))		
4,58,42,565.93		(Annexure III)	4,75,40,547.65
	BONDS AND DEBENTURES		NIL
	OTHER FUNDS		NIL
	BORROWING FROM:		
	(i) The Reserve Bank of India (Under Section 27(2)(I))		NIL
	(ii) The State Bank (Under Section 27(2)(ii))		NIL
	(iii) Nationalised Banks (Under Section 27(2)(iii))		-
-	(iv) Other Financial Institutions (Under Sec. 27(2)(iv))		-
3,25,00,000.00	(v) State Government (Under Section 27(3))(Note 7a&b)		2,50,00,000.00
	(vi) Loan from Govt of Kerala under NABARD RIDF Scheme (Note No.7c)		29,29,47,000.00
30,19,47,000.00	(vii) Central Warehousing Corpn. (Under Section 27(3))		NIL
	(viii) Loan from Govt of Kerala under NABARD WIF Scheme (Note No.7d)		9,00,04,000.00
58,55,47,408.93			65,00,06,750.65

CORPORATION ERNAKULAM

31st MARCH 2023

RULE 19)

Figure as at 31.03.2022 Rs. Ps.	PROPERTY AND ASSETS	Schedule	Figure as at 31.03.2023 Rs. Ps.
1,55,306.10	CASH IN HAND :- (i) D.D and Cheques in Hand (ii) Cash in Hand	"A" - 52,988.10	52,988.10
NIL	CASH IN TRANSIT		NIL
5,05,94,488.70	CASH IN BANK (a) Reserve Bank of India (b) State Bank of India (c) Scheduled Banks (d) Co-operative Banks (e) Treasury Savings Banks (f) Fixed Deposit with Treasury/Banks	- 1,83,30,948.87 88,46,707.86 - 6,37,097.00 -	2,78,14,753.73
-	INVESTMENTS (a) Central Government Securities (b) State Government Securities (c) Other Investments Fixed Deposit with Treasury/Banks	- - (Annexure VI)	10,01,69,243.00
3,65,18,744.67	FIXED ASSETS LANDS	"C" 3,65,18,744.67	
43,08,65,876.64	BUILDINGS & WAREHOUSES	50,11,48,731.19	
3,78,02,746.56	OTHER ASSETS	4,00,78,702.58	
7,25,798.00	INTAGIBLE ASSETS	-	57,77,46,178.44
NIL	VALUE OF DEAD STOCK		NIL
5,25,93,734.50	CAPITAL WORK IN PROGRESS	(Annexure IX)	6,03,60,412.50
3,88,444.00	CONSTRUCTION MATERIALS AT SITE	(Annexure V)	3,09,803.00
70,60,59,309.17	Carried Over		76,64,53,378.77

KERALA STATE WAREHOUSING
BALANCE SHEET AS AT
(FORM A)

Figure as at 31.03.2022 Rs. Ps.	CAPITAL AND LIABILITIES	Schedule	Figure as at 31.03.2023 Rs. Ps.
58,55,47,408.93 NIL	Brought Forward ADVANCES RECEIVED FOR PURCHASE OF AGRICULTURAL COMMODITIES AS AN AGENT		65,00,06,750.65 NIL
NIL	LIABILITY UNDER GUARANTEE BY STATE GOVERNMENT FOR BONDS AND DEBENTURES AS PER CONTRA (Under Section 27(4))		NIL
3,72,80,832.25	PROVISION FOR TAXES	(Annexure I)	4,50,72,895.25
42,12,84,623.37	OTHER LIABILITIES	"B"	41,76,87,356.67
1,02,00,891.00	PROVISION FOR RETIREMENT BENEFITS AS PER ACTUARIAL VALUATION Group Gratuity Liability	-	
3,29,86,168.00	Surrender Leave Allowance Fund	3,30,54,869.00	3,30,54,869.00
NIL	SUSPENSE		NIL
53,428.00	OTHER ITEMS : (i) Employees Welfare Fund Collected		56,250.00
3,76,96,284.00	(ii) Receipt from GOK for construction of MRM (Note No.16 a&b)		3,76,96,284.00
	Notes	"E"	
1,12,50,49,635.55	Total		1,18,35,74,405.57

Schedules & Annexures referred to above form an integral part of the Accounts.

FOR AND ON BEHALF OF THE BOARD,

PLACE : ERNAKULAM
DATE : 13 - 06 -2024



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN

CORPORATION ERNAKULAM

31st MARCH 2023

RULE 19)

Figure as at 31.03.2022		PROPERTY AND ASSETS	Schedule	Figure as at 31.03.2023	
Rs.	Ps.			Rs.	Ps.
70,60,59,309.17		Brought Forward			76,64,53,378.77
	NIL	OUTSTANDING DUES FOR PURCHASES MADE ON BEHALF OF			
		a) Central Warehousing Corporation			NIL
		b) Central Government			NIL
		c) State Government			NIL
	NIL	GUARANTEE BY GOVERNMENT AS PER CONTRA			NIL
	NIL	SUSPENSE			NIL
25,33,65,398.44		CURRENT ASSETS, LOANS & ADVANCES	"D"		26,04,10,151.79
	NIL	Plan Assets (Gratuity)			98,41,422.00
	NIL	SUSPENSE			NIL
		OTHER ITEMS :			
	53,428.00	Employees Welfare Fund Invested			56,250.00
	3,61,27,901.25	Construction of MRM(WIP) (Note No.16b)			3,62,45,043.25
		Accumulated Loss			11,05,68,159.76
		Notes	"E"		
1,12,50,49,635.55		Total			1,18,35,74,405.57

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR M/s. **AYYAR & CHERIAN**
CHARTERED ACCOUNTANTS
 FRN: 000284S



VINCENT JOSE ACA
 (Partner)
 Memb No. 255375

KERALA STATE WAREHOUSING
PROFIT & LOSS ACCOUNT FOR THE
(FORM B)

Figure as at 31.03.2022		EXPENDITURE	Schedule	Figure as at 31.03.2023	
Rs.	Ps.			Rs.	Ps.
		To Interest on:-			
	NIL	(a) Loans from Reserve Bank of India			NIL
	NIL	(b) Loans from Central Warehousing Corporation			NIL
	NIL	(c) Loans from State Banks			NIL
	18,012.00	(d) Loans from Nationalized Banks (Car Loans)			-
	NIL	(e) Loan from Other Financial Institutions			-
	1,97,50,936.00	(f) Loan from Govt of Kerala under NABARD RIDF Scheme	1,98,53,729.00		
	45,03,083.00	(g) Working Capital Loan	32,16,884.00		
	73,536.00	(h) Loan from GOK under NABARD WIF Scheme	5,90,250.00		
	2,43,45,567.00				2,36,60,863.00
		ESTABLISHMENT CHARGES			
		To Pay and Allowances of :-			
	12,28,665.00	1) Managing Director	1,75,401.00		
	13,46,38,657.00	2) Officers and Others	13,29,63,245.00		
	48,12,238.00	To Group Gratuity Expenses	15,23,384.00		
	1,33,07,880.00	To Terminal Surrender & SLA	1,00,63,857.00		
	1,47,08,972.00	To Employers Contribution to Pension Fund	1,58,58,979.07		
	-	To Employers Contribution to Welfare Fund	-		
	17,894.00	To Employers Contribution to ESI	19,997.00		
	-	To 11th Pay Revision Expenses	1,05,00,000.00		
	2,91,058.00	To Employers Contribution to Medical Insurance (SBI)	3,15,707.00		
	50,400.00	To Bonus for the Year	21,000.00		
	7,53,060.00	To Festival Allowance / Incentive	6,96,190.00		
	10,20,000.00	To Medical Reimbursement	9,64,000.00		
	17,08,28,824.00		17,31,01,760.07		
	10,71,195.00	Less: Supervisory charges on Construction	20,82,718.00		
	16,97,57,629.00				17,10,19,042.07
	9,12,848.00	To Professional Charges			6,05,249.00
	52,87,076.43	To Office and Administrative Expenses at H.O. & Warehouses	"F"		68,03,096.76
	61,935.00	To Honararium to Chairman			2,20,000.00
	7,970.00	To Directors T.A. and Sitting Fees			3,600.00
	2,94,87,797.00	To Rent & Lease Rent			2,57,70,104.00
	41,94,250.80	To Rates and Taxes			45,90,417.00
	1,40,20,645.00	To Depreciation			1,54,30,713.00
	50,07,288.46	To Repairs & Maintenance Buildings	7,242,891.06		
	1,00,021.00	To Repairs & Maintenance Buildings(NABARD)	-		
	31,55,418.00	To Repair others	3,259,677.76		1,05,02,568.82
	25,63,38,445.69		Carried Over		25,86,05,653.65

CORPORATION ERNAKULAM
YEAR ENDED 31st MARCH, 2023
RULE 19)

Figure as at 31.03.2022		INCOME	Schedule	Figure as at 31.03.2023	
Rs.	Ps.			Rs.	Ps.
26,97,32,456.16		By Warehouse Charges			27,56,18,025.64
		By Interest on :-			
64,91,034.00		a) Securities	NIL		
		b) Bank Accounts	72,44,581.00		
		c) Advance to Staff	NIL		
		d) Others	NIL		
22,12,342.00		e) IT Refund	15,00,349.00		
					87,44,930.00
	NIL	By Dividend on share in Co-operative Societies			NIL
3,24,95,127.89		By Handling & Transportation Receipts			2,91,39,522.29
25,94,761.56		By Other Receipts	"H"		12,91,574.34
	NIL	By Service Charges from godown construction on behalf of other Public Sector Undertakings			NIL
1,03,312.00		By Profit on Sale of Fixed Assets			8,140.00
1,93,58,876.60		By Fumigation & Spraying Income			2,40,19,497.07
31,91,585.34		By Rat Bait Income			10,13,045.82
1,01,76,310.93		By Leave & Licence Fee			1,07,03,513.52
15,82,835.00		By Deferred Income (Fund Apportioned) (Note No.6 a to e)	(Annexure VIII)		18,23,640.00
34,79,38,641.48		Carried Over			35,23,61,888.68

KERALA STATE WAREHOUSING
PROFIT AND LOSS ACCOUNT FOR THE
(FORM B

Figure as at 31.03.2022	EXPENDITURE	Schedule	Figure as at 31.03.2023
Rs. Ps.			Rs. Ps.
25,63,38,445.69	Brought Forward		25,86,05,653.65
3,12,257.00	To Staff Welfare Expenses		3,29,993.00
2,44,260.00	To Auditors Fees and Expenses (Statutory Audit)		3,11,081.00
35,400.00	To Tax Audit fee		35,400.00
8,96,619.00	To Printing and Stationary		6,79,471.50
56,32,808.00	To Warehouse Expenses	"G"	61,96,374.16
1,08,596.56	To Advertisement and Publicity		4,73,868.00
-	To Loss on Sale of Fixed Assets		75.00
57,450.00	To Loss on Sale of stock of construction materials		46,121.00
8,000.00	To Staff training expenses		-
2,05,40,513.20	To Handling and Transportation Expenses		1,71,12,221.35
32,50,603.00	To Fumigation Expenses		55,13,711.18
15,16,279.00	To Consumption of Chemicals & Consumable Items	(Annexure X)	13,31,850.00
52,876.00	To Diminish in value of Chemicals		40,759.00
15,12,900.00	To Rat Bait Expenses		6,03,860.00
94,98,929.00	To Construction Wing Expenses		83,85,791.00
18,02,661.00	To Provision for Bad and Doubtful debts		20,03,556.72
-	To Indirect Expenses (KVIC)		29,50,722.00
2,58,70,375.00	To Adjustment relating to Prior Years	"I"	69,62,510.19
2,08,43,681.03	Profit for the year	"E"	4,48,43,209.93
	Notes		
34,85,22,653.48	Total		35,64,26,228.68
-	To Tax Expenses	(Annexure VII)	2,59,67,771.00
2,08,43,681.03	Net Profit After Tax		1,88,75,438.93
2,08,43,681.03	TOTAL		4,48,43,209.93
	Earning per Share		
18.12	Basic		13.48
18.12	Diluted		13.48

Schedules & Annexures referred to above form an integral part of the Accounts.

FOR AND ON BEHALF OF THE BOARD,



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

CORPORATION ERNAKULAM

31st MARCH 2023

RULE 19)

Figure as at 31.03.2022		EXPENDITURE	Schedule	Figure as at 31.03.2023	
Rs.	Ps.			Rs.	Ps.
34,79,38,641.48		Brought Forward		35,23,61,888.68	
5,84,012.00		By Excess Provision written back		11,13,618.00	
	-	By Indirect Incomes (KVIC)		29,50,722.00	
		Notes	"E"		
34,85,22,653.48		Total		35,64,26,228.68	
2,08,43,681.03		By Profit Before Tax		4,48,43,209.93	
2,08,43,681.03		TOTAL		4,48,43,209.93	

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 000284S



VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING
PROFIT & LOSS APPROPRIATION ACCOUNT

Figure as at 31.03.2022 Rs. Ps.	EXPENDITURE	Schedule	Figure as at 31.03.2023 Rs. Ps.
15,02,87,279.72	To Accumulated Loss		12,94,43,598.69
15,02,87,279.72	Total		12,94,43,598.69

Schedules & Annexures referred to above form an integral part of the Accounts.

FOR AND ON BEHALF OF THE BOARD,



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

CORPORATION ERNAKULAM
FOR THE YEAR ENDED 31st MARCH 2023

Figure as at 31.03.2022 Rs. Ps.	EXPENDITURE	Schedule	Figure as at 31.03.2023 Rs. Ps.
2,08,43,681.03	By Net Profit c/d		1,88,75,438.93
12,94,43,598.69	Amount transferred to Accumulated Loss		11,05,68,159.76
15,02,87,279.72	Total		12,94,43,598.69

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 000284S



VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - A
SHARE CAPITAL

Figure as at 31.03.2022 Rs. Ps.	PARTICULARS		Figure as at 31.03.2023 Rs. Ps.
15,00,00,000.00	AUTHORISED : 1500000 Equity Shares of Rs. 100/- each		15,00,00,000.00
11,50,00,000.00	ISSUED AND SUBSCRIBED : 1450000 Equity Shares of Rs. 100/- Each		14,50,00,000.00
11,50,00,000.00	PAID UP : 725000 Equity Shares of Rs. 100/- each held by the Government of Kerala	7,25,00,000.00	14,50,00,000.00
	725000 Equity Shares of Rs. 100/- each held by the Central Warehousing Corporation	7,25,00,000.00	
11,50,00,000.00	Total		14,50,00,000.00

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 - 2024

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 000284S



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN



VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - B
OTHER LIABILITIES

Figure as at 31.03.2022 Rs. Ps.	PARTICULARS	Figure as at 31.03.2023 Rs. Ps.
1,78,32,821.00	Security Deposit	1,77,44,124.22
34,46,414.00	Earnest Money Deposit	39,06,064.00
37,29,889.00	Retention Money	63,99,152.00
0.00	Provident Fund Deduction	0.00
13,06,590.00	Income Tax Deducted at Source	22,72,719.39
30,80,85,148.99	Outstanding Expenses (Annexure II)	29,90,44,179.29
7,95,983.00	Provision for Bonus	7,66,583.00
59,27,424.65	Sundry Creditors	59,27,424.65
2,62,913.00	Advance received from Debtors	3,94,685.00
1,89,67,191.00	Amount Payable to Contractors (NABARD)	1,87,87,821.00
90,22,092.00	Amount Payable to Contractors (KSWC)	99,94,726.00
7,99,185.00	Amount Payable to Contractors (RKVY)	0.00
0.00	Amount Payable to Contractors (Plan Fund)	10,88,498.00
0.00	Amount Payable to Contractors (Share Capital)	9,79,361.00
69,731.00	Amount Payable to Suppliers (KSWC)	41,193.96
85,66,728.00	Unpaid Dividend	85,66,728.00
4,24,72,512.73	Other Liabilities (Annexure IV)	4,17,74,097.16
42,12,84,623.37	Total	41,76,87,356.67

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 - 2024

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 000284S



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN



VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING
SCHEDULE - C, PROPERTY, PLANT &

ORIGINAL COST									
Sl. No.	Name of ASSET	Gross Block as on 31.03.2022		Addition during the year		Deletion during the year		Gross Block as on 31.03.2023	
		Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.
TANGIBLE ASSETS									
1	LAND	3,65,18,744.67		-				3,65,18,744.67	
	TOTAL	3,65,18,744.67		-		-		3,65,18,744.67	
2	i. BUILDING (Freehold)								
	a) WAREHOUSE	16,29,66,661.62		2,09,18,668.42		-		18,38,85,330.04	
	b) WAREHOUSE(NABARD)	32,03,10,269.00		-		-		32,03,10,269.00	
	d) ROLLING SHUTTERS	4,26,568.44		-		-		4,26,568.44	
	e) FENCING	49,961.52		-		-		49,961.52	
	f) WAREHOUSE UNDER CSS 100%	3,87,25,000.00		-		-		3,87,25,000.00	
	g) GODOWN CONSTRUCTED WITH ASSISTANCE WITH GOK	25,00,000.00		-		-		25,00,000.00	
	h) WAREHOUSE (RKVY Fund)	55,40,615.00		-		-		55,40,615.00	
	i) WAREHOUSE (PLAN Fund)	-		57,31,638.00		-		57,31,638.00	
	j) WAREHOUSE (NABARD WIF Fund)	73,31,664.00		5,27,85,123.13		-		6,01,16,787.13	
	ii. BUILDING (Leasehold)								
	a) WAREHOUSE(LEASE)	19,24,885.00		-		-		19,24,885.00	
	TOTAL	53,97,75,624.58		7,94,35,429.55		-		61,92,11,054.13	
3	ELECTRICAL INSTALLATION	3,53,97,081.48		67,39,312.02		-		4,21,36,393.50	
4	FURNITURE & FIXTURES								
	a) FURNITURE & FIXTURES	30,52,351.19		28,020.00		-		30,80,371.19	
	b) WOODEN CRATES	44,29,410.21		-		-		44,29,410.21	
5	VEHICLE								
	a) OFFICE VEHICLE	37,10,880.00		-		-		37,10,880.00	
	b) MOPED	51,003.00		-		-		51,003.00	
	c) CYCLE	38,890.00		-		-		38,890.00	
	d) ACTIVA	1,29,548.00		-		-		1,29,548.00	
6	FORK LIFT	22,69,150.00		-		-		22,69,150.00	
7	OFFICE EQUIPMENTS								
	a) OFFICE EQUIPMENTS	17,89,647.64		-		-		17,89,647.64	
	b) GENERAL EQUIPMENTS	62,70,736.03		2,24,165.00		78,700.00		64,16,201.03	
	c) MOBILE PHONE	91,573.90		-		-		91,573.90	
8	COMPUTER								
	a) SERVERS AND NETWORKS	4,85,109.00		1,90,755.00		-		6,75,864.00	
	b) COMPUTER	61,10,311.00		16,693.00		-		61,27,004.00	
	c) SPL ASSISTANCE FROM GOK (Computerisation)	33,10,000.00		-		-		33,10,000.00	
	d) SPL ASSISTANCE FROM GOK (CCTV)	-		6,80,000.00		-		6,80,000.00	
	TOTAL	6,71,35,691.45		78,78,945.02		78,700.00		7,49,35,936.47	
INTANGIBLE ASSETS									
9	COMPUTER SOFTWARE	26,48,587.00		-		-		26,48,587.00	
	G. TOTAL	64,60,78,647.70		8,73,14,374.57		78,700.00		73,33,14,322.27	

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

PLACE : ERNAKULAM

DATE : 13 - 06 - 2024



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN

CORPORATION, ERNAKULAM

EQUIPMENT STATEMENT AS ON 31ST MARCH 2023

DEPRECIATION								NET CARRYING AMOUNT			
Upto 31.03.2022		For the year		On deletion		As on 31.03.2023		Net Block as on 31.03.2023		Net Block as on 31.03.2022	
Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.	Rs.	Ps.
								3,65,18,744.67		3,65,18,744.67	
-		-		-		-		3,65,18,744.67		3,65,18,744.67	
7,03,26,698.02		27,26,500.00				7,30,53,198.02		11,08,32,132.02		9,26,39,963.60	
2,57,85,133.00		50,61,372.00				3,08,46,505.00		28,94,63,764.00		29,45,25,136.00	
3,83,892.40		3,233.00				3,87,125.40		39,443.04		42,676.04	
49,960.52		-				49,960.52		1.00		1.00	
1,13,25,003.00		5,65,720.00				1,18,90,723.00		2,68,34,277.00		2,73,99,997.00	
4,99,470.00		39,491.00				5,38,961.00		19,61,039.00		20,00,530.00	
1,73,955.00		1,62,527.00				3,36,482.00		52,04,133.00		53,66,660.00	
-		16,375.00				16,375.00		57,15,263.00		53,66,661.00	
1,54,877.00		5,16,338.00				6,71,215.00		5,94,45,572.13		71,76,787.00	
2,10,759.00		61,019.00				2,71,778.00		16,53,107.00		17,14,126.00	
10,89,09,747.94		91,52,575.00		-		11,80,62,322.94		50,11,48,731.19		43,62,32,537.64	
48,98,642.00		37,04,606.00				86,03,248.00		3,35,33,145.50		3,04,98,439.48	
25,38,289.18		88,726.00				26,27,015.18		4,53,356.01		5,14,062.01	
44,29,408.21		-				44,29,408.21		2.00		2.00	
26,46,147.00		2,29,229.00				28,75,376.00		8,35,504.00		10,64,733.00	
49,614.00		-				49,614.00		1,389.00		1,389.00	
38,889.00		-				38,889.00		1.00		1.00	
82,583.00		12,309.00				94,892.00		34,656.00		46,965.00	
3,81,113.00		1,43,637.00				5,24,750.00		17,44,400.00		18,88,037.00	
17,15,298.44		20,379.00				17,35,677.44		53,970.20		74,349.20	
52,03,928.16		3,24,182.00		74,765.00		54,53,345.16		9,62,855.87		10,66,807.87	
86,994.90		-				86,994.90		4,579.00		4,579.00	
4,60,853.96		8,356.00				4,69,209.96		2,06,654.04		24,255.04	
57,26,655.04		28,103.00				57,54,758.04		3,72,245.96		3,83,655.96	
10,74,529.00		10,38,111.00				21,12,640.00		11,97,360.00		22,35,471.00	
		1,416.00				1,416.00		6,78,584.00		-	
2,93,32,944.89		55,99,054.00		74,765.00		3,48,57,233.89		4,00,78,702.58		3,78,02,746.56	
19,22,789.00		7,25,798.00				26,48,587.00		0.00		7,25,798.00	
14,01,65,481.83		1,54,77,427.00		74,765.00		15,55,68,143.83		57,77,46,178.44		51,12,79,826.87	

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR M/s. **AYYAR & CHERIAN**

CHARTERED ACCOUNTANTS

FRN: 0002845

Vincent Jose

VINCENT JOSE ACA

(Partner)

Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - D
CURRENT ASSETS , LOANS AND ADVANCES

Figure as at 31.03.2022		PARTICULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
4,25,775.20		1. CURRENT ASSETS		
		Closing Stock (Certified by MD)		
		a. Chemicals (Annexure X)	2,65,664.04	
		b. Stationary	2,23,038.00	
		c. Stamps in Hand	5,102.20	4,93,804.24
8,16,36,576.11		Sundry Debtors		
		Considered Good	7,30,91,435.44	
		Considered Doubtful	3,97,02,781.07	11,27,94,216.51
24,03,885.00		Storage charges accrued (Rs. 23,53,276.00 considered as doubtful and provided for)		23,54,753.00
1,78,419.00		Leave & Licence Fee Accrued		1,89,981.00
25,20,861.00		Interest accrued		10,01,020.00
8,26,20,393.93		Income tax deducted at source		6,34,32,197.19
2,19,612.00		Input tax (VAT)		2,19,612.00
1,97,500.00		Subsidy for Rubber receivable(Considered as doubtful & provision has already been made)		1,97,500.00
1,41,78,579.00		Receivable from Government of Kerala (Resumption fund)		80,93,449.00
		Receivable from Government of Kerala (Considered as doubtful& provision has already been made)		33,71,875.00
33,71,875.00		Receivable from IT Department		92,60,290.00
83,54,498.00		Purchase Tax, SC, ST deducted from Contractors		24,679.00
24,679.00		Service Tax on Works Contract Services		1,83,096.00
1,83,096.00		VAT Collected		2,36,582.85
2,36,582.85		Receivable from Party(Rent TDS excess paid)		0.00
5,282.00		LIC Deduction		1,836.00
-		Receivable and Advance to Staff (Rs.1,32,282/-Considered as doubtful & provision has already been made)		14,77,290.00
37,47,102.00		Receivable from KSID (Flood insurance claim)		2,60,39,657.00
2,60,39,657.00		Receivable from KSSDA (Construction Account)		0.00
71,163.00		Receivable from Deputy Labour Commissioner (Gratuity)		28,66,640.00
21,04,688.00				
22,85,20,224.09		Total (1)		23,22,38,478.79
		2. LOANS AND ADVANCES (RECOVERABLE IN CASH OR IN KIND)		
1,72,47,293.54		Advance Sales Tax Paid		1,72,47,293.54
21,31,411.00		Prepaid Expenses		22,91,434.00
18,000.00		Other Advance		0.00
3,11,162.00		Security Deposit with Customers/Suppliers (Rs.1,60,705/- Considered as doubtful & provision has already been made)		3,61,162.00
54,229.36		Advance to Suppliers (Rs.26,408.36 considered as doubtful debts & provision has already been made)		54,229.36
73,076.46		Advance with HLWW Board		1,49,272.11
1,20,061.00		Advance to Suppliers & Contractors (NABARD)		1,20,061.00
6,51,444.00		Festival Advance		14,28,000.00
2,000.00		Library Deposit		2,000.00
42,23,496.99		Receivable from Contract work (Rs.10,62,628.99 considered as doubtful & provision has already been made)		65,05,220.99
13,000.00		Advance to Contractors (Rs.13,000/- considered as doubtful & provision has already been made)		13,000.00
2,48,45,174.35		Total (2)		2,81,71,673.00
25,33,65,398.44		GRAND TOTAL (1 + 2)		26,04,10,151.79

Schedules forming part of Accounts

AS PER OUR REPORT OF EVEN DATE ATTACHED

FOR AND ON BEHALF OF THE BOARD,

FOR M/s. **AYYAR & CHERIAN**
CHARTERED ACCOUNTANTS

FRN: 002845

PLACE : ERNAKULAM

DATE : 13 - 06 - 2024

S ANIL DAS
MANAGING DIRECTOR

P MUTHUPANDI
CHAIRMAN

VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

SCHEDULE - E

NOTES ATTACHED TO AND FORMING PART OF PROFIT AND LOSS ACCOUNT AND BALANCE SHEET FOR THE YEAR ENDED 31st MARCH 2023

1. Fumigation and spraying activities relating to Rat bait are considered to be incidental to the storage function. Though not specifically covered under Section 24 of the Warehousing Corporation Act, 1962 and Rule 16 and 16A of the Kerala State Warehousing Corporation Rules, 1968, these activities were taken up at the behest of the Govt. of Kerala. Moreover, Government of Kerala vide G.O No.637/06/LSGD dated 06.03.2006, has recognized KSWC as a nodal agency to supply the Rat poison bait, 'RODOFOE'. In addition to that as part of diversified activities, Corporation is undertaking Disinfestations/Pest Control Services for farmers, Central/State Government Departments, High Court of Kerala, Public Sector Undertakings, Private institutions etc.
2. Chapter II, Rule 4 of the Warehousing Corporation Rules, 1968 now reads that "The authorized share capital of the Corporation shall be 3 Crore 80 Lakhs Rupees divided into 3,80,000 shares of Rs.100 each". Then, the Authorized Share Capital Limit of the Corporation was enhanced gradually to Rs.15,00,00,000/- (Rs.15.00 Crore) through Extra Ordinary Gazette Notifications in exercise of the powers conferred by the proviso to Sub-section (1) of Section 19 of the Warehousing Corporation Act, 1962 (58 of 1962) by Central Government after consultation with Government of Kerala. As C&AG remarked that the Kerala State Warehousing Corporation Rules, 1968 also to be amended to that effect, the matter had been taken up with Government of Kerala and it is under process.
3. Government of Kerala had released Rs.1,50,00,000/- as their capital contribution @ Rs.50,00,000/- each for the years 2011-12, 2012-13 and 2017-18 towards their Capital Contribution . As per the stipulation under Chapter III, Clause 19(2) of The Warehousing Corporation Act 1962, Central Warehousing Corporation has subscribed their matching capital contribution of Rs.1,50,00,000/- (Rs.1.50 crore) during May 2022. As per GO (Rt) No.681/AGRI dated 02.09.2021, Government of Kerala released Rs.25,00,000/- (Rs.0.25 crore) as Share Capital Contribution for the year 2021-22 and it was booked under the ledger 'Share Capital Advance from Government'. As part of treasury restrictions, the fund had been resumed by Government on 31st March 2022 and Corporation had requested to get back this fund. When it was resumed, Corporation booked this amount under the ledger 'Receivable from Government'. Then, in the context of not received this resumed fund from GOK till the date of finalization of accounts, as per Board resolution No.3737 dated 02.11.2023, this year's accounts has been finalized after deducting Rs.25,00,000/- from both the ledgers; 'Share Capital Advance' and 'Receivable from Government'. Further, Government of Kerala has released Rs.15,75,000/- as Share Capital advance during this year.
4. In some of the Godowns of Kerala State Warehousing Corporation, storage facilities at rebated rates being provided to State Public Sector Undertakings, viz. Kerala State Civil Supplies Corporation (KSCSC) , Kerala Medical Service Corporation (KMMSCL) and Kerala State Beverages Corporation (KSBC). The approximate amount of rebate given to these Public Sector Undertakings is Rs.4.02 crores during this year.
5. As per the decision of the 282nd Board dated 25.04.2017 and 292nd Board dated 16.07.2018, Corporation has entered into a new venture of leasing vacant land which is not suitable for construction of Godowns to telecom Companies, for the installation of Mobile Towers. Sanction from Government of Kerala and Central Warehousing Corporation had also been obtained vide G.O (Rt) No.865/2017/Agri dated 14.09.2017 and Letter No. CW/967 dated 06.07.2017 respectively. Accordingly, the Letter of Award was issued vide letter No. KSWC/Mktg/M.T/18-19 dated 17.09.2018 to M/s. Reliance Jio Infocom Ltd; awarding 38 locations. As per the agreement dated 08.11.2018, the party had remitted Rs.3,40,50,000/- (Rs.3.405 crores) (excluding GST) as Rent advance for 5 years from 08.11.2018 to 07.11.2023 during November 2018. The rent element pertains to this year amounts to Rs.68,10,000/- is booked under Live and License Fee receipts of the current year. Remaining amount of Rs.41,23,315/- is treated as Advance.
6. a) Government of Kerala had availed Rs.3,87,25,000/- from Government of India during 2001 to 2003 for the construction of godowns in the State under Revamped Public Distribution Scheme, which is a 100% Centrally Sponsored scheme of Government of India. 50% of which was subsidy and balance 50% loan. During previous

years, Corporation had paid Rs.20,75,000.00 to Government of Kerala being repayment of loan and Rs.12,96,875.00 being interest on loan . As per the original terms & conditions prescribed by Government of India, the loan need not be repaid by Corporation and hence this amount of Rs.33,71,875/- is refundable by Government of Kerala is treated as Current Asset. However, equivalent provision towards doubtful debts had also been made during 2011-12 as its receipt is not confirm.

Under this Scheme, State Government had entrusted the construction of godowns with Kerala State Warehousing Corporation in the land owned by the Corporation and the fund was given to Corporation. The balance amount of this assistance as on 31.03.2023 is Rs.2,68,34,277.00 after adjusting depreciation for the year Rs.5,65,720.00 .

b) Government of Kerala had provided Rs.25 lakhs as assistance to KSWC during the year 2008 for the development of infrastructure facilities for Warehousing. Fund was completely utilized for the construction of godown at North Paravoor. The liability is being reduced every year by charging deprecation on this asset. Thus the liability is reduced to Rs.19,61,039/- as at 31st March 2023 after adjusting depreciation for the year Rs.39,491.00.

c) **Rashtriya Krishi Vikas Yojana (RKVY) Scheme-** As per GO (MS) No.57/2019/AD dated 25.03.2019, Government of Kerala has sanctioned a Grant of Rs.65,16,800/- under RKVY Scheme in 2018-19 for setting up of a Scientific Storage and Cold Storage for agriculture produce in Vandanmedu, Idukki District. Corporation has completed the construction of Cold Storage room on 09.07.2020 with a total cost of Rs.44,58,598.00. As part of this scheme installation of lift, DG set, Lab equipment etc. are completed during 2021-22 of Rs.10,82,017/-. The amount of Grant as on 31.03.2023 is Rs.61,80,318.00 after adjusting depreciation for the year Rs.1,62,527.00 .

d) i) Government of Kerala sanctioned Rs.35,00,000/- as assistance for the computerization of the Corporation. Out of which Rs.10,00,000/- received this year. The amount of Grant as on 31.03.2023 is Rs.13,87,360/- after adjusting depreciation of Rs.10,38,111/-.

ii) Government of Kerala sanctioned Rs.6,80,000/- as assistance for the installation of CCTV in Godowns during this year. The outstanding amount of Grant as on 31.03.2023 is Rs.6,78,584/- after the depreciation amount of Rs.1416/- is adjusted.

e) i) Government of Kerala sanctioned Rs.60,00,000/- as assistance for construction of Godown at Kozhinjampara during the FYs 2020-21 and 2021-22 @ Rs.30,00,000/- each. Outstanding amount of this Grant as on 31.03.2023 is Rs.59,83,625/- after the depreciation amount of Rs.16,375/- is adjusted.

ii) During this Year, Government of Kerala has sanctioned Rs.49,15,000/- as assistance for the construction of Godown at Punalur . The work is in progress.

7. a) **Interest Free Loan from Government of Kerala:-** As per G.O.(Rt) No.204/96/Ad dated 08.02.1996 an interest free loan of Rs.50,00,000/- (Rs.Fifty Lakhs) was sanctioned by Government of Kerala for meeting cost incurred in connection with the Acquisition of land at Muvattupuzha. The loan had to be repaid in 5 equal installments within two and half years, commencing from 01.04.2011 as intimated vide letter dated 23.06.2011 of Government of Kerala. Since the loan is not repaid Rs.50.00 lakhs stands as overdue since 2014.

b) **Working Capital Loan from Government of Kerala:-** Government of Kerala had sanctioned Rs.5,00,00,000/-(Rs. 5.00 Crores) as Working Capital Loan to Kerala State Warehousing Corporation vide G.O.(MS) No.75/13/AD Dated 25.03.2013 to meet various statutory liabilities and settle various pending court cases. Corporation has received the Loan on 27.04.2013.The rate of Interest is 13.5% per annum.

As per the sanction letter, the Loan shall be repaid in 20 equal quarterly installments along with interest and the repayment of Loan shall commence on the first anniversary of the drawal of the loan. The Loan amount of Rs.5,00,00,000/- Crore was stands as overdue since 2019. The Board of Directors of the Corporation in its 299th meeting held on 24.02.2020 had resolved to repay the Working Capital loan by quarterly instalments as per the availability of fund. Accordingly, Corporation has started repayment during March 2020 and total amount repaid as on 31.03.2023 is Rs.3,00,00,000/- and outstanding amount of loan and interest as on 31.03.2023 is Rs.2,00,00,000/- and Rs.6,04,07,877/- respectively.

As per the general instructions in the sanction letter regarding repayment of principal and interest, penal

interest not less than 2.5% above the normal rate of interest shall be levied in the event of default in repayment of installments and /or interest. Corporation has requested Government of Kerala for the waiver of the interest and penal interest considering the fact that KSWC is allotting godowns at the discounted rates to the State Public Sector Undertakings. Government has not rejected this proposal and it is now under process. Hence, penal interest is not provided this year also. If it is claimed in future, that will be accounted on cash basis.

c) Loan from Government of Kerala under NABARD RIDF Scheme :-Government of Kerala has accorded administrative sanction vide G.O.(Rt) No.618/2012/AD dated 17.03.2012 to Kerala State Warehousing Corporation for the construction of 80 (Eighty) Warehousing Projects under NABARD Rural Infrastructure Development Fund (RIDF) XVII for a total financial outlay of Rs.119.44 Crores. The total amount of loan availed as on 31.03.2023 is Rs.32,89,47,000/- as follows:

i) Government had sanctioned an amount of Rs.22.6685 Crores as Start up Advance vide G.O. (Rt) No.1301/2012/AD dated 22.06.2012. As per G.O. (MS) No.239/2012/AD dated 17.10.2012, the Corporation received an amount of Rs.11,33,00,000/- (being 50% of startup advance) at an interest rate of 7.5% per annum from the Government Contingency Fund.

The loan amount of Rs.11,33,00,000/- (Rs.11.33 Crore) stands as overdue since 2019. Corporation has started repayment of the loan by equal quarterly instalments of Rs.30,00,000/- since March 2020. Accordingly, Corporation has repaid Rs.3,30,00,000/-/(Rs.3.30 Crore) to Government of Kerala up to January 2024.

ii) As per G.O.(Rt) No. 1349/14/AW dated 02.08.2014, the Corporation received an amount of Rs.8,02,26,000/- at an interest rate of Rs.7.5% per annum as second allotment from the Government on 19.12.2014. The above loan to be repaid in five installments commencing from 01.11.2017 as per the terms of G.O. This loan stands as overdue since 2022.

iii) As per G.O.(Rt) No. 1883/2015/AD dated 11.11.2015, the Corporation received an amount of Rs.5,00,00,000/- (Rs.5 Crore) at an interest rate of 7.5% per annum as third allotment from the Government on 17.12.2015. This loan stands as overdue since 2023.

iv) As per G.O. (Rt) No.79/2017/Agri dated 28.01.2017, Corporation received an amount of Rs.50,70,000/- at an interest rate of 5.25% per annum as forth allotment on 05.02.2017.

v) As per G.O. (Rt) No.556/2017/AGRI dated 29.05.2017, Corporation received an amount of Rs.1,31,59,000/- bearing interest @ 5.25% per annum as fifth allotment on 22.06.2017.

vi) As per G.O (Rt) No.869/2017/AGRI dated 14.09.2017, Corporation received an amount of Rs.6,26,60,000/- bearing interest @ 4.75% per annum as sixth allotment on 25.10.2017.

vii) As per G.O (Rt) No.667/2019/AGRI dated 20.07.2019, Corporation received an amount of Rs.45,32,000/- bearing interest @ 4.50% per annum as Seventh allotment on 29.02.2020.

These loans are repayable in 7 years with grace period of 2 years i.e. the loan should be repaid in 5 equal annual installments after a grace period of 2 years. In the sanction letter, it is stated that penal interest @ 2.5% per annum shall be charged in addition to the normal rate of interest, in case of default. As KSWC is allotting Godowns to other State Public Sector undertakings at subsidized rates; Corporation has requested Government of Kerala to exclude the penal interest clause. Government has not rejected this proposal. Hence no provision is made for penal interest on NABARD Loan this year also as has been done in pre-years. If it is claimed, that will be accounted on actual payment basis.

The above loan amount was utilized for both construction of New Godowns/renovation and Repair & Maintenances. The interest amount pertaining to construction of New Godowns/renovation has been capitalized in proportionate manner based on total amount utilized from the loan as on 31.03.2023.

d) Loan from Government of Kerala under NABARD WIF Scheme:-Government of Kerala has issued Administrative sanction vide G.O. (Rt) No.997/2019/AGRI dated 26.10.2019 and G.O (Rt) No.216/2019/AGRI dated 02.03.2019 for Rs.11,75,00,000/-/(Rs.1175 lakhs) and Rs.13,30,50,000/- (Rs.1330.50 lakhs) respectively for the Construction of 8 numbers of Multistoried/Single storied Warehouses at Muthalamada, North Paravur, Punalur, Kozhinjampara, Mavelikkara, Harippad,

Thalasserry and Sasthamkotta (lease land) with a total financial outlay of Rs.25,05,50,000/-(Rs.2505.50 lakh) . Proposed capacity addition under this Scheme is 17455 MTs. The total loan amount availed as on 31.03.2023 is Rs.9,00,04,000/- The interest rate varies from 2.75% to 5%. The loan is repayable in 7 years with grace period of 2 years. . The godowns which were constructed by availing loans are being provided to Public Sector Undertakings at subsidized rents. Hence, Corporation had requested Government of Kerala to exclude the penal interest clause of NABARD loans and the Government has not rejected this request. Hence no provision is made for penal interest on NABARD WIF Loan also. If it is claimed in future, that will be accounted on actual payment basis.

8. Provision for rent arrears' amounting to Rs.52,67,396/- which is grouped under other liabilities is the demand for enhancement of rent for PWD godown hired by Corporation for the period from 1-8-1982 to 31-3-2023. Corporation had not paid the amount but liabilities in this regard being provided since 1995-96.
9. Corporation had entered into an agreement with Alappuzha Coir Cluster Development Society (ACCDS) on 11th day of March 2008 for providing consultancy services for the construction of their Business Development Centre at Thiruvizha and Factory Building and Allied works at Pallipuram. For that Deposit Works, ACCDS had deposited an amount of Rs.4,19,68,944/- with Corporation during the period from 2008 to 2012. The Projects were completed during 2012. As per the records, Corporation had accounted an amount of Rs.10,87,642/- as Interest for ACCDS deposits for the project period. After adjusting final installment of centage charge and excess amount spent by Corporation for the said Projects; balance amount of Rs.6,33,248.85/- shown as liability. But ACCDS has not agreed the interest amount which is calculated by the Corporation and in turn they have put forth a claim for higher interest and approached the Court and the case was decided in favor of the Corporation, against which an appeal has been filed by them is now pending before the District Court, Alappuzha.
10. a) Corporation was appointed by Government of Kerala as the Nodal Agency for distribution of imported cement to actual users on behalf of State Trading Corporation during the period from 1983-84 to 1987-88. Accordingly, KSWC made newspaper advertisements and collected applications from actual users of cement along with approved plan and estimates. After consolidating all those applications, the required quantity of cement was intimated to STC and they have imported cement and distributed through KSWC.
Corporation was of the view that , since no sale was involved the transactions would not attract sales tax. But as per Sales Tax assessment orders issued during 2002 the total sales tax liability with interest for the above years comes to Rs.9,51,00,000/-. Corporation had worked out the disputed tax liability as Rs.3,71,50,332/- and the liability for the same provided under suspense tax account and it is grouped under 'Provision for Taxes'. The balance disputed tax liability (including interest) amounts Rs.5,79,49,668/-, is treated as Contingent Liability. Further the advance sales tax paid Rs.1,72,47,293.54 is grouped under 'Current Assets Loans and Advances'. This issue is now pending before the High Power Committee of Government of Kerala for disposal, and hence did not make provision for the interest portion.
- b) Sales tax assessments of the Corporation up to 2004-05 are over. The assessment pertaining to 1987-88 to 1990-91 and for 1997-98 are under dispute and at various stages of appeal.
11. Dividend Payable to Government of Kerala from 1982-83 to 1987-88 & 1996-97 to 2001-02 is Rs. 85,66,728/- had been provided in the Accounts during the respective previous years. Considering the financial stringencies of the Corporation during the period from 2002-03 onwards, Government of Kerala has not claimed the amount.
12. Corporation was running in huge loss from FY 2002-03 to 2016-17. The figure of accumulated loss as on 31.03.2023 is Rs.11,05,68,159.76 . Since the financial status of the Corporation is not sound, provision for dividend is not created during this year also.
13. Employee Benefits:-
 - A. Defined Benefit Plans
Description of the Corporation's defined benefit plan.
 - a) Gratuity Scheme: -
Corporation is having a Group Gratuity Cash Accumulation Scheme with LIC of India for the payment of Gratuity to its employees on superannuation. The annual premium for the renewal of the policy is worked out by LIC on the basis of the pay scale of each employee as on 1st March at the existing rates of DA. Gratuity is worked out as ½

months emoluments for every completed year of service. Here the month means 26 days i.e. excluding the Sundays in a month. The scheme provides for a lump sum payment to vested employees on retirement/ death. Vesting occurs upon completion of five years of service.

The Gratuity Scheme is governed by Group Gratuity Cum Life Assurance Scheme Rules of Kerala State Warehousing Corporation. As per the Rule, the benefits payable under this Scheme is limited to "Fifteen days salary of the member as on the date of retirement or death, as the case may be, for each year of service subject to a maximum of 20 months' salary".

The Corporation had made actuarial valuation of Employee Benefits as specified in Accounting Standard 15 in the case of Gratuity.

i. Reconciliation of changes in the Present value of benefit obligation: (Amount in Rupees)

Particulars	FY:2022-23	FY:2021-22
Present Value of the benefit obligation on 1st April	7,07,37,714	8,02,22,693
Current Service Cost	44,27,391	44,30,969
Interest Cost	49,31,049	49,19,045
Benefit Paid	27,68,006	(1,84,81,600)
Actuarial (Gain) / Loss (Balancing Fig)	27,34,804	(3,53,393)
Present Value of the benefit Obligations on 31st March	7,45,93,344	7,07,37,714

ii. Reconciliation of Changes in the Fair value of Plan Assets: (Amount in Rupees)

Particulars	FY:2022-23	FY:2021-22
Fair Value of Plan assets as at 1st April	6,05,36,823	7,21,57,878
Expected return on Plan Assets	49,72,426	44,45,596
Contribution	2,15,65,698	24,65,885
Benefits Paid	27,68,006	(1,84,81,600)
Actuarial (Gain) / Loss (Balancing Fig)	1,27,826	(50,937)
Present Value of Plan Assets as at 31st March	8,44,34,767	6,05,36,823

iii. Expenses recognized in Profit and Loss Account: (Amount in Rupees)

Particulars	2022-23	2021-22	2020-21	2019-20	2018-19
Current Service Costs	44,27,391	44,30,969	48,07,857	36,56,775	30,25,739
Interest Costs	49,31,049	49,19,045	36,95,843	32,86,175	43,96,717
Expected Return on Plan Assets	(49,72,426)	(44,45,596)	(45,32,406)	(38,94,944)	(23,77,399)
Net Actuarial (Gain) / Loss	(28,62,630)	(3,02,456)	2,05,94,656	1,30,22,465	24,79,719
Costs of Obligation (in P&L)	15,23,384	46,01,961	2,45,65,950	1,60,70,472	75,24,776

iv. Reconciliation of Net Liability recognized in Balance Sheet: (Amount in Rupees)

Particulars	2022-23	2021-22	2020-21	2019-20	2018-19
Present Value of Obligation as at the end of the year	7,45,93,344	7,07,37,714	8,02,22,693	5,76,54,674	4,83,26,108
Less: Fair Value of Plan assets at the end of the year	8,44,34,767	6,05,36,823	7,21,57,878	6,57,58,321	5,25,68,109
Net Liability / (Asset) recognized in Balance Sheet	98,41,422	(1,02,00,891)	80,64,815	(81,03,647)	(42,42,001)

v. Principal Actuarial Assumptions:

Method Used	Projected Unit Credit Method
Discount Rate	7.29%
Rate of Escalation on Salary	5.00%
Expected return on assets	7.11%
Attrition Rate	5.00%

b) Leave Encashment:-

The Corporation provides for Earned Leave Benefit to the employees of the Corporation which accrue annually at 33 days i.e. one earned leave for every 11 days worked. 30 days Earned Leave is en-cashable every year end and maximum 300 days at the time of superannuation. The liability for the same is recognized on the basis of Actuarial Valuation.

The Corporation had made actuarial valuation of Employee Benefits as specified in Accounting Standard 15 in the case of Leave Surrender.

i. Reconciliation of changes in the Present value of obligation: (Amount in Rupees)

Particulars	FY:2022-23	FY:2021-22
Present Value of the obligation on 1st April	3,29,86,168	3,00,91,562
Employer expense	15,79,387	1,23,89,762
Benefit Paid	15,10,686	94,95,156
Present Value of the Obligations on 31st March	3,30,54,869	3,29,86,168

ii. Reconciliation of Changes in the Fair value of Plan Assets: (Amount in Rupees)

Particulars	FY:2022-23	FY:2021-22
Fair Value of Plan assets as at 1st April	0.00	0.00
Expected return on Plan Assets	0.00	0.00
Contribution	0.00	0.00
Benefits Paid	0.00	0.00
Actuarial (Gain) / Loss (Balancing Fig)	0.00	0.00
Present Value of Plan Assets as at 31st March	0.00	0.00

iii. Expenses recognized in Profit and Loss Account of leave: (Amount in Rupees)

Particulars	2022-23	2021-22	2020-21	2019-20	2018-19
Current Service Costs	–	55,47,629	36,98,289	26,41,635	16,80,705
Interest Costs/Benefits paid	15,10,686	17,56,338	13,29,715	14,33,057	20,44,807
Net Actuarial (Gain/Loss)/ Net increase in liability over the valuation period	68,701	50,85,794	68,13,719	(5,37,315)	(17,37,196)
Costs of Obligation (in P&L)	15,79,387	1,23,89,762	1,18,41,723	35,37,377	19,88,316

iv. Reconciliation of Net Liability recognized in Balance Sheet of leave: (Amount in Rupees)

Particulars	2022-23	2021-22	2020-21	2019-20	2018-19
Present Value of Obligation as at the end of the year	3,30,54,869	3,29,86,168	3,00,91,562	2,08,59,412	2,10,74,362
Less: Fair Value of Plan assets at the end of the year	0.00	0.00	0.00	0.00	0.00
Past Service Costs	0.00	0.00	0.00	0.00	0.00
Net Liability in Balance Sheet	3,30,54,869	3,29,86,168	3,00,91,562	2,08,59,412	2,10,74,362

v. Principal Actuarial Assumptions of leave:

Method Used	Projected Unit Credit Method
Discount Rate	7.29%
Rate of Escalation on Salary	5.00%
Attrition Rate	5.00%

B. Defined Contribution Pension Plan.

Corporation had introduced a pension scheme for the employees who retired from service on or after 01-02-1996 in lieu of CPF with the approval of the State Government. Corporation is required to contribute amount @12% of Basic Pay + DA to the Pension Fund.

Pension is being calculated based on the pre-revised scale of pay. Some employees challenged this method of pension calculation before the Hon'ble High Court and filed an SLP vide No.3679-3680/2017 in Supreme Court. The Hon'ble Supreme Court vide its Order dated 14/11/2017 stated that "pension may be calculated in accordance with the rules as per applicable pay scales at the relevant time".

Then the pensioners again approached Hon'ble High Court seeking direction to the Kerala State Warehousing Corporation Pension Trust and Kerala State Warehousing Corporation to refix the pensionary benefits due to them taking into account the last drawn salary as on the date of their retirement. The Hon'ble Court Ordered that the petitioners would be eligible for pension at the revised rate subject to the ceiling of Rs.3,650/- with eligible dearness relief for a period up to 12.04.2018. Corporation filed appeal against this Order. Meanwhile, some pensioners again filed a Direction Petition, M.A No-40-41/2019 in Hon'ble Supreme Court for Clarification of the Order SLP No.3679-3680/2017. The same was dismissed by the Hon'ble Supreme Court on 20/01/2020. Four Writ Appeals filed by KSWC Pension Trust and KSWC Pensions Association are pending before the Hon'ble Division Bench of High Court of Kerala.

Due to insufficient fund in the Trust, Pension revision is not yet implemented. Further, it is also provided in the Pension Regulation 3 (2) (a), that "no further contribution shall be made by the Corporation, except as provided in the regulation, for any reason whatsoever and it shall be the duty of the Trust Committee to keep the fund financially sound". Hence, the financial commitment which would have been arise for implementing Pension Revision is not considered as a Contingent Liability.

14. Provisions created during 31.03.2023 in respect of employees are:-

(Amount in Rupees)

Sl. No.	Particulars	FY:2022-23	FY:2021-22
1	Employers Contribution payable to KSWC Employees Pension & Other Retirement Benefits Fund due to 11 th Pay revision. (Refer Note A below).	12,60,000.00	64,95,036.00
2	Terminal Leave Surrender Allowance difference amount payable to retired employees due to 10 th pay revision (Refer Note B below)	0	17,13,115.00
3	Group Gratuity difference amount payable to retired employees due to 10 th Pay revision. (Refer Note C below)	0	1,41,78,568.49

Note A. Employers Contribution of Rs.12,60,000.00 is payable to KSWC Employees Pension & Other Retirement Benefits Fund due to the implementation of 11th Pay revision with effect from 01.09.2022. Hence, the amount is shown under "Outstanding expenses-Other Liabilities"- Schedule B.

Note B. The Terminal Surrender difference amount payable to retired employees due to 11th Pay revision is not provided as Government sanction is not obtained.

Note C. The Group Gratuity difference amount payable to retired employees due to 11th Pay revision is not provided as Government sanction is not obtained.

15. The Board of Directors in its 290th Meeting held on 24.03.2018 had decided to regularize the service of Class IV Grade II employees appointed during 2009 with all withheld service benefits like increment, promotion etc. retrospectively from February 2014. However, decision of the Hon'ble High Court of Kerala in WPC No. 10791/2013 regarding the same is still pending. AG qualified that the establishment charges payable Rs.64,53,656/- includes the promotion and increment arrears payable to Class IV employees ignoring the directions contained in the G.O. (P) No. 515/07/Fin dated 19th October 2007. Complying the audit remarks of FY 2017-18, the matter had since then been taken up with Government of Kerala vide letter No.KSWC/EST/Class IV/2019-20 dated 23.10.2019. Since no response was received from Government of Kerala, the excess provided amount of Rs.31,71,071/- was written back during 2020-21 and the excess amount paid has been recovered from pay revision arrears of the employees concerned during this year.

16. a) Government of Kerala had entrusted the work of construction of Modern Rice Mills at Alathur and Thakazhy with KSWC during the year 2000 and had sanctioned Rs.1,01,96,284/- during the year 2000-01. Corporation had utilized Rs.1,25,17,353.48 in this project till 31.03.2006. The balance amount for the completion of the project had not been received from Government. In that context, in order to recoup the excess amount spent by Corporation from its own resources, share capital advance of Rs.25 Lakhs received from Government of Kerala during 1999-00 was adjusted as Grant during 2004. Ratification from Government for this adjustment is not received but had directed Corporation to refund Rs.25,00,000/- to Government.

b) Then, Government of Kerala had released Rs.2,50,00,000/- to resume the construction of Rice Mills at Alathur and Thakazhy on condition that the Mill should be run by Kerala State Warehousing Corporation on its completion. On getting the funds released, Corporation had restarted the construction work at Alathur and the milling unit was inaugurated on 01.01.2008. After the erection of other machineries like par boiling unit and boiler, the mill was fully commissioned on 27.11.2008. As decided by the Board of the Corporation, since the Government has not agreed to sign MOU for making good the loss if any on account of the running of the Mills and as necessary working capital has not been provided by Government, the running expense is being met from the amount received from Government. The net working result of the Mill has adjusted under the head Construction of MRM (WIP) on the Asset side of the Balance Sheet, that is Rs. Rs.3,62,45,043.25 and total fund received for the MRM Projects amounting to Rs.3,76,96,284/- shown in liability side of the Balance Sheet.

c) Corporation had sought clarification regarding ownership of Modern Rice Mills (MRM) from The Director of Agriculture, Government of Kerala. As per the direction from Hon. Minister for Agriculture (Minutes dated

07.03.2018), the mill at Alathur was temporarily handed over to Oil Palm India Ltd. from 20.09.2018, for operating the Mill for one year. However, Oil Palm India Ltd.; had not signed the MOU. Electricity charges incurred during the period in which the Mill was operated by Oil Palm India Ltd.; was paid by them except for the months of August and September 2019. Hence, considering the good relationship with Oil Palm, Corporation had paid the electricity charges for the two months amounting to Rs.87,065/-. Then in the 298th Board convened on 14.11.2019 vide resolution No.3509 has ratified this payment. Corporation has not received any income during the period in which the Mill was operated by Oil Palm India Limited. Presently the mill is not operated by Oil Palm. As per the direction of Board a technical evaluation through the experts in Kerala Agriculture University was conducted and in the Technical evaluation and assessment of present value of MRM, Alathur submitted by the Associate Director of Research (Agri.Engineering) Kerala Agricultural University, Vellanikkara, Thrissur, it was inferred that the rice mill and the machinery has to be retained within the Government sector. If that is not an optable decision, the mill may be leased out to NGO's/Co-operative societies. If both the options are not viable, the mill may be leased out to private sector players in order to ensure the utilization of potential of the mill and for generation steady revenue to Kerala state warehousing Corporation.

These matters were taken up with the Principal Secretary to Government during June 2021 vide letter dated 28.06.2021 requesting sanction for leasing out the Mill to NGO's/ Co – operative societies and awaiting reply therefrom. In the meanwhile we have invited Expression of Interest (EOI) from external agencies during the month of July 2023 for renovating and running the Rice Mill and we have received some favorable responses and the same is under process.

17. State Government had entrusted the Corporation as an agency for the implementation of the scheme of spraying on coconut trees against the attack of Eriophyid mite. The scheme includes spraying with bio pesticides and application of a mixture of manures on coconut trees utilizing the Central assistance and by collecting a nominal amount from the farmers. For the preparation of fertilizer kits Corporation had procured Urea for Rs.93,31,125/- utilizing the fund provided by the Government. Since required funds were not released from Government of Kerala, the scheme could not be implemented. The stock of fertilizer was subsequently disposed off at a lower rate for an amount of Rs.72,23,380/- by 2008-09. As per the Balance sheet; liability Booked is Rs.74,16,768/- . The additional amount claimed by GOK than the liability already booked by Corporation amounts to Rs.19,14,357/- (Rs.93,31,125/- - Rs.74,16,768/-) is shown under 'Claims not acknowledged as debt'(note no.19(ii)).

Then, after adjusting notional storage charge of Rs.22,50,090/- the amount payable to Government is re-calculated as Rs.51,66,678/-. Government had earlier admitted the refundable amount as Rs.51,66,678/- but later it was directed to refund the entire amount of Rs.93,31,125/-. As per the decision of the 297th Board Meeting dated 29.07.2019 vide resolution No.3498 Corporation has refunded Rs.51,66,678/- to Government of Kerala.

Government of Kerala directed Corporation to recover the loss on sale of urea amounting Rs.21,07,835/- from the former employees of the Corporation based on PAC recommendations. As directed, Corporation has sent notices for recovery of the loss from the former Managing Director and retired officials of the Corporation connected with the purchase and sale of urea during 2004-05. The 294th Board considered matter and directed the MD to place the matter before the EC. The 228th Executive Committee Meeting considered the matter and directed MD to write to Government recommending to take action against the officers responsible for the loss. Then the 300th Board Meeting dated 11.08.2020 vide resolution No.3583 had resolved to appoint an advocate for inquire. Accordingly Adv.Sri.Sivaji.B.S has submitted his report and this report was placed before the 310th Board Meeting held on 06.02.22 and the Board accorded sanction to write to Govt. Accordingly Corporation has sent letter dated 21.03.23 to the Govt. with all details along with the enquiry report and now the matter is pending with the Government.

18. Extra expenditure including demurrage incurred by the Corporation due to deserting of the transportation work by the Transport Contractor (K.K.Transport) during its execution amounting to Rs.17,21,342/- had been debited

to the Profit and Loss Account for the year 1994-95 and 1995-96. The Corporation holds Rs.1,00,000/- as security deposit and Rs.4,06,538/- is payable to the contractor. Suit was filed to recover the balance amount of Rs.12,14,804/- from the contractor. Mean while the contractor also had filed a suit to realize the security amount and balance bill amount from the Corporation. The suit was allowed partly in the lower Court. As per the decree, Corporation has to release the amount of Rs 2,07,651/- to the Contractor after adjusting Rs.2,98,887/- towards its damages. The said amount plus interest @12% is to be paid to the Contractor. Corporation has filed appeal against the decree and hence no adjustments are made in the accounts.

19. Claims not acknowledged as Debt:-

i) Amount claimed by Government of Kerala as refund of Share Capital[Ref. Note:16(a)]	:-	25,00,000.00
ii) Additional claim made by Government of Kerala against Amount received from GOK For supply of Fertilizer Kit [Ref.Note:17]	:-	19,14,357.00

20. Contingent Liabilities as on 31.03.2023 are:-

i) Sales Tax Liability with interest (Note:10(a))	:-	5,79,49,668.00
ii) Amount Payable to Contractor (Ref. Note:18)	:-	2,07,651.00
iii) Estimated amount of contracts remaining to be executed but not provided.	:-	43,97,643.00

21. Corporation opted for Subka Vishwas (Legacy Dispute Resolution) Scheme, 2019 (SVLDR) for the settlement of the case of Rs.21,15,610/- was imposed as penalty (vide SCN 70/2017) by Addl. Commissioner of Central Excise & Customs for availing ineligible Cenvat Credit on Works Contract Services. This case was adjudicated in favor of the Corporation vide Order in appeal No.COC-EXCUS-000-APP-184-2022 dated 18.05.2022.

22. Corporation's various income tax appeals against the assessment orders issued by disallowing the delayed remittances of employees contributions to Employees Provident Fund Trust in respect of previous years are pending at various stages of appeal. Corporation had filed Special Leave Petition (Case No.25483/2019) before the Hon.Supreme Court against the impugned final judgment and Order dated 11.07.2019 in ITA No.144/2019 passed by the Hon. High Court of Kerala related to AY 2010-11 and the case is adjudicated in favour of IT department and against which the review petition filed by the Corporation was not considered and dismissed vide order dated 03.04.2024. Hence, an amount of Rs.39,69,628/- booked as receivable from IT department is reversed and adjusted to prior year expenditure during this year.

23. Based on the income tax refund intimation orders of FYs 2020-21 and 2021-22 dated 04.10.2022 and 04.11.2022 respectively, these year's taxes are adjusted during the current year as detailed in Annexure VII.

24. Corporation carried out the consultancy work of KVIC (Khadi and Village Industries Commission) for the renovation of their CSP (Central sliver Plants) at Kuttur, Thrissur District during this year with 15% Centage Charge on actual project expenditure excluding reimbursement of TA &DA of Corporation staffs for field visits, advertisement charges, quality testing charges etc. As per the MOU , KVIC released Rs.84,71,584/-. After adjusting this year's project expenditure of Rs.29,50,722/- balance fund of Rs.55,20,862/- has been recorded under other liabilities(Annexure IV).

25. In connection with the flood disaster occurred during 2018 and 2019, stocks in State Warehouse Pala and Chalakudy belongs to KSCSC, Shivashakthi Dall Industries, Falcon Agro Foods, MJ Traders, IFFCO and NAFED had been damaged. Subsequently, Corporation had submitted a claim of Rs.2,60,39,657/- to Kerala State Insurance Department. KSID vide their letter KSID/F1/T001812940 dated 06.03.2019 had admitted the claim only up to Rs.1,08,880/- . Hence Corporation filed an appeal before the Principal Secretary, Finance Department, Government of Kerala to get the damages completely and which is now under process. Hence, Rs.2,60,39,657/- is shown under outstanding liabilities and at the same time it is shown as receivable from KSID.

26. As per the Resolution number 3571(A) of the 300th Board Meeting convened on 11.08.2020, Board authorized Managing Director to file Appeal before the Regional Joint Labour Commissioner to defend Corporation from a huge financial liability of claiming gratuity for the period in which the employees worked on daily wages in the Corporation. Accordingly Corporation has filed appeal petitions before the Regional Joint Labour Commissioner on G.C No.95/2018 and 341/2018.

Further, complying the Board decision No.3571(B) dated 11.08.2020, Corporation has filed appeal petition before the Regional Joint Labour Commissioner on the Order of Deputy Labour Commissioner (C/345/2018) for the payment of interest for the delayed payment of gratuity in respect of Sri. V.C. Lalgı.

Moreover, Government of Kerala directed Corporation vide letter No.AGRI-PU2/34/2021-AGRI dated 17.08.2021 to file appeal before the Hon. High Court for obtaining favourable orders, if necessary.

27. a) For the work of Cochin Metro, 1.31 ares of land in Sy.No.1317/1-8 of State Warehouse Thripunithura was acquired and awarded Rs.90,78,854/- to Corporation vide Award No.49/17 of LAC No.36/17 dated 27.01.2018 of Land Acquisition Officer, Office of the Special Tahsildar(LA) NH No.III, Vyttila. Corporation has filed an appeal for enhanced compensation before the LA Authorities, which is pending.
- b) Further, Kochi Metro Rail Project had acquired 0.0100 hectares of land in Sy. No.1317/1-15 in Poonithura Village by Special Tahsildar, Kakkanad and awarded Rs.81,35,043/- vide order dated 30.08.2019. The appeal filed by Corporation for an enhanced compensation is also pending.
28. As part of four lining of NH 17(New 66) the Special Tahsildar, Kasargod had acquired 69 sq.meteres of land in RS No.545/2 in Kanhangad Village and awarded Rs.11,36,688/-. Corporation has filed appeal for an enhanced compensation and which is pending.
29. With respect to the deposit of latex in Ponkunnam Warehouse, a vigilance case was registered on 27.04.2011 (No.02/11/ERK) at Vigilance & Anti-Corruption Bureau, Kottayam against the then Senior Assistant Manager Smt. Lalithakumari, Sri. Kuruvila K Thomas, the then MD of KRS Latex (P) Ltd; and the case is going on. Therefore no income has been accounted (since 2013-14) as due from M/s. KRS Latex Pvt. Ltd.; and an amount of Rs.23,53,276/- has been created as provision for the Income from Warehousing Charge accounted till 2012-13.
30. Sri. K.V. Kumaran, former Deputy Manager of the Corporation was dismissed from the service of the Corporation in connection with the misappropriation of money and irregularities in Mite Spraying Work executed by him. Corporation had ordered to recover the pecuniary loss sustained to the Corporation from him. He has challenged this order before the Hon.High Court in WP(C) No.22201/2011. This petition is dismissed as infructuous vide judgment dated 17.02.2023.
31. M/s. Unicorp International Limited had imported 20 containers (4352 bags) Raw Cashew through M/s. JN Freight, Customs House Agent, at Container Freight Station, (CFS) Petta during 14.06.2006 to 04.07.2006. Out of which, the un-lifted 3434 bags were auctioned by Corporation during 2010. Regarding the Loss incurred in connection with sale of un-lifted imported cashew at CFS Petta, the vigilance enquiry finalized in the matter and reported that there is no lapses found on the part of accused employees of the Corporation in discharging their duties. Further, Government of Kerala directed Corporation vide File No.Agri-PU2/84/2018 dated 14.5.2018, to ascertain the actual loss by engaging a Government agency, and the same is under process with the Government (Finance Inspection Wing). Hence, the loss is yet to be quantified.
32. The Tahsildar, Karthikapally Taluk, Haripad vide letter No.F2-5383/2017 dated 05.05.2017 informed that out of 1.0010 Hectres (247.250) of land held by the Corporation, (as per Resurvey 659/12), 3.24 Ares of land does not belong to the Corporation. This matter had been taken up with revenue authorities and which is pending.
33. As per the letter No.LRB/1/316/2017 dated 15.05.2017 of District Survey Superintendent of Thrissur, a shortage of 0.0726 Hectre was noticed in the land owned by the Corporation in Thalapilly in Wadakkancherry. Corporation has filed a Civil suit against the Railway authorities and which is pending.

34. Government of Kerala have allotted following revenue lands on lease basis to Corporation.

Location	Area in Ares (Cents)	Government Order	Village/Survey Number	Basic Lease rent fixed as per GO	Terms of Lease
Ernakulam	5.62 (13.88)	L5-19366/96(1) dated 06.02.2021	Elamkulam /341/3	29,4533	months (applied for further extension)
Perumbavoor	36.41 (89.90)	GO(Ms) No.244/2020 /Rev dated 12.10.2020	Kunnathunadu /175/4	3,60,459	30 Years
Konni (Pathanamthitta)	61.02 (150)	G.O(Ms) No.22/2020/ RD dated 09.01.2020	Airavan/120/2	35,440	12 Years
Sasthamkotta (Kollam)	40.47 (99.96)	GO(Rt) No.348/2017/ Rev dated 17.10.2017	Sasthamkotta/12/1	42,340	30 Years
Ambalavayal (Wayanad)	37.96(93.8)	GO(RT) No.309/2020 dated TVM dt.29.12.20	Ambalavayal /215/ 1A1A1	2,14,960	30 Years
Periya (Kasargod)	26 (64.22)	GO(Ms) No.298/2020/ Rev. dt.22.12.2020	Periya/215/1	93,184	30 Years
Peermedu	70.60 (174.38)	GO(Ms) No.115/2021/ Rev. dated 17.06.2021	Peermedu/1213/	1,25,000	30 Years

Out of the above lease lands Godown Construction has been started in Sasthamkotta land under NABARD WIF Scheme. The lease rent for the above lands shall be payable by the Corporation as per the prevailing market value.

35. As per the Board decision and approval from Government of Kerala, Corporation had taken a dealership of M/s. Malabar Cements Ltd.; during 2015, on an experimental basis. As part of this, Malabar Cement was traded through our various warehouses. While trading the Malabar Cement at State Warehouses Nileswar and Padanakad; Sri. K. Prakashan who was holding the charge of the said Warehouses had committed serious lapses and delinquencies. After having conducted a preliminary enquiry, Corporation had issued order vide proceedings of the Managing Director No. KSWC/Admn/DA-205/2016-17 dated 30.12.2016 to withheld an amount of Rs.6,22,125/- towards the cost of 1579 bags of cement till the realization of the said amount from the parties concerned. He was also directed to remit the said amount within the stipulated period of three months; otherwise the amount will be recovered with interest. Further it was held that he is also responsible for the loss sustained to the Corporation due to the improper storage of Cement at State Warehouse Nileswar. His suspension Period was treated as eligible leave in his credit. As the actual loss suffered by the Corporation in this regard is yet to be quantified the retirement benefits of Sri. K.Prakashan amounting to Rs.8,07,369/- is withheld and adjusted against the pecuniary loss .
36. Government had acquired 43 cents of land for and on behalf of KSWC at Payyannur. Now the landlord has filed LAR No.35/2013 before the Hon'ble Sub Court at Payyannur for enhanced compensation @ Rs. 3 Lakh per cent. The case is now under the consideration of Sub Court Payyannur.
37. The Writ Petition filed by M/s Divine International for the refund of demurrage charge of Rs.7,77,062/- is dismissed by the Hon.High Court in favour of the Corporation vide its Judgment W.P(C) -26832/2013 dated 18.07.2022.

38. Audit Fee & Expenses includes the following:

(Amount in Rupees)

Particulars	FY:2022-23	FY:2021-22
Statutory Audit Fee	2,40,000	2,00,000
PF Trust Fund Audit fee	3,500	3,500
Pension Fund Trust Audit fee	3,500	3,500
Tax Audit fee	30,000	30,000
Goods and Services Tax	49,860	42,660

39. Corporation is holding deposit receipts in the name of contractors endorsed in favour of the Corporation for a sum of Rs.1,39,21,365/- as on 31.03.2023 towards the security for proper execution of works.
40. Corporation is holding Security Deposits and Earnest Money Deposits which were received from various contractors in relation to the contract works carried out by them for the Corporation; of which major portion of deposits relates to financial years 1995-96 to 2014-15. The deposits which stands as unclaimed and unidentified since the past will be adjusted at the earliest after verification.
41. Depreciation on Fixed Assets is provided on Straight-line method based on useful life of the Asset as prescribed in Schedule II of the Companies Act, 2013 w.e.f. 01.04.2014. Useful life of the assets are as follows.

Property, Plant & Equipments	Useful life (in years)	Residual Value (%)
TANGIBLE ASSETS		
Buildings	60	5
Buildings(Lease)	30	5
Rolling Shutters	30	5
Fencing	5	5
Furniture & Fixtures	10	5
Electrical Installation	10	5
Wooden Crates	10	5
Vehicle	8	5
Motor Scooter	10	5
Forklift	15	5
Office Equipment	5	5
CCTV	5	5
Mobile Phone	5	5
Computer	3	5
Servers & Networks	6	5
INTANGIBLE ASSETS		
Software	3	Nil

The useful life of godown constructed in lease lands at Sasthamkotta is restricted to the lease period of 30 years. Corporation has prepared item wise details of all assets including Land and building based on the physical verification report obtained from the Regional Managers. The discrepancies noticed while on reconciling the same with the Consolidated Property, Plant & Equipment Register are under verification.

42. Sundry Debtors, Sundry Creditors, Security Deposit with Customers are subject to confirmation by the Parties concerned. Corporation had sent letter for confirmation of balances of debtors with a condition that the response to be received within 15 days of receipt of the letter; otherwise the balance shown in the books of accounts of the Corporation will be treated as confirmed. Some of the parties had responded and it is under review.
43. Corporation had received Rs.40,00,000/- towards Market Intervention Scheme for Rubber during 2001-2002. Then, Corporation had adjusted Rs.2,58,690/- as rubber subsidy on 2,58,690 kgs @ Rs.1/- procured . Thus, the net amount payable to GOK Rs.37,41,310/- had been included under Sundry Creditors and is being carried forwarded since 2001-02. The related files could not be traced for taking further action.
44. The protest complaint filed by the Corporation before the CJM Court, Ernakulam as CC 23/2016 with respect to the diversion of Gratuity Trust Fund during 2006-07 to 2010-11 is pending.
45. In Container Freight Station, as per Custom Area Regulations 2009, the Customs Cargo Service Provider shall not charge any rent or demurrage on the goods seized or detained or confiscated by the proper officer. Therefore, when the settlement of overdue from a party is turned to litigation, Corporation discontinues further billing to the party and the disputed stock will be withheld until the dues are settled or auctioned.
46. In the absence of virtual certainty about future profit to set off carried forward unabsorbed business loss and depreciation, deferred tax asset in respect of the same has not been recognized.
47. Recovery of advances from the dismissed employees is held up as their appeal is pending at various stages and necessary provision has been made in the accounts.
48. The loss crystallized after domestic enquiry and ordered to be recovered from retired / dismissed employees is not provided for since their appeal is pending at various stages.
49. All known income, expenditure, assets and liabilities relevant to the reporting year, up to the date of finalization of accounts 13-06-2024 is incorporated in the accounts.
50. Corporation follows Indirect Method as per AS-3 for the preparation of Cash Flow Statement.
1. Cash and Cash Equivalents
Cash and cash equivalents consist of Cash, DD and Cheques in Hand and Balances with Bank. Cash and Cash Equivalents included in the cashflow statement comprises the following balance sheet amounts.

Particulars	Balance as on 31.03.2023 (in Rs.)	Balance as on 31.03.2022 (in Rs.)
DD's and Cheques in Hand	0.00	68,099.00
Cash	52,988.10	87,207.10
Cash at bank	2,78,14,753.73	5,05,94,488.70
Cash and cash equivalents as restated	2,78,67,741.83	5,07,49,794.80

51. Corporation deposited funds in treasury and other banks which are subject to approval of the Executive Committee.
52. Fixed deposits with maturity period more than three months have been recorded as Investments.
53. In the event that letters have been received from Civil Supplies Department requesting return of some warehouses built under FBF Scheme, the amount spent by the Corporation for the repairs of these godowns has been booked as receivable from the government in the same way as it was done in previous years.

54. The cost of inventories are assigned by using First-in, First - out (FIFO) method and is valued at Cost Price or Net realizable Value whichever is lower.
55. Based on the supply orders from Krishibhavans and Local bodies, Corporation formulates the rat poison bait named ' Rodofoe' . Only the actual quantity of ingredients required is being purchased to formulate the bait except Bromodialone. The value of stock of Bromadiolone has been brought into accounts.
56. Corporation formulates Rodofoe through hand mixing process with active ingredient as Bromadiolone and other ingredients like Atta, Sugar and Oil. Corporation has applied for the license renewal and which is pending with Government.
57. As per Section 30 of The Warehousing Corporation Act 1962, every Warehousing Corporation shall establish a reserve fund out of its annual net profits. Since Corporation has adjusted entire amount of net profit towards accumulated loss, reserve fund is not created in the reporting year.
58. Out of the total land under the possession of the Corporation at different parts of the State, 16 Acres 26 cents at 13 centres were granted by Government of Kerala under pattayam/conditional pattayam. The control over the land, purpose and right to transfer etc. are restricted and different across such lands.
59. Corporation do not have dues to Micro, Small & Medium Enterprise vendors as on 31st March 2023.
60. As Warehousing service is the major source of income of the Corporation, Management is of the view that the other income sources like Pest Control Activities, Sale of Rat bait, Leave and Licence fee from shopping complexes, Rent from mobile tower company, etc. are not to be considered as reportable segments of the Corporation.
61. As per Corporation's approved storage charge schedule, the customer is liable to pay interest at the rate of 18 per cent on account of delay in payment of warehousing charges. However, interest on delayed settlement is not accounted on accrual basis.

62. Earning Per Share :-

Basic and diluted EPS has been calculated by below by dividing the profit for the year attributable to equity shareholders by the weighted average number of Equity shares outstanding during the year.

Basic & Diluted	Year ended 31-03-2022	Year ended 31-03-2023
Number of Equity shares at the beginning of the year	1150000	1150000
Number of Equity shares at the end of the year	1150000	1450000
Weighted average number of Equity shares outstanding during the year	1150000	1400000
Face Value of each Equity Share (In Rs.)	100	100
Profit after Tax available for Equity shareholders (Amount In Rs.)	2,08,43,681.03	1,88,75,438.93
Earning Per Equity Share – Basic (In Rs.)	18.12	13.48
Earning Per Equity Share – Diluted (In Rs.)	18.12	13.48

Note :- No of Shares outstanding are calculated as under :-

(1150000 fully paid shares * 2/12) plus (1450000 fully paid shares * 10/12)

63. Related Party Transactions.

As per Accounting Standard 18 transactions with the related parties during this year are given below:

Sl. No.	Name of the Related Party	Relationship	Transactions during the reporting year	Amount
1	Sri. P. Muthupandi	Chairman (from 29.12.21)	a) Honorarium paid. b) Official Tour Expense. c) Sitting fee (Board & EC @ Rs.500/- each)	a) 2,20,000 b) 48,254 c) 2,000
2	Dr. James Jacob	Managing Director (on additional charge from 14.03.22 to 16.01.23)	a) Salary and Allowances b) Official Tour Expense	a) Nil b) 68,286
3	Sri. S. Anil Das	Managing Director (from 17.01.23)	a) Salary and Allowances b) Official Tour Expense	a) 1,75,401 b) 11,356
Post Retirement employee benefit trusts				
1	KSWC Employee's Provident Fund Trust			2,70,27,870.00
2	KSWC Employee's Pension Fund Trust			1,58,58,979.07
3	KSWC Employee's Gratuity Fund Trust			2,15,65,697.00

63. Previous year figures have been regrouped/ re-casted wherever necessary

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

FOR M/s. **AYYAR & CHERIAN**

CHARTERED ACCOUNTANTS

FRN: 000284S



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN



VINCENT JOSE ACA
(Partner)
Memb No. 255375

IMPORTANT ACCOUNTING POLICIES

1. Significant Accounting Policies

1.1. Accounting Convention

The financial statements are prepared as per the prescribed Proforma stipulated in Clause 19 of Kerala State Warehousing Corporation Rules, 1968.

1.2. Use Of Estimate:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities, disclosure of contingent liabilities and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialized.

1.3. Revenue Recognition

1. Income is accounted on accrual basis.
2. Storage charges are accounted net of rebate.
3. Interest on income tax refund is accounted on cash basis.

1.4. Government Grants

Grants received from Government in relation to specific property, plant and equipment are treated as a reserve and reduced by charging the depreciation on the specific asset over the useful life of the asset. Based on the direction of C&AG audit this method of accounting depreciation was changed in that the depreciation charged on such assets are treated as expenditure and an equivalent amount is credited to Profit and Loss Account by adjusting the same against the grant.

1.5. Contingent Liability

Contingent liabilities are disclosed when the company has a possible obligation or a present obligation and it is probable that an out flow of resources will be required to settle the obligation. Contingent liabilities include possible losses due to shortage of warehoused goods in excess of permissible limits.

Contingent assets are neither recognized nor disclosed in the accounts.

1.6. Defined Contribution Plans

a) Pension

The Corporation has defined contribution plans for employees towards Pension Fund under which the Corporation pays specified contributions to a separate Trust. The contributions paid/payable to these plans during the period is recognized as an expense in the Profit and Loss Account.

b) Provident Fund

The eligible employees of the Corporation are entitled to receive benefits under the provident fund, a defined contribution plan, in which employees make monthly contributions at a specified percentage of the employees' salary. The contributions as specified under the KSWC Employee Provident Fund Regulation are paid to the provident fund set up as a separate Trust.

1.7. Defined Benefit Plans

a) Gratuity

The net present value of the obligation for gratuity benefits as determined by an annual independent actuarial valuation, using the projected unit credit method, is recognized in the accounts. Actuarial gains and losses are recognized in full in the Profit and Loss Account for the period in which they occur.

Corporation has an insurance scheme with LIC of India for the payment of Gratuity to the retired staff. The annual premium for the policy is worked out by LIC on the basis of the pay scale of each employee as on 1st March.

b) Terminal Surrender:

The Corporation has a scheme for compensation absences/terminal surrender of leaves for employees, the liability of which is determined on the basis of an annual independent actuarial valuation, using the projected unit credit method and is recognized in the accounts. Actuarial gains and losses are recognized in full in the Profit and Loss Account for the period in which they occur.

1.8. Property, Plant and Equipment

1. Property, plant and equipment (other than those which have been revalued) are stated at historical cost. Land/Building costs include preliminary expenses like advertisement charges, inauguration expenses, cost of acquisition including interest, Building tax paid by the Corporation as per Kerala Building Tax Act, etc.
2. Capital work-in-progress comprises of the cost of fixed assets that are not yet ready for their intended use at the reporting date. Direct costs attributable for bringing the assets to its working condition until such assets are ready for use are capitalized.
3. Liability for additional compensation awarded by the Court if any, for the land acquired will be accounted as and when they are crystallized. The interest accrued on additional compensation is treated as revenue expenditure.

1.9. Inventories

Stock of Chemicals and Stationery are valued at Cost price or Net realizable Value whichever is lower. Costs include all direct and indirect expenses incurred to bring the inventories to the present location and condition.

1.10. Borrowing Cost

Borrowing Costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such asset till such time as the asset is ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

1.11. Taxes on income

Deferred tax on account of timing difference between taxable and accounting income is accounted using the tax rates and the tax laws enacted or substantively enacted by the balance sheet date. Deferred tax assets in respect of unabsorbed depreciation or carried forward losses are recognized if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized to the extent there is reasonable certainty of their realization.

1.12. Festival Allowance/Incentive

Festival Allowance/Incentive paid to Staff and Managing Director is accounted on cash basis.

1.13. Recovery from employees

Any amount recoverable from employees involved in defalcation will be accounted on receipt basis.

1.14. Depreciation Policy

Depreciation on Property, plant and equipment is provided on Straight-line method based on useful life of the Asset as prescribed in Schedule II of the Companies Act, 2013 w.e.f. 01.04.2014.

The assets having value up Rs.500/- will be charged to Revenue in the year of acquisition itself. Further, Assets having value more than Rs.500/- and up to Rs.5,000/- will be capitalized and depreciation thereon is charged @100% leaving a nominal value of Rs.1/- for each such asset, in the year of acquisition.

1.15. Policy for creating provision for bad and doubtful debts.

Provision for bad and doubtful debts in respect of the debtor balances remaining unsettled for 3 years will be created in the subsequent financial year.

1.16. Construction Expenses

Establishment expenditure equivalent to 2.5% of the construction expenditure is capitalized by charging the same to the construction cost of various Warehouses and crediting Establishment charges account, in view of the fact that the staffs of the Head Office and Warehouses are spending a portion of their time on works connected with construction.

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 -2024



S ANIL DAS
MANAGING DIRECTOR

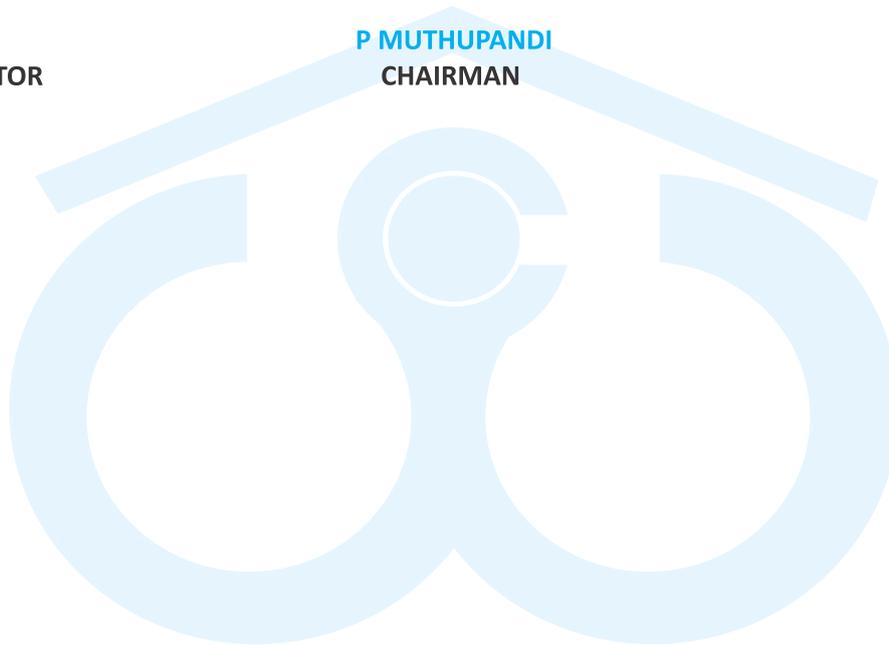


P MUTHUPANDI
CHAIRMAN

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 000284S



VINCENT JOSE ACA
(Partner)
Memb No. 255375



KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - F
OFFICE & ADMINISTRATIVE EXPENSES AT HEAD OFFICE & WAREHOUSES

Figure as at 31.03.2022		PARTICULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
4,52,930.00		Travel Expenses of Officers & Others	8,62,416.00	
1,68,248.12		Group Gratuity Life Cover Premium	1,62,620.74	
6,88,569.00		Vehicle Maintenance	6,86,976.00	
78,100.00		Board Meeting Expenses	2,21,305.00	
77,500.00		Legal Expenses	2,25,696.00	
2,25,313.00		Postage	2,52,460.00	
9,66,822.00		Telephone & Telex	9,55,099.00	
14,06,652.00		Electricity & Water charges	13,79,221.00	
1,72,236.00		Books & Periodicals	1,85,344.00	
2,42,346.00		Entertainment Expenses	3,95,715.00	
1,46,070.00		Land Acquisition (Exp) Parasuram	0.00	
2,660.00		Reimbursement of Official Tour Expenses- chairman	50,878.00	
2,12,588.00		General / Misc. Expenses at HO	1,48,479.00	
34,333.31		Bank Charges	32,783.02	
40,302.00		Conferences & Seminars	12,287.00	
40,230.00		Official tour expenses to MD	79,642.00	
2,000.00		Consultancy Charges	32,730.00	
2,36,396.00		Business Promotion Expenses	4,62,806.00	
0.00		Vehicle Hiring Charges	5,62,858.00	
93,781.00		Work Study (IMG)	93,781.00	
52,87,076.43		TOTAL	68,03,096.76	

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

FOR M/s. **AYYAR & CHERIAN**

CHARTERED ACCOUNTANTS

FRN: 0002845



S ANIL DAS
MANAGING DIRECTOR



P MUTHUPANDI
CHAIRMAN



VINCENT JOSE ACA
(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - G
WAREHOUSES EXPENSES

Figure as at 31.03.2022		PARTICULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
24,83,513.00		Insurance	25,68,685.00	
4,692.00		Bamboo mats, Polythene sheets and Tarpaulin		0.00
15,21,570.00		Restacking, weighing and cleaning	16,87,029.00	
28,136.00		Transport of crates & equipments	28,996.00	
5,22,969.00		Conveyance expenses	5,74,491.00	
56,377.00		Covid - 19 (Rebate)	3,27,687.16	
35,506.00		Self Indemnification Gurarantee Commission	1,74,246.00	
0.00		Kerala Security Force (CFS)	5,78,298.00	
9,80,045.00		Miscellaneous expenses	2,56,942.00	
56,32,808.00		TOTAL	61,96,374.16	

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

FOR M/s. **AYYAR & CHERIAN**
CHARTERED ACCOUNTANTS
FRN: 000284S



S ANIL DAS
MANAGING DIRECTOR



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CHAIRMAN



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(Partner)
Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - H
OTHER RECEIPTS

Figure as at 31.03.2022		PARTCULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
		Agricultural Income	14,450.00	
38,775.00		Less Expenditure	0.00	14,450.00
2,84,300.00		Sale of Tender Forms		1,34,100.00
88,100.00		Application fee for Commerce trainee		0.00
1,50,049.05		Parking fee		1,55,344.00
20,33,537.51		Miscellaneous Receipt		8,15,080.34
0.00		Auction Sale of Trees		1,72,600.00
25,94,761.56		TOTAL		12,91,574.34

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

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KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
SCHEDULE - I
ADJUSTMENT RELATING TO PRIOR YEARS

	PARTICULARS		Figure as at 31.03.2023	
			Rs.	Ps.
INCOME	Excess provision TSLA	2,83,573.00	6,27,009.31	
	Service Tax	3,43,436.31		
	Total	6,27,009.31		
EXPENDITURE	Excess claimed KSCSC TVM	17,24,207.00	75,89,519.50	
	Short Remittance GST	25,876.00		
	Excess claimed Exide Industries	12,53,808.00		
	Excess Provision for Rent	26,049.00		
	Short Prior period expenses	3,60,121.00		
	Short depreciation 2019-20 to 2021-22	46,714.00		
	Short advertisement expns (HO)	9,354.50		
	Short Revenue expns (Attingal)	1,69,160.00		
	Short advertisement expns (Kunnamkulam)	4,473.00		
	excess supervisory charge (Ktym ML Road)	129.00		
	Receivable from IT Dept (Written back)	39,69,628.00		
	Total :	75,89,519.50		
			75,89,519.50	
	Net Expenses to Profit & Loss Account			(69,62,510.19)

Schedules forming part of Accounts

FOR AND ON BEHALF OF THE BOARD,

AS PER OUR REPORT OF EVEN DATE ATTACHED

PLACE : ERNAKULAM

DATE : 13 - 06 -2024

FOR M/s. **AYYAR & CHERIAN**

CHARTERED ACCOUNTANTS

FRN: 0002845



S ANIL DAS
MANAGING DIRECTOR



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Memb No. 255375

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

ANNEXURE - I PROVISION FOR TAXES

Figure as at 31.03.2022	PARTICULARS	Figure as at 31.03.2023
Rs. Ps.		Rs. Ps.
3,71,50,332.25	Suspense Tax Account	3,71,50,332.25
0.00	Provison for Income Tax	78,16,723.00
65,250.00	Provision for SGST on Audit Fee	52,920.00
65,250.00	Provision for CGST on Audit Fee	52,920.00
3,72,80,832.25	Total	4,50,72,895.25

ANNEXURE - II OUTSTANDING EXPENSES PAYABLE

Figure as at 31.03.2022	PARTICULARS	Figure as at 31.03.2023
Rs. Ps.		Rs. Ps.
5,71,90,993.00	Interest on Working Capital loan Payable	6,04,07,877.00
60,26,426.00	Penal Interest on Working Capital loan Payable	60,26,426.00
16,28,27,469.00	Interest Payable on NABARD Loan underRIDF XVII	18,28,73,821.00
3,51,562.00	Interest Payable on NABARD WIF Loan	21,35,346.00
51,35,192.00	Provision for Rent Arrears	52,67,396.00
17,54,249.00	Interest on Guarantee Commission on T/L Payable	17,54,249.00
	Payable A/C	3,77,96,267.79
1,96,756.00	TA Payable	1,76,164.00
5,77,65,427.49	Establishment Charges - Payable	3,18,32,298.49
17,33,762.00	Advertisement and Publicity (Payable)	18,53,602.30
64,95,036.00	Employers' contribution to Pension fund Payable	12,60,000.00
11,420.00	Books & Periodicals Payable	10,855.00
1,73,721.00	Electricity & Water Charges - Payable	1,14,419.00
2,34,252.00	Fumigation Expense -Payable	9,24,400.00
14,349.00	H.B.A./h.D.F.C. Interest Subsidy - Payable	20,993.00
11,178.00	Postage - Payable	15,514.00
0.00	Construction wing expenses - Payable	26,928.00
0.00	Kerala Security Force	43,662.00
0.00	Printing & Stationery - Payable	700.00
3,02,998.00	Rat Bait Expenses Payable	8,077.00
47,97,066.00	Rent -Payable	14,04,473.00
16,200.00	Restacking Weighing & Clenaing -Payable	0.00
71,796.00	Telephone & Telex - Payable	1,01,682.00
52,500.00	Professional Charges -Payable	0.00
3,000.00	Vehicle Running & Maint.(Payable)	2,500.00
3,57,813.00	Interest Payable on Government Loan	3,57,813.00
6,48,963.50	Service charge payable - Imported Cement	6,48,963.50
11,88,020.00	Guarentee Commission Payable T/L	11,88,020.00
7,25,000.00	Provision for Auditors Fee	5,88,000.00
30,80,85,148.99	Total	29,90,44,179.29

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
ANNEXURE - III
PROVISION FOR BAD AND DOUBTFUL DEBTS

Figure as at 31.03.2022		PARTCULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
3,80,04,799.35		Sundry Debtors	3,97,02,781.07	
78,37,766.58		Deposit with Customers	78,37,766.58	
4,58,42,565.93		Total	4,75,40,547.65	

ANNEXURE - IV
OTHER LIABILITIES

Figure as at 31.03.2022		PARTCULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
31,66,672.07		Goods & Service Tax	45,09,544.31	
18,583.00		Sale proceeds of Tobacco Auction	0.00	
3,108.00		LIC Premium deduction	0.00	
510.00		GSLIS deduction	0.00	
1,77,316.00		GSLIS Assigned claim	1,77,316.00	
5,755.00		Out Put Tax Due	5,755.00	
3,18,522.00		Service Tax collected	3,18,522.00	
3,43,436.31		Service Tax	0.00	
2,09,486.00		Kerala Construction workers welfare board	88,735.00	
1,11,32,962.00		Leave & Licence Fee received in Advance	43,06,255.00	
2,45,479.50		Storage Charge Received in Advance	1,72,747.00	
43,827.00		Group Gratuity Transaction	0.00	
6,33,248.85		Deposit Work (ACCDS)	6,33,248.85	
0.00		Deposit Work (KVIC)	55,20,862.00	
386.00		ESI Deduction	391.00	
69,900.00		Kerala State Group Insurance Scheme	0.00	
62,600.00		Kerala State Life Insurance Policy	0.00	
1,064.00		Employees Welfare Fund Collected	1,064.00	
2,60,39,657.00		Flood Liability Various Parties	2,60,39,657.00	
4,24,72,512.73		Total	4,17,74,097.16	

ANNEXURE - V
CONSTRUCTION MATERIALS AT SITE

Figure as at 31.03.2022		PARTCULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
2,86,814.00		Construction Materials at Site (NABARD)	2,08,173.00	
3,709.00		Materials at site	3,709.00	
39,141.00		Suspense Stock of AC Materials	39,141.00	
55,666.00		Suspense Stock of AC Materials (NABARD)	55,666.00	
3,114.00		Suspense Stock of Cement(NABARD)	3,114.00	
3,88,444.00		Total	3,09,803.00	

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

ANNEXURE - VI

FIXED DEPOSIT WITH TREASURY / BANKS

Figure as at 31.03.2022		PARTICULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
7,03,52,000.00		Long Term Deposit with Banks Dist.Treasury, Ernakulam	6,28,52,000.00	
2,60,62,170.00		Short Term Deposit with Banks State Bank of India	3,73,17,243.00	
9,64,14,170.00		Total	10,01,69,243.00	

ANNEXURE - VII

TAX EXPENSES

Figure as at 31.03.2022		PARTICULARS	Figure as at 31.03.2023	
Rs.	Ps.		Rs.	Ps.
0.00		Current Tax	78,16,723.00	
0.00		Tax adjustments for previous years (As per the intimation order received 04-10-2022 & 04-11-2022 for AY 2021-22 & 2022-23.	1,81,51,048.00	
0.00		Total	2,59,67,771.00	

ANNEXURE - VIII

DEFERRED INCOME - FUND APPORTIONED

PARTICULARS	Opening balance as on 01-04-2022	Addition (fund) 2022-23	Apportioned portion for 2022-23	Closing balance as on 31-03-2023
Warehouse under CSS 100%	2,73,99,997.00	-	5,65,720.00	2,68,34,277.00
Godown constructed with assistance from GOK	20,00,530.00	-	39,491.00	19,61,039.00
Special assistance from GOK (Computerisation)	24,25,471.00		10,38,111.00	13,87,360.00
Special assistance from GOK (CCTV)	-	6,80,000.00	1,416.00	6,78,584.00
Godown constructed with assistance from GOK (RKVY Fund)	63,42,845.00	-	1,62,527.00	61,80,318.00
Godown constructed with assistance from GOK (Plan Fund)	60,00,000.00	49,15,000.00	16,375.00	1,08,98,625.00
Total	4,41,68,843.00	55,95,000.00	18,23,640.00	4,79,40,203.00

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM

**ANNEXURE - IX
WORK IN PROGRESS**

PARTICULARS	Opening balance as on 01-04-2022	Addition 2022-23	Capitalized portion for 2022-23	Closing balance as on 31-03-2023
Own Fund Work	41,25,345.50	2,27,37,424.26	2,30,60,370.44	38,02,399.32
NABARD-RIDF-XVII Fund Work	77,77,479.00	3,72,675.00	43,88,058.00	37,62,096.00
Nabard Wif Fund Work	3,39,83,087.00	6,50,29,247.31	5,31,81,100.13	4,58,31,234.18
Plan Fund Work	57,31,638.00	59,88,498.00	57,31,638.00	59,88,498.00
Rashtriya Krishi Vikas Yojana Fund Work	9,76,185.00	0.00	0.00	9,76,185.00
Total	5,25,93,734.50	9,41,27,844.57	8,63,61,166.57	6,03,60,412.50

**ANNEXURE - X
STOCK OF CHEMICALS**

PARTICULARS	Opening balance as on 01-04-2022	Purchase 2022-23	Consumption for 2022-23	Closing balance as on 31-03-2023
CHEMICAL STOCK	2,85,820.00	11,83,442.04	11,77,347.00	
Diminish in value of Chemicals			40,759.00	2,51,156.04
CONSUMABLES (Poly pouches)	18,887.00	1,50,124.00	1,54,503.00	14,508.00
Total	3,04,707.00	13,33,566.04	13,72,609.00	2,65,664.04

(Changes in Inventory)

KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023
(INDIRECT METHOD)

PARTICULARS	Figures for the year ended 31.03.2023 (in Rs.)		Figures for the year ended 31.03.2022 (in Rs.)	
A. CASH FLOWS FROM OPERATING ACTIVITIES:				
Net Profit/ (Loss) before taxation and extraordinary item		4,48,43,209.93		2,08,43,681.03
Adjustments for:				
Depreciation	1,54,30,713.00		1,40,20,645.00	
Loss on Sale of Stock of constructional Material	46,121.00		57,450.00	
Loss on Sale of Fixed Assets	75.00		-	
Profit on Sale of Fixed Assets	(8,140.00)		(1,03,312.00)	
Deferred Income	(18,23,640.00)		(7,28,020.00)	
Interest & Bank Charges	2,36,60,863.00		2,43,45,567.00	
Interest Received	(72,44,581.00)		(87,03,376.00)	
Provision for Bad and Doubtful debt	20,03,556.72		18,33,916.00	
Excess Provision Write back	(11,13,618.00)		(5,84,012.00)	
Consumption of Chemical and Consumable Items	13,72,609.00			
Prior Period Adjustments	6,16,000.50			
		3,29,39,959.22		3,01,38,858.00
Operating Profit before Working Capital Changes		7,77,83,169.15		5,09,82,539.03
Adjustments for working capital changes:				
(Increase)/Decrease in Current Assets	(6,61,63,555.35)		(2,54,35,134.31)	
Increase/(Decrease) in other Liabilities	(2,64,47,264.70)		(62,40,296.83)	
Increase/(Decrease) in Provision for Retirement Benefits	(1,01,32,190.00)		50,30,682.00	
Increase/(Decrease) in Provisions	(24,660.00)		21,060.00	
		(10,27,67,670.05)		(2,66,23,689.14)
Cash generated from operations		(2,49,84,500.90)		2,43,58,849.89
Income Taxes (Paid)/ Refund		2,23,31,831.00		1,42,73,238.00
Net Cash from in Operating Activities (A)		(26,52,669.90)		3,86,32,087.89
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Fixed Assets	(8,73,14,374.57)		(4,30,09,836.00)	
Proceeds from Sale of Fixed Assets	12,000.00		1,71,85,700.50	
Capital Work in Progress	(60,01,004.50)		(2,45,11,295.50)	
Proceeds from Sale of Construction Materials	32,520.00		57,690.00	
Construction of MRM	(1,17,142.00)		(1,62,911.50)	
Fixed Deposit	(37,55,073.00)		(2,32,34,620.00)	
Interest Received	62,43,561.00		61,82,515.00	
Net Cash used in Investing Activities (B)		(9,08,99,513.07)		(6,74,92,757.50)
C. CASH FLOW FROM FINANCING ACTIVITIES:				
Repayment of loan from Nationalised Banks			(4,72,669.22)	
Borrowings from GOK under NADARD WIF	6,14,15,000.00		1,75,20,000.00	
Repayment GOK working capital loan	(75,00,000.00)		(1,00,00,000.00)	
Repayment of Loan from GOK under NABARD RIDF	(90,00,000.00)		(1,20,00,000.00)	
Interest & Bank Charges	-		(18,012.00)	
Assistance Received from GOK (Plan Fund)	49,15,000.00		30,00,000.00	
Assistance Received from GOK Computerisation			1,45,185.00	
Assistance Received from GOK Computerisation (CCTV)	6,80,000.00			
Resumption Fund	35,85,130.00		(1,41,78,579.00)	
Proceeds from share capital Advance	1,65,75,000.00		25,00,000.00	
Net Cash used in Financing Activities (C)		7,06,70,130.00		(1,35,04,075.22)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		(2,28,82,052.97)		(4,23,64,744.83)
Cash & Cash Equivalents at the beginning of the period		5,07,49,794.80		9,31,14,539.63
Cash & Cash Equivalents at the end of the period		2,78,67,741.83		5,07,49,794.80

FOR AND ON BEHALF OF THE BOARD,

PLACE : ERNAKULAM
DATE : 13 - 06 - 2024


S ANIL DAS
MANAGING DIRECTOR


P MUTHUPANDI
CHAIRMAN

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 0002845


VINCENT JOSE ACA
(Partner)
Memb No. 255375

INDEPENDENT AUDITOR'S REPORT

To the Members of
Kerala State Warehousing Corporation

Report on the Financial Statements

Qualified Opinion

We have audited the financial statements of **Kerala State Warehousing Corporation ("The Corporation")**, which comprises of the Balance Sheet as at 31st March, 2023, the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto in which, are incorporated the accounts of the Head Office, 55 Warehouses and 1 CFS (Container Freight Station) and a Summary of Significant Accounting Policies and Notes forming part of Accounts.

We have audited the accounts of the Corporation at the Head Office and also the Warehouses at Thiruvananthapuram, Kollam, Punalur, Kayamkulam, Kattappana, North Paravur, Wadakkanchery, Muthalamada, Kalpetta and Kasargod. In respect of warehouses not visited by us, we have verified the un-audited returns received from such warehouses which have been incorporated in the Head Office books.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our Report, the aforesaid Financial Statements, give the information required by the Kerala State Warehousing Corporation Rules, 1968 and applicable Accounting Standards issued by Institute of Chartered Accountants of India (ICAI) in the manner so required and give a true and fair view in conformity with the Accounting principles generally accepted in India, of the State of Affairs (Financial position) of the Corporation as at 31st March, 2023 and its Profits (Financial performance) and its Cash Flow for the year ended on that date.

Basis for Qualified Opinions

- 1) With regard to the transfer of amount to the Reserve Fund, as per Section 30 of The Warehousing Corporation Act 1962, every Warehousing Corporation shall establish a reserve fund out of its annual net profits. Since the Corporation has adjusted the entire amount of net profit towards accumulated loss, the reserve fund is not created in the reporting year.
- 2) Confirmations in respect of outstanding balances of unsecured borrowings amounting to Rs. 40, 79,51,000/- from NABARD and Government of Kerala were not available for verification. Hence, we are unable to comment on the impact of the same on the financial statements.
- 3) As per the general instructions regarding repayment of principal and interest of the Working Capital loan availed from Government of Kerala, NABARD Loan under Rural Infrastructure Development Fund (RJDF) XVII and NABARD Loan under WIF scheme, penal interest not less than 2.5% above the normal rate of in be levied in the event of any default in repayment of instalments and /or interest,

The Corporation has defaulted in the repayments of above loans during the year resulting in penal interest liability of Rs. 1,41,47,115/-. However, the Corporation has not recognised the penal interest liability in respect of these defaults. Accordingly, the profit for the year is overstated and the current liability for the year is understated by Rs. 1,41,47, 1151-

- 4) The Corporation is holding Security Deposits worth Rs. 1, 77,44, 124/-, Earnest Money Deposit worth Rs. 39,06,064/- and Retention Money worth Rs. 63,99,152/-, which are subject to confirmation. Pending such confirmation, the impact thereof on the financial statement if any, is not ascertainable.
- 5) The Corporation has recognised Provision for Rent Arrears amounting to Rs. 52,67,396/relating to the demand for the enhancement of rent for PWD godown hired out by the Corporation at Kollam for the period from 01.08.1982 to 31.03.2023. The Corporation had not paid the amount till date, but liabilities in this regard have been provided since 1995-96.

Presently, the files relating to this matter are not available to measure the prudence in continuing the previous practice of making provision every year. Also, an amount of Rs. 1,32,204/- relating to current year is charged to Profit & Loss A/c. Since the documents are not available for verification, we are unable to comment on the correctness of the same.

- 6) The Sundry Creditors of the Corporation amounts to Rs. 59,27,424/-. However, the balance confirmations were not available for verification. In the absence of third-party confirmation, we are unable to comment upon such balances.
- 7) The Other Liabilities as at 31st March 2023 includes Guarantee Commission Payable of Rs. 11,88,020/-, Interest on Guarantee Commission on Term Loan Payable of Rs. 17,54,249/-. However, the Corporation has not provided any documents or confirmations for verification. Accordingly, we are unable to comment upon the impact thereof on the financial statement if any.
- 8) The Corporation claimed exemption against income from fumigation and spraying in the returns filed with KVAT, which claim, in our opinion, is not in accordance with the Rule 10(2)(b) of Kera/a VAT Rules, 2008, resulting in short provision of VAT Liability for the financial year up to 2016-17 amounting to Rs. 4,04,783/- (approximacely).
- 9) The Other Liabilities as on 31st March 2023 includes outstanding balances of Pay Revision arrear provision (1997), Service Tax Collected, VAT Output Tax Due and Service Charges Payable (Imported Cement) amounting to Rs. 8,10,000/-, Rs. 3,18,522/-, Rs. 5,755/- and Rs. 6,48,964/-. However, the Corporation has not provided any documents or confirmations for verification. Accordingly, we are unable to comment upon the impact thereof the financial statements if any.
- 10) The Government had acquired 43 cents of land for and on behalf of the Corporation at Payyannur. Now the landlord has filed LAR No.35/2013 before the Hon'ble Sub Court at Payyannur for enhanced compensation @ Rs. 3,00,000/- per cent. Since the matter is now under litigation and the outcome of the same is not certain, the liability for the same is not provided in the books and further this is not shown as a contingent liability.
- 11) The Land owned by the Corporation, grouped under Fixed Assets Amount to Rs. 3,65,18,745/- as on 31.03.2023 however, the Corporation has provided the title deeds for verification which totals to Rs. 2,10,47,007/- only. Accordingly, due to insufficient documents and workings relating to the closing balance of the Land as at 31st March 2023, the impact if any on the misstatement in the Financial Statements is not ascertainable.
- 12) With regard to maintenance of fixed asset register, the Corporation does not maintain proper records showing the full particulars of the assets purchased before 31.03.2007 including the quantitative details, date of disposal and situation of the asset. Accordingly, we are unable to comment on the accuracy of the carrying value of the assets disclosed in the financial statements.
- 13) The Sundry Debtors of the Corporation amounts to Rs. 11,27,94,2161- and out of which the Corporation has provided for doubtful debts amounting to Rs. 3,97,02,781/- as at 31st March 2023. However, the balance confirmation was available for only Rs. 26,95,727/- and accordingly, we are unable to ascertain the impact if any on the realisability of sundry debtors amounting to Rs. 7,03,95,708/-.
- 14) The Corporation has recognised Income Tax Deducted at Source (TDS) of Rs. 2,61,70,795/- for the year. However, the Corporation while filing Income Tax Return for 2022-23 had claimed Tax Deducted at Source (TDS) of Rs. 2,62,35,478/-. The reconciliation of the difference of Rs. 64,683/- has not been provided and hence we are unable to comment on the same.
- 15) The Current Assets, Loans and Advances as on 31st March 2023 includes outstanding balances of Receivable from Government of Kera/a, Subsidy of Rubber Receivable, Advance Sales Tax Paid, Service Tax on Works Contract, Pay Revision arrear advance (1997), VAT collected and Input Tax (VA1) amounting to Rs. 33,71,875/-, Rs. 1,97,500/-, Rs. 1,72,47,294/-, Rs. 1,83,096/ Rs. 78,000/-, Rs. 2,36,583/- and Rs. 2,19,612/-. However, the Corporation has not provided , any documents or confirmations for verification. Accordingly, we are unable to comment upon the impact thereof the financial statements if any.

- 16) The current assets disclosed in the .financial statements amounting to Rs. 23,22,33,376/contains items which are outstanding for more than one year. However, the Corporation has not reclassified these items into non-current assets.
- 17) Attention is invited to Note 1.3 of Significant Accounting Policy regarding Revenue Recognition. The Corporation has not disclosed the revenue recognition policy in respect of sale of rat bait and pest control services.
- 18) The Storage charges booked for the customers who had taken the godowns on reservation basis was computed on the square feet space provided to them. However, in the absence of supporting documents or agreement by the Corporation with the customers regarding the space reserved, we are unable to ascertain the accuracy of Income charged to Profit and Loss and the impact on the Financial Statement if any, is not ascertainable.
- 19) With respect to the deposit of latex in Ponkunnam Warehouse, a vigilance case was registered on 27.04.2011 (No.02/11/ERK) at Vigilance & Anti- Corruption Bureau, Kottayam against the then Senior Assistant Manager Smt. Lalitha Kumari, Sri. Kuruville K Thomas, the then Managing Director of KRS Latex (P) Ltd; and the case is still pending. Therefore, the Corporation has not accounted for any income from the year 2013-14 as due from Mis KRS Latex Pvt. Ltd Since the documents were not made available for our verification, we are not able to comment on the same.
- 20) The Inspection wing of C&AG had pointed out instances of non-booking of revenues, in cases where the issue has moved to litigation on account of Ground Rent, Destuffing and Stuffing charges relating to the period 2000 to 2018 aggregating Rs. 73,93,782/- (approximately). The Corporation has not recognised this revenue till now.
- 21) An amount recoverable on account of excess TA/DA paid to employees during the period 01.07.2005 to 31.03.2010 has not been recognized in the books of accounts of the Corporation. In the absence of details, we are not able to quantify the impact thereof on the .financial statements.
- 22) An excess travelling expense allowed to the Chairman of the Corporation amounting to Rs. 2,04,105/- to be recovered vide Order of the Finance Department, Government of Kerala dated 28-09-2015, which has not been recognized as recoverable in the books of accounts of the Corporation. Consequently, the accumulated loss is overstated and Current Asset is understated to that extent.
- 23) Only permanent employees of the Corporation are covered under the Employees' State Insurance Act, 1948, (ESI). As per the Employees' State Insurance Act, 1948, an employee means any person employed for wages in or in connection with the work of a factory or establishment to which this Act applies and
 - i. who is directly employed by the principal employer on any work of, or incidental or preliminary to or connected with the work of, the factory or establishment, whether such work is done by the employee in the factory or establishment or elsewhere; or
 - ii. who is employed by or through an immediate employer on the premises of the factory or establishment or under the supervision of the principal employer or his agent on work which is ordinarily part of the work of the factory or establishment or which is preliminary to the work carried on in or incidental to the purpose of the factory or establishment; or
 - iii. whose services are temporarily lent or let on hire to the principal employer by the person with whom the person whose services are so lent or let on hire has entered into a contract of service: [and Includes any person employed for wages on any work connected with the administration of the factory or establishment or any part, department or branch thereof or with the purchase of raw materials for, or the distribution or sale of the products of, the factory or establishment;-or
 - iv. any person engaged as an apprentice, not being an apprentice engaged under the Apprentices Act, 1961 (52 of 1961), [and includes such person engaged as apprentice whose training period is extended to any length of time]

Considering the above, during the period under audit, it has been noted that ESI benefits were not extended to the employees appointed on a temporary/contract basis which is not in compliance with the provisions of the ES! Act. The liability on account of the non-compliance is not ascertained and hence not provided in the Financial Statements.

- 24) Attention is invited to Note 1.16 of Significant Accounting Policies which describes that the Corporation has capitalised 2.5% of construction expenses consisting of cost of construction and borrowing cost as Supervisory charges. This is not in compliance with AS 10 - Property, Plant and Equipment, which states that cost of an item of property, plant and equipment includes only actual costs of employee benefits arising directly from the construction or acquisition of the item and not a fixed percentage of construction and borrowing costs.
- 25) Attention is invited to Note No. 9 wherein The Commercial Court of Alappuzha had ordered the Corporation to pay Alapuzha Cluster Coir Development Society Rs. 6,33,248/- with 6% interest p.a. and the cost of proceedings amounting to Rs. 1,19,720/-. However, the Corporation has not provided for the interest amounting to Rs. 1,55,415/- and cost of proceedings of Rs.1,19,720/-, accordingly the profit for the year is overstated by Rs. 2,75,135/- and other liabilities understated by Rs. 2, 75, 135/-.
- 26) Attention is invited to Note No. 16, which describes the accounting of amounts spent by the Corporation on assets constructed/acquired relating to Modern Rice Mills (MRM), amount received from the Government of Kera/a relating to MRM and adjustment of working results of MRM against Construction of MRM. In the absence of clarity as to the ownership of assets constructed/ acquired relating to MRM out of funds provided by the Government of Kera/a, we are not in a position to comment on the disclosure of assets and liabilities which amounts to Rs. 3,62,45,043/- and Rs. 3, 76,96,284/- respectively in the Balance sheet of the Corporation as at 31.03.2023.
- 27) As per AS 16 Borrowing Costs, states that Capitalisation of borrowing costs should be suspended during extended periods in which active development is interrupted. However, capitalisation of borrowing costs is not normally suspended during a period when substantial technical and administrative work is being carried out. The Corporation has not suspended the capitalization of Interest of borrowing amounting to Rs. 1,98,562/- for the construction works interrupted, due to reasons other than for substantially technical or administrative work. Due to which the interest expense accounted in the Profit & Loss account is understated by Rs. 1,98,562/- in the current year and the balance of Capital Work in Progress is overstated by Rs. 1,98,5621/-.
- 28) Corporation has not calculated Deferred Tax as per AS 22 Accounting for Taxes on Income. The impact thereon on the financial statement is not ascertainable.
- 29) On the basis of information gathered and explanations given to us we are of the opinion that the Corporation has not complied with the AS 28 Impairment of Assets in the preparation of the financial statement during the year. In the absence of details, we are unable to quantify the impact thereon on the financial statements.
- 30) The Corporation has deposited funds in treasury and other banks in contravention of Section 18(2) of Kera/a State Warehousing Rules, 1968 as the necessary approval of the Executive Committee was not obtained.

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (ICAI). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our Report. We are independent of the Corporation in accordance with the code of ethics issued by ICAI that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the following matters in the financial statements:

- 1) Attention is invited to Note No. 7 (a) in which as per G.O.(Rt) No.204/96/Ad dated 08.02.1996 an interest free loan of Rs. 50,00, 000/- (Rs. Fifty Lakhs) was sanctioned by Government of Kerala for meeting cost incurred in connection with the Acquisition of land at Muvattupuzha. The loan had to be repaid in 5 equal installments within two and half years, commencing from 01.04.2011 as intimated vide letter dated 23. 06.2011 of Government of Kerala. But repayment has not started and the loan amount stands overdue since 2014.
- 2) Attention is invited to Note No. 10 regarding sales tax liability relating to import of cement during the years 1983-84 to 1987-88. Since no sale was involved, the Corporation was of the view that the transaction would not attract sales tax. But as per Sales Tax assessment orders issued during 2002 the total sales tax liability with interest for the above years comes to Rs. 9,51,00,000/-. Corporation had worked out the disputed tax liability as

Rs. 3, 71, 50,332/- and the liability for the same provided under the suspense tax account is grouped under 'Provision for Taxes'. The Government of Kerala has gone on further appeal against the Hon'ble High Court's Order in this matter. Considering that the matter is now pending with the Court and also with the High-Power Committee of Government of Kerala. The balance disputed tax liability (including interest) amounts Rs. 5, 79,49,668/-, is treated as Contingent Liability and no provision was made for the same.

- 3) Attention is invited to Note No. 11 where Dividend Payable to Government of Kerala from 1982- 83 to 1987-88 & 1996-97 to 2001-02 is Rs. 85,66, 728/- and which has been provided in the Accounts during the respective previous years. Considering the financial stringencies of the Corporation during the period from 2002-03 onwards, Government of Kerala has not claimed the amount.
- 4) Attention is invited to Note No. 13 B where pension is being paid on the basis of the pre-revised scale of pay. Some employees challenged this method of pension calculation before the Hon'ble High Court and filed an SLP vide No.3679-3680/2017 in the Supreme Court. The Hon'ble Supreme Court vide its Order dated 14/11/2017 stated that "pension may be calculated in accordance with the rules as per applicable pay scales at the relevant time". Due to insufficient funds in the Trust, Pension revision is not yet implemented. Further, it is provided in the Pension Regulation 3 (2) (a), that "no further contribution shall be made by the Corporation, except as provided in the regulation, for any reason what so ever and it shall be the duty of the Trustee Committee to keep the fund financially sound". Hence, the financial commitment that would have been arisen for implementing Pension Revision is not provided in the Books nor considered as a Contingent Liability.
- 5) Attention is invited to Note No. 18 which mentions the expenditure including demurrage incurred by the Corporation due to deserting of the transportation work by the Transport Contractor (K. K. Transport) during its execution amounting to Rs. 17,21,342/- had been debited to the profit and loss account for the year 1994-95 and 1995-96. The Corporation holds Rs. 1,00,000.00/- as security deposit and Rs. 4,06,538/- is payable to the contractor Suit was filed to recover the balance amount of Rs. 12, 14, 804/-from the contractor. Meanwhile the contractor also had filed a suit to realize the security amount and balance bill amount from the Corporation. The suit was allowed partly in the lower Court. As per the decree, the Corporation has to release the amount of Rs. 2,07,651/- to the Contractor after adjusting Rs. 2,98,887/- towards its damages. The said amount plus interest@ 12% per annum is to be paid to the Contractor Corporation has filed appeal against the decree and hence no adjustments are made in the accounts. The impact of the same is not ascertained. But Corporation has provided a contingent liability of Rs. 2, 07, 651 I- till the date.
- 6) Attention is invited to Note No. 25 where in connection with the floods of 2018 and 2019, stocks in State Warehouse Pala and Chalakudy belonging to KSCSC, Shivashakthi Dall Industries, Falcon Agro Foods, MI Traders, IFFCO and NAFED had been damaged. Corporation had submitted a claim of Rs. 2,60,39,657/- to Kerala State Insurance Department (KSID) and KSID, vide their letter KSID/FI/T001812940 dated 06.03.2019, had admitted the claim only up to Rs. 1,08,880/-. Hence Corporation filed an appeal before the Principal Secretary, Finance Department, Government of Kerala to claim the damages completely and negotiations on the matter are ongoing. Due to this the Corporation has refrained from booking provision for the disallowed claim and also has not recognised it as a contingent liability.
- 7) Attention is invited to Note No 31 where Mis. Unicorp International Limited had imported 20 containers (4352 bags) Raw Cashew through Mis. JN Freight, Customs House Agent, at Container Freight Station, (CFS) Petta during 14.06.2006 to 04.07.2006. Out of which, the un-lifted 3434 bags were auctioned by the Corporation during 2010. Regarding the Loss incurred in connection with sale of un-lifted imported cashew at CFS Petta, the vigilance enquiry finalized in the matter and reported that there are no lapses found on the part of accused employees of the Corporation in discharging their duties. Further, Government of Kerala directed Corporation vide File No. AgriPU2/84/2018 dated 14.5.2018, to ascertain the actual loss by engaging a government agency, and the same is under process. Since, the loss is yet to be quantified the impact in the financial statements cannot be ascertained at this stage.
- 8) Attention is invited to Note No. 43 where the Corporation had received Rs. 40, 00, 000/- towards the Market Intervention Scheme for Rubber during 2001-2002. The net amount payable to Government of Kera/a after adjusting the rubber subsidy of Rs. 2,58,690/- is Rs. 37,41,310/-. This has been included under Sundry Creditors

and has been carried forward since 2001-02. The related files could not be traced for taking further action and its further the impact in the financial statements cannot be ascertained.

Our opinion is not modified in respect of the above matter.

Information Other than the Financial Statements and Auditor's Report Thereon

The Corporation's Management is responsible for the other information. The other information comprises the information included in the Annual report (which includes the Director's report and its annexures) but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of his auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management / Those Charged with governance for the Financial Statements

The Management is responsible for the preparation of these financial statements in forms prescribed under Rule 19 of the Kerala State Warehousing Corporation Rules, 1968 framed under section 41 of the Warehousing Corporations Act, 1962 that give a true and fair view of the financial position, financial performance, and cash flows in accordance with the accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Corporation and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that was operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

The management is also responsible for overseeing the Corporation's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing (SAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal and Regulatory Requirements

As required by section 31(5) of the Warehousing Corporation Act, 1962, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit other than the instances pointed out above.
- b) In our opinion, the Corporation has kept proper books of account as required under section 31(1) of the Warehousing Corporation Act, 1962 so far as it appears from our examination of those books.
- c) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion and according to the information and explanation given to us, the aforesaid financial statements comply with the Accounting Standards generally accepted in India.

PLACE : ERNAKULAM
DATE : 13 - 06 -2024

FOR M/s. AYYAR & CHERIAN
CHARTERED ACCOUNTANTS
FRN: 0002845



CA. VINCENT JOSE ACA
(Partner)
Memb No. 255375
UDIN: 24255375BKGVRG8085

Reply to the Audit Report of Statutory Auditors on the Accounts of the Corporation
for the year 2022-23

1. Audit observation is noted. The matter is disclosed in Schedule E, Note no.57.
2. Audit observation is noted. Corporation has provided Government orders and proofs of loan repayments for verification.
3. Audit observation is noted. As Corporation's interest waiver request is under the consideration of Government, penal interest is not provided this year also. These facts are disclosed in Schedule E, Note no.7(c)&(d)).
- 4,5,6,7&8. Audit observations are noted for guidance.
- 9,10,11&12. Audit observations are noted for guidance.
13. Audit observation is noted. Remarks of the Corporation is disclosed in Note No.42.
- 14,15,16,17&18. Audit observations are noted for review.
19. Audit observation is noted. The matter is disclosed in Note No.29.
20. Audit observation is noted. The matter is disclosed in Note no.45.
- 21, 22 & 23. Audit observations are noted for guidance.
24. Audit observation is noted. As per significant accounting policy of the Corporation (1.16),this practice continues.
25. Audit observation is noted. The matter is under litigation as disclosed in Note no.9.
26. Audit observation is noted. The matter is disclosed in Note no.16.
27. Audit observation is noted for guidance.
- 28 & 29. Audit observation is noted for guidance.
30. Audit observation is noted. The matter is disclosed in Note no.51.



Managing Director.

SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF KERALA STATE WAREHOUSING CORPORATION, ERNAKULAM FOR THE YEAR ENDED 31 MARCH 2023

1. We have audited the attached Balance Sheet of Kerala State Warehousing Corporation, Emakulam as at 31 March 2023 and the Profit and Loss Account for the year ended on that date under Section 19 (2) of the Comptroller and Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 31(8) of the Warehousing Corporations Act, 1962 (the Act) These Financial Statements is the responsibility of the management of the Corporation. Our responsibility is to express an opinion on these financial statements based on our audit
2. This Separate Audit Report contains the comments of the Comptroller and Auditor General of India on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Law, Rules and Regulations (Propriety and Regularity) and efficiency-cum-performance aspects, etc., if any. are reported through Inspection Reports/CAG's Audit Reports separately.
3. The Statutory Auditor appointed by the Government of Kerala on the advice of the Comptroller and Auditor General of India under Section 31 (3) of the Act is responsible for expressing opinion on these financial statements under Section 31(5) of the Act based on independent audit. This is stated to have been done by them vide their Audit Report dated 13 June 2024. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidences supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.
4. Based on our audit, we report that:
 - i. 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;
 - ii. The Balance Sheet and Profit & Loss Account dealt with by this report have been drawn up in the format prescribed under Section 31(1) of the Act.
 - iii. In In our opinion, proper books of accounts and other relevant records have been maintained by the Corporation as required under Section 31(1) of the Act in so far as it appears from our examination of such books.
 - iv. We further report that:
 - A. **Balance Sheet**
 - I. **Capital & Liabilities**
 - Other Liabilities (Schedule B)**
 - Outstanding Expenses (Annexure 11) - Rs. 2990.44 lakh**
 - Establishment Charges-Payable - ₹ 318.32 lakh**

The above head is overstated by a total of ₹.38.49 lakh due to excess provision on account of arrears of gratuity and leave surrender due on account of 10th pay revision, as stated under:

- (i) The total gratuity arrears for 65 retired employees amounted to ₹.107.31 lakh of this. ₹.52.32 lakh was paid in 2022-23, leaving a balance of ₹.54.99 lakh. However, a provision of ₹.86.87 lakh existed as of 31.03.2023, leading to an excess provision of ₹.31.88 lakh.
- (ii) The total leave surrender arrears for 57 retired employees amounted to ₹. 44.85 lakh, with ₹.26.42 lakh paid in 2022-23 and leaving a balance of ₹.18.43 lakh. However, a provision of ₹.25.04 lakh existed as of 31.03.2023, resulting in an excess provision of ₹.6.61 lakh.

As there were no additional liabilities, these excess provisions should have been written off. This has also resulted in the understatement of profit by ₹.38 49 lakh.

II PROPERTIES AND ASSETS

Capital Work in Progress (Annexure IX)

NABARD WIF Fund Work - ₹. 458.31 lakh

This is understated by ₹.593.51 lakh due to the capitalization of three godowns (Thalassery, Kozhinjampara, and Mavelikkara) funded under the NABARD WIF loan scheme. Although construction was completed in 2022-23, the godowns lack fire and safety clearances and occupancy certificates and have not been handed over or utilized. This has led to an overstatement of Fixed Assets by ₹.589.06 lakh and depreciation by ₹.4.45 lakh.

B. Profit and Loss Account

Expenses

Tax expenses (Annexure VII)

Tax adjustments for previous years - ₹.181.51 lakh

This is understated by ₹.48.68 lakh due to the non-accounting of income tax dues for the Assessment Year 2013-14 adjusted from the refund due for the AY 2023-24. The non-accounting of tax dues also resulted in understatement of Provision for Taxes to the same extent.

C. Grant in aid

Out of the Grants-in-aid of ₹.55.95 lakh received during the year, the Corporation utilised the entire grant, leaving Nil balance as unutilised grant as on 31 March 2023.

D. Management letter

Deficiencies which have not been included in the Separate Audit Report have been brought to the notice of the Management through a management letter issued separately for remedial/corrective action.

- v. Subject to our observations in the preceding paragraphs, we report that the Balance Sheet and Profit and Loss Account dealt with in this report are in agreement with the books of accounts.
- vi In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above, give a true and fair view in conformity with accounting principles generally accepted in India:

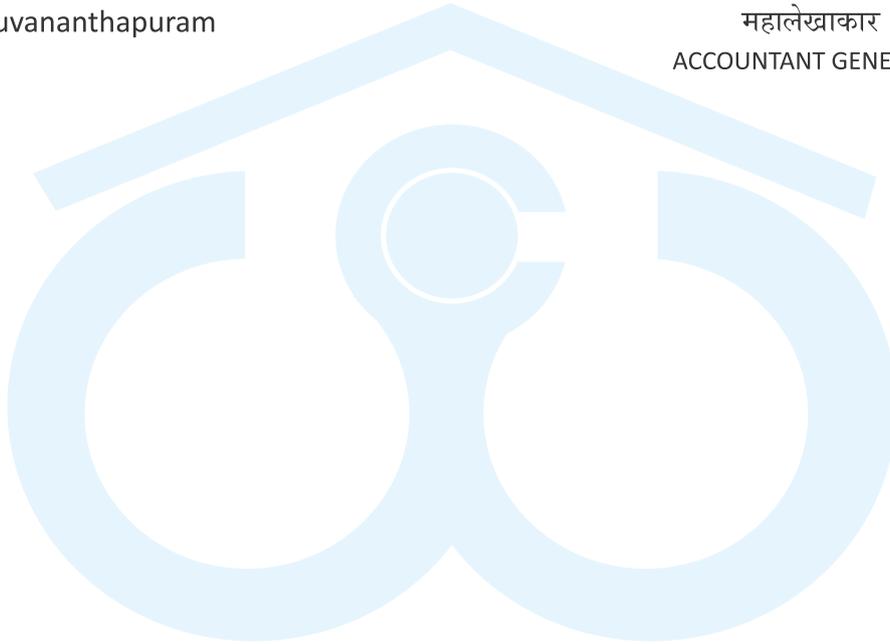
- a. In so far as it relates to the Balance Sheet, of the state of affairs of the Kerala State Warehousing Corporation, Ernakulam as at 31 March 2023; and
- b. In so far as it relates to the Profit and Loss Account, for the net profit for the year ended on that date.

*For and on behalf of
The Comptroller & Auditor General of India.*



प्रीति अब्राहम
PREETHI ABRAHAM
महालेखाकार (ले.प-1), केरला
ACCOUNTANT GENERAL (AUDIT-I), KERALA

तिरुवनंतपुरम / Thiruvananthapuram
Date: 20.11.2024



Reply on the remarks of Comptroller & Auditor General of India on the Accounts of KSWC for the year ended 31st March 2023.

A. Balance Sheet

I. Capital & Liabilities

Other Liabilities (Schedule B)

Outstanding Expenses (Annexure II) - Rs. 2990.44 lakh

Establishment charges - Payable - ₹ 318.32 lakh

- (i) Complying the audit remarks, the excess provision of Rs. 31.88 lakh has been written off during 2023-24.
- (ii) On detailed verification of records it is confirmed that there is no excess provision of Rs. 6.61 lakh

II. Properties and Assests

Capital Work in Progress (Annexure IX)

NABARD WIF Fund Work - ₹ 458.31 lakh

As per AS 16 'Borrowing Cost', it has been stated that an assets is normally ready for its intended use or sale when its physical construction or production is complete even though routine administrative work might continue. Therefore, the capitalization of three godowns constructed under NABARD WIF loan scheme may be justified.

B. Profit and Loss Account

Expenses

Tax Expenses (Annexure VII)

Tax adjustments for previous years - ₹ 181.51 lakh

Necessary rectification entries passed in 2023-24 accounts.



Managing Director



KERALA STATE WAREHOUSING CORPORATION

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