



20<sup>th</sup>  
ANNUAL REPORT  
2015-2016

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ANNUAL REPORT  
2015-2016



The Agricultural Promotion and  
Investment Corporation of Odisha Ltd.

Baramunda, Bhubaneswar-751 003, Odisha





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## BOARD OF DIRECTORS AS ON 31ST MARCH 2015

1.	Manoj Ahuja, IAS
2.	OM Kar
3.	G. Mathivatnan, IAS
4.	Sanjeev Kumar Chaddha
5.	Nidhi Kumar Routray
6.	B. B. Jaydev
7.	Dr. (Mrs) B. R. Pillai
8.	Kiran Bihari Swain
9.	Dr. Dibakar Swain
10.	Prof. P. K. Dash



To

All Members, Directors and  
Statutory Auditor.

## NOTICE FOR 20<sup>th</sup> AD JOURNED ANNUAL GENERAL MEETING

Notice is hereby given that the 20<sup>th</sup> Adjourned Annual General Meeting of the members of APICOL will be held on **30.01.2018** at **5.00 PM** in the Registered Office of the Corporation at Baramunda, Bhubaneswar- 751 003 to transact the following business.

### **ORDINARY BUSINESS**

- a) To receive, consider and adopt the audited Balance Sheet of the Corporation as on 31<sup>st</sup> March, 2016 and the Profit and Loss Account for the year ended as on that date together with the report of Directors and Auditors thereon.
- b) To fix the remuneration of the Statutory Auditors for the Accounting year 2016-17.
- c) To declare dividend @ 20% on the net profit of the Corporation for the year 2015-16.

BY ORDER OF THE BOARD

Sd./-

**COMPANY SECRETARY**

- Encl/- a) Proxy form.  
b) Audited Accounts along with Auditors Report & Directors Report  
for the financial year 2015-16.

**Note:** 1. A member entitled to attend and vote at the meeting is also entitled to appoint a proxy to attend and vote at the meeting instead of himself. A proxy need not be a member of the corporation.

The instrument appointing proxy in order to be valid should however be deposited at the Registered Office of the corporation not less than 48 hours before the commencement of the meeting.



## DIRECTORS' REPORT

To

The Members,

Your Board of Directors have pleasure in presenting the 20<sup>th</sup> Annual Report of the Corporation together with the Audited Accounts for the year ended 31<sup>st</sup> March, 2016.

### FINANCE & ACCOUNTS:

The Corporation has earned net profit of ₹.7.04 lakh during the year 2015-16. The salient features of the financial performance are as follows:

#### INCOME:

SI. No.	Particulars	Year (2014-15) Rs.	Year(2015-16)Rs.
01	Revenue from operation	2750351.00	7583574.00
02	Other income	9461133.00	6222657.00
	<b>TOTAL</b>	<b>12211484.00</b>	<b>13806231.00</b>

#### EXPENDITURE:

SI. No.	Particulars	Year(2014-15) Rs.	Year(2015-16) Rs.
01	Finance Cost	0.00	0.00
02	Employees benefit expenses	8479726.00	9727448.00
03	Others expenses	2429535.00	2729156.00
04	Depreciation	320461.00	329521.00
05	Total expenses	1,12,29,722.00	12786125.00
06	Profit before tax	981762.00	1020106.00
07	Income Tax	205587.00	315212.00
06	Net Profit – after tax	776175.00	704894.00

#### FINANCIAL PERSPECTIVE AND KEY BUSINESS DEVELOPMENTS DURING THE FINANCIAL YEAR:

- Revenue from operation has been increased by 2.75 times over previous year due to receipt of scheme fund timely and payment of subsidy promptly.
- Revenue from other sources like interest, grant-in-aid etc has been decreased by 34.23% over the previous year due to reduction of staff and concentration on operational activity.
- Employees benefit expenses increased by 14.71% due to increase in rate of DA and yearly increment of the employees.
- Depreciation has been increased marginally due to purchase of new computers.



## ABOUT THE CORPORATION:

The Agricultural Promotion and Investment Corporation of Odisha Limited (APCIOL) was incorporated on 01.03.1996 vide CIN No.U01409OR1996SGC004357 with an objective to bring enterprise into agriculture as envisaged in State Agriculture Policy 1996. Sole objective of the Corporation is promotion of agro based and allied industries by promoting private investment.

The Corporation is also acting as virtual office of Agricultural and Processed Food Products Export Development Authority (APEDA) for the State of Odisha and Nodal Office of Small Farmers Agri-Business Consortium (SFAC). The Corporation is also disbursing subsidy under various schemes of State Agriculture Policy.

## BUSINESS OPERATION AND FUTURE PROSPECT:

During the year, your Corporation is able to serve 34880 nos. of beneficiaries by distributing various incentives to a tune of ₹. 147.44 crores, which includes 12632 nos. of Private L.I. Points. With the help of these L. I. Points, approximately 25264 hectares of additional cultivable areas have been covered under irrigation. During the year the Corporation has provided incentive to the tune of ₹.6366.33 lakh to 1365 nos. of Agri-entrepreneurs for establishing Commercial Agri Enterprises (CAE) and helped in generation of 3460 employment. You will be happy to note that with the financial assistance of APEDA, the Corporation has constructed of one Integrated Pack House at Titilagarh to help farmers for storage of their agri-horticulture products. The Corporation is also planning to increase private investment and create more employment opportunity in agriculture and allied sector during next year.

## DIVIDEND:

The Corporation has proposed to declare ₹.140979.00 as dividend to be paid out of profit of the financial year 2015-16.

## TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The dividend to be declared will be transferred to investors' education and protection fund as per provisions of Section 125 (2) of the Companies Act 2013.

## RESERVES:

Your Corporation is having reserves of ₹.589.23 lakh as on 31.03.2016 (previous year ₹.581.13 lakh) break up of which is as follows:

Particulars	Balance as on	Balance as on	Remarks
	31.03.2015 (Rs.)	31.03.2016 (Rs.)	
Capital reserve	514,75,203.00	515, 27,790.00	Not free for distribution
Profit/(Loss) balance	66,37,786.00	73,95,406.00	Free Reserve
<b>Total Reserve</b>	<b>581,12,989.00</b>	<b>589,23,196.00</b>	



### **CAPITAL STRUCTURE (EQUITY SHARE CAPITAL):**

The authorized capital of the Corporation is ₹.500.00 lakh divided into ₹.5.00 lakh numbers of equity shares of ₹.100.00 each. Govt. of Odisha has contributed ₹.110.00 lakh equity shares as fully paid up as at the end of 31<sup>st</sup> March, 2016. There is no further equity contribution of Govt. of Odisha. The Corporation has only equity share. The share holders are eligible for one shares one voting right. Shareholding pattern of the Corporation as on 31.03.2016 is tabulated below.

Name of share holders	No. of shares issued	Rate of each equity shares fully paid	Value of shares held in Indian Rupees	Percentage of holding
Governor of Odisha	109050	Rs.100/-	10905000.00	99.14
B. K. Patnaik,IAS	650	Rs.100/-	65000.00	0.59
S. C. Hota, IAS	50	Rs.100/-	5000.00	0.045
Alka Panda, IAS	50	Rs.100/-	5000.00	0.045
J.K.Mohapatra,IAS	50	Rs.100/-	5000.00	0.045
P.K.Jena, IAS	50	Rs.100/-	5000.00	0.045
Satyabrata Sahu,IAS	50	Rs.100/-	5000.00	0.045

### **LOANS:**

The Corporation has not availed any loan from Govt./ Non-Govt. agencies. The Corporation has also not given any loan to Govt./ Non-Govt. agencies. Govt. of Odisha has not given any guarantee in favour of the Corporation.

### **CAPITAL SUBSIDY:**

The Corporation has not availed any capital subsidy from State Government/Central Government during the current year.

### **CORPORATE GOVERNANCE:**

The Corporation has been practicing the principles of good corporate governance. It ensures compliance of the provisions contained in Corporate Governance Manual issued by Department of Public Enterprises, Govt. of Odisha and maintains transparency and disclosures that confirms fully to law.

### **LITIGATION:**

No material litigation was outstanding as on 31<sup>st</sup> March, 2016. List of pending court cases are enclosed separately at **Annexure-I**.

### **AUITORS:**

M/s. Anil Mihir & Associates, Chartered Accountants, Bhubaneswar was appointed as Statutory Auditor of the Corporation for the year 2015-16 by the CAG vide their letter No.CA.V/COY/ODISHA, TAPICO(1)1307, dt.05.08.2015. The Statutory Auditors have submitted their audit



report for the financial year ended on 31<sup>st</sup> March, 2016. The audited financial statement forms part of this Annual Report.

#### **SUPPLEMENTARY AUDIT REPORT OF CAG:**

CAG has audited the accounts of the Corporation for the year ended 31<sup>st</sup> March, 2016 and submitted non-review certificate which forms part of this Annual Report.

#### **SECRETARIAL AUDIT AND REPORT:**

The Corporation is not required to obtain Secretarial Audit Report under Section 204 (3) of Companies Act 2013.

#### **INTERNAL AUDIT AND CONTROL:**

The Corporation had appointed M/s. Chand & Co., Chartered Accountants as internal auditor during the year 2015-16. They have submitted their reports and suggestions which were placed in the Board Meeting.

#### **MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION:**

There is no material changes and commitments affecting the financial position of the Corporation which have occurred between the end of the financial year of the Corporation to which the financial statement relates and the date of the report.

#### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION, REDRESSAL) ACT 2013:**

No compliant has been received from any women employee during the financial year ending on 31<sup>st</sup> March, 2016 and thereafter till the date of the report regarding sexual harassment at work place.

#### **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND THE CORPORATIONS OPERATION IN FUTURE:**

No such order passed by the regulator / court which would impact the going concern status of the Corporation and its future operation.

#### **DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENT:**

The Corporation maintains adequate internal controls system commensurate with the nature of its business.

The Audit Committee reviews the adequacy and effectiveness of Corporations internal control systems and monitors implementation of audit recommendations for strengthening of internal control systems.



## **DEPOSITS:**

The Corporation has not accepted any deposits from public as defined under section 73, chapter V of the Companies Act 2013.

## **ANNUAL RETURN:**

The extracts of Annual Return pursuant to the provisions of section 92 read with rule 12 of the Companies (Management and Administration) Rules 2014 is furnished at **Annexure-II**.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

The Corporation has not entered into contract or arrangements with related parties referred to in sub-section (1) of section 188 of the Companies Act 2013.

## **CORPORATE SOCIAL RESPONSIBILITY:**

The Corporation is not a venture for profit. Its main objective is to promote agriculture and attract more investment in agriculture and allied sector for establishment of commercial agri enterprises. Considering the turnover and profit volume the provisions of section 135 of the Companies Act 2013 are not applicable to it.

## **MANAGERIAL EMPLOYEES:**

Particulars of employees in pursuance of section 134 (3) (9) of the Companies Act 2013 read with the rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule 2014 is - Nil.

However, in compliance with section 203 of the Companies Act 2013 following persons are designated as key managerial personnel.

Sri Rajesh Verma, IAS	-	Chairman upto 15.01.2016
Sri Manoj Ahuja, IAS	-	Chairman from 15.01.2016
Sri Om Kar	-	Managing Director

## **BOARD MEETINGS, BOARD OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND COMMITTEES OF DIRECTOR, BOARD MEETINGS:**

### **a. Composition:**

Board of Directors of the Corporation constitute 10 Directors viz Chairman, Managing Director, 6(six) nominated directors, 2 (two) Independent Directors as on 31.03.2016.

### **b. Appointment, Reappointment and Resignation, cessation and changes in Directors and key managerial personnel:**

Sri Manoj Ahuja, IAS was appointed as Chairman in place of Sri Rajesh Verma, IAS on 15.01.2016. Smt. Bindu Pillai Raman has been appointed as Director in place of Sri Ashok Kumar Sahu on 15.01.2016.

### **c. Board Meeting and attendance:**

During the financial year 2015-16, 3 Board of Directors Meetings were held i.e. on 23.06.2015, 19.10.2015 and 15.01.2016. Directors, attendance in the said meetings are as follows:



Sl. No.	Name of the Directors	Director category	Designation	Nos. of Board meeting held	Nos. of Board meetings attended
1.	Manoj Ahuja, IAS	Govt. Nominee	Chairman	3	2
2.	Rajesh Verma,IAS	Govt. Nominee	Chairman	3	1
3.	Om Kar		Managing Director	3	3
4.	P. K. Das	Govt. Nominee	Director	3	1
5.	S.K.Chaddha,IFS	Govt. Nominee	Director	3	1
6.	Nidhi Kumar Routray	Govt. Nominee	Director	3	1
7.	B.B. Jagadev	Govt. Nominee	Director	3	1
8.	Bindu Pillai Raman	Govt. Nominee	Director	3	1
9.	G.Mathivatnan,IAS	Govt. Nominee	Director	3	-
10.	K. B. Swain	Independent	Director	3	3
11.	Dibakar Swain	Independent	Director	3	3

**DECLARATION BY INDEPENDENT DIRECTOR:**

In terms of section 149 (7) of the Companies Act 2013, the Independent Director of the Corporation has submitted a declaration that he meets the criteria of independence.

**BOARD COMMITTEE:****a. Audit Committee:**

The Corporation has one Audit Committee constituted with the following members.

Sri K. B. Swain	Independent Director	Chairman
Sri Om Kar	Managing Director	Member
Sri N. K. Routray	Nominee Director	Member

During the year, 3 nos. of audit committee meetings were held under the chairmanship of K. B. Swain, Independent Director i.e. on 18.06.2015, 26.09.2015 and 11.01.2016.

All the Director members attended the meetings. During the year all the recommendations of audit committee were accepted by the Board.

**b. Human Resource (HR) Committee:**

No Human Resource (HR) Committee has been formed by the Corporation during the financial year 2015-16.

**c. Remuneration and HR Policy:**

The Corporation does not have its own remuneration and HR Policy. The Corporation follow the pay scale and allowances of IPICOL (Industrial Promotion and Investment Corporation of Odisha Ltd.) as per the decision of 2<sup>nd</sup> Board of Directors meeting.

The Corporation pays DA as applicable to State Government employees with the approval of Government. The Corporation has taken group gratuity insurance policy of Life Insurance Corporation of India to pay the retirement benefit to its employees.



**d. Corporate Social Responsibility (CSR) Committee:**

Presently the Corporation does not have CSR committee. Considering the net worth, turnover and net profit of the Corporation provisions of section 135 of Companies Act 2013 is not applicable to APICOL. The activity of the Corporation is for development of farmers' community in the society.

**e. Nomination, Remuneration, and Stakeholders' relationship committee:**

The provisions of section 178 (1) of the Companies Act 2013 and Rule 6 of the companies (meeting of Board and its power) Rules 2014 and stakeholders of the employees as required in terms of the provisions of section 197 of Companies Act 2013 read with Rule 5 (2) of the Companies (Appointment and remuneration of managerial personnel) Rules 2014 are not applicable to APICOL.

**f. Risk Management:**

Your Directors are committed to manage risk in a proactive and efficient manner. The Directors regularly review various risk perception that the Corporation faces such as financial, legal, regulatory, strategic, and other risks relating to the activity of the Corporation and take measures to protect from and control the risk.

**g. Safety Management:**

The Corporation activities are not exposed to risk of accident of any kind. The working environments of the employees are safe. It maintains fire safety devices and other safety majors.

**RIGHT TO INFORMATION (RTI):**

The Corporation is guided by the provisions of Right to Information Act 2005 and designated officers as PIO and 1<sup>st</sup> Appellate Authority to provide timely information to the citizen in a transparent way.

**PERFORMANCE RATING AND MOU:**

As per the guideline of Corporate Governance Manual for State PSU published by Department of Public Enterprises, Govt. of Odisha, the Corporation has signed MOU with Department of Agriculture and Farmers' Empowerment, Govt. of Odisha during the year 2015-16.

**INTERNAL FINANCIAL CONTROL AND VIGIL MECHANISM:**

The Corporation has adequate internal financial control measures with well defined financial rules and procedures.

The Company Secretary of the Corporation is designated as Chief Vigilance Officer. The Corporation is maintaining transparency in its working system.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Information as per section 134 (3) (C) of the Companies Act, 2013 are as follows:

- i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) that the Directors have selected the accounting policies as mentioned in Note-2 annexed to the Balance Sheet and applied those 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 period;
- iii) that the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
  - iv) that the directors had prepared the annual accounts on a going concern basis and proper internal financial control has been followed.
  - v) that the Directors had devised proper systems to ensure compliance with the provisions all applicable laws and that such systems were adequate and operating effectively.
  - vi) The audit committee meet periodically with Internal Auditor and Statutory Auditor to review the manner in which Auditors are discharging their duty, internal control and financial reporting issues.
  - vii) To ensure complete independence, the Internal Auditor and Statutory Auditors have full and free access to members of Audit Committee to discuss any matter of substance.

#### **ENERGY CONSERVATION AND TECHNOLOGY ABSORPTION:**

APICOL does not have its own manufacturing / industrial units which require the compliance under the provisions of companies act 2013 for energy conservation. Besides no foreign technology was imported / absorbed during the year under report.

#### **FOREIGN EXCHANGE EARNING AND OUTGO:**

APICOL has neither any foreign exchange inflow nor out flow arises out of its activity during the year under report.

#### **ACKNOWLEDGEMENT:**

Your Directors place on record their appreciation for the assistance and support extended by all Departments of Government of Odisha in general and Department of Agriculture & Farmers' Empowerment, Odisha in particular, Indian Overseas Bank, Axis Bank, ICICI Bank, shareholders and other organizations associated with the Corporation.

The Directors thank Comptroller and Audit General of India and its Officers and Statutory Auditor M/sAnil Mihir & Associates, Chartered Accountants for their cooperation in timely completing the audit of the accounts of the Corporation.

Your Directors would like to take this opportunity to express their gratitude to the farmers, investors and agri entrepreneurs for their unflinching faith and whole hearted support towards the Corporation. Your Directors also express their appreciation of the dedicated and sincere efforts made by employees of the Corporation towards attainment of its mission.

Place: Bhubaneswar

Date: 30.01.2018

**For and on behalf of the Board of Directors**

Sd./-  
**DR. S. S. DEY**  
**MANAGING DIRECTOR**

Sd./-  
**K. B. SWAIN**  
**DIRECTOR**



## COMMENTS ON ACCOUNTS BY C & AG

**Comments of the Comptroller and Auditor General of India under Section 143(6) (b) of the Companies Act, 2013 on the Financial Statements of The Agricultural Promotion and Investment Corporation OF Odisha Limited for the year ended 31 March 2016.**

The preparation of financial statements of The Agricultural Promotion and Investment Corporation of Odisha Limited for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 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 21 November 2017.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of The Agricultural Promotion and Investment Corporation of Odisha Limited for the year ended 31 March 2016 and as such have no comments to make under Section 143(6) (b) of the Act.

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

Place: Bhubaneswar

Sd./-

Date: 13.12.2017

**(YASHODHARA RAY CHAUDHURI)  
PRINCIPAL ACCOUNTANT GENERAL**



## INDEPENDENT AUDITORS' REPORT

To

**The Members of**

**The Agricultural Promotion and Investment Corporation of Odisha Limited (APICOL),  
Bhubaneswar.**

### Report on the Financial Statements

We have audited the accompanying stand alone financial statements of APICOL ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2016, the Statement of Profit and Loss and the 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 stated in Section 134(5) of the Companies Act,2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, 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 a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on these standalone 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, issued by the Institute of Chartered Accountants of India, as 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 auditors' 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the 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 on the standalone financial statements.

## Emphasis of Matter

Note no.11 of notes to the accounts includes following old receivable which are doubtful of recovery. Hence are to be written off or adequate provisioning has to be made in the books of accounts after due approval from the Board of Directors of the Company.

	₹.
NCJD, Govt. Of India	3,06,458.00
OSDMA	65,761.00
MOFPI	4,20,905.00
Others	3,363.00
	<b>8.26.547.00</b>

## ***Basis for Qualified Opinion***

1. Other long term liabilities include following old dues which are surplus generated from interest on advance receipt for respective project where principal funds have been refunded.

a. advance for developmental study	6,60,749.00
b. advance for feasibility study	3,34,74,830.65
c. advance for setting of Mushroom project	17,53,075.00
<b>TOTAL</b>	<b>3,58,88,654.65</b>

*These balances have neither been credited to income of the company in respective years nor refunded to the Govt. of Odisha.*

2. Interest accrued on Grant funds, amounting to ₹. 20,14,754.00, has not been recognised to revenue for the year, which has resulted in understatement of profit to the same extent, (as this interest is not on earmarked funds liable to be refunded to the Govt. of Odisha).
  3.
    - i. Subsidy payable ₹. 1,03,56,40,216.00 has been included in Current liabilities (note-6) refers to undisbursed funds received on account of subsidy. The head should be renamed as “Unspent Subsidy Fund”.
    - ii. Proper segregation of the above subsidy payable should have been done as Current and Non-current Liabilities.



- iii. Non disbursement of these huge amounts of subsidy to beneficiaries defeats the purpose of subsidy and objectives of the company.
- 4. Advance given to OAIC for pump set to be supplied to subsidy eligible farmers amounting to 23 crores. No adjustment has been done during the year against supply of pump sets to farmers.
- 5. There has been deviation in policy for recognition of interest on Share capital and Reserve & Surplus from predefined rate of 8.5% to actual realization basis during the year however impact of the change in the policy of revenue recognition in the Profit and Loss account is not quantified and disclosed by way of a note to the accounts.
- 6. Interest earned on earmarked subsidy funds and Reserve & Surplus funds of the Company has not been segregated and reconciled with Form 26 AS.
- 7. Balances reflected in other Long term liability, other current liability, other current asset, other non-current asset and short term loans and advances are subjected to confirmation or reconciliation. The impact, if any, of adjustment upon such confirmation/reconciliation is unascertainable.
- 8. Current liabilities includes ₹.2.41 cr as Grant in aid received during earlier years to meet recurring expenses which remains unadjusted. This should have been classified as Noncurrent liabilities. The Current liabilities have been overstated to same extent and the noncurrent liabilities were understated by the same extent.
- 9. None of the fixed assets of the company are tested for impairment as required by the mandatory Accounting standard 26 issued by the ICAI, the provisioning requirement if any for impairment of fixed assets is not determinable.

### Opinion

Subject to our comments in emphasis of matter and basis of qualification no 1 to 9 above, 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 31<sup>st</sup> March, 2016, its profit and its Cash Flow for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditors' report) Order, 2015 ("the Order") issued by the Central Government of India in terms of Sub-Section(II) of Section 143 of the Act, we give in the **Annexure-I** a statement on the matters specified in paragraphs 3 and 4 of the Order.



2. As required by, the Section 143(5) of the Companies Act, 2013, we enclose our comments on the sector specific questionnaire in **Annexure-II and Annexure -III**.
3. With respect to the adequacy of Internal Financial Control over financial reporting of the company and operating effectiveness of such controls refer to our separate report in "Annexure-IV".
4. 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 purpose of our audit;
  - b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - d) In our opinion, the aforesaid standalone 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) None of the directors have given written representations as on 31<sup>st</sup> March, 2016, which should have been taken on record by the Board of Directors on the fact that none of the Directors is disqualified as on 31<sup>st</sup> March, 2016, from being appointed as a Director in terms of Section 164(2) of the Act;
  - f) 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, in our opinion and to the best of our information and according to the explanations given to us:
    - I. The Company has not disclosed the impact of pending litigations on its financial position in its financial statements.
    - II. The Company has not made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
    - III. There have been no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year.

For Anil Mihir & Associates  
Chartered Accountants  
FRN-303038E

Place: Bhubaneswar  
Date: 21/11/2017

Sd./-  
**(CA Mihir Kumar Sahu)**  
Sr. Partner  
M. No. 053968



## Annexure - I

Referred to in paragraph 1 under the heading “Report on Other Legal and Regulatory Requirements” of our report of even date.

### **Re: The Agricultural Promotion and Investment Corporation of Odisha Limited (APICOL) (“the Company”)**

- (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (a) The Company has not conducted physical verification of Fixed Assets during the year hence the impact of the physical discrepancies if any is not determinable.
- (b) There has been no significant disposal of fixed assets during the year.
- (ii) The corporation is not maintaining any inventory at the end of the year.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us and having regard to the explanation the corporation does not have proper internal control on areas like fixed assets. Grant and utilization tracking contract management etc.
- (v) The Company has not accepted any deposits from the public.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Clause 148 (1) of the Companies Act, 2013, for the products/services of the Corporation.
- (vii) a. The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees “state insurance, income-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it. Disputed taxes are mentioned in the notes as contingent liability.  
b. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees “**State insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.**
- (viii) Based on our audit process and as per the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (ix) The company has not made any IPO or Further issue of shares during the period of audit and also not received any term loans.



- (x) No fraud has been reported or noticed during the year either on the company or by the company as per our information and knowledge.
- (xi) In our opinion and according to the information and explanations given to us, the company has paid /provided managerial remuneration in accordance with the requisite approvals as per section 197 read with schedule V of the companies Act 2013.
- (xii) 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.
- (xiii) In our opinion and according to the information and explanation given to us the company is in compliance with section 177 and 188 of the companies Act, 2013 where applicable.
- (xiv) The company has not entered into any non cash transactions with directors or persons connected with him.
- (xv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence section 42 of companies act is not applicable.
- (xvi) In our opinion and according to the information and explanations given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Anil Mihir & Associates  
Chartered Accountants  
FRN-303038E

Place: Bhubaneswar

Sd./-

Date: 21/11/2017

**(CA Mihir Kumar Sahu)**  
Sr. Partner  
M. No. 053968



## ANNEXURE II

### Revised directions under section 143 (5) of the Companies Act. 2013 applicable for the year 2015-16 and onwards

Sl. No.	Particulars	Reply of the Statutory Auditor
1	<b>GENERAL</b> Whether the company has clear title/lease deeds for free hold and leasehold respectively ? If Not please state the area of freehold and leasehold and for which title/lease deeds are not available?	The company does not own any land leasehold or freehold.
2	Whether there are any cases of waiver/write off of debits /loans/interest etc, if yes, the reason there for and the amount involved.	The company has not waived any amount during the year. Please refer to our emphasis of matter contained in foregoing part of the report regarding non provisioning of non recoverable debit balance
3	Whether proper records are maintained for inventories lying with third parties and assets received as gift from government or other authorities.	No inventories are lying with third parties as informed to us by the management.

For Anil Mihir & Associates  
Chartered Accountants  
FRN-303038E

Sd./-  
**(CA Mihir Kumar Sahu)**  
Sr. Partner  
M. No. 053968

Place: Bhubaneswar

Date: 21/11/2017

**ANNEXURE III**

**Revised directions under section 143 (5) of the Companies Act.  
2013 applicable for the year 2015-16 Agriculture and Allied Sector**

Sl. No.	Particulars	Reply of the Statutory Auditor																
1	<b>GENERAL</b> Whether the land owned by the Company is encroached, under litigation, not put to use or declared surplus. Details may be provided.	The Corporation has not owned any Land. Hence this clause is not Applicable.																
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?	Not Applicable																
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 and whether due consideration has been given for deterioration in the quality of old stocks which may result into overvaluation of stock ?	Not Applicable																
4	Whether all the agriculture produce procured is properly stored and adequately insured. If any insurance claims are rejected, the details may be reported.	Not Applicable																
5	Whether the Company has an effective mechanism for disbursement or loans/ subsidies/ agro inputs and agriculture machineries to beneficiaries and recovery thereof (loans) along with interest, if any, from beneficiaries?	The organization follows the procedure for disbursement of Subsidies. There are no cases of disbursement and recovery of loans, agro inputs and agriculture machineries from beneficiaries. However please refer to point no 3 (iii) of our basis of qualified opinion regarding huge undisbursed subsidy amounting to ₹.103,56 crores.																
6	That grants/ subsidies received for implementing various schemes are accounted for as per the accounting standards and utilized for intended purpose.	That grants/ subsidies received for implementing various schemes are accounted for as per the applicable accounting standards and utilized for intended purpose. However please refer point 5 above regarding huge pending disbursement of subsidy amounting to Rs 103.56 Crores. There are several subsidy balances against closed schemes which are to be refunded to Govt of Odisha, as noted below. <table><tbody><tr><td>1. RKVY</td><td>₹. 1,63,52,081.00</td></tr><tr><td>2. Work Plan</td><td>₹. 2,29,65,141.67</td></tr><tr><td>3. State Plan</td><td>₹. 6,28,64,157.05</td></tr><tr><td>4. Self Emp.</td><td>₹. 1,28,857.00</td></tr><tr><td>5. KKK Scheme</td><td>₹. 34,76,938.43</td></tr><tr><td>6. PH Tech. &amp; Mgt</td><td>₹. 25,54,586.24</td></tr><tr><td><b>7. SGSY</b></td><td><b>₹. 39,246.65</b></td></tr><tr><td><b>Total</b></td><td><b>₹. 10,73,75,008.04</b></td></tr></tbody></table>	1. RKVY	₹. 1,63,52,081.00	2. Work Plan	₹. 2,29,65,141.67	3. State Plan	₹. 6,28,64,157.05	4. Self Emp.	₹. 1,28,857.00	5. KKK Scheme	₹. 34,76,938.43	6. PH Tech. & Mgt	₹. 25,54,586.24	<b>7. SGSY</b>	<b>₹. 39,246.65</b>	<b>Total</b>	<b>₹. 10,73,75,008.04</b>
1. RKVY	₹. 1,63,52,081.00																	
2. Work Plan	₹. 2,29,65,141.67																	
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5. KKK Scheme	₹. 34,76,938.43																	
6. PH Tech. & Mgt	₹. 25,54,586.24																	
<b>7. SGSY</b>	<b>₹. 39,246.65</b>																	
<b>Total</b>	<b>₹. 10,73,75,008.04</b>																	



Sl. No.	Particulars	Reply of the Statutory Auditor
7	Whether the cost incurred on abandoned projects has been written off?	There are no abandoned projects till the end of the FY 2015-16., In case of closed schemes the organization refunds related subsidy grant funds to Govt the outstanding principal with interest.
	<b>Agro Based Industries</b>	
1	Report the cases of diversion of grants subsidies received from Center/ State Government or their agencies for performing certain activities.	As informed by the management there has been no diversion of grants during the year,
2	Cases of wrong accounting of interest earned on account of non-utilization of amount received for certain projects or schemes may be reported.	By and large the company accumulated the interest earned on related earmarked funds, Interest earned on free reserve funds are credited to profit. Please refer to point no 2 and 3 of our basis of qualified opinion.
3	Examine pricing policy framed by the Company to ensure that all cost components are covered.	The corporation has no such pricing policy in force.
4	Report on the extent of utilization of plant and machinery and its obsolescence, if applicable.	Not Applicable

For **Anil Mihir & Associates**  
Chartered Accountants  
FRN-303038E

Place: Bhubaneswar

Date: 21/11/2017

Sd./-  
**(CA Mihir Kumar Sahu)**  
Sr. Partner  
M. No. 053968



## ANNEXURE - IV

### **"Annexure" to the Independent Auditor's Report of even date on the Standalone Financial Statements of The Agricultural Promotion and Investment Corporation of Odisha limited (APICOLI).**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")!**

We have audited the internal financial controls over financial reporting of The Agricultural Promotion and Investment Corporation of Odisha Limited (APICOLI) ("the Company") as of March 31, 2016 and in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for



external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### **opinion**

In our opinion, subject to the applicable qualifications in our report in emphasis of matter for the year, the Company has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016 except for the following areas.

- a) Tracking of interest accumulation on respective funds and their prompt settlement and refund to the Govt of Odisha where ever refundable.
- b) In promptly identifying and disbursing subsidy to beneficiaries with a time bound programme.
- c) Monitoring recovery of various receivables specially old receivables.

**For Anil Mihir & Associates**

Chartered Accountants

FRN-303038E

Place: Bhubaneswar

Date: 21/11/2017

Sd./-

**(CA Mihir Kumar Sahu)**

Sr. Partner

M. No. 053968



## ANNUAL ACCOUNTS

BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2016

Amount (in ₹.)

EQUITY & LIABILITIES	NOTE NO.	AS AT 31.03.2016		AS AT 31.03.2015	
<b>(1) SHARE HOLDERS' FUNDS</b>					
a) Share Capital	3	110,00,000		110,00,000	
b) Reserves & Surplus	4	589,23,196	699,23,196	581,12,990	691,12,990
<b>(2) SHARE APPLICATION MONEY PENDING ALLOTMENT</b>					
<b>(3) NON-CURRENT LIABILITIES</b>					
a) Long-term Borrowings		-		-	
b) Deferred Tax Liabilities (Net)		-		-	
c) Other Long-term Liabilities	5	405,80,740		380,54,873	
d) Long-term Provisions		-	405,80,740.00	-	380,54,873
<b>(4) CURRENT LIABILITIES</b>					
a) Short-term Borrowings		-		-	
b) Trade Payables		-		-	
c) Other Current Liabilities	6	10939,71,015		14140,47,870	
d) Short Term Provisions	7	37,13,390	10976,84,404	53,31,873	14193,79,743
			<b>12081,88,340</b>		<b>15265,47,606</b>
<b>II. ASSETS</b>					
<b>(1) NON-CURRENT ASSETS</b>					
a) FIXED ASSETS:	8				
i) Tangible Assets		11,01,845		11,15,589	
ii) Intangible Assets		36,217		-	
iii) Capital Work-in-Progress		620,97,265		499,00,556	
iv) Intangible Assets under development		-	632,35,327	-	510,16,145
b) Non-current Investments					
c) Deferred Tax Assets (net)	9		8,36,474		6,95,531
d) Long Term Loans & Advances	10		5,40,522		1,59,886
e) Other Non-current Assets	11		8,26,487		9,43,591
<b>(2) CURRENT ASSETS</b>					
a) Current Investments		-		-	
b) Inventories		-		-	
c) Trade Receivables		-		-	
d) Cash & Cash Equivalents	12	8816,81,952		14432,32,631	
e) Short Term Loans & Advances	13	2326,44,591		25,77,835	
f) Other Current Assets	14	284,22,987	11427,49,530	279,21,987	14737,32,453
			<b>12081,88,340</b>		<b>15265,47,606</b>
Significant accounting policies	2				

The accompanying notes are an integral part of the financial statements 1 to 20

As per our report of even date attached.

**For Anil Mihir & Associates.**

**Chartered Accountants**

Firm registration number:

**For and on behalf of the Board of Directors of**  
***The Agricultural Promotion & Investment Corporation of Odisha Limited***

**Sd./-**  
**Partner**  
Membership No. 053968

**Sd./-**  
**P Mahanta**  
Company Secretary

**Sd./-**  
**Subhrenda Sekhar Dey**  
Managing Director

**Sd./-**  
**Manoj Ahuja, IAS**  
Chairman

Place : Bhubaneswar  
Date : 21.11.2017



### Statement of Profit and Loss for the year ended 31st March, 2016

PARTICULARS	NOTE NO.	For the year ended As at 31.03.2016	For the year ended As AT 31.03.2015
1. Revenue from Operations	15	75,83574	27,50,351
2. Other Income	16	62,22,657	94,61,133
		<u>138,06,231</u>	<u>122,11,484</u>
3. Total Revenue (1+2)			
4. Expenses :			
a) Cost of Material Consumed		-	-
b) Purchase of Stock - in-Trade		-	-
c) Changes in Inventories		-	-
d) Employee Benefit Expenses	17	97,27,448	84,79,726
e) Finance Costs		-	-
f) Depreciation & amortization expense	8	3,29,521	3,20,461
g) Other Expenses	18	27,29,156	24,29,535
<b>Total Expenses</b>		<b><u>127,86,125</u></b>	<b><u>112,29,722</u></b>
5. Profit / (Loss) before exceptional & extraordinary Items & tax (3-4)		10,20,107	9,81,762
6. Exceptional Items		-	-
7. Profit / (Loss) before extraordinary items & tax (5 ± 6)		10,20,107	9,81,762
8. Extraordinary Items		-	-
9. Profit / (Loss) before tax (7 ± 8)		10,20,107	9,81,762
10. Tax Expenses :			
a) Current Tax		4,56,156	3,72,042
b) Less : MAT Credit Adjustment		<u>4,56,156</u>	<u>-</u>
c) Current Tax expenses relating to prior years		-	-
d) Net Current Tax expenses		4,56,156	3,72,042
e) Deferred Tax Liability / (Asset)	9	(1,40,944)	(1,66,455)
		<u>3,15,212</u>	<u>2,05,587</u>
Profit / (Loss) for the year (9 + 10)		<b><u>7,04,894</u></b>	<b><u>7,76,175</u></b>
Earnings Per Equity Share	19		
Equity shares of par value ₹.100/-		6.41	7.06
Basic			
Significant accounting policies	2		

The accompanying notes are an integral part of the financial statements. 1 to 20  
As per our report of even date attached.

**For Anil Mihir & Associates.**

**Chandered Accountants**  
Firm registration number:

**For and on behalf of the Board of Directors of**  
***The Agricultural Promotion & Investment Corporation of Odisha Limited***

Sd./-  
**Partner**  
Membership No. 053968

Sd./-  
**P Mahanta**  
Company Secretary

Sd./-  
**Subhrenda Sekhar Dey**  
Managing Director

Sd./-  
**Manoj Ahuja, IAS**  
Chairman

Place : Bhubaneswar  
Date : 21.11.2017



**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016**  
As at 31.03.2016

(Amount in ₹.)  
As AT 31.03.2015

**A. Cash Flow from operating activities**

Net Profit / (Loss) before extraordinary items and tax	10,20,107	9,81,762
<b><u>Adjustments for</u></b>		
Depreciation and amortisation	3,29,521	3,20,461
(Profit) / Loss on sale / write off of assets	-	-
Interest Income	(11,38,923)	(15,07,918)
Other Non-Operating Income	(50,83,734)	(79,53,215)
Finance Costs	-	-
<b>Operating profit before working capital changes</b>	<b>(48,73,030)</b>	<b>(81,58,910)</b>

**Changes in working capital:**

Adjustments for (Increase)/Decrease in operating assets

Inventories	-	-
Trade receivables	-	-
Short-Term loans and advances	(2300,66,756)	8,20,849
Long -Term loans and advances	(3,80,636)	-
Other current assets	(5,00,999)	61,85,983
Other non-current assets	1,17,104	(2308,31,287) 49,900
		70,56,732

Adjustments for Increase / (decrease) in operating liabilities

Trade payables	(3200,76,856)	(2251,52,965)
Other current liabilities	25,25,867	40,83,929
Short -tems provisions	(7,54,773)	4,55,002
Long - Term Provisons	(3183,05,762)	(2206,14,034)
Cash generated from operations	(5540,10,079)	(2217,16,212)
Net Income Tax (paid)/ refunds	(14,89,548)	(6,03,400)
<b>Net Cash flow from / (Used in) operating activities (A)</b>	<b>(5554,99,627)</b>	<b>(2223,19,612)</b>

**B. Cash Flow from investing activities**

Capital expenditure on fixed assets, including capital advance	(125,48,703)	(106,96,981)
Proceeds from sale of fixed assets	-	-
Purchase of long -term investments	-	-
Proceeds from sale of long-term investments	-	-
Capital Grant-in-Aid	2,74,994	-
Grant from APEDA	-	-
<b>Net cash flow from / (used in) investing activites (B)</b>	<b>(122,73,709)</b>	<b>(1,29,981)</b>

**C. Cash flow from financing activities**

Proceeds from issue of equity shares	-	-
Share application money received / (refunded)	-	-
Proceeds from long-term borrowings (net)	-	-
Proceeds from other short-term borrowings (net)	-	-
Interest income	11,38,923	11,07,918
Other Non-operating income	50,83,734	79,53,215
Finance costs	-	-
Dividends paid	-	(6,94,768)
Tax on dividend	-	(1,37,637)



Net Cash flow from / (used in) financing activities (c)	62,22,657	86,28,728
Net Increase / (decrease) in Cash and Cash equivalents (A+B+C)	(5615,50,679)	(2138,20,866)
Cash and Cash equivalents at the begining of the year	14432,32,631	16570,53,497
Cash and Cash equivalents at the end of the year	<b>8816,81,952</b>	<b>14432,32,631</b>

**For Anil Mihir & Associates.**

**Chartered Accountants**

Firm registration number:

Sd./-  
**Partner**  
Membership No. 053968

Place : Bhubaneswar  
Date : 21.11.2017

**For and on behalf of the Board of Directors of  
The Agricultural Promotion & Investment Corporation of Odisha Limited**

Sd./-  
**P Mahanta**  
Company Secretary

Sd./-  
**Subhrenda Sekhar Dey**  
Managing Director

Sd./-  
**Manoj Ahuja, IAS**  
Chairman



## NOTES TO THE FINANCIAL STATEMENT OF THE YEAR ENDED ON 31ST MARCH 2015-16

### NOTE NO.1

#### 1. CORPORATE INFORMATION

**The Agricultural Promotion and Investment Corporation of Odisha Limited ("the Company")** was incorporated on 1<sup>st</sup> March 1996 as a Public Company. The Company is engaged in the business of Promotion of agriculture & agro enterprises.

### NOTE NO:-2

#### 2. SIGNIFICANT ACCOUNTING POLICIES

##### a) BASIS OF ACCOUNTING

The financial statements have been prepared in compliance with the accounting standards as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). The financial statements have been prepared on going concern basis under the historical cost convention on accrual basis in accordance with the generally accepted accounting principles in India. The accounting policies have been consistently applied by the Company.

All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

##### b) USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's knowledge of current events and actions, actual results could differ from those estimates and revisions, if any, are recognised in the current and future periods.

#### 2.1. Government Grant

- (a) Government Grants related to depreciable fixed assets are credited to "Capital Reserve" and the equivalent amount of depreciation written off on such assets in each year is transferred from "Capital Reserve" to Surplus account.
- (b) Grant-in-aid receivable/received for the purpose of compensation of expenses or losses incurred in an accounting period is recognized as income to the extent of actual expenditure met out of that grant, in the statement of profit & loss of the period in which it is receivable/received.
- (c) The carried forward unutilized/Unspent amount of the grants will be adjusted as income in the statement of Profit and Loss in the year of utilization.



**(d) Fully Aided / Sponsored Projects**

A separate fund is credited at the time of receipt of the funds from the Government/ different agencies for fully aided / sponsored projects. Expenditure incurred on the said project is debited to the concerned fund account. The unutilized amount of the said fund at the end of the year is shown in the Balance Sheet under the head "Other Current Liabilities".

**(e) Undertaking Developmental Studies, Impact Assessment And Training Programs**

Revenue from service transactions such as under taking developmental studies, impact assessment and training programs are recognized on the basis of completed service contract method. Unutilized amount is carried forward to be utilized in future.

**2.2. Employee Benefits:**

**(a) Provident Fund**

Eligible employees receive benefits from a Provident Fund, which is a defined contribution plan. Both the employee and the Company make monthly contribution to this Provident Fund plan equal to a specified percentage of the covered employee's salary. Amount collected under the Provident Fund plan is deposited in a government administered Provident Fund. The Company has no further obligation under the Provident Fund plan beyond its monthly contribution. Company's contributions to Provident Fund are charged to Statement of Profit & Loss.

**(b) Gratuity**

Provision for Gratuity is made on the basis of Actuarial Valuation. Contribution towards Gratuity scheme is based on the premium contribution called for by the Life Insurance Corporation of India (LIC). As per the Scheme LIC settle the claims to employees, as and when the events occur.

**(c) LSPC**

For persons who have come on deputation/lien from Government, the provision towards payment of leave salary pension contribution (LSPC) is provided on books as per calculation of their parent department.

Liabilities on account of Leave Salary to the Employees of the Company at the end of the year are provided on the basis of last month salary drawn.

**2.3. Cash & Cash Equivalents**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**2.4. Depreciation And Amortisation**

Depreciation on assets is provided on straight line method, computed on the basis of useful life prescribed in Schedule II to the Companies Act, 2013, on a pro-rata basis from the date the asset is ready to put to use subject to adjustments arising out of transitional provisions of Schedule II to the Companies Act, 2013.

**2.5. Revenue Recognition**

***Income from Operations***

Revenue from sales and services is recognized when the same is measurable at the time of sale or the rendering of the service and no significant uncertainty exists regarding the amount of the



consideration that will be derived from the sale or rendering the service. Revenue from operation includes processing fees received & sale of project profiles.

## 2.6. Fixed Assets

- i) Fixed assets (gross block) are stated at historical cost less accumulated depreciation and impairment (if any). Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.
- ii) Capital work-in-progress comprises the cost of fixed assets that are not yet ready for their intended use on the reporting date and materials at site and stated at cost.

## 2.7. Earnings Per Share (EPS)

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

## 2.8. Taxes on Income

**Tax expense for the year** comprises of current Income tax and deferred tax.

### ***Current tax***

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

### ***Minimum alternate tax (MAT)***

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

### ***Deferred Tax:***

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets.

## 2.9. Impairment of Assets

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value.

An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired.

Impairment loss recognized in prior accounting period(s) is reversed consequent upon a change in the estimate of the recoverable amount.



**Notes to the Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹.)

<b>NOTE NO. - "3"</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>SHARE CAPITAL</b>		
a) Authorised:		
5,00,000 Equity shares of Rs.100.00 each	50,000,000.00	50,000,000.00
	<b>50,000,000.00</b>	<b>50,000,000.00</b>
b) Issued, Subscribed & Paid up:		
1,10,000 Equity shares of Rs.100.00 each	11,000,000.00	11,000,000.00
	<b>11,000,000.00</b>	<b>11,000,000.00</b>

c) Reconciliation of number of shares outstanding is set out below:

**Particulars**

Equity Share at the beginning of the year	1,10,000	110,000
Add: Shares issued during the year		
<b>Equity Share at the end of the year</b>	<b>1,10,000</b>	<b>110,000</b>

d) The details of Shareholders holding more than 5% shares:

<b>Name of the Sahreholder</b>	<b>As at 31st March 2016</b>		<b>As at 31st March 2015</b>	
	<b>No. of shares</b>	<b>% held</b>	<b>No. of shares</b>	<b>% held</b>
Governor of Odisha	109050.00	99.14	109,050.00	99.14

**NOTE NO. - "4"**

**RESERVES & SURPLUS**

a) Capital Reserve :

(On account of Fixed Assets)

Balance at the beginning of the year	1,57,783.02	2,27,995.97
Add : Grant Received during the year	2,74,994.00	-
Less : Transferred to Surplus during the year on account of depreciation	<u>2,23,407.50</u>	<u>2,10,369.52</u>
		<u>70,212.95</u>

(On account of grant from APEDA

Balance at the beginning of the year	513,17,420.00	407,50,420.00
Add : Grant Received during the year	-	105,67,000.00
	<u>513,17,420.00</u>	<u>513,17,420.00</u>

b) Surplus :

Opening Balance

Less : Adjustment due to Depreciation [(Refer Note No. 20 (xi))]	-	(4,57,073.00)
Add : Profit / (Loss) during the year	7,04,894.09	7,76,175.26
Add : Transfer from Capital Reserve on account of depreciation	2,22,407.50	70212.95
Less : Proposed Divided	(1,40,979.00)	0.00
Less : Dividend distribution tax	(28,703.00)	0.00
	<u>73,95,406.39</u>	<u>66,37,786.80</u>
	<b><u>589,23,195.91</u></b>	<b><u>581,12,989.82</u></b>



**Notes to the Financial Statements for the year ended on 31st March, 2016** (Amount in ₹.)

<b>NOTE NO. - "5"</b>	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>OTHER LONG TERM LIABILITIES</b>		
Advance for Developmental Study	6,60,749.00	6,11,568.00
Advance for Feasibility Study	334,74,830.65	313,45,730.65
Advance for setting up Mushroom Project	17,53,075.00	16,22,591.00
Advance for Mega Lift Project	20,74,348.53	19,19,951.53
Advance from Directorate of Horticulture	3,51,279.00	3,25,133.00
Advance from MANAGE	-	17,735.00
Payable to DA & FP(Organic Farming)	2,71,897.00	2,51,659.00
Self Employment Training Fund	2,19,270.00	1,85,214.00
Integrated Development of Horticulture Fund	17,75,291.00	17,75,291.00
	<b><u>405,80,740.18</u></b>	<b><u>380,54,873.18</u></b>

**NOTE NO. - "6"**

**OTHER CURRENT LIABILITIES**

Grant in Aid:			
Opening Balance	24136584.63	248,16,171.87	
Add: Grant in Aid received from			
Agricultural Deptt. Govt. of Odisha	50,00,000.00	50,00,000.00	
Add: Interest allotted to grant fund	20,14,754.59	21,09,375.00	
	31151339.22	31925546.87	
Less: Transfer to Statement of Profit & Loss during the year	50,00,000.00	<u>261,51,339.22</u>	<u>7788962.24</u>
			<u>241,36,584.63</u>

Subsidy Payable	10356,40,216.37	13257,08,244.59
Outstanding Liabilities	21,03,689.00	4,37,225.00
Other Liabilities	296,22,729.00	204,62,455.00
Failed bore well Compensation Scheme-2001	3,53,041.00	432,03,361.00
Grant from SFAC	-	1,00,000.00
EMD Received	1,00,000.00	-
	<b><u>10939,71,014.59</u></b>	<b><u>14140,47,870.22</u></b>

**NOTE NO. - "7"**

<b>SHORT TERM PROVISIONS</b>		
Staff Retirement Benefits	26,88,691.80	22,31,784.80
Provision for Salary	3,98,860.00	16,10,540.00
Provision for Income Tax	4,56,156.00	14,89,548.00
Proposed Dividend	1,40,979.00	-
Dividend distribution tax	28,703.00	-
	<b><u>37,13,389.80</u></b>	<b><u>53,31,872.80</u></b>



**Notes to the Financial Statements for the year ended on 31st March, 2016**

**NOTE NO. “8”**

**DETAILS OF FIXED ASSETS & DEPRECIATION**

(Amount in ₹.)

(In Rupees)

SL. No.	Particulars	GROSS BLOCK			GROSS BLOCK			NET BOOK		
		BALANCE AS 31.03.2015	DURING THE YEAR ADDITION	BALANCE AS 31.03.2015	Upto 31.03.2015	DURING THE YEAR	ADJU- STMENT	Upto 31.03.2016	As on 31.03.2016	As on 31.03.2015
<b>Tangible Assets:</b>										
1	OFFICE EQUIPMENTS	8,14,048.78	-	8,14,048.78	7,31,715.52	37,022.00	-	7,68,737.52	45,311.26	82,333.26
2	COMPUTER & ACCESSORIES!!	22,24,425.00	2,29,994.00	-	24,54,419.00	21,13,204.10	72,831.00	-	21,86,035.10	2,68,383.90
3	VEHICLE	5,10,161.00	-	5,10,161.00	2,58,293.00	75,453.00	-	3,33,746.00	1,76,415.00	2,51,868.00
4	FURNITURE & FIXTURES	14,34,984.65	-	14,34,984.65	12,76,148.48	11,246.00	-	12,87,394.48	1,47,590.17	1,58,836.17
5	MISC. FIXED ASSETS	5,97,045.00	69,000.00	-	6,66,045.00	2,90,375.90	53,863.00	-	3,44,238.90	3,21,806.10
6	AIR CONDITIONER	5,10,457.40	-	5,10,457.40	3,53,932.02	53,723.00	-	4,07,655.02	1,02,802.38	1,56,525.38
7	TELECOM EQUIPMENT	1,02,732.50	-	1,02,732.50	54,596.50	8,600.00	-	63,196.50	39,536.00	48,136.00
<b>TOTAL</b>	<b>61,93,854.33</b>	<b>2,98,994.00</b>	-	<b>64,92,848.33</b>	<b>50,78,265.52</b>	<b>3,12,738.00</b>	-	<b>53,91,003.52</b>	<b>11,01,844.81</b>	<b>11,15,588.81</b>
<b>PREVIOUS YEAR</b>	<b>61,46,865.33</b>	<b>46,989.00</b>	-	<b>61,93,854.33</b>	<b>43,00,731.52</b>	<b>3,20,461.00</b>	<b>4,57,073.00</b>	<b>50,78,265.52</b>	<b>11,15,588.81</b>	<b>18,46,133.81</b>
SL. No.	Particulars	GROSS BLOCK			GROSS BLOCK			NET BOOK		
		BALANCE AS 31.03.2015	DURING THE YEAR ADDITION	BALANCE AS 31.03.2015	Upto 31.03.2015	DURING THE YEAR	ADJUSTMENT	Upto 31.03.2016	As on 31.03.2016	As on 31.03.2015
<b>In-Tangible Assets:</b>										
1	COMPUTER SOFTWARE	-	53,000.00	-	53,000.00	-	16,783.00	-	16,783.00	36,217.00
<b>TOTAL</b>	<b>-</b>	<b>53,000.00</b>	<b>-</b>	<b>53,000.00</b>	<b>-</b>	<b>-</b>	<b>16,783.00</b>	<b>-</b>	<b>16,783.00</b>	<b>36,217.00</b>
<b>PREVIOUS YEAR</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
SL. No.	Particulars	GROSS BLOCK			GROSS BLOCK			NET BOOK		
		BALANCE AS 31.03.2015	DURING THE YEAR ADDITION	BALANCE AS 31.03.2015	Upto 31.03.2015	DURING THE YEAR	ADJUS- TMENT	Upto 31.03.2016	As on 31.03.2016	As on 31.03.2015
<b>Capital Work-in-Progress:</b>										
1	Integrated Pack House	499,00,556.00	121,96,709.00	-	620,97,265.00	-	-	-	-	620,97,265.00
<b>TOTAL</b>	<b>499,00,556.00</b>	<b>121,96,709.00</b>	<b>-</b>	<b>620,97,265.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>620,97,265.00</b>
<b>PREVIOUS YEAR</b>	<b>392,50,564.00</b>	<b>106,49,992.00</b>	<b>-</b>	<b>499,00,556.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>499,00,556.00</b>
<b>Grand Total</b>	<b>560,94,410.33</b>	<b>125,48,703.00</b>	<b>-</b>	<b>686,43,113.33</b>	<b>50,78,265.52</b>	<b>3,29,521.00</b>	<b>-</b>	<b>54,07,786.52</b>	<b>632,35,326.81</b>	<b>510,16,144.81</b>



**Notes to the Financial Statements for the year ended on 31st March, 2016** (Amount in ₹.)

	<b>AS AT 31.03.2016</b>	<b>AS AT 31.03.2015</b>
<b>NOTE NO. - "9"</b>		
<b>DEFERRED TAX ASSET(NET)</b>		
<b>Deferred Tax Asset</b>		
Opening Balance	6,95,530.73	5,29,076.20
Add: Addition during the year:		
Depreciation	21,969.90	38,852.73
Other disallowances under Income Tax Act	1,18,973.65	1,27,601.80
	<b>Sub-total</b>	<b>6,95,530.73</b>
<b>Deferred Tax Liability</b>		
Opening Balance	-	-
Add: Addition during the year:		
Depreciation	-	-
Other disallowances under Income Tax Act	-	-
	<b>Sub Total</b>	<b>-</b>
Net Deferred Tax Asset	<b>8,36,474.28</b>	<b>6,95,530.73</b>
<b>NOTE NO. -"10"</b>		
<b>LONG TERM LOANS AND ADVANCES</b>		
(unsecured and considered good, except otherwise stated)		
Security Deposits:		
Deposit with Sales Tax Authority	2,000.00	2,000.00
Deposit with Telecom Deptt.	69,075.00	69,075.00
Deposit with Postal Deptt.	10,000.00	10,000.00
Deposit with ALAKA	2,100.00	2,100.00
Deposit with CESCO	76,711.00	76,711.00
Deposit with WESCO	3,80,636.00	Nil
	<b>5,40,522.00</b>	<b>1,59,886.00</b>
<b>NOTE NO.-"11"</b>		
<b>OTHER NON-CURRENT ASSETS</b>		
Receivable from NCJD, Govt. of India	3,06,458.00	3,06,458.00
Receivable from OSDMA	65,761.00	65,761.00
Receivable from SFAC	-	1,17,244.00
Receivable from MOFPI	4,20,905.00	4,20,905.00
Receivable from Others	33,363.00	33,223.00
	<b>8,26,487.00</b>	<b>9,43,591.00</b>
<b>NOTE NO.-"12"</b>		
<b>CASH &amp; CASH EQUIVALENTS</b>		
i. Cash & Cash Equivalents:		
a) Balances with Banks	(698,91,805.40)	6018,08,373.82
b) Cash - on - Hand (As certified by Management)	22,269.00	26,741.00
ii. In Deposit Accounts:		
Fixed Deposit with Banks	9515,51,488.87	8413,97,516.00
	<b>8816,81,952.47</b>	<b>14432,32,630.82</b>



**Notes to the Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹.)

AS AT 31.03.2016

AS AT 31.03.2015

**NOTE NO.- "13"**

**SHORT TERM LOANS AND ADVANCES**

(unsecured and considered good,  
except otherwise stated)

Advance to Employees	1,56,382.00	1,59,754.00
Advance to OAIC Ltd.	2300,00,000.00	-
Advance to Others	24,88,209.00	24,18,081.00
	<b>2326,44,591.00</b>	<b>25,77,835.00</b>

**NOTE NO. - "14"**

**OTHER CURRENT ASSETS**

Prepaid Insurance	7,868.00	8,078.00
Prepaid Expenses	38,277.00	20,846.00
Tax Deducted at Source	51,83,009.43	100,99,789.43
Stamps in Hand	22,075.00	23,900.00
IT Refundable (F.Y.:2012-13)	-	2,80,698.00
IT Refundable (F.Y.:2013-14)	33,52,863.00	-
IT Refundable (F.Y.:2014-15)	27,47,086.00	-
Accrued Interest on Fixed Deposits	170,71,808.26	174,88,676.00
	<b>284,22,986.69</b>	<b>279,21,987.43</b>

**NOTE NO. - "15"**

**REVENUE FROM OPERATIONS**

Processing Fees Received	75,81,924.00	27,45,451.00
• Sale of Project Profiles	1,650.00	4,900.00
	<b>75,83,574.00</b>	<b>27.50,351.00</b>

**NOTE NO. - "16"**

**OTHER INCOME**

Grants-in-Aid (Refer note no.20(vii))	50,00,000.00	77,88,962.24
Interest from Bank deposits	11,38,923.15	15,07,917.63
Miscellaneous receipts	83,734.00	1.64.253.00
	<b>62,22,657.15</b>	<b>94,61,132.87</b>

**NOTE NO. - "17"**

**EMPLOYEE BENEFITS EXPENSES**

Salary & Allowances	65,96,820.00	59,63,156.00
Wages	18,88,711.00	16,50,636.00
<i>Contribution to:</i>		
Employer's Contribution to PF	7,80,010.00	4,42,983.00
Gratuity Fund	5,000.00	10,000.00
Leave Salary & Pension Fund	4,56,907.00	4,12,950.80
	<b>97,27,448.00</b>	<b>84,79,725.80</b>



**Notes to the Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹.)

	AS AT 31.03.2016	AS AT 31.03.2015
<b>NOTE NO. - "18"</b>		
<b>OTHER EXPENSES</b>		
<b>Administrative Expenses:</b>		
Rent	1,80,000.00	1,80,000.00
Travelling & Conveyance	1,53,600.00	1,95,534.00
Printing & Stationary	2,14,830.00	1,17,161.00
Telephone, Fax & E-mail	83,314.00	77,648.00
Postage, Telegram & Courier Charges	1,28,197.00	94,705.00
Vehicle hire Charges	6,191.00	-
Insurance	28,281.00	28,309.00
Electricity Charges	1,94,177.00	1,63,116.00
Fuel Expenses	1,29,855.00	1,39,796.00
Seminar, Workshop & Display Expenses	900.00	61,959.00
Advertisement & Publicity	86,494.00	96,477.00
Office & General expenses	1,03,626.00	1,05,908.00
Legal & Professional Charges	1,75,394.00	-
<i>Repairs &amp; Maintenance:</i>	866943.00	794928.00
Building	122239.00	110641.00
Office Equipments	<u>6044.00</u>	<u>9,95,226.00</u>
Vehicle	<u>6044.00</u>	<u>18802.00</u>
Miscellaneous Expenses (Refer Footnote)	1,39,820.61	91,775.81
<i>Payment to Auditors:</i>		
a. Internal Auditor	57,500.00	57,000.00
b. Statutory Auditor	40,250.00	28,500.00
Towards Audit Fees	11,500.00	8,550.00
Interest on Income Tax Demand (A.Y.: 2012-13)	-	54,422.00
Interest on Others	-	4,303.00
	<b><u>27,29,155.61</u></b>	<b><u>24,29,534.81</u></b>

**Footnote:**

Miscellaneous Expenses includes Bank Charges ₹. 964.61, Books, Newspaper & Journal ₹. 20835/-,

Promotional Exp. ₹.6291/-, Sitting Fees ₹.28000.00 , Misc. Expenses ₹.12730/- & Preparation of Project Report ₹.71000/-

**Notes to the Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹.)

	AS AT 31.03.2016	AS AT 31.03.2015
<b>NOTE NO. - "19"</b>		
<b>EARNINGS PER EQUITY SHARE</b>		
Basic		
Profit after tax as per accounts	a 7,04,894.09	7,76,174.79
Weighted average number of shares outstanding	b 1,10,000.00	1,10,000.00
	<hr/> a/b <b>6.41</b>	<hr/> <b>7.06</b>

**NOTE NO. -20****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDING  
31<sup>ST</sup>MARCH,2016****(I) Capital Reserve**

Capital Reserve represents Capital Grants received and utilized for the purpose of acquiring the depreciable Fixed Assets. During the year ₹. 2,74,9947- received from OSRFS ( PE Department) towards purchase of Fixed Assets. Assets purchased out of Capital Grants after depreciation till the end of the financial year are ₹. 2.10 lakhs (Previous Year ₹. 1.58 lakh). Depreciation on Capital Assets acquired out of such Grants have been deducted from such grants and credited to the Surplus in conformity with AS-12.

It also includes ₹.475.51 lakhs capital grant received from APEDA for Integrated Pack House which is remaining unadjusted as the asset is not ready for use. Also Interest earned on Grant from APEDA is ₹.37.66 lakhs as on 31.03.2016.

**(ii) Non-Current Assets:****Other non-current Assets includes:**

- (a) The Company had run the Jute Service Center (JSC) under the scheme of National Centre for Jute Diversification (NCJD), Ministry of Textiles, Government of India. The net amount of ₹.3,06,4587- receivable from NCJD has been shown under the head "Other non-current Asset".
- (b) ₹. 65,761/- is still lying to be received from the Orissa State Disaster Mitigation Authority (OSDMA) towards reimbursement of expenses on Impact Assessment.
- (c) ₹.4,20,905/- are receivable from MOFPI shown under the head "Other non-current Asset".
- (d) ₹.33,363 shown under the head "Receivable from others" includes ₹.16,5037-receivable from APEDA & ₹. 58607- receivable from sea shore.

**(ii) Short-term Loans and Advances :****Advances to others include:**



- (a) ₹. 60,000/- released to IDFC towards 1<sup>st</sup> installment of fees for Feasibility Study is lying unadjusted pending acceptance of draft report.
  - (b) ₹.15,000/- released to Lata Craft, as advance towards preparation of stall for Food Expo at Pragati Maidan at New Delhi
  - (c) ₹. 20,000/- released to DAO, Titilagarh to meet the expenses incurred at Krushak Meeting.
  - (d) ₹.9,000/- released to IDEA as advance to meet the expenses of trainees.
  - (e) During the year 2015-16, ₹. 2,300.00 lacs paid to OAIC Ltd. which will be adjusted after getting subsidy claim from OAIC Ltd.
- (iv) Total interest earned during the year on fixed deposit amounting to ? 844.40 lacs against various funds received under recurring grant, subsidy grant and capital grant. The total interest earned during the year is apportioned to statement of profit & loss, grant-in-aid, subsidy account & other long term liabilities in the following manner.
- a) ₹. 11,38,923.15 to Share Capitals. Free Reserve.
  - b) ₹. 20,14,754.59 to Grant-in-Aid.
  - c) ₹. 29,02,367/- to Other Long Term Liabilities.
  - d) Residual amount is transferred to Subsidy account.
- (v) **Failed Bore well Compensation Scheme 2001**

The Corporation is managing the fund account of “Failed Bore well Compensation Scheme 2001” of Government of Orissa. The Corporation is operating a Bank Account with the Union Bank of India, Nayapalli Branch, Bhubaneswar in the name of “Failed Bore Well Compensation Scheme-2001”. The opening balance of above scheme is ₹.4,32,03,361/. During the year no claim has been received for payment & ₹.4,46,69,011/- refund to Govt. of Odisha. Also during the year Bank interest earned on above scheme is ₹.18,18,691/. Hence the closing balance of above scheme as on 31.03.2016 is ₹.3,53,041/-.

- (vi) During the year the company declared dividend @ 20% on Profit after tax, that comes to ₹.140979/-.
- (vii) ₹. 50,00,000/- Grant-in-aid credited to Profit & Loss Account received during the current year from Govt. of Odisha.

**(viii) Other Current Liabilities:**

The Corporation receives funds from the Government towards disbursement of subsidy. The unspent amounts of ₹.10356.40/-lacs as on 31.03.2016 have been shown as subsidy payable under the head “Other Current Liabilities”. The details of opening balances, subsidy addition (Includes proportionate interest allotted to fund) during the year and payment made out of the above fund has been given below.



**The Agricultural Promotion & Investment Corporation of Odisha Limited**  
**Plot No-326, Baramunda, Bhubaneshwar-751003**

**DETAILS OF SUBSIDY PAYABLE AS ON 31.03.2016**

<b>Head of Accounts</b>	<b>O.B. as on 01.04.15</b>	<b>Received/ adjustment during the year</b>	<b>Released/ Refund during the year</b>	<b>Interest credited during the year</b>	<b>C.B. as on 31.03.16</b>
<b>RIDF</b>					
Subsidy Payable RIDF-IX-NOR	20,79,152.43		2173321.82	94,169.39	-
Subsidy Payable RIDF-IX-SCP	8,06,470.67		8,42,997.50	36,526.83	-
Subsidy Payable RIDF-IX-TSP	317,24,448.77		339,47,167.94	22,22,719.17	-
Subsidy Payable RIDF-XII- NOR	78,83,522.89		82,40,589.16	3,57,062.27	-
Subsidy Payable RIDF-XII-SCP	22,73,680.43		23,76,660.42	1,02,979.99	-
Subsidy Payable RIDF-XII-TSP	40,54,052.79		42,37,669.76	1,83,616.97	-
Subsidy Payable RIDF-XII-NOR	111,43,097.63		116,47,79303	5,04,695.40	-
Subsidy Payable RIDF-XII-SCP	33,26,786.47		34,77,463.95	1,50,677.48	-
Subsidy Payable RIDF-XII-TSP	125,15,955.50		130,82,830.66	5,66,875.16	-
Subsidy Payable RIDF-XI-NOR	31,04,155.70		32,44,749.74	1,40,594.04	-
Subsidy Payable RIDF-XI-SCP	3,84,741.61		4,02,167.40	17,425.79	-
Subsidy Payable RIDF-XI-TSP	81,65,911.48		85,35,763.57	3,69,852.09	-
Subsidy Payable RIDF -XIV-NOR	70,35,183.68		73,53,822.62	3,18,638.94	-
Subsidy Payable RIDF-XIV-SCP	14,05,544.18		14,69,204.37	63,660.19	-
Subsidy Payable RIDF-XIV-TSP	54,64,879.27		57,12,395.67	2,47,516.40	-
Subsidy Payable R1DF-XV/NOR	55,44,680.13		57,95,810.89	2,51,130.76	-
Subsidy Payable R1DF-XV/SCP	52,57,696.52		54,95,829.16	2,38,132.64	-
Subsidy Payable RIDF-XV/TASP	11,77,228.49		12,30,547.76	53,319.27	-
Subsidy Payable RIDF-XV/NOR	23,73,247.48		24,80,737.08	1,07,489.60	-
Subsidy Payable RIDF-XV/TASP	8,00,715.08		8,36,981.23	36,266.15	-
Subsidy Payable RIDF-XIX/SCP	700,70,627.00		640,00,614.00	5,72,161.00	-
Subsidy Payable RIDF-XIX/TASP	948,01,437.00	715,45,530.00	1534,41,555.00	8,09,366.00	66,42,774.00
Subsidy Payable RIDF XVIII/NOR	326,93,850.00	50,000.00	298,81,534.38	2,67,188.00	137,14,778.00
Subsidy Payable RIDF XVIII/SCP	907,26,836.00	325,46,147.00	1228,68,850.97	6,84,806.00	31,29,503.62
Subsidy Payable RIDF XVIII/TASP	626,04,001.00	1288,73,354.00	1809,32,411.92	5,49,680.00	10,88,938.03
Subsidy Payable RIDF-20/NOR	3983,59,190.00	3674,18,07500	2,32,509.00	311,73,624.00	110,94,623.08
<b>Sub-total</b>	<b>4674,17,906.20</b>	<b>6313,74,221.00</b>	<b>10411,27,545.00</b>	<b>91,79,058.53</b>	<b>668,43,640.73</b>



Head of Accounts	O.B. as on 01.04.15	Received/adjustment during the year	Released/Refund during the year	Interest credited during the year	C.B. as on 31.03.16
<b>RKVY</b>					
Subsidy Payable(RKVY)	879,58,974.39	37,07,452.24	856,66,426.63	62,75,928.00	62,75,928.00
Subsidy Payable (RKVY/Green Revolution)	42,47,998.72	1,92,129.45	44,34,128.17	3,24,827.00	3,24,827.00
Subsidy Payable RKVY/PUMPSET	970,02,348.78	926,92,674.83	1896,95,023.61	97,51,326.00	97,51,326.00
<b>Sub-total</b>	<b>7832,03,32189</b>	<b>965,92,256.52</b>	<b>2797,95,578.41</b>	<b>163,52,081.00</b>	<b>163,52,081.00</b>
<b>WORK PLAN</b>					
Subsidy Payable WP/HDP/EAC	9,04,540.51	9,45,509.14	40,968.63	-	
Subsidy Payable WP/hydraulic Tractor-NOR	20,21,035.56	18,82,572.71	1,65,361.00	3,03,823.85	
Subsidy Payable WP/hydraulic Tractor-TSP	12,79,469.77	5,12,419.77	1,56,710.00	9,23,760.00	
<b>SUBSIDY PAYABLE (WP/NOR</b>	<b>134,07,361.19</b>	<b>150,59,080.93</b>	<b>16,51,719.74</b>	<b>-</b>	
Subsidy Payable WP/PO/implements-SCP	2,89,692.87	1,20,228.70	35,160.00	2,04,624.17	
Subsidy Payable WP/PO/implements-NOR	15,16,891.54	6,73,940.89	1,80,703.00	10,23,653.65	
Subsidy Payable WP/PO/implements-TSP	2,00,920.55	91,629.68	23,754.00	1,33,044.87	
Subsidy Payable WP/P.Thresher-NOR	11,85,538.20	60,58,055.75	72,43,593.95	-	
Subsidy Payable We/P.Thresher-SCP	6,04,949.79	8,53,298.89	14,58,248.68	-	
Subsidy Payable WP/P.Thresher-TSP	7,45,993.91	12,00,474.66	19,46,468.57	-	
Subsidy Payable WP/PT-NOR	130,33,376.65			19,96,036.00	750,29,472.65
Subsidy Payable WP/PT-SCP	10,63,134.67			1,62,817.00	72,25,957.67
Subsidy Payable WP/PT-TSP	18,44,361.75			2,82,460.00	27,26,827.75
Subsidy Payable WP/reaper-NOR	11,50,095.88	12,02,186.25	52,090.37	-	
Subsidy Payable WP/reaper-SCP	5,28,412.04	2,43,528.98	62,277.00	3,47,160.06	
Subsidy Payable WP/reaper-TSP	4,29,735.44	2,56,837.10	46,146.00	2,19,044.34	
Subsidy Payable WP/rotavator-NOR	86,959.48	90,898.07	3,938.59	-	
Subsidy Payable WP/rotavator-SCP	18,469.39	19,305.91	836.52	3,36,103.94	
Subsidy Payable WP/rotavator-TSP	4,72,135.57	1,93,519.63	57,488.00	-	
<b>SUBSIDY PAYABLE(WP/SCP)</b>	<b>2,19,048.12</b>	<b>2,28,969.29</b>	<b>9,921.17</b>	<b>-</b>	
Subsidy Payable WP/SPD/implements-NOR	8,12,608.55	8,29,353.38	60,942.00	44,197.17	
Subsidy Payable WP/SPD/implements-SCP	4,74,604.81	1,87,045.30	58,362.00	3,45,921.51	
Subsidy Payable WP/SPD/implements-TSP	3,93,300.63	1,60,349.08	47,955.00	2,80,906.55	
Subsidy Payable (WP/tractor-NOR)	43,92,327.50	48,40,505.92	92,32,833.42	-	
Subsidy Payable (WP/Tractor)SCP	5,67,859.84	5,93,579.46	25,719.62	-	
Subsidy Payable WP/tractor-TSP	6,87,584.09	7,18,726.29	31,142.20	-	
Subsidy Payable WP/transplanter-NOR	4,95,818.83	12,82,139.39	-	70,19703	
Subsidy Payable WP/tmnspplanter-SCP	1,04,321.86	46,546.83	12,412.00	3,50,528.46	
<b>SUBSIDY PAYABLE(WP/TSP)</b>	<b>9,96,563.28</b>	<b>7,41,849.82</b>	<b>95,815.00</b>	<b>3,50,528.46</b>	
<b>Sub-total</b>	<b>499,27,112.27</b>	<b>137,39,999.79</b>	<b>459,91,361.22</b>	<b>52,60,734.84</b>	<b>229,65,141.67</b>



Head of Accounts	O.B. as on 01.04.15	Received/ adjustment during the year	Released/ Refund during the year	Interest credited during the year	C.B. as on 31.03.16
<b>STATE PLAN SCHEMES</b>					
Subsidy Payable(SP/IED/NOR)	1615,10,669.31	1181,41,093.22	194,94,580.96	628,64,757.05	
Subsidy Payable(SP/IED/SCP)	47,06,798.37	48,85,754.62	1,78,956.25	-	
Subsidy Payable(SP/IED/TSP)	-	-	-	-	
<b>Sub-total</b>	1662,17,467.68	7230,26,847.84	196,73,537.21	628,64,757.05	
<b>SELF EMPLOYMENT</b>					
Subsidy Payable Self Emp. CA/AG/Mech.	46,32,903.75	48,42,738.15	3,38,692.00	1,28,857.60	
Subsidy Payable Self.Empl.ASC A/C	79,23,914.74	82,82,806.00	3,58,891.26	-	
Subsidy Payable Self.Empl.CAE A/C	76,45,883.31	79,92,182.00	3,46,298.69	-	
<b>Sub-total</b>	202,02,701.80	277,17,726.75	70,43,887.95	1,28,857.60	
<b>STATE PLAN ( PUMP SET) NFSM SCHEMES</b>					
Subsidy Payable NFSM-Pulse	-	80,000.00	6,126.00	86,126.00	
Subsidy Payable NFSM Rice	-	169,19,000.00	12,95,556.00	182,14,556.00	
Subsidy Payable SP/SMAM/NOR	40,00,000.00	-	6,12,592.00	46,12,592.00	
<b>Sub-total</b>	40,00,000.00	769,99,000.00	-	79,74,274.00	229,13,274.00
<b>CIS SCHEMES (ICICI Bank)</b>					
Subsidy Payable (APR-6J/NOR	167,73,200.52	9798,71,586.00	6149,29,46900	92,34,233.00	3909,49,550.52
Subsidy Payable (APR-6J/SCP	853,40,305.92	323,27,315.00	769,44,74692	29,21,281.00	436,44,155.00
SUBSIDY PAYABLE (APR-6)TSP	1073,03,864.51	390,80,000.00	959,95,787.51	36,54,218.00	540,42,295.00
<b>Sub-total</b>	2094,17,370.95	10512,78,901.00	7878,70,003.43	158,09,732.00	4886,36,000.52
<b>STATE PLAN ( PUMP SET) SCHEMES</b>					
Subsidy Payable SP/PUMP SETS/NOR	420,00,000.00	1560,00,000.00	41,86,24800	20,32,487.00	7958,46,239.00
Subsidy Payable SP/PUMP SETS/SCP	155,00,000.00	421,60,000.00	-	6,30,569.00	582,90,569.00
Subsidy Payable SP/PUMP SETS/TASP	125,00,000.00	498,40,000.00	-	6,45,049.00	629,85,049.00
<b>Sub-total</b>	700,00,000.00	2450,00,000.00	41,86,248.00	33,08,105.00	3171,21,857.00
<b>STATE PLAN ( PUMP SET) NFSM SCHEMES</b>					
Subsidy Payable NFSM Pump set	932,84,831.00	633,51,377.52	18,10,982.00	317,44,435.48	
<b>Sub-total</b>	932,84,831.00	-	633,51,377.52	18,10,982.00	317,44,435.48



<b>Head of Accounts</b>	<b>O.B. as on 01.04.15</b>	<b>Received/ adjustment during the year</b>	<b>Released/ Refund during the year</b>	<b>Interest credited during the year</b>	<b>C.B. as on 31.03.16</b>
<b>OTHERS SCHEMES</b>					
C/S on Food Processing Industry Payable	51,43,257.00		53,76,206.42	2,32,949.42	-
Subsidy Payable (APR-3) A/c	89,85,291.29		93,92,354.90	4,07,063.61	-
Subsidy Payable(APR-4)A/c	50,77,688.53		53,07,668.21	2,29,979.68	-
Subsidy Payable (APR-6)A/c	35,70,453.05		37,32,167.00	1,61,713.95	-
Subsidy Payable Diesel Pump Set/NOR	15,36,374.47		16,05,960.25	69,585.78	-
Subsidy Payable GKY-Scheme A/c	5,33,736.78		5,57,910.89	24,174.11	-
Subsidy Payable KBK/SCA/ASC A/C	24,11,023.49		25,20,224.00	1,09,200.51	-
Subsidy Payable KBK/SCA/PT NOR	74,68,256.76		78,06,510.54	3,38,253.78	-
Subsidy Payable KBK/SCA /PT -SCP	21,06,112.95		22,01,503.44	95,390.49	-
Subsidy Payable KBK/SCA/PT-TSP	57,20,313.68		59,79,399.27	2,59,085.59	-
Subsidy Payable KBK/SCA/SPD Imple -NOR	26,97,704.77		32,32,603.00	5,34,898.23	-
Subsidy Payable KBK/SCA/SPD Imple SCP	5,77,589.01		6,03,749.00	26,159.99	-
Subsidy Payable KBK /SCA/SPD-TSP	22,33,548.71		23,34,711.04	1,01,162.33	-
Subsidy Payable KKK-Scheme A/C	92,94,548.44		67,26,01401	9,08,404.00	34,76,938.43
Subsidy Payable PH-Tech. & Mgt	46,26,972.36		25,83,19212	5,10,806.00	25,54,586.24
Subsidy Payable SGSY-Schame A/C	54,661.51		22,099.25	6,684.39	39,246.65
<i>Sub-total</i>	620,37,532.80		599,82,273.34	40,15,511.86	60,70,777.32
<b>TOTAL</b>	<b>13257,08,244.59</b>	<b>20579,83,034.30</b>	<b>24264,18,960.91</b>	<b>783,67,898.39</b>	<b>10356,40,216.37</b>



**(ix) Auditor's Remuneration**

<b>Particulars</b>	<b>31.03.2016</b>	
Statutory Audit Fees	40,250.00	28,500.00
Tax Audit Fees	11,500.00	8,550.00
<b>Total</b>	<b>51,750.00</b>	<b>37,050.00</b>

**(x) Contingent Liabilities not provided are as follows:**

	<b>31.03.2016</b>	<b>31.03.2015 (₹.)</b>
Bank Guarantee	-	2,11,34,196.00
Electricity Charges payable	1,75,933.00	1,75,933.00
Pending Legal Cases with various Forums (21 nos of cases)	<b>2,75,19,503.00</b>	

The Central Electricity Supply Utility of Odisha (CESU) has raised a demand of ₹.1,75,933/- towards electricity charges due to bill revision for transformer looses for the period from 01.10.2014 to 31.10.2014. The corporation has filed a suit against the same which is still pending for settlement.

- (xi) The Company is a small and medium sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under Company Act, 1956. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.
- (xii) In accordance with the requirements of Schedule II to the Companies Act, 2013, the Company has calculated depreciation on the basis of the useful lives of the depreciable assets.

**As per our report of even date attached.**

For Anil Mihir & Associates.

**Chandered Accountants**

Firm registration number: 303028E

Sd./-  
**Partner**  
Membership No. 053968

Place : Bhubaneswar  
Date : 21.11.2017

**For and on behalf of the Board of Directors of  
The Agricultural Promotion & Investment Corporation of Odisha Limited**

Sd./-  
**P Mahanta**  
Company Secretary

Sd./-  
**Subhrenda Sekhar Dey**  
Managing Director

Sd./-  
**Manoj Ahuja, IAS**  
Chairman



## PERFORMANCE OF APICOL AT A GLANCE AS ON 30-06-2017

### A. PROMOTION OF AGRI-ENTERPRISES

APICOL as per its mandate through various initiatives have been able to attract sizable investment in agricultural sectors. The achievement made in forms of investment and no of agri-enterprises promoted under agriculture policy and other schemes are presented below.

#### **(i) Achievement from 01-06-1996 to enterprises 31-03-2016 in terms of investment in agri enterprises**

<b>Sl. No.</b>	<b>Types of Enterprises</b>	<b>No. of Enterprises</b>	<b>Total Cost of Project (₹. In Lakh)</b>
01.	Cold Storage	18	3353.01
02.	Agro Service Centre	4936	39685.14
03.	Poultry (Layer)	63	9521.96
04.	Poultry (Broiler)	869	13509.38
05.	Hatchery	1	18.58
06.	Dairy Farm	229	2802.15
07.	Sheep, Goat & Piggery	98	846.17
08.	Food Processing Industries	71	8294.22
09.	Agro Based Industries	77	6939.86
10.	Horticulture	66	592.91
11.	Fisheries	26	191.22
12.	Composite Farming	80	848.49
13.	Mushroom	35	264.27
14.	Agro Service Centre (World Bank Assisted)	500	2750.00
	<b>Total</b>	<b>7069</b>	<b>89617.36</b>

**N.B.: Classification / Grouping of enterprises rearranged .**

### **B. TRAINING & AWARENESS PROGRAMMES**

Since training and awareness building is one of the important aspect of promoting enterprise, APICOL has been making continuous effort to organize training programmes / seminars / workshops / awareness programmes. 191 such programmes have already been conducted at various locations of the state.



### C. CHANNELIZING AGENCY FOR VARIOUS INCENTIVES

APCOL has been working as a channelizing agency for various incentives including the incentives under Agriculture Policy. The amount of subsidy released under various schemes during last three years are given below:

Sl.No.	Name of the Scheme	No. of Enterprises	Amount of Subsidy Released (₹. in Lakh)
1.	APR - LI Points		
	(a) State Plan	- 20283	3,478.21
	(b) RIDF-VI	- 16697	3,913.40
	(c) RIDF-IX	- 30398	3,240.08
	(d) RIDF-XI	- 6169	744.48
	(e) RIDF-XII	- 18810	4,007.38
	(f) RIDF-XIV	- 29477	6,256.96
	(g) RIDF-XV	- 16121	3,914.89
	(h) RIDF-XVII	- 26392	8,152.07
	(i) RIDF-XVII (Online)	- 665	267.23
	(j) RIDF-XVIII	- 13216	4303.34
	(k) RIDF-XVIII(Online)	- 13675	5696.66
	(l) RIDF-XIX	- 1129	483.02
	(m) RIDF-XIX(Online)	- 6923	3516.97
	(n) RIDF-XX	- 1723	774.16
	(o) RIDF-XX(Online)	- 5869	2981.83
	(p) JALANIDHI	- 1198	616.62
	(q) JALANIDHI(Online)	- 7444	4103.38
	<b>Total</b>	<b>- 2,16,189</b>	<b>56,450.68</b>
2.	(APR-4) Power Tiller	- 191	50.00
3.	Capital Investment Subsidy		
	(a) Agro Service Center	- 4230	13193.18
	(b) Commercial Agri Enterprises	- 1555	6851.02
	<b>Total</b>	<b>- 5785</b>	<b>20,044.2</b>
4	Farm Mechanization		
	(a) Farm Mechanization	- 101416	33,091.65
	(b) Diesel Pump Set	- 114340	8,85,333.21
	<b>Total</b>	<b>- 2,15,756</b>	<b>9,18,424.86</b>