



45th

Annual Report 2017-2018



KERALA STATE INDUSTRIAL ENTERPRISES LTD.

(A Govt. of Kerala Undertaking)

St. Joseph's Press Building, Cotton Hill P.O., Vazhuthacaud, Thiruvananthapuram-695014

Phone : +91 471 2326947, 2326913, e-mail : ksieltd@gmail.com, website : www.ksie.net

45th

Annual Report and Accounts 2017-2018

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KSIE

KERALA STATE INDUSTRIAL ENTERPRISES LTD.

(A Govt. of Kerala undertaking)

DIRECTORS (As on the date of Report)

Shri.Peelipose Thomas	Chairman
Shri. Rajeev.G.	Managing Director
Smt.K.S. Usha	Director
Shri.Rajeev R	Director
Shri.Subhash Chandran	Director
Shri.Vengayil Shamsu	Director

SECRETARY & GENERAL MANAGER (FINANCE)

Shri. Shibu Thadevus Xavier

AUDITORS

M/s. B. RADHAKRISHNAN & CO
Chartered Accountants, Thiruvananthapuram

LEGAL ADVISER

M/s. Menon & Pai, Ernakulam

MAIN BANKERS

State Bank of India
Dist. Treasury Trivandrum

REGISTERED OFFICE

St. Joseph's Press Buildings
Vazhuthacaud, Cotton Hill
Thiruvananthapuram 695 014

Fax : 0471-2334590
Phones : 2320208, 2324159, 2326947, 2326913
E-mail : ksieltd@gmail.com
Website : www.keralarcade.com, www.ksie.net

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 45th Annual Reports on the workings of the company together with audited financial statements and Accounts, Schedules, Notes, Report of the Auditors and Comments of the Comptroller & Auditor General of India on the accounts for the year ended 31st March 2018.

1. PERFORMANCE OF THE COMPANY

The financial performance of the Company for the year ended 31/03/2018 has been summarized below:

	Rs. in lakhs	Rs. in lakhs
	2017-18	2016-17
Income from Sales & Services	8275.15	7872.82
Other incomes	244.69	260.57
Total Income	8519.84	8133.39
Profit before Fin.exp & Depreciation & exceptional items	310.76	(-) 133.97
Less: Financial expenses	103.85	142.57
Depreciation	143.06	153.52
Net profit for the year	63.85	(-) 430.06
Less : Provision for DTL	11.26	15.55
Provision for Income Tax	2.87	-
Profit after Tax	49.72	(-) 445.61
Less : Dividend	-	-
Less : Dividend Tax thereon	-	-
Balance of Profit transferred to Reserve	-	-

2. FINANCIAL RESULTS

During the year 2017-18 the Company earned a total income of Rs.8519.84 Lakhs as compared to Rs.8133.39 Lakhs earned in the previous year and the operation resulted in a net profit for the year amounting Rs.63.85 Lakhs against last year loss of Rs.430.06 Lakhs before income tax and DTL. The profit is mainly due to the increased turnover at the Air cargo complexes and Trading Division and Soap Unit.

3. OPERATIONS AND TURNOVER

For the period 1st April 2017 to 31st March 2018, the Company has recorded a total Income of Rs.8519.84 Lakhs. During this period major portion of income was earned from Trading Activities.

Income from trading through our Business Centres is 6245.04 Lakhs. Turnover from Cargo Complexes also increased during the year. Turnover from Soap unit also increased during this period as compared to the previous year. Proportionate contributions made by the activities during the year under report are:

Business Centres	-	73.30 %
Air Cargo Complexes	-	9.51 %
Sales from Soap unit	-	11.42 %
Container Freight station	-	2.33 %
Other Income	-	3.44 %

4. AIR CARGO OPERATIONS

The income from Air cargo operations remained at a lower level during the year due to extraneous factors which are beyond the control of the Company. But the Air Cargo Complexes achieved an increased turnover of Rs.810.21 Lakhs as against the turnover of Rs.742.35 Lakhs in the previous year. During the year under report 2449 MT of import cargo and 43184 MT export cargo were handled by the company compared to 2063 MT of import cargo and 40197 MT of export cargo handled during the previous year 2016-17.

Trivandrum Air Cargo Complex and Calicut Air Cargo Complex maintain a high standard of quality in its services justifying their status as ISO 9002 Certified Cargo Terminals.

A. Trivandrum Air Cargo Terminal (TACT)

The business operation and performance of the TACT during the year 2017-18 under report showed a declining trend. The operation resulted in earnings of Rs.385.53 lakhs as against Rs.447.69 lakh during the previous year.

B. Calicut Air Cargo Complex (CACC)

The business operation and performance of the CACC during the year 2017-18 under report showed an upward trend. The operation resulted in earnings of Rs.424.68 Lakhs as against the earnings of Rs.294.66 Lakhs during the previous year.

5. TRADING ACTIVITIES

During the financial year 2017-18 Trading Activities made a Major share of Turnover. The operations resulted in increased Turnover of Rs.6245.04 Lakhs compared to Rs.5935.75 Lakhs during the previous year 2016-17.

6. SOAP UNIT – KERALA SOAPS

The sales and performances of Soap unit during the year 2017-18 under report is higher than that of 2016-17. The sales resulted in earnings of Rs.972.87 Lakhs as against Rs.948.73 Lakhs during the previous year.

7. COCHIN INTERNATIONAL CONTAINER FREIGHT STATION

The operation of Container Freight Station during the year is lesser compared to the previous

year. The CICFS achieved a turnover of Rs.198.66 lakh during the year compared to Rs. 236.24 lakh achieved during the previous year. The Container Freight station has handled only 6889TEUs during the report period 17-18, compared to 11393 TEUs handled in the previous year 16-17.

8. INDUSTRIAL RELATIONS AND HRD

The Company assesses both current and future organizational requirements for all its employees in terms of their skill/technical abilities, competencies, flexibility etc. to attain or upgrade the skills and attitudes of employees at all levels in order to maximize the effectiveness of the organizations. Your Company has arranged various training programs for its employees during the year; it helped the employees to upgrade their knowledge and also improved the efficiency.

Relations with the employees continued to be cordial throughout the year.

9. APEDA VIRTUAL OFFICE

Your Company continues to be very active as Virtual Office of APEDA for the Government of India. It is keeping good relationship with Directorate of Agriculture, Government of Kerala in the implementation of new schemes in Kerala. Periodic review, participation and awareness programs etc. are conducted in association with APEDA.

10. CORPORATE GOVERNANCE

The Company's Corporate Governance philosophy is to continuously strive to attain higher levels of accountability, transparency, responsibility and fairness in all aspects of its operation. The Company remained committed towards protection and enhancement of overall long term value for all its stakeholder, customers, suppliers, employees and the society.

11. DIRECTORS

Details of number of meetings of the Board during the Financial year 17-18 and the attendance of Directors in those meetings is annexed to this report as Annexure- A.

As on the date of the report the Board comprised the following Members.

Sl. No.	Name	Date of Appointment
1	Shri. Peelipose Thomas	26/11/2021
2	Shri.Rajeev G	25/09/2021
3	Smt.K.S.Usha	10/07/2017
4	Shri.Rajeev R	19/10/2020
5	Shri.SubhashChandran	10/05/2019
6	Shri.Vengayil Shamsu	27/01/2021

12. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(c) of the Companies Act,2013, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- I. That in the preparation of annual accounts, the applicable Accounting Standard had been followed with proper explanation relating to material departures.
- II. That Directors had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the company for that year.
- III. That Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your Company and preventing and detecting fraud and other irregularities.
- IV. That Directors have prepared the annual accounts on a going concern basis.
- V. The directors had laid down internal financial controls to be followed by the company and such internal financial controls were adequate and were operating effectively.
- VI. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

13. AUDITORS

M/s. B.RADHAKRISHNAN & CO were appointed as the Auditors of the Company for the year 2017-18, by the Comptroller & Auditor General of India.

14. TAX AUDITORS

M/s. S.Sureshababu & Associates Chartered Accountants were appointed as the Tax Auditors of the company for the year 2017-18 pursuant to Section 44AB of the Income Tax Act for conducting tax audit of the Company.

15. EXTRACT OF ANNUAL RETURN

Extract of Annual return is annexed herewith as Annexure B to this report.

16. ACKNOWLEDGEMENT

Your Directors express their gratitude to the Central and State Governments, Financial Institutions, Commercial banks, Customs Authority, Airport Authorities of India, Director of Civil Aviation, All Airlines, APEDA, MPEDA and our valued customers and suppliers for their whole hearted co-operation and support.

Directors wish to place on record their appreciation of the dedication and commitment of your Company's employees to the growth of the Company, and hope that they will continue to extend their enthusiasm and commitment to the development of the Company.

For and on behalf of the Board

Place: Thiruvananthapuram
Date: 29-01-2022

Sd/-
CHAIRMAN

Attendance details of Directors at Board Meetings during 2017-18

SL No	Name of Director	No of Meetings held during the period the Director was on the Board	No of meetings attended by the Director	Sitting Fee Paid
1	Shri.Skariah Thomas	4	4	2000
2	Dr.Febi varghese	4	4	0
3	Shri.K.Radhakrishnan	4	3	0
4	Smt.K.S.Usha	3	2	0
5	Shri.Pullivila Stanley	4	3	1200
6	Shri.A.G.Unnikrishnan	4	1	400
7	Shri.Attingal Ramachandran	4	4	1600
8	Shri.Sabu George	3	2	800
9	Shri.Subhesh Sudhakaran	3	2	800
10	Shri.Abdul Khadar	2	2	800
	TOTAL			7600

For and on behalf of the Board

Sd/-
CHAIRMAN

FORM NO.MGT.9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31.03.2018
(Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014)

1 REGISTRATION AND OTHER DETAILS :

i)	CIN:-	U63013KL1973SGC002477
ii)	Registration Date	25-01-1973
iii)	Name of the Company	Kerala State Industrial Enterprises Ltd
iv)	Category/Sub-Category of the Company	Company Limited by Shares / Government Company
v)	Address of the Registered office and contact details	First Floor, St Joseph Press Building, Cotton Hill, Thiruvananthapuram 695 014
vi)	Whether listed company Yes/No	No
vii)	Name , Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

SL. No.	Name and Description of main products/services	NIC Code of the Product/service	% to total turnover of the company
1	Custodian of Air Cargo complex	-	9.51
2	Running of Container Freight station	-	2.33
3	Trading of different kinds of products	-	73.30
4	Soap manufacture and Sales	20231	11.42
5	Other Income	-	3.44

III. PARTICULARS OF HOLDING,SUBSIDIARY AND ASSOCIATE COMPANIES-

SL. No.	Name And Address Of The Company	CIN/GLN/ Regn No.	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	INKES TRADE CENTRE LIMITED	U45400 KL2014 PLC037668	Associate	26	2(6)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i)	Category-wise Share Holding	100% by Government of Kerala
(ii)	Shareholding of promoters	- NA -

(iii)	Change in Promoters' Shareholding (please specify, if there is no change)	- NA -
(iv)	Shareholding pattern of top ten Shareholders(other than Directors, Promoters and Holders of GDR s and ADRs):	- NA -
(v)	Shareholding of Directors and Key Managerial Personnel	- NA -

V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs crore)			
	secured Loan*	Unsecured Loan	Total Loan
Indebtedness at the beginning of the financial year			
(i) Principal Amount	4.62	3.80	8.42
(ii) Interest due but not paid	0.00	1.58	1.58
(iii) Interest accrued but not due			
Total	4.62	5.38	10.00
Change in Indebtedness during the financial year			
Addition		0.28	0.28
Reduction	4.19		
Indebtedness at the end of the financial year			
(i) Principal Amount	0.43	3.80	4.23
(ii) Interest due but not paid	0.00	1.86	1.86
(iii) Interest accrued but not due			
Total	0.43	5.66	6.09

* Secured loan represents Overdraft availed from Banks, secured of Fixed Deposits.

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and /or Manager :

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	
		Dr.Febi Varghese	
	Gross Salary		
1	a. Salary as per provisions contained in section 17 (1) of Income Tax Act 1961	13,56,468	
	b. Value of Perquisites u/s 17(2) of Income Tax Act 1961		
	c. Profits in lieu of Salary under section 17(3) of Income Tax Act 1961		
2	Stock Option		
3	Sweat Equity		

4	Commission - as % of profit. - others, specify....			
5	Contribution to PF and Other Funds		2,32,540	
6	Other benefits			
	Total (A)		15,89,008	
	Ceiling as per the Act*			

* Not Applicable to Government Companies

B Remuneration to other directors:

Seperate sheet attached

C Remuneration to Key Managerial Personnel Other than MD/Manager/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel *	
1	Gross Salary		
	a. Salary as per provisions contained in section 17(1)of Income Tax Act 1961		
	b. Value of Perquisites u/s 17(2) of Income Tax Act 1961		
	c. Profits in lieu of Salary under section 17(3) of Income Tax Act 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission - as % of profit. - others, specify....		
5	Contribution to PF and Other Funds		
6	Other benefits		
	Total (A)		

* No Key Managerial person other than MD is appointed, as the same is not applicable to the Company

VII PENALTIES /PUNISHMENT/COMPOUNDING OF OFFENCES :

During the period the Company was not subject to any Penalties /Punishments or Compounding of Offences under the Companies Act

For and on behalf of the Board

Sd/-
CHAIRMAN

B. Remuneration to other directors :

Particulars of Remuneration	Name of Directors										Total Amount	
	Shri.Skariah Thomas	Dr.Feji vaghese	Shri.K. Radhakrishnan	Smt.K.S. Usha	Shri.Pullivila Stanley	Shri.A.G. Unnikrishnan	Shri.Attingal Ramachandran	Shri.Sabu George	Shri.Subhesh Sudhakaran	Shri.Abdul Khadar		
1.Independent Directors *												
• Fee for attending board committee meetings												
• Commission												
• Others, please specify												
Total(1)												
2. Other Non-executive Directors												
• Fee for attending board committee meetings	2000	0	0	0	1200	400	1600	800	800	800	7600	
• Commission												
• Honorarium	240000										240000	
Total(2)	242000	0	0	0	1200	400	1600	800	800	800	247600	
Total (B)=(1+2)	242000	0	0	0	1200	400	1600	800	800	800	247600	
Total Managerial Remuneration												
Overall Ceiling as per the Act**												

* Independent Directors are not appointed as the same is not applicable to the Company

**Not Applicable to Government Companies

KERALA STATE INDUSTRIAL ENTERPRISES LIMITED

BALANCE SHEET AS AT MARCH 31, 2018

PARTICULARS	NOTE No.	Figures as at the end of Current Reporting Period As at March 31, 2018	Figures as at the end of Previous Reporting Period As at March 31, 2017
A EQUITY AND LIABILITIES			
(1) Shareholder's fund			
a) Share capital	A	1,20,00,000	1,20,00,000
b) Reserves and surplus	B	30,66,56,959	30,16,84,689
		31,86,56,959	31,36,84,689
(2) Non Current Liabilities			
a) Long Term Borrowings	C	3,80,18,355	3,80,18,355
b) Deferred tax liabilities (Net)		1,88,08,625	1,76,82,923
c) Other Long Term Liabilities		2,36,25,337	1,51,53,261
		8,04,52,317	7,08,54,539
(3) Current Liabilities			
a) Short Term Borrowings	D	43,51,141	4,62,23,838
b) Trade payables		36,80,65,330	32,29,65,162
c) Other Current liabilities		19,28,83,132	16,37,91,009
d) Short Term Provisions		31,22,115	25,71,284
		56,84,21,718	53,55,51,293
TOTAL		<u>96,75,30,994</u>	<u>92,00,90,521</u>
B. ASSETS			
(1) Non-current assets			
a) Fixed assets	E		
i) Tangible Assets (Gross block)		49,72,12,029	49,48,47,710
Less: Accumulated depreciation		<u>19,82,20,324</u>	<u>18,39,14,249</u>
Net block		29,89,91,705	31,09,33,461
ii) Capital Work-in-Progress		1,09,94,491	81,41,458
b) Non Current Investments	F	5,30,05,600	5,30,05,600
c) Long Term Loans & Advances	G	2,95,19,251	2,53,57,378
d) Other Non Current Assets	H	2,47,39,955	3,83,46,029
		41,72,51,002	43,57,83,925

(2) Current Assets	I		
a) Inventories		2,24,95,118	2,59,26,770
b) Trade Receivables		30,41,70,741	24,29,49,745
c) Cash and cash equivalents		21,13,36,502	19,63,33,982
d) Short Term Loans and advances		1,12,92,060	1,81,10,527
e) Other Current Assets		9,85,571	9,85,571
		55,02,79,992	48,43,06,596
TOTAL		96,75,30,994	92,00,90,521

Significant Accounting Policies	T		
Notes on Accounts	A to S		
Other Notes on Accounts	U		

The notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/- Peelipose Thomas Chairman	Sd/- Rajeev G Managing Director	Sd/- Rajeev R Director	Shibu Thadevus Xavier Secretary & GM (Finance)
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As per our Report even date attached
For. B. Radhakrishnan & Co
Chartered Accountants
FRN : 007751S

Sd/-
B. Radhakrishnan Potti, FCA,DISA (ICA)
Proprietor
Membership No : 200266
UDIN : 22200266ABYYCR2770

Thiruvananthapuram
29-01-2022

KERALA STATE INDUSTRIAL ENTERPRISES LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2018

(In Rupees)

PARTICULARS	Note No.	Figures for the Current Reporting Period For the year ended March 31,2018	Figures for the Previous Reporting Period For the year ended March 31,2017
A.			
1. Revenue from Operations (Net)	J	82,75,14,644	78,72,82,527
2. Other Income	K	2,44,69,248	2,60,57,033
3. Total Revenue (1+2)		85,19,83,892	81,33,39,561
4. Expenses			
(a) Manufacturing Activities -			
- Cost of Material Consumed	L	6,73,13,511	7,32,98,205
- Direct Expenses	M	29,58,515	53,09,383
(b) Purchase of Stock in Trade	N	58,07,18,477	56,01,99,559
(c) Employee Benefits Expense	O	8,94,03,922	8,74,42,580
(d) Finance Cost	S	1,03,84,786	1,42,56,829
(e) Depreciation & Amortisation Expenses	E	1,43,06,075	1,53,52,448
(f) Other Expenses			
Administrative Expenses	P	7,41,78,411	8,97,68,755
Selling Expenses	Q	63,35,167	1,07,17,651
Total Expenses		84,55,98,864	85,63,45,410
5. Profit / (Loss) before exceptional and extraordinary items and tax (3-4)		63,85,028	-4,30,05,850
6. Exceptional items	R	0	0
7. Profit / (Loss) before extraordinary items and tax (5+6)		63,85,028	-4,30,05,850
8. Extraordinary items			
9. Profit / (Loss) before tax (7-8)		63,85,028	-4,30,05,850
10. Tax expense		14,12,758	15,54,702
Less: Current Tax		2,87,055	0
Less: Deferred Tax liability created for the year	C	11,25,703	15,54,702
Add: MAT credit available			

11. PROFIT / (LOSS) FROM CONTINUING OPERATIONS (9-10)	49,72,270	-4,45,60,551
B. Discontinuing Operations		
12. PROFIT / (LOSS) FROM DISCONTINUING OPERATIONS	0	0
C. Total Operations		
13. PROFIT / (LOSS) FOR THE PERIOD	49,72,270	-4,45,60,551
14. Earnings per share (of Rs.100 each)		
Number of Shares	1,20,000	1,20,000
Total Earnings	49,72,270	-4,45,60,551
(a) Basic	41	-371
(b) Diluted	41	-371

Significant Accounting Policies	T
Notes on Accounts	A to S
Other Notes on Accounts	U

The notes form an integral part of these financial statements

For and on behalf of the Board of Directors

Sd/- Peelipose Thomas Chairman	Sd/- Rajeev G Managing Director	Sd/- Rajeev R Director	Shibu Thadevus Xavier Secretary & GM (Finance)
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As per our Report even date attached
For. B. Radhakrishnan & Co
Chartered Accountants
FRN : 007751S

Sd/-
B. Radhakrishnan Potti, FCA,DISA (ICA)
Proprietor
Membership No : 200266
UDIN : 22200266ABYYCR2770

Thiruvananthapuram
29-01-2022

KERALA STATE INDUSTRIAL ENTERPRISES LTD
Cash Flow Statement for the year ended March 31, 2018

		(in Rs)
A.	Cash flow from operating activities	
	Profit after tax	49,72,270
	Adjustments for:	
	Depreciation / Amortisation	1,43,06,075
	Tax Expenses	11,25,703
	Operating profit before working capital changes	1,54,31,778
	<i>Adjustments for:</i>	
	Inventories	2,04,04,048
	Trade Receivables	34,31,652
	Short term loans and advances	(6,12,20,996)
	Other current assets	68,18,467
	Deposits	94,44,201
	Short Term Liabilities	(1,22,29,743)
	Trade Payables	4,51,00,168
	Short term provisions	-
	Cash Generated from operations	-86,56,251
	Less : Income tax paid	1,17,47,797
	Net cash from operating activities	1,17,47,797
B.	Cash flow from investing activities	
	Purchase of fixed assets	(23,64,319)
	Non current Investments	-
	Decrease in capital work in progress	(28,53,033)
	Net cash from / (used in) investing activities	(52,17,352)
C.	Cash flow from financing activities	
	Repayment of long term borrowings	-

Increase in long term liabilities	84,72,075
Increase in working capital loan	
Increase in long term provisions	0
Increase in share application money pending allotment	
Provision for dividend	0
Net cash from / (used in) financing activities	84,72,075
Net increase / (decrease) in cash and cash equivalents	150,02,520
Cash and cash equivalents as at March 31, 2017 (opening balance)	19,63,33,982
Cash and cash equivalents as at March 31, 2018 (closing balance)	21,13,36,502

For and on behalf of the Board of Directors

Sd/-

Peelipose Thomas
Chairman

Sd/-

Rajeev G
Managing Director

Sd/-

Rajeev R
Director

Shibu Thadevus Xavier
Secretary & GM (Finance)

As per our Report even date attached

For. B. Radhakrishnan & Co

Chartered Accountants

FRN : 007751S

Sd/-

B. Radhakrishnan Potti, FCA,DISA (ICA)

Proprietor

Membership No : 200266

UDIN : 22200266ABYYCR2770

Thiruvananthapuram
29-01-2022

NOTES ON ACCOUNTS

NOTE NO:

A SHARE CAPITAL

Particulars	For the year ended 31 st March 2018		For the year ended 31 st March 2017	
	Number	Rs.	Number	Rs.
Authorised capital				
Equity shares of Rs. 100 each	21,00,000	21,00,00,000	21,00,000	21,00,00,000
Issued, subscribed and paid up capital	1,20,000	1,20,00,000	1,20,000	1,20,00,000
Total	1,20,000	1,20,00,000	1,20,000	1,20,00,000

Reconciliation of number of shares outstanding:

Particulars	For the year ended 31 st March 2018		For the year ended 31 st March 2017	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	1,20,000	1,20,00,000	1,20,000	1,20,00,000
Add issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,20,000	1,20,00,000	1,20,000	1,20,00,000

The Company has only one class of shares referred to as equity shares having a par value of Rs. 100/-
Each holder of one equity share has one vote per share

The company has not allotted any share consideration other than cash. The Company is not a subsidiary of any other company. In the event of liquidation of the Company, the equity share holder will be entitled to receive any of the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholder.

Details of shareholders having more than 5% shareholding

Particulars	For the year ended 31st March 2018		For the year ended 31 st March 2017	
	No. of Shares held	% of holding.	No. of Shares held	% of holding.
Government of Kerala	1,20,000	100	1,20,000	100

B RESERVES & SURPLUS

Particulars	(in Rupees)	
	As at March 31, 2018	As at March 31, 2017
(A) General Reserve		
Balance as per last Balance sheet	18,20,62,189	22,66,22,741
Add : Balance of Profit for the year transferred	49,72,270	-4,45,60,551
	18,70,34,459	18,20,62,189

(B) Capital Redemption Reserve	26,74,000	26,74,000
(C) Reserve for Liabilities of Erstwhile KSO	2,19,00,000	2,19,00,000
(D) Reserve for Liabilities of MEC	4,30,48,500	4,30,48,500
(E) Land Lease Premium INKES Trade Centre Ltd	5,20,00,000	5,20,00,000
TOTAL (A) + (B) + (C) + (D) + (E)	30,66,56,959	30,16,84,689

(C) Reserve for Liabilities of Erstwhile KSO

An amount of Rs.2,19,00,000/- was received from Tourism Department on account of Transfer of Land of erstwhile KSO to them.

(D) Reserve for Liabilities of MEC

A Joint Venture was signed with INKES for Construction of a shopping mall at MEC land and the Land of MEC valued for Rs.4,30,48,500/-

C. NON CURRENT LIABILITIES

Particulars	As at March 31 2018	As at March 31 2017
(a) LONG TERM BORROWINGS:		
From erstwhile KSO Ltd	80,18,355	80,18,355
From Malabar Cements Ltd	1,90,00,000	1,90,00,000
From Govt of Kerala	1,10,00,000	1,10,00,000
Total	3,80,18,355	3,80,18,355

- a) From erstwhile KSO Ltd – Rs.80,18,355/- (PY – Rs. 80,18,355/-)
Rs. 67 Lakhs Interest Free Loan and Rs 13,18,354.75 was transferred from KSO Ltd after closing their bank account. There is no transaction during the financial year.
- b) From Malabar Cements - Rs.1,90,00,000/- (PY –1,90,00,000/-)
Amount received as per G.O.(MS)No.148/2010/ID dated 01/07/2010 referred to in Note no. C above. The rate of interest is 7% pa. An amount of Rs.60,00,000/- was repaid during the year 2013-14
- c) Government of Kerala – Rs.1,10,00,000/- (PY – 1,10,00,000/-)
GO (Rt) 320/2011/ID dated 28/02/2011 the amount of Rs 10,00,000/- is received as Loan for Re-location of Trivandrum Air Cargo Complex ,dated 25/03/2011. The rate of interest is 13.50%pa. The period of loan is 5 years. During 2011-12 Rs. 100,00,000/- received from Government of Kerala as per G.O (Rt)542/2011/Ind dated 30/03/2011 for working capital support to the Kerala Soaps, a unit of KSIE.

Refer Significant Accounting Policies No.11.

(b) DEFERRED TAX LIABILITIES (NET)	As at March 31 2018	As at March 31 2017
Deferred tax liability		
Opening Balance	1,76,82,922	1,61,28,220
Add : Adjusted for the Year	11,25,703	15,54,702
Total	1,88,08,625	1,76,82,922

NOTE NO.

CALCULATION OF PROVISION FOR DEFFERED TAX LIABILITY

	(in Rupees)	(in Rupees)
DEPRECIATION AS PER IT ACT	1,77,10,798	1,99,26,446
DEPRECIATION AS PER COMPANIES ACT	1,43,06,074	1,53,52,448
DIFFERENCE	34,04,724	45,73,998
DTL @ 30%	10,21,417	13,72,199
SURCHARGE @ 7%	71,499	1,37,220
CESS @ 3%	32,787	45,283
PROVISION FOR DTL	11,25,703	15,54,702

Refer Significant Accounting Policies No.16.

(c) OTHER LONG TERM LIABILITIES	As at March 31 2018	As at March 31 2017
(i) Trade Payables	2,06,63,323	1,21,64,887
(ii) Others		
Security Deposits received		
Rent Deposits	26,19,870	26,46,230
Erstwhile Sub. Units	3,42,144	3,42,144
Total	2,36,25,337	1,51,53,261
TOTAL	8,04,52,317	7,08,54,538

(D) CURRENT LIABILITIES

Particulars	As at March 31 2018	As at March 31 2017
(a) SHORT TERM BORROWINGS		
(i) SBT Vazhuthacad OD A/c (Hypothicated Fixed Deposits of Rs.8,38,94,626/- and Fund limit is Rs.6,40,00,00/-)	99,46,079	3,00,18,033
(ii) SBT Santhi nagar OD A/c (Hypothicated Fixed Deposits of Rs.5,94,16,195/- and fund limit is Rs.4,60,00,000/-)	-3,68,44,501	-75,99,726
(iii) Syndicate Bank OD A/c (Hypothicated Fixed Deposits of Rs.1,63,21,348/- and fund limit is Rs.1,29,00,000/-)	1,30,58,913	14,81,422
(iv) SBT Vazhuthacad OD A/c for Statutory Payments (Hypothicated Fixed Deposits of Rs.75,88,342/- and Fund limit is Rs.45,00,000/-)	3,57,850	43,92,154
(iv) Canara Bank Vazhuthacad OD A/c (Hypothicated Fixed Deposits of Rs.2,36,06,611/- and Fund limit is Rs.1,80,00,000/-)	1,78,32,800	1,79,31,955
Total	43,51,141	4,62,23,838

- a) Bank overdraft from SBT, Vazhuthacaud
 Amount Outstanding - Rs.99,46,079/- (PY: 3,00,18,033/-) Overdraft secured by hypothecation of Fixed deposits of Rs.8,38,94,626/- as under:

Sl No.	Fixed Deposit number	Amount
1	67141768611	13,47,792
2	67141768688	54,80,910
3	67141768757	45,57,458
4	67142142775	67,47,085
5	67142142913	56,16,448
6	67142143019	50,93,640
7	67142143075	55,64,863
8	67142141793	44,59,145
9	67156315392	31,09,877
10	67153145401	90,80,947
11	67061274735	30,58,093
12	67368322922	71,41,103
13	67368322831	63,73,881
14	67368322933	84,98,509
15	67368322966	77,64,875
	Total	8,38,94,626

The fund limit is fixed at Rs.6,40,00,000/-

- b) Bank overdraft from SBT, Santhinagar
 Amount Debit balance of Rs. 3,68,44,501/- (PY: Debit balance 75,99,726/-) Overdraft secured by Hypothecation of Fixed Deposits of Rs. 5,94,16,195/- as under

Sl.No.	Fixed Deposit number	Amount
1	67145766541	86,46,641
2	67146178297	74,89,466
3	67146211317	79,67,518
4	67146211475	79,67,518
5	67146211645	79,67,518
6	67146211805	79,66,918
7	67146211930	79,66,918
8	67140008831	34,43,698
	Total	5,94,16,195

The fund limit is fixed at Rs.4,60,00,000/-

- c) Bank overdraft from Syndicate Bank, Calicut.
Amount Outstanding of Rs.130,58,913/- (PY: 14,81,422/-) Overdraft secured by Hypothecation of Fixed Deposits of Rs. 1,63,21,348/- as under

Sl.No.	Fixed Deposit number	Amount
1	44004050008813/20	81,60,674
2	44004050008813/21	81,60,674
	Total	1,63,21,348

The fund limit is fixed at Rs.1,29,00,000/-

- c) Bank overdraft from SBT Vazhuthacad for Statutory Payments.
Amount Outstanding of Rs.3,57,850/- (PY: 43,92,154/-) Overdraft secured by Hypothecation of Fixed Deposits of Rs. 75,88,342/- as under

Sl.No.	Fixed Deposit number	Amount
1	67094238970	17,75,762
2	67190752147	58,12,580
	Total	75,88,342

The fund limit is fixed at Rs.45,00,000/-

- c) Bank overdraft from Canara Bank Vazhuthacad.
Amount Outstanding of Rs.1,78,32,800/- (PY: 1,79,31,955/-) Overdraft secured by Hypothecation of Fixed Deposits of Rs. 2,36,06,611/- as under

Sl.No.	Fixed Deposit number	Amount
1	2607401001234/5	95,80,910
2	2607401002058/1	63,82,260
3	2607401002059/1	76,43,441
	Total	2,36,06,611

The fund limit is fixed at Rs.1,80,00,000/-

Refer Significant Accounting Policies No.11.

	(in Rupees) As at March 31, 2018	(in Rupees) As at March 31, 2017
(b) TRADE PAYABLES		
Trade Payables	36,80,65,330	32,29,65,162
Total	36,80,65,330	32,29,65,162
(c) OTHER CURRENT LIABILITIES		
Security Deposits received	43,90,997	34,67,883
Retention money payable	77,73,469	77,33,583
Grant from ASIDE for CARGO Complexes not yet Capitalised	1,36,44,794	1,36,44,794
Advance from INKEL	1,21,00,000	1,21,00,000
Other liabilities	15,49,73,872	12,68,44,749
Total	19,28,83,132	16,37,91,009

1) Grant from ASIDE through KINFRA for Cargo Complexes.

During the financial year 2013-14 the company has received Rs.2 Crore as 2nd Instalment for Cargo Complexes at Thiruvananthapuram and Kozhikode under ASIDE scheme from KINFRA for Modification of Export Bay, Construction of Courier Terminal, Installation of X-Ray Machines, Explosive Detector and Surveillance systems, etc. An amount of Rs.2,63,55,341/- was capitalised and fixed assets shown at Rs.1/- in accordance with the applicable Accounting standards.

2) Advance from INKEL

Amount of Rs. 1,21,00,000/- was received from INKEL for purchasing additional land for Shopping Mall Project as per the Joint Venture with INKEL

Refer Significant Accounting Policies No.8.

	(in Rupees) As at March 31 2018	(in Rupees) As at March 31 2017
(d) SHORT TERM PROVISIONS		
Provision for Doubtful Debts	16,36,544	10,85,713
Provision for IT - 2013-14	9,85,571	9,85,571
Proposed Dividend (2013-14)	5,00,000	5,00,000
Total	31,22,115	25,71,284
TOTAL	56,84,21,718	53,55,51,293

NOTES FORMING PART OF Schedule E

NOTE NO. Separately attached

Refer Significant Accounting Policies No.5.

NON CURRENT ASSETS:

F NON CURRENT INVESTMENTS

Particulars	As at March 31 2018	As at March 31 2017
(a) 250 Shares of Rs.10/- each in Cochin International Airport Limited. at cost (un quoted)	5,600	5,600
(b) 10000 Share of Rs.100/- each in Kannur International Airport Company Ltd	10,00,000	10,00,000
(c) Investment in INKES Trade Centre Ltd	1,30,00,000	1,30,00,000
(d) Advance for Investment in INKES Trade Centre Ltd	3,90,00,000	3,90,00,000
TOTAL	5,30,05,600	5,30,05,600

a) 250 shares of Rs 10 each in Cochin International Airport Limited (CIAL), amounting to Rs 2500/- and 62 shares of Rs.10 each at a premium of Rs.40 per share received during the year 2015-16

b) 10,000 shares of Rs.100/- each in Kannur International Airport Limited (KIAL). Amounting

to Rs 10,00,000/-. Since the investment are unquoted and in the nature of long term investments, they are disclosed at cost of acquisition as required under AS-13 issued by ICAI.

- c) We have made an Investment of Rs.5,20,00,000 by way of value of land leased to INKES Trade Centre Ltd for 90 years. Against this INKES has issued shares for Rs.1,30,00,000/- Balance Rs.3,90,00,000 is treated as advance for Investment as at 31-03-2016.

Refer Significant Accounting Policies No.9.

G LONG TERM LOANS & ADVANCES

	(in Rupees) As at March 31 2018	(in Rupees) As at March 31 2017
i) Secured considered good:		
Vehicle Loan to staff	1,80,641	4,20,413
Interest accrued thereon	4,11,903	3,67,643
House Loan to staff	1,99,702	3,06,007
Interest Accrued thereon	6,31,942	7,06,252
ii) Unsecured considered good:		
Advances:		
Erstwhile subsidiaries	32,95,894	22,95,063
Advance payment of IT	97,12,168	66,52,504
Advance tax paid (2014-15)	41,93,393	41,93,393
Advance tax paid (2015-16)	34,51,382	34,51,382
Advance Tax Paid (2016-17)	35,21,599	32,97,673
iii) Deposits:		
Rent Deposit	4,00,400	4,00,400
Other Deposits	35,20,227	32,66,648
TOTAL	2,95,19,251	2,53,57,378

H OTHER NON-CURRENT ASSETS

	As at March 31 2018	As at March 31 2017
i) Secured considered good:	1,97,82,474	3,58,03,628
Considered Doubtful	55,08,312	
Less: Provision 10%	5,50,831	49,57,481
TOTAL	2,47,39,955	3,83,46,029

1) Provision for doubtful debts

A provision for doubtful debts has been provided at the rate of 10% for all debts outstanding for more than three years. Legal action has been initiated for recovery of all major amounts except for amounts due from Government / Government agencies.

I CURRENT ASSETS:

Particulars	(in Rupees) As at March 31 2018	(in Rupees) As at March 31 2017
(a) INVENTORIES		
Soap units		
(i) Raw Materials	1,13,61,278	91,51,956
(ii) Material in Process	24,64,691	54,70,749
(iii) Finished Goods	86,63,466	1,12,94,643
Others (at Business Centres)	5,683	9,422
Total	2,24,95,118	2,59,26,770

Refer Significant Accounting Policies No.4.

(b) TRADE RECEIVABLES	As at March 31 2018	As at March 31 2017
i) Debts outstanding for more than six months		
Considered good	11,44,24,869	5,27,57,375
ii) Other debts-Considered good	18,97,45,872	19,01,92,370
Total	30,41,70,741	24,29,49,745
(c) CASH AND CASH EQUIVALENTS		
i) Cash in hand	50,490	2,42,489
Cheques in hand		
ii) Cash with Scheduled Banks:-		
On Current Accounts	62,70,644	61,90,606
On SB A/c with Dt Treasury, TVM	46,22,920	7,14,687
On Fixed Deposit Accounts	19,30,16,959	18,13,05,561
Interest Accrued thereon	73,75,489	78,80,639
Total	21,13,36,502	19,63,33,982
(d) SHORT TERM LOANS AND ADVANCES		
1. Advances Recoverable in cash or in kind for value to be received:	As at March 31 2018	As at March 31 2017
i) Secured:		
Vehicle Loan to staff	0	0
Interest accrued thereon	36,649	67,132
House Loan to staff	0	0
Interest Accrued thereon	20,890	29,833
ii) Unsecured considered good:		
Advances:		
Staff	10,51,237	8,33,689
Others	7,64,534	15,95,864

	(in Rupees)	(in Rupees)
Pre paid expenses	19,61,239	18,51,454
Advance service tax	-109	63,19,091
Input tax credits (receivable)	57,14,248	56,70,093
iii) Deposits:		
EMD	17,43,372	17,43,372
Total	1,12,92,060	1,81,10,527
(e) OTHER CURRENT ASSETS		
MAT Credit Entitlement	9,85,571	9,85,571
Total	9,85,571	9,85,571
TOTAL	55,02,79,992	48,43,06,596

J REVENUE FROM OPERATIONS (NET)	For the yearr ended March 31 2018	For the year ended March 31 2017
Particulars		
(a) INCOME FROM MANUFACTURING ACTIVITIES		
Sales from Soaps unit	9,72,86,671	9,48,73,283
Total	9,72,86,671	9,48,73,283
(b) INCOME FROM TRADING ACTIVITIES		
Sale of :		
Soap & Detergents	1,35,243	3,15,060
Glassware		3,77,937
Steel Items	1,90,476	14,68,125
Electronics items	5,31,93,347	4,67,74,290
Medical Equipments	2,86,31,097	4,24,79,155
Electrical Goods	21,27,33,740	26,94,86,939
Furniture	4,13,39,046	4,25,70,028
Works Contract	2,77,45,545	7,95,66,639
Other items	26,05,35,886	11,05,36,773
Total	62,45,04,380	59,35,74,946
(c) CARGO HANDLING INCOME		
From TACT	3,85,52,971	4,47,68,962
From KACC	4,24,67,598	2,94,66,154
From CFS	1,98,65,887	2,36,23,916
From INFRA	48,37,137	9,75,267
Total	10,57,23,593	9,88,34,298
TOTAL	82,75,14,644	78,72,82,527

Refer Significant Accounting Policies No.3.

K OTHER INCOME	(in Rupees)	(in Rupees)
Particulars	For the year ended	For the year ended
	March 31, 2018	March 31, 2017
(a) INTEREST		
Staff : House loan interest	20,890	29,833
Staff : Vehicle Loan interest	36,649	67,132
Interest on Fixed Deposit (TDS deducted Rs.14,11,697/-)	1,24,46,620	1,52,10,281
Interest Others		9,36,061
Total	1,25,04,159	1,62,43,307
(b) OTHER INCOME		
Rent	70,40,326	66,09,427
Other Income	49,24,763	32,04,299
Total	1,19,65,089	98,13,726
TOTAL	2,44,69,248	2,60,57,033

* This represents revenue flow from Long Term Investments in compliance to AS 13.

L MANUFACTURING ACTIVITIES -COST OF MATERIALS CONSUMED

Particulars	For the year ended	For the year ended
	March 31, 2018	March 31, 2017
(A) PURCHASES		
Raw materials	3,89,83,145	4,25,05,184
Chemicals	15,91,200	12,57,721
Perfumes	1,09,87,809	1,11,33,901
Packing Materials	1,21,50,725	1,30,80,211
Other Stores	1,72,719	11,91,501
Total (A)	6,38,85,598	6,91,68,518
ADD : OPENING STOCK (B)	2,59,17,348	3,00,47,035
LESS : CLOSING STOCK (C)	2,24,89,435	2,59,17,348
COST OF MATERIAL CONSUMED (A+B-C)	6,73,13,511	7,32,98,205

M MANUFACTURING ACTIVITIES -DIRECT EXPENSES

Particulars	For the year ended	For the year ended
	March 31, 2018	March 31, 2017
Fright & Coolie	14,64,946	35,90,371
Consumables	50,949	54,153
Lab Materials	712	12,964
Factory Expenses	17,855	40,180
Stores & Spares	20,426	29,292

Repairs & Maintenance	19,400	2,53,614
Power & Fuel	13,84,227	13,28,809
TOTAL	29,58,515	53,09,383

N PURCHASE OF STOCK IN TRADE

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
(A) PURCHASES		
Soap & Detergents	1,24,459	2,71,205
Glassware		3,16,342
Steel Items	1,78,015	14,98,332
Electronics items	5,19,81,498	4,30,39,246
Medical Equipments	2,27,48,394	3,73,97,124
Electrical Goods	18,14,75,643	25,28,22,250
Furniture	3,47,87,277	3,92,93,881
Other items	26,16,82,149	10,68,00,515
		0
Works Contract	2,77,37,303	7,87,41,809
Total (A)	58,07,14,738	56,01,80,705
ADD : OPENING STOCK (B)	9,422	28,275
LESS : CLOSING STOCK (C)	5,683	9,422
COST OF GOODS SOLD (A+B-C)	58,07,18,477	56,01,99,558

O EMPLOYEE BENEFITS EXPENSE

Particulars	(in Rupees) For the year ended March 31, 2018	(in Rupees) For the year ended March 31, 2017
Salaries & Allowances		
Directors	17,14,666	7,63,972
Others	7,03,00,605	6,58,53,890
Bonus & Festival Allowance	25,08,864	95,28,347
Contri: to EPF & DLI (Directors Rs.99,065/-)	52,68,413	55,09,745
Staff Welfare Expenses	18,93,901	17,47,162
Staff Recruitment & Training Expenses	61,000	29,520
Gratuity.	7,98,708	10,44,730
Group Leave Encashment Scheme	41,83,638	1,92,659
Admn Expenses (PF & DLIS)	3,49,257	4,04,092
Medical Benefits. (Directors Rs.4,707/-)	23,24,870	23,68,463
TOTAL	8,94,03,922	8,74,42,580

P ADMINISTRATIVE EXPENSES

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Rent	10,89,240	11,41,637
Lease Rent	1,84,09,525	2,60,51,095
Trucking Charges - CARGO	3,09,049	3,52,732
Rate & Taxes	30,54,099	13,18,966
Insurance	4,50,524	4,68,325
Printing & stationery	7,41,463	9,54,276
Postage & Telephone	11,13,018	18,39,728
Electricity & Water	47,60,676	50,13,011
Travelling Expenses : Directors	1,49,056	68,925
Others	30,97,713	26,12,172
Vehicle Running & Maintenance	9,78,430	12,39,068
Transportation Expenses (cargo)	3,44,957	4,82,480
General Repairs & Maintenance	50,37,818	58,80,746
Meeting Expenses	40,173	42,173
Registration & Filing Fees	25,088	93,115
Subscriptions	0	
Books & Periodicals	63,695	45,420
Audit fee : Statutory Audit	75,000	75,000
Audit fee - Other audits	1,00,000	59,000
Remuneration to Internal Auditors	3,00,000	2,49,684
GTO Charges - AAI CLT	95,55,954	66,66,687
Legal Charges	4,55,916	3,92,722
Professional charges	3,02,537	5,88,398
Cost Recovery charges - Customs CFS	0	1,01,28,196
General Expenses	37,83,955	39,56,802
Sitting fee to Directors	7,600	500
Security Charges	1,66,20,337	1,71,15,899
Advertisement Expenses	8,86,753	2,29,880
Direct Expenses (INFRA)	14,25,835	27,02,119
Donations	10,00,000	
TOTAL	7,41,78,411	8,97,68,755

Q SELLING EXPENSES

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Freight & Coolie Charges	21,16,905	18,84,230
Advertisement and Sales promotion expenses	13,56,124	28,66,148
Travelling expense	19,70,462	16,72,202
Discount allowed	2,77,340	38,07,053
Other expenses	63,505	2,05,529
Provision for Doubtful Debts	5,50,831	2,82,489
TOTAL	63,35,167	1,07,17,651

R EXCEPTIONAL ITEMS

Loss on sale of Asset	0	0
Prior period Expenses	0	0
Profit on sale of Asset	0	0

S FINANCE COST

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest on Bank Overdraft	75,13,439	1,11,77,545
Interest on Government of Kerala loan	14,85,000	14,85,000
Interest on Malabar Cements Ltd loan	13,30,000	13,30,000
Bank Charges	56,347	2,64,284
TOTAL	1,03,84,786	1,42,56,829

For and on behalf of the Board of Directors

Sd/-
Peelipose Thomas
Chairman

Sd/-
Rajeev G
Managing Director

Sd/-
Rajeev R
Director

Shibu Thadevus Xavier
Secretary & GM (Finance)

As per our Report even date attached
For. B. Radhakrishnan & Co
Chartered Accountants
FRN : 007751S

Sd/-
B. Radhakrishnan Potti, FCA,DISA (ICA)
Proprietor
Membership No : 200266
UDIN : 22200266ABYYCR2770

Thiruvananthapuram
29-01-2022

SCHEDULE E Fixed Assets

(In Rupees)

SL NO	DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		ORIGINAL COST AS ON 1.4.2017	ADDITIONS DURING 2017-18	SALES/Adj: DURING 2017-18	Cost as at 31-03-2018	Upto 31.3.2017	During 2017-18	Adj: during 2017-18	Balance as on 31-03-2018	As on 31.3.2018	As on 31.3.2017
1	Land	11,10,45,471			11,10,45,471	0			0	11,10,45,471	11,10,45,471
2	Building	18,63,82,460	43,876		18,64,26,336	5,75,94,503	58,81,639		6,34,76,142	12,29,50,194	12,87,87,957
3	Soap Factory Building	4,20,22,404	4,58,913		4,24,81,317	1,47,85,947	11,35,944		1,59,21,891	2,65,59,426	2,72,36,456
4	Plant & Machinery	6,48,37,147	8,09,335		6,56,46,482	3,74,45,520	31,75,744		4,06,21,264	2,50,25,218	2,73,91,627
5	Office Equipment	38,54,583	50,747		39,05,330	33,75,944	2,38,500		36,14,444	2,90,886	4,78,639
6	Electrical Fittings	1,35,87,971	3,25,743		1,39,13,714	96,57,275	11,12,329		1,07,69,604	31,44,110	39,30,696
7	Computer	1,17,57,478	1,49,515		1,19,06,993	1,06,47,426	4,56,947		1,11,04,373	8,02,620	11,10,052
8	Forklift	29,67,275	8,200		29,67,275	27,93,601	78,370		28,71,971	95,304	1,73,674
9	Fire Fighting Equipment	36,97,492			37,05,692	15,73,703	2,10,520		17,84,223	19,21,469	21,23,790
10	Furniture & Fittings	85,69,627	1,88,763		87,58,390	57,52,177	5,26,183		62,78,360	24,80,030	28,17,449
11	Dg Set	42,82,271			42,82,271	35,66,643	2,09,034		37,75,677	5,06,594	7,15,628
12	Electrical Installs	2,57,12,902	1,639		2,57,14,541	2,24,35,138	8,73,620		2,33,08,758	24,05,783	32,77,764
13	Water Supply	4,55,395			4,55,395	4,55,382			4,55,382	13	11
14	Moulds & Dye	7,75,468	1,95,000		9,70,468	5,92,206	31,336		6,23,542	3,46,926	1,83,262
15	Lab Equipment	1,40,716	2,229		1,42,945	78,237	13,023		91,260	51,685	62,479
16	Vehicle	44,33,200			44,33,200	35,78,502	2,03,232		37,81,734	6,51,466	8,54,698
17	Apeda Cool Rooms	2			2	0			0	2	2
18	Apeda Cool Room Cacc	2			2	0			0	2	2
19	Mpedacool Rooms	80,403			80,403	80,400			80,400	3	3
20	Weigh Bridge/Balance/Machine	22,27,659	16,017		22,43,676	14,90,978	1,45,168		16,36,146	6,07,530	7,36,682
21	X-Ray Machine	80,17,784	1,14,342		81,32,126	80,10,667	14,486		80,25,153	1,06,973	7,118
	Total	49,48,47,710	23,64,319	0	49,72,12,029	18,39,14,249	1,43,06,075	0	19,82,20,324	29,89,91,705	31,09,33,460
	Capital W I P										
	CFS Project:									67,82,813	39,29,780
	Shopping Mall Project									42,11,678	42,11,678
	Previous Year	49,33,52,406	14,95,303	0	49,48,47,710	16,85,61,800	1,53,52,448	0	18,39,14,249	31,09,33,460	32,47,90,607

For and on behalf of the Board of Directors

Peelipose Thomas Chairman
Rajeev G Managing Director

Rajeev R Director

Shibu Thadevus Xavier Secretary & GM (Finance)

As per our Report even date attached

For: B. Radhakrishnan & Co

Chartered Accountants
FRN : 007751S

Thiruvananthapuram
29-01-2022

B. Radhakrishnan Potti, FCA,DISA (ICA)

Proprietor

Membership No : 200266

UDIN : 22200266ABYYCR2770

SCHEDULE - T**SIGNIFICANT ACCOUNTING POLICIES****Corporate Information**

Kerala State Industrial Enterprises Limited is a Private Limited Company wholly owned by Government of Kerala, incorporated under the provisions of the Companies Act, 1956 and is a Government Company within the meaning of Section 617 of the Act and Provisions of the said Act so far as they are applicable to a Government Company. It came into existence on 25th day of January 1973. The Company is engaged in various business activities as conceived in the Memorandum of Association and with respect to its altered objects confirmed by Registrar of Companies on 29th day of June 2009 as per Certificate of Registration U/s 18(1)A of the Companies Act 1956.

Since the company's borrowings exceed Rs.10 Crores during the period under Audit, it is a Non-SMC (Small and Medium Sized Company) as defined in the general Instructions in respect of Accounting Standards notified under the Companies Act, 2013. Accordingly the company has complied with all the Accounting Standards applicable to a non-small and medium sized company.

Basis of Preparation

The Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these Financial Statements to comply in all material aspects, with the Accounting Standards notified under the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year except for the change in accounting policy, if any explained below.

1. Change in Accounting Policy

During the year ended 31 March 2018, the company has prepared Financial Statements as per Schedule III to the Companies Act 2013. There is no change in Accounting policy during the period.

2. Uses of Estimates

The preparation of the Financial Statements in conformity with Indian GAAP requires Management to make Judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosures relating to contingent assets and liabilities at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in material or immaterial adjustments to the carrying amounts of assets or liabilities in future periods.

3. Revenue Recognition

Revenues / Incomes and Costs / Expenditure are generally accounted on accrual, as they are earned or incurred.

Sale of Goods /Services are recognized on transfer of significant risks and rewards of ownership which is generally on the dispatch of goods/ services.

4. Inventories

Inventories of Raw Materials, Goods-in-Process, Stores and Spares and Finished goods are valued at cost or net realizable value, whichever is lower. This cost includes all expenditure incurred in bringing the inventories to their present condition and location. The calculation is made on First – in First – out basis.

The appropriate accounting method is followed by the Company as per the AS 2.

5. Depreciation

Depreciation on fixed assets is provided on straight line method on the basis of useful life specified in Schedule II of Companies Act 2013.

6. Fixed Assets

Tangible

Fixed assets are stated at Cost less accumulated depreciation. Cost comprises Purchase price including duties and other non refundable taxes or levies, any directly attributable cost of bringing the asset to its working condition and indirect cost specifically attributable to construction of a project or to the acquisition of a Fixed Asset. Assets retired from active use are carried at lower of book value and estimated net realizable value.

Capital Work-in-progress

Capital Work-in-progress comprises of the cost of tangible fixed assets that are not yet ready for their intended use as on the reporting date and accounted at its actual cost of expenditure incurred so far.

In-tangible

Costs that are directly associated with identifiable and unique software products controlled by the company, whether developed in-house or acquired, and have probable economic benefits exceeding the costs beyond one year are to be recognized as software projects. However the company has no in-tangible assets during the period.

The appropriate accounting method is followed by the Company as per the AS 10.

7.Foreign Currency Transactions.

Foreign exchange transactions are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the statement of profit and loss for the year.

8.Accounting for Government grants

Grant related to Fixed Assets should be presented in the Balance Sheet by showing the Grant as a deduction from the gross value of the assets concerned in arriving at their book value. Where the Grant related to a specific Fixed Assets equals the whole, or virtually the whole, of the cost of the asset, the asset should be shown in the Balance Sheet at a nominal value.

In case of acquisition/ Development of fixed assets which is in progress, Grant received in respect of acquisition/ Development of such fixed assets are shown as current liability until it is fully utilized for the purpose. In the case of Fixed Assets acquired /Developed out of the specific Grant received, costs of such Fixed Assets so acquired/ Developed is capitalized after adjusting against the amount of grant received and such assets are shown at a nominal value of Rupee 1.

The appropriate accounting method is followed by the Company as per the AS 12.

9. Investments

As per AS 13 Investments are classified into Current and Long-term Investments. Current Investments are those, which are readily realizable, and are intended to be held for not more than 12 months from the date of Investment. Investments falling outside the ambit of current investments are treated as “long term investments”.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Company’s Investments are in Shares of Cochin International Airport Limited and Kannur International Airport Limited which are not Short-term Investments as per the above classification of Investments. However, no provision for diminution in values is made as there is no permanent decline in the value of the investments.

10. Employee Benefits

Short-term Employee benefits are recognized as an expense at the undiscounted amount in the profit & loss account of the year in which the related service is incurred.

Defined contribution plan

Company’s contributions due/ payable during the year towards Provident Fund is recognized in the profit & loss account. The company has no obligation other than the contribution payable to the Provident fund.

Defined Benefit Plan

a) Gratuity

The Company has been making payments to LIC under the Group Gratuity Scheme on demand from LIC of India, based on their estimates. LIC makes calculation based on actuarial valuation of the gratuity liability and the company has remitted the premium so as to cover the Company’s actual liability in full under the LIC scheme.

In the case of employees on deputation from other companies / departments, provision for gratuity has been made in the books of accounts, for the completed years of service of each employee on deputation in the company as at the close of the year in accordance with the Payment of Gratuity Act, 1972.

b) Leave Surrender Salary (LSS)

The Company has been making payments to LIC under the Leave Surrender Salary on demand

from LIC of India, based on their estimates. LIC makes calculation based on actuarial valuation of the LSS liability and the company has remitted the premium so as to cover the Company's liability upon retirement of employees under the LIC scheme.

In the case of employees on deputation from other companies / departments, provision for leave surrender salary is made in the books of accounts of KSIE based on their last drawn salary in the company and the number of earned leave at their credit as at the close of the year.

The appropriate accounting method is followed by the Company as per the AS 15.

11. Borrowing Cost.

Borrowing costs includes Interest. Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of cost of such asset till such time as the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the period in which they are incurred.

The appropriate accounting method is followed by the Company as per the AS 16.

12. Segment Reporting.

The accounting principles consistently used in the preparation of the financial statements are also consistently applied to record income and expenditure in individual segments.

The broad business segments of the entity are Manufacturing and Trading of Soaps, Trading of various types of commodities at the Business Centres and Providing various services at the Air Cargo Complexes.

Income and direct expenses in relation to segments are categorized based on items that are individually identifiable to that segment. Certain expenses such as administrative expenses, employee benefits, depreciation etc. which form a significant component of total expenses, are not specifically allocable to specific segments as the underlying services are used interchangeably. It is not practical to provide segment disclosures relating to those costs and expenses, and accordingly these expenses are separately disclosed as 'unallocated' and directly charged against total income.

Fixed assets used in the business or liabilities contracted have not been identified for any of the reportable segments, as the fixed assets and services are used interchangeably between segments. Accordingly, no disclosure relating to total segment assets and liabilities are made.

The appropriate accounting method is followed by the Company as per the AS 17.

13. Related Party Disclosures.

Company has no such transactions to disclose during the current reporting period within the meaning of AS 18

14. Leases

Where the company is Lessee

Assets taken on lease, under which the lessor effectively retains all the risks and rewards of ownership, are classified as operating lease. Operating lease payments are recognized as expense in

the profit and loss account on a straight-line basis over the lease term.

The Company has Lease Agreement which is classified as Operating Lease and accounted in accordance with AS 19.

Where the company is Lessor

Leases in which the company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease.

The Company has not engaged in any such Lease agreements.

15. Earning Per Share

Basic earnings per share are calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all diluting potential equity shares.

The Company does not hold any category of shares that may get diluted on a future date. The appropriate accounting method is followed by the Company as per the AS 20.

16. Taxes on Income

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax Laws used to compute the amounts are those that are enacted, at the reporting date.

Deferred Taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted at the reporting date

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets including the unrecognized deferred tax assets, if any, at each reporting date, are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date and are adjusted for its appropriateness.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

The appropriate accounting method is followed by the Company as per the AS 22.

17. Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date. If there is any indication of impairment based on internal/external factors, an impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

The company has not recognized any impairment loss in previous years or current reporting period. The appropriate accounting method is followed by the Company as per the AS 28.

18. Contingent Liabilities

A Contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that cannot be recognized because it cannot be measured reliably.

The company does not recognize a contingent liability but discloses its existence in the financial statements. The appropriate accounting method is followed by the Company as per the AS 29.

SCHEDULE U**OTHER NOTES ON ACCOUNTS****PROVISION NOT MADE IN THE ACCOUNTS****1. Liabilities disputed not provided for****(A) Status of Service Tax Cases on 31/03/2018.**

Central Excise and Service tax department raised demands for Rs.3,52,08,479/- towards Service Tax payable for unaccompanied baggage charges, terminal charges and facilitation charges in various Show Cause Notices in TACT and CACC. Out of the 9 Show Cause Notices received so far, the Company has filed appeal in Customs, Excise and Service Tax Appellate Tribunal (CESTAT), Bangalore, in 5 cases against the order of the Commissionerate. Out of this in 2 cases the Company had filed appeal in High Court against the order issued by CESTAT and High Court has set aside the levy of penalty which is final. Further High Court has also ordered an enquiry to be conducted by the department in detail before taking up the above cases for final hearing. Accordingly in 1 case we have furnished certain clarifications sought by CESTAT in the light of the High Court order. In the other case Commissioner has conducted enquiry and hearing and dropped the Service Tax on unaccompanied baggage amounting to Rs 37,24,545/- and confirmed Service Tax on terminal charges and facilitation charges against which appeal has been filed in CESTAT and orders are awaited. In the remaining 3 cases also hearing and orders from CESTAT is awaited.

Out of the remaining 4 Show Cause Notices, personal hearing was conducted by the Additional Commissioner in 2 cases and consequently the demand of Service Tax on UB amounting to Rs.39,78,930/- and Rs.34,09,789/- was dropped. Other demands in the Show Cause Notice were confirmed and we have filed appeal against the same with Commissioner (Appeals),Cochin and orders are awaited. In one of the remaining Show Cause Notices personal hearing is over and orders are awaited. In the case of remaining Show Cause Notice reply has been filed in Commissionerate and further direction is awaited.

As indicated above since the Commissioner has dropped Service Tax on Unaccompanied Baggage in 3 show Cause Notices the total demand gets reduced to Rs 2,40,95,215/- excluding interest if any. Subsequently the following Show Cause notices were received as detailed below.

Sl no	SCN NO	Date	Service Tax for X – Ray Charges (Rs)
1	36/2014,CACC	23/04/2014	69,89,406.00
2	38/2015,CACC	30/03/2015	26,86,762.00
		TOTAL	96,76,168.00

On the whole, the total contingent demand for service tax works out to Rs 3,37,71,383/- as on 31.03.2018.

(B) Company had filed appeal before the Hon’ble District Court Ernakulam against judgment dt. 27/05/2006 of the Hon’ble sub court Ernakulam, in OS No. 555/2000 ordering payment by the Company and Air India jointly of Rs. 1,25,480/- as interest to Oriental Insurance Company and Cochin Refineries Ltd in respect of a Cargo Consignment received in wet and damaged condition. No provision has been made in the Accounts for the same. The said appeal was dismissed vide judgment dated. 23/10/2007 of the Hon’ble District court. As advised by our legal advisors the Company has filed a second appeal before the Hon’ble High court of Kerala. This Case is still pending.

(C) During the year 2014-15, a Joint Venture company by KSIE and INKEL holding shares in the ratio of 26%: 74% was registered under the name “INKES Trade Centre Ltd”,with an objective to establish a commercial complex at the land at Thampanoor, Trivandrum, previously owned by the Metropolitan Engineering Company Ltd,and later transferred to KSIE.

52.18 Ares of land valued at the prevailing fair value rate of Rs 8.25 lakhs per Are,with total value of Rs 4,30,48,500 wasbrought to the Books of the company.In addition to this 3.79 Ares of land adjacent to the above land acquired for widening the access to the above land valuing Rs 1,21,00,000/-, using advance received from M/S INKEL is also brought to the books of the company.

INKES Trade Centre Ltd, the joint venture company has issued equity shares for a value of Rs 1,30,00,000/- to KSIE being 26% of the total paid up capital of that Company as on 31-03-2018.

2. Contingent Liability not provided for:

Contingent liability on account of Contracts pending executions as on 31/03/2018 are:

Sl No.	Description	WO/PO	Final Amount / Approx final bill for not settled bills	Amount Paid up to 31.03.2018	Contingent Liability
1	Electrification works for CFS	KSIE/DEV/CFS-PRJ/2010/1395 dtd 20/01/2011	63,32,641.00	52,00,000.00	11,32,641.00
2	Supply,Installation& Commissioning of 50 KWP battery less roof top SPV power plant CACC	KSIE/DEV/CACC/1597 dtd 25/01/2014	41,11,800.00	30,83,856.00	10,27,944.00
3	Supply,Installation & Commissioning of 40 KWP battery less roof top SPV power plant TACT	KSIE/DEV/TACT /1596 dtd 25/01/2014	32,89,440.00	5,00,000.00	27,89,440.00
	Total				49,50,025.00

Contingent Liability for Rs.1,07,10,037/-in connection with Customs Cost Recovery charges which is under dispute has not been accounted for the year as we have already complied the required handling of Containers at Cochin International Container Freight Station. We have also filed Writ petition before the Hon'bleHigh Court vide Writ Petition (Civil) No:18701 of 2019.

Contingent Liabilities (2017-18)			
Sl. No.	Case No.	Claim Details	Contingent Liability
1	EP No.344/2002	Execution Petition filed for Rs. 2,14,792 on 30.09.2002	Rs. 2,14,792.00
2	AS No;35/2015	Shri. Varghese claimed Rs. 50,000/- for delayed payment	Rs. 50,000.00
3	CC No 57/2005	ESI contribution of Rs. 2,85,232 for the period 01/04/2003 to 30.09.2003 of MEC	Rs. 2,85,232.00
4	W.C.No.137/2009	Shri. Sathyan claimed for Compensation for the loss of two fingers.	Contingent Liability cannot be quantified at this stage
5	GC No36/2009	Gratuity claim for licensed porters	Contingent Liability cannot be quantified at this stage
6	W.P No. 11384/2014	Smt. Ashalatha claimed retirement benefits upto 30.11.2011 (KSO)	Contingent Liability cannot be quantified at this stage
7	ATANo. 827(7)/2015	KSO EPF damages of Rs. 43,19,937/-	Rs. 43,19,937.00
8	WPN0.23817/2015	KSO EPF Interest of Rs 31,90,498/-	Rs. 31,90,498.00
TOTAL			Rs.80,60,459.00

GENERAL DISCLOSURES

1) Managerial Remuneration under section 198 of the companies act paid or payable during the financial year, to the Directors, is as under:

Particulars	2017-18	2016-17
Salaries and Allowances	13,56,468	7,63,972
P.F Contribution	2,32,540	99,065
Gratuity paid	48,708	21,110
Total	16,37,716	8,84,147

Salaries and Allowances include honorarium paid to Chairman. The charges for the use of the company's car by Chairman and Managing Director for their personal purposes are not quantified, since the company did not incur any expenditure on that account. Since the Chairman and Managing Directors were not provided with a vehicle exclusively for their personal use, no monetary value of perquisites has been evaluated in terms of rule 3 (c) (ii) of Income –Tax Rules, 1962.

2) (a) Particulars of Purchases, sales and stock at Business Centres are as follows

Particulars	Opening stock	Closing stock	Purchases	Turnover
Soaps and Detergents	9,422	5,683	1,24,459	1,35,243
Furniture			3,47,87,277	4,13,39,046
Electronic items			5,19,26,094	5,31,93,347
Medical equipments			2,27,48,394	2,86,31,097
Others	-		47,10,73,111	50,12,05,647
Total	9,422	5,683	58,06,59,335	62,45,04,380

Considering the innumerable number of items, the quantitative particulars of Opening stock, purchases, and closing stock could not be given. Hence only value is given in Accounts.

(b) Particulars in respect of Capacity , Production, Stock ,Sales of Finished Goods and Consumption of raw materials of Kerala Soap unit.

(i) Sales by Class of Products

Sl. No.	Class of Products	Sales for 2017-18		Sales for 2016-17	
		Qty(MT)	Amount(Rs.)	Qty(MT.)	Amount(Rs.)
1	Toilet Soap	668.55	9,31,44,745	759.69	9,00,08,988
2	Washing Soap	81.12	60,49,391	90.14	60,03,375
	Total	749.67	9,91,94,136	846.83	9,60,12,363

(ii) Licensed Capacity, Installed Capacity and Actual Production

Sl. No.	Class of Products	Unit of Measure	Actual Production	
			2017-18	2016-17
1	Toilet Soap	Metric Ton	629.37	800.21
2	Washing Soap	Metric Ton	75.80	84.44
	Total		705.17	884.65

(iii) Particulars in respect of Opening Stock, Closing Stock and Production of Finished Goods (Qty-in MT, Value in Lakhs)

Class of Products	2017-18					2016-17				
	Opening Stock		Production	Closing Stock		Opening Stock		Production	Closing Stock	
	Qty.	Value	Qty	Qty	Value	Qty.	Value	Qty	Qty	Value
Toilet Soap	87.82	109.46	629.37	35.10	41.34	67.82	81.33	800.21	87.82	109.46
Washing Soap	5.39	3.49	75.80	0.07	0.05	11.09	7.49	84.44	5.39	3.49

Total	93.20	112.95	705.17	35.17	41.39	78.91	88.82	884.65	93.20	112.95
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(iv) Opening Stock, Closing Stock and Consumption of raw material, components and Packing material

	Items	Units of measured	Current year 2017-18		Previous year 2016-17	
			Qty	Amount	Qty	Amount
a)	Raw material:					
	Opening Stock					
	Soap Noodles	KG	90,135.93	76,89,771.00	1,22,250	74,04,828
	Sandal wood Oil	KG	0.20	36,125.00	1	1,71,750
	Fragrance/perfume	KG	1,592.54	11,30,632.00	1,460	12,66,313
	Colour	KG	112.81	1,08,061.00	85	69,579
	Add :Purchases					
	Soap Noodles	KG	6,16,850.00	3,77,46,003.77	7,07,000	4,09,72,853
	Sandal Wood oil	KG	8.00	16,15,804.00	7	11,79,777
	Fragrance/perfume	KG	11,483.00	1,11,24,837.25	12,015	1,11,33,896
	Colour	KG	184.50	2,78,929.20	175	2,88,616
	Less: Closing Stock					
	Soap Noodles	KG	91,936.85	67,94,271.38	90,136	76,89,771
	Sandal wood Oil	KG	0.13	27,114.54	1	36,125
	Fragrance/perfume	KG	2,669.48	20,22,176.57	1,593	11,30,632
	Colour	KG	112.31	1,20,357.86	113	1,08,061
	Consumption:					
	Soap Noodles	KG	6,15,049.08	3,86,41,503.39	7,39,114	4,06,87,910
	Sandal Wood Oil	KG	8.08	16,24,814.46	7	13,15,402
	Fragrance/perfume	KG	10,406.06	1,02,33,292.69	11,882	1,12,69,577
	Colour	KG	185.00	2,66,632.34	147	2,50,134
b)	Other Raw Materials					
	Opening Stock					
	Dye Chemical	LTR	150.00	21,175.00	150	21,175
	Others	KG	52,968.47	2,74,547.00	2,437	88,567
	Add: Purchases					
	Dye Chemical	LTR	0.00	0.00	0	0
	Others	KG	54,000.00	3,74,700.00	89,506	6,83,494
	Less Closing Stock					
	Dye Chemical	LTR	0.00	0.00	0	0

	Others	KG	12250.80	317597.28	38,975	4,97,604
	Consumption:					
	Dye Chemical	LTR	150.00	21,175.00	150	21,175
	Others	KG	94,717.67	3,31,649.72	52,968	2,74,457
c)	Packing Materials					
	Opening Stock:					
	Stiffner	KG	5,402.31	4,64,690.00	5,487	4,76,326
	Inner Carton	Nos	11,44,919.00	24,97,755.00	6,97,540	21,48,322
	Wrapper	KG	11,395.66	17,43,312.00	9,525	13,29,535
	Master Carton	Nos	5,828.00	1,40,184.00	10,042	2,38,212
	Others	Nos	1,27,078.44	1,08,931.00	3,90,785	3,29,737
	Add : Purchases					
	Stiffner	KG	3,267.61	2,44,796.02	1,804	1,36,561
	Inner Carton	Nos	28,42,406.00	50,67,270.95	39,82,235	76,79,738
	Wrapper	KG	14,262.15	24,73,040.39	10,828	20,56,085
	Master Carton	Nos	64,771.00	17,65,808.95	11,60,639	30,93,834
	Others	Nos	11,75,100.00	9,71,530.00	3,62,000	57,254
	Less : Closing Stock					
	Stiffner	KG	4,756.61	4,12,921.31	5,402	4,64,690
	Inner Carton	Nos	13,34,467.00	27,21,030.46	11,44,919	24,97,755
	Wrapper	KG	13,998.91	20,82,732.08	11,396	17,43,312
	Master Carton	Nos	66,453.00	5,38,330.54	5,828	1,40,184
	Others	Nos	5,71,549.57	2,16,822.54	1,27,078	1,08,931
	Consumption:					
	Stiffner	KG	3,913.31	2,96,564.70	1,889	1,48,197
	Inner Carton	Nos	26,52,858.00	48,43,995.49	35,34,856	73,30,305
	Wrapper	KG	11,658.90	21,33,620.31	8,957	16,42,308
	Master Carton	Nos	4,146.00	13,67,662.41	11,64,853	31,91,862
	Others	Nos	7,30,628.87	8,63,638.47	6,25,707	2,78,060

Interest on Malabar Cements Rs.13,30,000/- is charged @ 7% and Interest on Government of Kerala Loan Rs.14,85,000/- is charged @ 13.50%.

3) Segment reporting in compliance to AS 17

Business Segments

Particulars	Soap Unit	Business Centres	Cargo Complexes
Revenues (Net of Excise Duty)	9,72,86,671	62,45,04,380	10,08,86,456

Less: Identifiable operating expenses	7,66,07,193	58,06,63,074	2,82,36,483
Segmental operating income	2,06,79,478	4,38,41,306	7,26,49,973
Operating income			13,71,70,757
Other income, net			2,93,06,385
Total Income			16,64,77,142
Other Un-allocable Expenses			16,00,92,115
Net Profit before taxes			63,85,027
Tax Expense			14,12,757
Net profit after taxes			49,72,270

Refer Significant Accounting Policies No.12.

4) Details of Capital Works in Progress

Name of WIP	Value on 01/04/2017	Addition during 2017-18	Capitalized During 2017-18	Value on 31/03/2018
Container Freight Station	39,29,780	28,53,033		67,82,813
Shopping Mall Project	42,11,678			42,11,678
Total	81,41,458	28,53,033		1,09,94,491

Refer Significant Accounting Policies No.6.

5) MEC Easy Exit Scheme

As per Government Order GO(MS)No.14/2007/ID dated 06/02/2007, Assets and Liability of Metropolitan Engineering Company Ltd. was transferred to KSIE and the name of the company was struck off from ROC under Easy Exist Scheme 2011. KSIE Ltd is in the process of incorporation of Assets and Liabilities based on the Statement of Assets and Liabilities forming part of Easy Exit Scheme 2011 which is available with the Company.

6) KSO Ltd Easy Exit Scheme

As per Government Order GO(Ms)No.12/2011/Ind dated 18/01/2011, NOC was issued to transfer Assets and Liability of KSO Ltd, to KSIE and the name of the company was struck off from ROC under Easy Exist Scheme 2011. KSIE Ltd is in the process of incorporation of Assets and Liabilities based on the Statement of Assets and Liabilities forming part of Easy Exit Scheme 2011 which is available with the Company.

7) Depreciation

For addition in Computer and Building(Poly Carbonate Sheet) useful life different from those prescribed in Schedule II of Companies Act,2013 is taken. The useful life of computer is taken to be 6 years and for Building 10 years.For all other assets useful life prescribed in Schedule II is taken.

8) Confirmation regarding MSME not received from Suppliers.

9) Tax on income:

- a. Deferred tax has been provided in accordance with AS 22 – “Accounting for Taxes on Income” issued by the ICAI.
- b. The break up Deferred Tax Liability and Asset for the year 31/03/2018 is as under

Particulars	Current year	Previous year
Difference between Book and Tax Depreciation	34,04,724	45,73,998
Deferred Taxation Liability on the above	11,25,703	15,54,702

OTHER INFORMATION

- a. Expenditure in Foreign Currency is Nil (Previous year is Nil)
- b. There was no Export sales during the year. Foreign earnings NIL. (Previous year \$15241.52US Dollars Rs.9,82,526/-)
- c. Debt due by the Directors of the Company is Nil (Previous year is Nil)
Maximum amount outstanding at any time during the year is Nil (Previous year Nil)
- d. The number of foreign tours undertaken by the Officials of the Company is Nil (Previous year is Nil)
- e. Confirmations of Balances are not available in respect of some of the Debtors, Creditors, Loans and Advances.
- f. Income Tax Assessments for the Financial Year 2016-17 is pending with the Income Tax Department. The accounting treatment of Income Tax is based on the Accounting Standard 22 – Accounting for Taxes on Income.
- g. In the opinion of the Board of Directors Current Assets, Loans and Advances have a value at which they are stated.
- h. The previous year figures have been reworked, regrouped, rearranged and reclassified wherever necessary.

For and on behalf of the Board of Directors

Peelipose Thomas
Chairman

Rajeev G
Managing Director

Rajeev R
Director

Shibu Thadevus Xavier
Secretary & General Manager
(Finance)

Thiruvananthapuram
29-01-2022

B. RADHAKRISHNAN & CO.*Chartered Accountants*TC 4/1314 (2), Ambala Nagar Jn.,
Kowdiar P.O., Thiruvananthapuram - 695003

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INDEPENDENT AUDITOR'S REPORT

To**THE MEMBERS OF THE KERALA STATE INDUSTRIAL ENTERPRISES LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of “**KERALA STATE INDUSTRIAL ENTERPRISES LIMITED**” (“the company”), which comprise the Balance Sheet as at 31 March 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 vi the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate Accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the Accounting records, relevant to the preparation and presentation of the financial statements that give true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and Matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act 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 of the Company as at March 31, 2018 and its profit and cash flow for the year ended on that date.

Emphasis of Matter

We draw your attention to :

1. The bank reconciliation statements includes items which are not adjusted in the books of accounts resulting in incorrect account balances. The resultant impact of the above matter, in the accounts is not presently quantifiable. The balance confirmation certificates of all the banks have not been obtained
2. Sundry Debtors, Creditors and balances in other personal accounts are so far as they have not been subsequently realized or discharged are subject to confirmation and therefore their correctness, adequacy of provision for doubtful items if any and its resultant impact on accounts could not be ascertained. The resultant impact of the above matter, in the accounts is not presently quantifiable.
3. Proposed Dividend relating to the fy 2013-14 still remains unpaid and consequently section 124 of Companies Act,2013 is not complied with.
4. Refer to Point No.5 'MEC Easy Exit Scheme' and Point No.6 'KSO Itd Easy Exit Scheme' of Schedule U 'Other Notes on Accounts for the year. The Assets and Liabilities of both the

Companies whose names were struck off from ROC under Easy Exit Scheme 2011 has not been incorporated in the books of accounts of the Company till date. The ultimate liability/asset from takeover is not quantifiable as a result of the inadequate incorporation of assets and liabilities taken over.

5. According to the Medical Reimbursement Scheme adopted by the Company one of the conditions for medical expense reimbursement eligibility is that the treatment is to be carried out in a Government Hospitals or any other hospital approved by the Company. Other than Government hospital no other hospital is seen approved by the Company. The Company has reimbursed medical claim lodged by its employees for the medical treatment carried out in private hospitals not approved by the Company's Medical Reimbursement policy. This is violation of Company's medical reimbursement policy.

Our opinion is not modified in respect of the matters emphasized.

Other Matters

1. Legal Cases with respect to trading of cement 2016

M/s Cement Land Corporation vide their notice dated 4/08/2016 demanded Rs.3.5 crores with interest @12% from 14/3/2016. The matter is disputed and went to arbitration council. Subsequent events occurred after balance sheet date points out that the arbitration award was against the KSIE and KSIE was asked to pay Rs.3.5crores with interest @ 9% and the matter is further disputed The contingent liability with respect to this is not disclosed in notes on accounts

2. Former Managing Director Saji Basheer has irregularly and illegally appointed employees and disbursed an amount of Rs.39,83,137- during the period from September 2015 to May 2016. The Company has incurred financial loss to this extent. A request has been placed before the Government for taking appropriate action to recover the amount from Shri.Saji Basheer. Subsequent events occurred after balance sheet date points out that an order has been issued by the Government of Kerala on 02/7/2021 to recover the amount from Saji Basheer. This aspect has not been reported in the notes on accounts.
3. Internal control is to be strengthened especially in Soap Unit at Kozhikode and Container Freight Station at Kochi and internal auditor's comments has to be addressed timely.

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

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, we enclose in the Annexure-A, a statement on the matters specified in the paragraph 3 and 4 of the order.

2. As required by Section 143 (3) of the Act, 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;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books of account however statutory registers as per Companies Act 2013 needs updation.
 - (c) The balance sheet ,statement of profit and loss and Cash Flow statement dealt with by this report are in agreement with the books of accounts;
 - (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
 - (e) On the basis of written representations received from the directors as on March 31, 2018, taken on record by the board of directors, none of the directors is disqualified as on March 31, 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in ‘Annexure B’; and
 - (g) With respect to the other matters to be included in the Auditors’ Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company does have pending litigations which would impact its financial position. (ii) The Company does not have any long-term contracts, including derivative contracts. Accordingly, no provisions for material foreseeable losses have been made.
 - (iii) There were no amounts which were required to be transferred to the investor education and protection fund by the Company.
 - (iv) A statement on the compliance to the directions issued by Comptroller and Auditor General of India under section 143(5) is attached.

For **B Radhakrishnan & Co**

Chartered Accountants

Firm Registration Number: 0077515

B Radhakrishnan Potti, FCA, DISA (ICA)

Proprietor

Membership No. 200266

UDIN : 22200266ADYYCR2770

Place: Trivandrum

Date: 16-02-2022

**Annexure A to the Independent Auditors' Report of the
"KERALA STATE INDUSTRIAL ENTERPRISES LIMITED"
as of and for the year ended March 31, 2018
(referred to in our report of even date)**

1. In respect of companies fixed asset
 - (a) A company has not maintained fixed asset registered properly showing full particular, including qualitative details and situation of fixed asset and the record is updated only upto the period 2014-15.
 - (b) According to the information and explanations given to us, the fixed assets have been physically verified by the management during the year at reasonable intervals. As explained to us, no material discrepancies were noticed as compared to the book and records, and on such physical verification.
 - (c) In our opinion and according to the information and explanations given to us, the title deeds of immovable properties are held in the name of the Company.
2.
 - (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - (b) The discrepancies noticed on physical verification of the inventory as compared to books and records are not material and has been properly dealt with in the books of accounts.
3. According to the information and explanations given to us, the Company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the Order is not applicable
4. In our opinion and according to the information and explanations given to us, the Company has not given any loans, made any investments, provided any guarantees, and given any security to which the provisions of section 185 and 186 of the Companies Act, 2013 are applicable.

5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and accordingly paragraph 3 (v) of the Order is not applicable.
6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the Company.
7.
 - a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, and records, the Company has been generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at 31 March, 2018 for a period of more than six months from the date on which they become payable .
 - b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales tax, service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute except in the matter of service tax demand of Rs.3,37,71,383/- (As detailed in Schedule-U forming part of the financial statements) against which an appeal is pending.
8. In our opinion and according to the information and explanations given to us, the Company has defaulted in the repayment of dues to in financial institution, bankers, debenture holders except to for repayment to Government of Kerala Rs.110,00,000/- received as loan during the fy 2011-12.
9. Based on the audit procedures performed and the information and explanations given by the management, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year accordingly, paragraph 3 (ix) of the Order is not applicable.
10. Based on the audit procedures performed and the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. In the view of exemption given vide notification number. GSR463 (E) date 15th June, 2015 issued by the ministry of corporate affairs provisions of section 197 read with Schedule V to the Act, regarding managerial remuneration are not applicable to the company. Accordingly, paragraph (xi) of the order is not applicable.

12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, there is no transaction with related parties in compliance with section 177 and 188 of Companies Act,2013,accordingly this clause is not applicable.
14. According to the information and explanations given to us and based on our examination of the records of the Company,the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly ,the provisions of paragraph 3 (xiv) of the Order are not applicable .
15. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly paragraph 3 (xv) of the Order is not applicable
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act1934.and accordingly the provisions of paragraph 3 (xvi) of the Order is not applicable

For B Radhakrishnan & Co

Chartered Accountants

Firm Registration Number : 007751S

B Radhakrishnan Potti, FCA, DISA (ICA)

Proprietor

Membership No. 200266

UDIN : 22200266ADYYCR2770

Place : Trivandrum

Date : 16.02.2022

Annexure

Directions under section 143(5) of Companies Act, 2013

1. Whether the Company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and lease hold land for which title/lease deeds are not available.

Auditor's Comment

Yes, the Company has clear title/lease deeds for freehold and leasehold land.

2. Whether there are any cases of waiver/write off of debts/loans/interest etc., if yes the reasons there of, and the amount involved.

Auditor's Comment

No waiver/write off of debts/loans.interest etc., is noticed during the current year.

3. Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.

Auditor's Comment

The Company is not maintaining any inventory with third-party and has not received any asset as gift from Government or other authorities.

Sector Specific Sub-directions under Section 143(5) of the Companies Act, 2013

Agriculture and Allied Sector - NOT APPLICABLE

General

1. Whether the land owned by the Company is encroached upon, under litigation, not put to use or declared surplus. Details may be provided.
2. Whether physical verification and valuation of standing crops/ trees was done at the end of the Financial Year in accordance with the standard industry practices?
3. Whether the stock of seeds packing/ certification materials and other items has been taken on the basis of stock records after adjustment of shortage/ excess found on physical verification whether due consideration has been given for deterioration in the quality of old stocks which may result in overvaluation of stock?

4. Whether all the agriculture produce procured is properly stored and adequately insured? If any insurance claims are rejected, the details may be reported.
5. Whether the Company has an effective mechanism for disbursement of loans/subsidies/ agro inputs and agriculture machineries to beneficiaries and recovery thereof (loans) along with interest, if any, from beneficiaries?
6. Whether grants/Subsidies received for implementing various schemes are accounted for as per the accounting standards and utilized for intended purposes.
7. Whether the cost incurred on abandoned projects has been written off?

Agriculture procurement

1. Examine and report the cases of levy of penalty for mismatch of stock of food grains with cash credit limit availed.
2. Examine and report the system for timely lodging of claims (covering all cost incidentals) in respect of delivery of food grains against Central and State Schemes.
3. Examine and report on the deficiencies in the system for assessing the health of stock and for valuation of damaged food grains.
4. Examine and report the system of reconciliation of amount recoverable/ payable, in respect of gunny bales, with millers and other procuring agencies.
5. Examine the system to check the authenticity of claims shown as recoverable from FCI/State Govt.

Forest

Plantation

1. Whether requisite permission for clearing of forest, existing plants etc. have been obtained under the prevailing rules and regulations in compliance with Forest Conservation Act so as to protect/ preserve forest cover. He the Company taken adequate step to stop unauthorised felling of trees for conservation and spread of forest cover.
2. Whether the management has ensured that by- product/scrap is produced within the norms.
3. Whether the policy of accounting for trees felled after economic life of rubber/other plantation is in accordance with the standard practices followed in similar industries?
4. Whether re-plantation reserve has been utilised for intended purposes and to meet the requirement of compensatory afforestation under respective legislation.

Extraction/Utilization of Forest Produce

1. Indicate whether the Company has devised a proper system for timely taking over of marked forest lots for felling, extraction of timber and as a safeguard against deterioration during extraction, transportation and storage. If not, losses incurred due to the deterioration of timber during the year may be highlighted.
2. Whether the Company has a proper system to check the basis of calculation and timely payment of royalty to the Forest Department. Interest paid to the State Government on account of delay in payment of royalty may be stated.
3. Examine the system of auction to determine whether it is transparent enough to ensure fair realization of value of timber.
4. Whether management has monitored that production of by-products was within the norms.
5. Whether inventory management is effective in bridging the gap between the demand and supply to avoid distress selling of timber?
6. Report the cases of diversion of grants/subsidies received from Central/State Government or their agencies.

Agro Based Industries

1. Report the cases of diversion of grants/subsidies received from Central/State Government or their agencies.
2. Cases of wrong accounting of interest earned on account of non-utilization of amounts received for projects/schemes may be reported.
3. Examine the pricing policy framed by the Company to ensure that all cost components are covered.
4. Report on the extent of utilization of plant & machinery and its obsolescence, If applicable.

Livestock and Poultry Companies

1. Whether the Company has laid down the sale/pricing policy for frozen semen/fodder seed production/if so,
 - ◆ Whether the piece was fixed/revised in accordance with the policy.
 - ◆ Whether the valuation of inventories is in accordance with the above policy/standard industry practices.
2. Whether there is norm fixed for loss due to morality?
 - ◆ Whether there are instances of huge loss incurred due to excessive morality rate?

◆ Comment on the system of assessment of loss due to morality.

3. Review the plant capacity, actual production, underutilization of the plant in case of meat processing plant/other plants disclosure thereof.

Finance Sector - NOT APPLICABLE

1. Whether the Company has complied with the directions issued by the Reserve Bank of India for:
 - ◆ Non-Banking Finance Companies (NBFCs)
 - ◆ Classification of non-performing assets; and
 - ◆ Capital adequacy norms for NBFCs
2. Whether the Company has system to ensure that loans were secured by adequate security free from encumbrances and have first charge on the mortgaged assets. Further, instances of undue delay in disposal of seized units may be reported.
3. Whether introduction of any scheme for settlement of dues and extensions thereto are in compliance with the policy guidelines of the Company/Government.
4. Comment on the confirmation of balances of trade receivables, trade payable, term deposits, bank accounts and cash.
5. Whether the bank guarantees are revalidated in time?

General and Social Sector - NOT APPLICABLE

Welfare Companies.

1. Whether introduction of any scheme for settlement of dues and extensions thereto complies with guidelines of Company / Government.
2. Whether the funds received from agencies for each scheme have been accounted for as specific guidelines of the scheme and their balances periodically reconciled and discrepancies noticed, if any, properly accounted for in the financial statements.
3. Whether the Company has a policy for appropriations of repayments received from beneficiaries? Whether the policy complies with the scheme guidelines under which the beneficiary received the funds.
4. Whether the Company has received the beneficiary's share of cost in cash or as labour contribution. If the beneficiary's share of cost is received as labour contribution, whether the valuation of labour contribution was properly done and accounted for in the books of Company?
5. Whether the Company had submitted timely the claims for grant of subsidy by the Government. If the claims were filled with delay, whether the same has been properly accounted in the books.

Food and Civil Supplies

1. Whether the Company has lifted the quantity of food grains allotted by Government? If so, whether the lifted quantities are released to fair price shops at subsidized rates and the Company has reconciled the total quantity of food grains lifted and distributed.
2. Whether the Company has preferred the claim in time for differential cost with the Government and the amount of claim accepted/rejected has been properly accounted for in the books of the Company.
3. Comment on the existence of quality control system to check the quality of food grains to be distributes to beneficiaries. Any deficiencies resulting in food grain not as per accepted quality norms may be stated.

Tourism

1. Whether the grants received for development of tourism infrastructure were utilized for the intended purpose and have been properly accounted for, based on the utilization certificates submitted in compliance with applicable Accounting Standards.
2. Whether outsourcing of services, leasing of tourism infrastructure etc. was done in accordance with the policy/guidelines issued by Government/Whether the Company has an effective system for monitoring the contractual obligations?
3. Whether the Company is computing the cost of major operation/jobs including occupancy, products, processes and services regularly? If not, describe the failures.
4. What are the criteria for giving discounts and whether any cost benefit analysis has been done to ensure recovery of cost? In the cases of under recovery, such areas may be identified and loss incurred due to such recovery may be commented.

Transport

1. Are there any established norms for processign of tariff fixation? The cases of under recovery cost may be highlighted.
2. Does the Company have a set of operational norms? Has the management measured its performance against the norms and taken suitable action in case of deviation?
3. The system for monitoring the recovery of lease rent obtained from contractors for Operation & Maintenance (O & M) of bus stand may be examined and the non recoveries may be quantified.
4. Cases of diversion and surrender of utilised funds received from Centre and State Government or its agencies under different schemes may be reported.
5. Details of works completed during the year and delay in on-going works, if any, may be reported.

Housing

1. Whether the Company follows an accounting system that enables individual accounting of completed cost of each construction contract/Project. In the absence of any such system, it may be seen as how the Company is ascertaining the individual cost of construction contracts?
2. Whether the Company has assessed/estimated the losses in the on-going contracts and the made adequate provision for the losses in the accounts?
3. Evaluate and report on the system of planning, preparing estimates and awarding the work. List out the cases where the scope of work has increased beyond 10 percent of the original value of contract.
4. What is system regarding payment of interest on deposits made by other Government departments in terms of instructions of Finance Department of the State Government?
5. What is system of accounting for the grants/subsidies received from Central/State Government or its agencies for performing various activities? Comment on the cases of diversion wherein the grants were not utilized for the purpose for which these were received.

Culture

1. Has the Company formulated Long Term/Annual Action Plan for conservation/promotion of culture and heritage/If yes, whether the plan is implemented in a holistic manner?
2. Does the company conduct impact assessment of its schemes on promotion of cultural heritage of the State?
3. Whether eligibility and quantum of Government subsidy to the beneficiaries is in accordance with the schemes of GOI/State.

Health

1. Has the Company carried out activities relating to health promotion, prevention of epidemics, community health and sanitation activities?
2. Whether the cost accounting system of the Company ensures correct accounting of costs for each category of medicines/drugs/equipment and machinery.
3. Whether the system for valuation and accounting of medicine inventory is adequate and in accordance with the standard practices of the industry?

Infrastructure sector

1. Whether the Company has taken adequate measures to prevent encroachment of idle land owned by it. Whether any land of the Company is encroached, under litigation, not put to use or declared surplus? Details may be provided.

Auditor's Comment Comment

As explained by the management there is no idle or surplus land with the company and no land is encroached.

2. Whether the system in vogue for identification of projects to be taken up under Public Private Partnership is in line with the guidelines/policies of the Government? Comment on deviation, If any.

Auditor's Comment

No such cases.

3. Whether a system of monitoring the execution of works vis-a-vis milestones stipulated in the agreement is in existence and the impact of cost escalation, if any, revenues/losses from contracts, etc have been properly accounted for in the books.

Auditor's Comment

The revenue and losses from the contracts entered are seen properly accounted in the books of the company during the year 2016-17. A proper monitoring of the execution of work is seen existed in the organization.

4. Whether funds received/receivable for specific schemes from Central/State agencies were properly accounted for utilized/List the cases of deviation.

Auditor's Comment

The funds received for specific schemes are seen properly accounted.

5. Whether the bank guarantees have been revalidated in time?

Auditor's Comment

Yes. Bank guarantees are seen revalidated wherever it is applicable. However during the period no bank guarantees are seen disclosed under contingent liability.

6. Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.

Auditor's Comment

No confirmation is seen obtained from the creditors/debtors of the organization.

7. The cost incurred on abandoned projects may be quantified and the amount actually written off may be mentioned.

Auditor's Comment

No projects are seen abandoned.

Industrial Promotion - NOT APPLICABLE

1. Describe the deviation from the system of payment for land acquisition including compensation under Resettlement & Rehabilitation policy of th State Government. Cases of land disputes may be mentioned.
2. Is the system of sanction, disbursement and recovery of industrial loan effective? State the cases of deviations from rules, regulations and policies in regard to rescheduling, waiver of loans/ interest and One Time Settlement schemes etc;
3. Examine, and state the system of allotment of industrial plots/sheds including recovery of instalments from the allottees. What is the system of imposing penalty due to delay in setting up the business or starting business other than the one for which the allotment was made?
4. System of managing the default cases may be examined. Are all steps to remedy the situation taken within the prescribed time limits/The cases of non-compliance to establish system may be detailed.
5. Examine and provide the details of liability, if any on account of delay in handing over the project to allottees and its consequent accounting.
6. State the cases where loans/funds received from central/State Government or its agencies have been diverted from purpose for which these received.

Manufacturing Sector

1. Whether the Company's pricing policy absorbs all fixed and vaiable cost of production as well as the allocation of overheads?

Auditors Comment

The company has a proper pricing policy for allocation of the cost as per the explanation given by the management during the course of audit.

2. Whether the Company has utilized the Government assistance for technology upgradation/ modernization of its manufacturing process and timely submitted the utilization certificates.

Auditors Comment

No such assistance received during the period of audit.

3. Whether the Company has fixed norms for normal losses and a system for evaluation of abnormal losses for remedial action is in existence.

Auditors Comment

Norms for normal loss and remedial actions are taken in case of abnormal losses, if any

4. What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.

Auditors Comment

There is no by-product in the manufacturing of soaps. Finished products are valued at cost or net realizable value whichever is less.

5. Whether the effect of deteriorated stores and spares of closed units been properly accounted for in the books.

Auditors Comment

No units is seen closed in the organization.

6. Whether the Company has an effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage/excess noticed during physical verification.

Auditors Comment

A system exists in the organization for physical verification of stock treatment of non-moving items and accounting the effect of shortage / excess noticed during physical verification.

7. State the extent of utilization of plant and machinery during the year vis-a-vis installed capacity

Auditor's Comment

Capacity utilization during the year 2016-17 was 22.12% as informed and certified by the management.

8. Report on the cases of discounts/commission in regard to debtors and creditors where the Company has deviated from its laid down policy.

Auditor's Comment

No such cases notice.

Mining – NOT APPLICABLE

1. Whether the Company has taken adequate measure to reduce the adverse effect on environment as per established norms and taken adequate measures for the relief and rehabilitation of displaced people.
2. Whether the Company had obtained the requisite statutory compliances that was required under mining and environment rules and regulations?
3. Whether overburden removal from mines and backfilling of mines are commensurate with the mining activity?
4. Whether the Company has disbanded and discontinued, mines. If so, the payment of corresponding dead rent there against may be verified.

5. Whether the Company's financial statements had properly accounted for the effect of Rehabilitation Activity and Mine Closure Plan?

Power Sector-NOT APPLICABLE

1. Adequacy of steps to prevent encroachment of idle land owned by Company may be examined. In case land of the Company is encroached upon, under litigation, not put to use of declared surplus, details may be provided.
2. Where land acquisition is involved in setting up new projects, report whether settlement of dues were done expeditiously and in a transparent manner in all cases. The cases of deviation may please be detailed.
3. Whether the Company has any effective system for recovery of revenue as per contractual terms and the revenue is properly accounted for in the books of accounts in compliance with the applicable Accounting Standards?
4. How much cost has been incurred on abandoned projects and out of this how much has been written off?

Generation

1. In the cases of Thermal Power Projects, compliance with the various Pollution Control Acts and the impact thereof including and disposal of ash and the policy of Company in this regard, may be checked and commented upon.
2. Has the Company entered into revenue sharing agreements with private parties for extraction of coal at pitheads and if so, whether they adequately project the financial interests of the Company?
3. Does the Company have a proper system for reconciliation of quantity/quality of coal ordered and received and whether grade of coal/moisture and demurrage etc., are properly recorded in the books of accounts?
4. How much share of free power was due to the State Government and whether the same was calculated as per the agreed terms and depicted in the accounts as per accepted accounting norms?
5. In the case of hydroelectric projects whether the water discharges is as per policy/guidelines issued by the State Government to maintain biodiversity. Cases of deviation and penalty paid/payable may be reported.

Transmission

6. Is the system of power commensurate with power available for transmission with the generating company? If not, loss, if any, claimed by the generating company may be commented.
7. How much transmission loss in excess of prescribed norms has been incurred during the year and whether the same has been properly accounted for in the books of accounts?
8. Whether the assets constructed and completed on behalf of other agencies and handed over to them has been properly accounted for in the financial statements.

Distribution

9. Has the company entered into agreements with franchise for distribution of electricity in selected areas and whether the revenue sharing agreements adequately protect the financial interest of the company?
10. Report on the efficacy of the system of billing and collection of revenue in the company
11. Whether tamper proof meters have been installed for all consumers? If not then, examine how accuracy of billing is ensured.
12. Whether the company covers and accounts, the State Electricity Regulatory Commission (SERC) approved Fuel and Power Purchase Adjustment Cost (FPPCA)?
13. Whether the reconciliation of receivable and payables between the generations, distribution and transmission companies has been completed. The reasons for difference, if any, may be examined.
14. Whether the company is supplying power to franchisees? If so, whether the company is supplying power to franchisees at below its average cost of purchase?
15. How much tariff roll back subsidies have been allowed and booked in the accounts during the year? Whether the same is being reimbursed regularly by the State Government? Shortfall, if any, may be commented.

Services Sector

1. Whether the company's pricing policy absorbs all fixed and variable cost of production and the overheads allocated at the time of fixation of price?

Auditor's Comment

The company has a better pricing policy which absorbs all cost of production as explained by the management.

2. Whether the Company recovers commission for work executed on behalf of Government/other organizations that is properly recorded in the books of accounts? Whether the Company has an efficient system for billing and collection of revenue?

Auditor's Comment

The company has an efficient system of billing and collection of revenue in respect of work executed and the same is recorded in the books of accounts.

3. Whether the company regularly monitors timely receipt of subsidy from Government and is properly recording them in its books?

Auditor's Comment

The subsidy received from Government is properly accounted in the books of accounts and the same is properly monitored.

4. Whether interest earned on parking of funds received for specific projects from Government was properly accounted for?

Auditor's Comment

The interest earned on parking of funds received from specific projects from government if any is seen accounted towards the fund balance.

5. Whether the company has entered into Memorandum of understanding with its Administrative ministry, if so, whether the impact thereof has been properly dealt with in the financial statements.

Auditor's Comment

No such Memorandum of Understanding is seen entered by the company.

Trading

1. Whether the company has an effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been recorded in the books of accounts?

Auditor's Comment

Even though there exists a certain amount of debtors which is outstanding for a long period of time, there exists a system for recovery of dues in respect of its sales activities and the dues outstanding. The amount so collected is seen accounted properly in the books of accounts of the company.

2. Whether the company has an effective system for physical verification, valuation of stock, treatment of non-moving items and accounting the effect of shortage/excess noticed during physical verification.

Auditor's Comment

As per the verbal information to us by the management, there is no physical stock in the sales activities through the business centers as there is no sales counter at the business centers. In the manufacturing unit, Kerala soaps, there is a proper system for physical verification, valuation, treatment of non-moving items and accounting for the effect of shortage/excess noticed if any.

3. The effectiveness of the system followed in recovery of dues in respect of sale activities may be examined and reported.

Auditor's Comment

The system followed by the organization in recovery of the dues is effective even though there exists a certain amount of debtors which are outstanding for a long period of time.

Miscellaneous Sector**Technology Oriented-NOT APPLICABLE**

1. Examine and report the cases of dispute, if any, on contracts relating to supply of hardware as well as software. In the event of such assets remaining with the Company please report on its valuation and accounting in the books.
2. What is the system of recovering fees/charges in regard to providing manpower to various agencies? Report the cases where no such recovery has been affected and accounted for.
3. What is the system of receiving revenue share from franchise, if any?
4. Report the cases where software, hardware or IT enabled system is lying redundant/outdated.
5. What is system of accounting of grants/subsidies received from central/state government or its agencies? Comment on the cases of diversion wherein the grants were not utilized for the purposes for which they were received.

Other

1. Examine the system of effective utilization of Loans/Grant-in-aid/Subsidy. List the cases of diversion of funds.

Auditor's Comment

As per the management explanation verbally given to us, the Loan/Grant-in-aid/Subsidy received is seen effectively utilized and there is no major diversion.

2. Examine the cost benefit analysis of major capital expenditure/expansion including IRR and payback period.

Auditor's Comment

No major capital expenditure/expansion is seen carried out during the period of our audit. As explained by the management, Capital projects are taken up only after the approval of DPR by the board of the company and the state Government.

3. If the audited entity has computerized its operations or part of it, assess and report, how much of the data in the company is in electronic format, which of the areas such as accounting, sales personnel information, payroll, inventory etc. have been computerized and whether the company has evolved proper security policy for data/software/hardware?

Auditor's Comment

Only a part of the operations of the company is seen computerized. The areas such accounting, pay roll, inventory are seen computerized. The security policy adopted by the company for data/software is seen adequate.

For B Radhakrishnan & Co
Chartered Accountants
Firm Registration Number: 007751S

B Radhakrishnan Potti, FCA, DISA (ICA)
Proprietor
Membership No. 200266
UDIN: 21200266AAAAHU6427

Place : Trivandrum

Date : 16.02.2022

CASES FILED AGAINST THE COMPANY

Sl. No.	Case No.	Court	Petitioner	Respondent	Subject matter of the case	Name of the Advocate	Present position of the case	Department	Amount Involved
Sl. No.	Case No.	Court	Petitioner	Respondent	Subject matter of the case	Name of the Advocate	Present position of the case	Department	Amount Involved
1	W.P No. 18871/2010	High Court	Malathi prabhakaran	Ombudsman of Local Self Govt.	Petitioners are panchayath members and they take decision to award contract of supply of tubes and bend pipes to one Sivaram Electricals. KSIE and stranger challenged the contract. The Ombudsman dismissed our allegation and found that loss caused to Panchayath and directed recovery of the said loss from the petitioners.	Adv Siju K	Disposed on 25.11.2021	Marketing	-
2	W.P No 4056/2011	High Court	INTUC & Others	KSIE	INTUC praying to quash Government order to create 1919 posts and fill up these posts in special manner. After hearing , the Division Bench referred the matter to a full bench. Copy of counter not seen.	Menon&Pai Adv RT Pradeep	Pending	HR	-
3	Apeal Nos 4&5 of 2012	AERA Appellate Tribunal New Delhi	All Kerala Cargo Movers Association	KSIE	Tariff revision			ACC	-
4	W.P.No: 24502/2012	High Court	KTC	KSIE	KTC praying to quash tender for hiring of covered trucks on contract basis to TACT including the agreement executed with respondents in pursuance to the said tender. Petitioner also seeks for direction to call for a new tender. Tender issued in favour of M/s Royal Plus. OSNo 242/2012&OSNo 1427/2012 filed by KTC were dismissed for default.	Menon&Pai	pending	HR	-

5	WPNo 14794/2013	High Court	Ratheendran	State of Kerala and KSIE	TACT Porters Head Load Workers Act dispute	Menon&Pai	Pending	HR	-
6	W.P. No. 30816/2013	High Court	Rasna Beegum	KSIE	Petitioner applied for the post of Executive. Challenged the recruitment and seek stay the appointment.	Menon&Pai	Pending	HR	-
7	W.P. No. 3131/2014	High Court	Dilen Vincent	KSIE	Petitioner applied for the post of Marketing Executive. After test and interview we have issued appointment order. While the petitioner reported for duty we have denied to join because he has not possessed qualification and experience. Degree of bachelor of commerce passed only on September 2012.	Menon&Pai	statement filed by advocate	HR	-
8	WPNo. 22771/2014	High Court	Jeeva Mukundan	KSIE	Petitioner praying to call for records in connection with selection of office assistant in Kerala Soaps. Ptioners name forwarded by employment exchange under ETB category	Menon&Pai	Pending	HR	-
9	WP © No. 23817/2015 and Appeal No. ATA 827(7)/2015	High Court	Assistant Provident Fund Commissioner	Kerala State Industrial En- terprises Ltd	EPF Authorities sent notice to remit Rs. 31,90,498/- and Rs. 43,19,937/- towards damage of erstwhile Kerala Soaps & Oils Ltd.	Menon & Pai Advocates, Kochi.	Pending		
10	CCC No. 1621/2015 in WP (C) No. 2491/2015	High Court	Royal Pluz Courier & Another	George Thara- kan, Airport Di- rector & Abdul Rahiman, GM, KSIE	To permit the petitioners to resume their work as authorized courters at Trivandrum International Airport, TVM in which KSIE was impleaded as additional 4th respondent.	Menon & Pai Advocates, Kochi.	pending		
11	WP © No. 33396/2016	High Court	K. Sasiku maran & Othe rs of Kerala Soaps Ltd.	State of Kerala	For increase of Service Benefits	Menon & Pai Advocates, Kochi.	Pending		

12	CRP No. 447/2016		M/s. National Extractions Industries	Kerala State Industrial Enterprises Ltd	The Sub Court, Calicut issued a decree of Rs. 70,967/- on 11.10.1990 in favour of National Extractions Industries. The Party filed Execution Petition EA No. 884/2006. The Sub Court, Calicut attached and sold 1 are 5 cent land at Vellayil, Calicut to M/s. National Extractions Industries for an amount of Rs. 2 Lakhs. KSIE filed Set Aside Petition but not granted. Then filed CRP to the Hon'ble High Court. Industries Department and Revenue Department impleaded as additional respondents.	Menon & Pai Advocates, Kochi.	Pending		
13	WP © No. 3714 of 2016	High Court	Saleem. P.K	State of Kerala and KSIE	Appoint the Petitioner in the vacancy of Assistant Manager (Quality Assurance) in Kerala Soaps	Menon & Pai Advocates, Kochi.	Disposed on 13.03.2018	HR	
14	R.F.A. No. 294/2016 in I.A. 1217/2016	High Court	Karnataka Soaps	Kerala Soaps & KSIE	Against the infringement of registered design of the product 'Sandal Soap'.	Menon&Pai	pending		
15	WP © No. 30872/2017	High Court	Rakhi. P. S. & 4 Others	State of Kerala and KSIE	For Clearing the disparity in Salary, existing among the employees in KSIE, who were recruited through PSC and the employees who were recruited for Kerala Soaps and Container Freight Station through RIAB	Menon & Pai Advocates, Kochi.	Menon & Pai Advocates, Kochi.	HR	
16	WP © No. 41714/2017	High Court	Ayooob & 4 Others	Regional PF Commissioner, Kochi and Grey Matter	EPF Case	K.G.Rita	pending		
17	CCC No. 499/2018 in WP © No. 11656/2012 of Hon'ble High Court	High Court	Unnikrishnan M. K	State of Kerala and KSIE	Appointment to the post of Helper in Kerala Soaps, KSIE Ltd	Menon&Pai	pending	HR	

18	O.S. No. 11 of 2018	2nd Add. Subordinate Judge Court, TVM	Greentech Marketing represented by Georgekutty. J	KSIE -3rd Defendant and Kerala Soaps - 4th Defendant	To take back goods supplied by the first defendant remaining in the godown of plaintiff.	Adv. Rita	pending	HR	
CASES FILED BY THE COMPANY									
1	S.T .No.448/2005	Judicial First Class Magistrate Court IV Kochi	KSIE	OMKAR Trading Corporation, Kochi	KSIE filed a case for realisation of an amount of rupees 47616/- against Mr. N.R. Bhadrakumar represented by M/s. OMKAR Trading Corporation, Kochi under Negotiable instrument Act.	Menon &Pai, Adv K Sankarankutty	posted for steps on 30/04/2014	Marketing	Rs. 47,616.00
2	OS No 396/2010	Munsiff Court Trivandrum	KSIE	Mubarak	Mr. Mubarak purchased crockery and given a cheque for Rs 35000/- and same was dishonoured. We have filed a civil suit for realisation of outstanding amount. Disposed ex party order	Menon &Pai Mohankumar 9447309509	pending	Marketing	Rs. 35,000.00
3	OS No391/2011	Sub Court North Parur K	KSIE	Madhan	Supply of substandard quality of 600mm ID spigot pipe & socket type NP3class RCC pipe (100 nos). On 7/6/2012 sub court ordered that Plaintiff called absent no representation no steps to implead leagal heirs of defendant taken. Hence suit is here by ordered as abated. Then DGM (A&HR) requested GM(CFS) to provide correct addresses and name of the legal heir of the defendant at the earliest. Sri. Febi Varghese filed a condonation petition for delay on May 2014. We have no information about the issue except the note forwarded by GM(M). On 18/09/2015 forwarded a note for papaer publication of summons to Defendant No2.	Menon&Pai	Defendants were ex party. Decreed forrealising an amount of Rs 1350180/- with interest at the rate of 11% per annum. Decreed on 28/10 /2015	Devel- opment	Rs. 13,50,180.00

4	S.T No:140/2012	First Class Magistrate Court V.TVM.	KSIE	Winston, Megha Marketing, Kollam.	Dishonour of cheque. Summons sent to the accused is returned and once again taken steps by registered post for issuing summons.	K.G.Rita	Repeat Sommons 19.04.2014	Marketing	Rs. 24,465.00
5	R.P. No. 572/2018 in W.P. © No. 3714/2016	High Court	KSIE	Saleem. P. K. & Others	To stay the operation of the direction passed in the Judgment dated 13.03.2018 passed in WP © No. 3714/2016/	Menon & Pai Advocates, Kochi.	Disposed on 23.11.2018	A&HR	
6	O.S. No. 1642 of 2017	Principal Munciffs Court, TVM	KSIE	M/s. Hebron Aqua Foods (India) P Ltd. represented by its MD Sri. Varghese A Augustine.		K.G.Rita	Pending		
7	WP © No. 17073/2017	High Court	KSIE	Regional PF Commissioner, Kochi and Grey Matter	EPF Case	K.G.Rita	Disposed on 30.05.2017		



सत्यमेव जयते

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT II)
KERALA, THIRUVANANTHAPURAM**

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER
SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF KERALA STATE INDUSTRIAL ENTERPRISES LIMITED FOR THE
YEAR ENDED 31 MARCH 2018**

The preparation of financial statements of **Kerala State Industrial Enterprises Limited** for the year ended **31 March 2018** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **16 February 2022**.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of **Kerala State Industrial Enterprises Limited** for the year ended **31 March 2018** under Section 143(6) (a) of the Act.

*For and on behalf of the
Comptroller and Auditor General of India*

Sd/-

K.P. ANAND

PRINCIPAL ACCOUNTANT GENERAL (AUDIT II), KERALA

Thiruvananthapuram

Dated: 21.03.2022

PROFIT AND LOSS STATEMENT (SUMMARY) OF KSIE LIMITED

(Rs . in lakhs)

<i>Particulars</i>	<i>2008-09</i>	<i>2009-10</i>	<i>2010-11</i>	<i>2011-12</i>	<i>2012-13</i>	<i>2013-14</i>	<i>2014-15</i>	<i>2015-16</i>	<i>2016-17</i>	<i>2017-18</i>
INCOME :										
Sales	835.84	713.95	1375.85	1272.42	1975.26	2611.64	2646.83	3833.39	6884.48	7217.91
ACC & Other income	915.98	1211.89	1491.93	1633.71	1784.11	982.29	1051.59	1223.44	1086.47	1176.89
Interest	103.93	91.24	48.31	114.18	154.13	153.70	153.33	133.35	162.43	125.04
TOTAL	1855.75	2017.08	2916.09	3020.31	3913.50	3747.63	3851.75	5190.18	8133.39	8519.84
Expenses :										
Cost of Goods sold /										
Material Consumed	797.33	668.65	1164.92	1124.50	1735.30	2157.09	2401.17	3495.99	6388.07	6509.90
Personnel,administration,										
Management development										
& other expenses	450.55	673.05	1138.04	976.10	1167.30	1179.69	1606.84	1895.77	1879.29	1699.15
Profit before interest &										
depreciation	607.87	675.38	613.13	919.71	1010.40	410.85	-156.26	-201.58	-134.00	310.79
Interest	0.75	0.69	14.24	62.57	103.31	122.23	149.71	159.04	142.56	103.84
Profit before depreciation	607.12	674.69	598.89	857.14	907.09	288.62	-305.97	-360.62	-276.56	206.95
Depreciation	45.65	51.87	155.10	202.07	214.83	238.36	163.41	160.36	153.52	143.06
Exceptional Items	-	-	-	-	-	-	0.75	0.03	-0.03	0.04
Profit/ Loss -	561.47	622.82	443.79	655.07	692.26	50.26	-470.13	-521.01	-430.06	63.85
Provision for DTL	0.26	12.47	6.27	8.91	4.44	15.10	32.73	22.14	15.54	11.26
Prov: for I.T.	184.15	199.99	149.67	203.18	220.28	0.00	0.00	0.00	0.00	2.87
Other provisions /										
Adjustments	0.00	0.00	5.95	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net profit	377.06	410.36	281.90	442.98	467.54	35.16	-502.86	-543.15	-445.60	49.72
Dividend Declared	42.00	42.00	42.00	42.00	45.00	5.00	0.00	0.00	0.00	0.00

BALANCE SHEET (SUMMARY) OF KSIE LIMITED

(Rs. in lakhs)

Particulars	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
LIABILITIES										
Share Capital	120.00	120.00	120.00	120.00	120.00	120.00	120.00	120.00	120	120
Reserves & Surplus	1940.40	2301.82	2534.89	2929.06	3344.30	3592.61	3485.60	3462.45	3016.84	3066.56
Deferred Tax Liability	59.20	71.67	77.95	86.86	91.30	106.40	139.14	161.28	176.82	188.08
Secured Loan-	-	-	177.20	527.18	953.44	999.07	1334.57	1351.14	462.23	43.51
Unsecured Loan :										
Govt. Loan	0.00	0.00	10.00	110.00	110.00	110.00	110.00	110.00	110	110
Others	0.00	94.00	330.18	330.18	330.18	270.18	270.18	270.18	270.18	270.18
Interest	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0	0
Current Liabilities & Provisions	837.40	761.72	1666.68	2784.19	2773.60	1926.16	2192.23	3086.69	5044.83	5876.97
TOTAL	2957.00	3349.21	5166.90	7137.47	7722.82	7124.42	7651.72	8561.74	9200.90	9675.30
ASSETS										
Fixed Assets	697.30	1272.48	2612.82	3695.28	4171.14	3361.69	3490.48	3320.76	3190.74	3099.85
Investments	0.03	0.03	10.03	10.03	10.03	10.03	11.33	530.03	530.03	530.03
Current Assets Loans and Advances	2259.67	2076.70	2544.05	3432.16	3541.65	3752.70	4149.91	4710.93	5480.13	6045.42
Miscellaneous Exp	-	-	-	-	-	-	-	-	-	-
P & L A/c	-	-	-	-	-	-	-	-	-	-
	2957.00	3349.21	5166.90	7137.47	7722.82	7124.42	7651.72	8561.74	9200.90	9675.30

Treasure of Fragrance



കേരളത്തിന്റെ തനതായ സുഗന്ധം കേരളാസോപ്പ് സോപ്പ്



No Animal Fat

100% Veg



Head Office:
KERALA STATE INDUSTRIAL ENTERPRISES LTD.
Vazhuthacaud, Thiruvananthapuram

കേരളാസോപ്പ്
ഒരു കേരളസർക്കാർ സംരംഭം



Factory:
KERALA SOAPS (A UNIT OF KSIE LTD.)
Vellayil, Kozhikode