

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1ST LIFT, 3RD FLOOR, JUNTA HOUSE, PANAJI-GOA

DIRECTOR'S REPORT TO THE SHAREHOLDERS

The Directors have the pleasure in presenting THE TWENTYONE ANNUAL REPORT along with the Audited Accounts of the Company by the Auditors for the year ending 31.3.2018

1. FINANCIAL RESULTS :

Amount (₹ in lakhs)

| | |
|----------------------------------------------|--------|
| Total Receipts | 495.03 |
| Total Expenditure | 317.79 |
| Depreciation | 15.47 |
| Profit (Loss) before prior period adjustment | 177.24 |
| Prior Period Adjustment | 0 |
| Provision for Taxation and Deferred Taxation | 0 |
| Balance carried to Balance Sheet | 177.24 |

2. PERFORMANCE FOR THE YEAR:

The annexed profit and loss account shows that before providing taxation and prior period adjustment, a net Profit for the year is ₹ **177.24 lakhs**.

3. WORKING OF THE COMPANY IN THE PAST YEAR:

The Directors reported that there has been increase in sale of rights for collection of nuts and apples from the Cashew plantations belonging to the Corporation. Sale during the period under report was ₹ 205.89 lakhs against previous year sale of ₹ 189.50 lakhs.

In addition, Company earned ₹ 30.15 lakhs from sale of Rubber, ₹ 5.50 lakhs from sale of cashew grafts & Seedling, ₹ 0.28 lakhs from sale of Cashew seeds, ₹ 51.20 lakhs from interest on investment, ₹ 3.38 lakhs from delay payment charges, ₹ 20.35 lakhs from sale of Entry ticket Fee at Botanical Garden, ₹ 6.83 from Miscellaneous receipt, ₹ 1.40 from profit on sale of Vehicle, etc.

4) ACTIVITIES PURSUED BY THE CORPORATION FOR THE CURRENT YEAR:

a) CASHEW PLANTATION:

- 1) During the year, about 0.00 Ha. of area has been re-planted with of Cashew grafts and 104.00 Ha has been Pruning and maintenance of Old Cashew Plantation.
- 2) Maintenance of 10.00 Ha. of one year old cashew plantation of Cashew grafts and 45.00 Ha. of one year old Pruning and maintenance of Old Cashew Plantation.
- 3) Maintenance of 124.50 Ha. of two year old cashew plantation of Cashew grafts and 32.00 Ha. of two year old Cashew Plantation of Seedling.
- 4) Maintenance of nurseries at Kankeri, Dhavali (Ponda), Veluz (Valpoi) and Fonsorem (Canacona) for raising the new stock of grafts as well as seedlings for Departmental Utilization and for sale.

b) RUBBER PLANTATION:

The maintenance and upkeep of existing Rubber Plantation by carrying out weeding & tapping, latex processing and selling of smoke rubber & scrap rubber was undertaken by the Corporation.

c) **DEVELOPMENT OF BOTANICAL GARDEN CUM ECO-RECREATIONAL PARK, SALAULIM, SANGUEM-GOA**

The maintenance works of "Botanical Garden Cum Eco-Recreational Park" on the downstream side of Salaulim dam Site were carried out by the Corporation. The planting of new varieties of ornamental plants and development of lawns and paths was taken up during the year.

4. **THE DIRECTORS:**

The Board of Directors of the Corporation is presently constituted of the Following members along side their designations:

| <u>Sr. No.</u> | <u>Name</u> | <u>Designation</u> |
|-----------------------|-------------------------------------|---------------------------|
| 1) | Shri. Parasad S. Gaonkar | Chairman. |
| 2) | Shri. Malu T. Velip | Director. |
| 3) | Shri. Rajendra B. Prabhu Dessai | Director. |
| 4) | Shri. Ganpat D. Naik | Director. |
| 5) | Shri. Govind alias Mahesh Gopi Naik | Director |
| 6) | Shri. Christev S. D'Costa | Director |
| 7) | Shri. Ramesh S. Mainkar | Director |
| 8) | Shri. Ramchandra Y. Gaonkar | Director |
| 9) | Shri. Ajai Saxsena, IFS. P.C.C.F. | Director |
| 10) | Shri. Anil A. Shetgaonkar Dy. CF. | Director |
| 11) | Shri. E. Venkat Reddy, IFS. C.F | Managing Director |

6) **AUDITORS:**

The Comptroller & Auditor General of India, New Delhi has appointed T.S. Borkar & Associates, Chartered Accountants, Panaji- Goa as the Statutory Auditors of the Company under section 139 of the companies Act 2013 for the financial year 2017-18.

7) **AUDITOR REPORT**

The Internal Auditors of the Company M/s. Bhalchandra Dhavalikar & Associates, Chartered Accountants, Dhavli Ponda-Goa have stated that the books and records of the Company have been kept in accordance with Auditing Standards generally accepted in India and that the auditors have not come across any instances of fraud during the course of audit.

8) **DIVIDEND**

The Company has not declared any dividend during the financial year 2017-18 in view of the future plans and amount required for upgradation of the Company activities.

9) **RESERVES**

The Board proposes to transfer ₹ Nil.- to reserve, total reserves as on 31/03/2016 comes to ₹ 88,62,977/-.

10) **Material changes and commitments, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.**

There has been no such material change having effect on the financial position of the company during the period between the end of the financial year and the date of the report.

- 11) **Significant and material orders passed by the regulators or Courts or tribunals impacting the going concern status and company's operations in future.**
No such orders were passed by the regulators or courts or tribunals against the company having effect on the going concern of the company and its operation.
- 12) **DEPOSITS**
The Company has not accepted any deposits any time during the previous years so the question of "in default in repayment of deposits or interest thereon as per chapter V of the Act" does not arise.
- 13) **SHARE CAPITAL:**
- A) **Issue of equity shares with differential rights**
The company has not issued any equity shares with differential rights
- B) **Issue of sweat equity shares**
The company has not issued any sweat equity shares.
- C) **Issue of employee stock option**
No employee stock options are issued by the company
- D) **Provision of Money by Company for Purchase of its own shares by employees or by trustees for the benefit of employees**
There is no such provision made by the company
- 14) **EXTRACT OF THE ANNUAL RETURN IN FORM MGT-9 :**
As on the financial year ended on 31/03/2018 (Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014) prescribe form Mgt-9 has been executed and attached herewith and forms part of this Boards Report, the prescribe Form AOC-4 along with the Boards Report is being submitted to ROC.
- 15) **NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS**
The Board of Directors met four (4) times during the year on, 04/05/2017, 14/07/2017, 31/08/2017 and 11/12/2017.
- 16) **DECLARATION BY AN INDEPENDENT DIRECTOR AND RE-APPOINTMENT, IF ANY**
The provisions relating to Independent directors are not applicable to company.
- 17) **AUDIT COMMITTEE**
The company is not required to appoint any audit committee as per the provisions of Companies Act 2013.
- 18) **ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEE.**
The provisions are not applicable to the Company.
- 19) **BOARDS EVALUATION ON ITS OWN, COMMITTEES AND INDIVIDUAL**
Directors Performance :
The provisions are not applicable to the Company.
- 20) **NOMINATION AND REMUNERATION COMMITTEE**
The company has not framed any such committee for remuneration and nomination being the provisions is not applicable to the company.
- 21) **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT UNDER SECTION 186**
No loans or guarantees or investments made by the company during the year in review.
- 22) **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES.**
The related party transaction held by the company during the year, details of which has been included in the Balance Sheet and was in the ordinary course of business.

23) **MANAGERIAL REMUNERATION**

Managerial remuneration has been paid regularly from time to time and on the dates as when becomes due. The managerial remuneration is reflected in the statement of profit and loss account of the Company under sub-title "Managing Directors Remuneration" of the title "Employee Benefits Expenses".

24) **SECRETARIAL AUDIT REPORT**

Provisions are not applicable to the company.

25) **DIRECTORS RESPONSIBILITY STATEMENT**

Following is the Directors Responsibility statement as required under Section 134 of the Companies Act, 2013 in respect of the financial statements;

That in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures.

- i) That the Directors have devised proper system to ensure compliance with provisions of all applicable laws and that such system adopted are adequate and operating effectively.
- ii) That the Directors have selected such accounting policies and applied them Consistently and made judgment 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 2017-18 and of the profit or loss of the Company for that period.
- iii) That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of The Companies Act, 2013 for safe guarding the assets of the company and for preventing and detecting fraud and other irregularities.
- iv) That the Directors have prepared the annual accounts of the Company on "going concern basis".

26) **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNED AND OUTGO:**

a) **CONSERVATION OF ENERGY**

Form "A" is not applicable to this Company.

b) **TECHNOLOGY ABSORPTION.**

Since no foreign technology is involved or employed, disclosure in this regard does not arise.

c) **FOREIGN EXCHANGE EARNED AND OUT GO.**

There are no foreign earnings or outgo during the year.

27) **ENVIRONMENTAL PROTECTION:**

Company is giving highest priority to protect environment.

28) **ACKNOWLEDGEMENT**

Directors place on record their sincere thanks to Banks staff and all stake holder and taxation authorities.

By order of Board



Chairman

Goa Forest Dev. Corp. Ltd.,
Panaji- Goa

Place : Panaji

Dated : 21/12/2020



कार्यालय महालेखाकार गोवा

ऑडिट भवन, अल्टो परवरीम, गोवा, ४०३ ५२१

Office of the Accountant General,

"Audit Bhavan", Green Valley,

Alto Porvorim, Goa – 403 521.

Tel: (D) 2416112 Fax: 2416228, EPABX: 2416224/5

E-Mail : agauGoa@cag.gov.in

दिनांक : 20 .12. 2022

सेवा में,

प्रबंध निदेशक

Managing Director

गोवा फॉरेस्ट डेवलपमेंट कार्पोरेशन लिमिटेड

Goa Forest Development of Corporation Limited.

1st लिफ्ट 3rd फ्लोर जनता हाउस, पणजी, गोवा-४०३ ००१

1st Lift, 3rd Floor, Junta House, Panaji, Goa - 403 001

Subject : Comments of the Comptroller and Auditor General of India under section 143(6)(b) of the Companies Act, 2013 on the Financial Statements of Goa Forest Development Corporation Limited for the year ended 31st March 2018.

विषय – 31 मार्च 2018 वर्ष को समाप्त **Goa Forest Development of Corporation Limited**, Goa के लेखों पर कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अधीन भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणीयाँ।

Sir,

The comments on the Financial Statements of Goa Forest Development Corporation Limited under section 143 (6) (b) of the Companies Act 2013 for the year ended 31st March 2018 are being forwarded.

A copy of the minutes and six copies of the printed annual report containing the comments of the Comptroller and Auditor General of India, shall be sent to this office after adopting the certified accounts in the Annual General Meeting.

मैं, **31 मार्च 2018** वर्ष को समाप्त **Goa Forest Development of Corporation Limited**, Goa के लेखों पर कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अधीन असमीक्षा प्रमाण पत्र अग्रेषित कर रहा हूँ।

वार्षिक सामान्य बैठक में प्रमाणित लेखों को अपनाते हुए कार्यवृत्त की प्रति तथा मुद्रित वार्षिक प्रतिवेदन की छः प्रतियाँ जिसमें भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणीयाँ हो, इस कार्यालय को भेजे।

कृपया पत्र और संलग्नकों के प्राप्ति की पावती भेजे।

भवदीया,

(पी.वी. हरि. कृष्णा)

महालेखाकार

संलग्न: असमीक्षा प्रमाण पत्र

COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143(6b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF GOA FOREST DEVELOPMENT CORPORATION LIMITED, PANAJI FOR THE YEAR ENDED 31 MARCH 2018

The preparation of financial statements of Goa Forest Development Corporation Limited, Panaji for the year ended 31 March 2018 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 1195) 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 04 October 2022

I on behalf of the Comptroller and Auditor General of India, have conducted supplementary audit of the financial statements of **Goa Forest Development Corporation Limited, Panaji** for the year ended 31 March 2018 under Section 143 (6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

Based on my supplementary audit, I would like to highlight the following significant matters under Section 143 (6) (b) of the Act, which have come to my attention and which in my view, are necessary for enabling a better understanding of the financial statements and related Audit Report.

A. Comments on Profitability

Statement of Profit and Loss for the year ended 31 March 2018

Other Income (Note No.14) ₹2.52 crore

1. The above incorrectly includes ₹ 51.2 lakh being the interest on deposit of unspent balance of Government grants. The interest income derived from grant funds should have been credited to the concerned Grant Accounts instead of accounting it as the income of the Company

This has resulted in overstatement of Profit and understatement of unutilized grants by ₹ 51.2 lakh.

B. Comments on Financial Position

Equity and Liabilities

Other Current Liabilities (Note No. 5): Outstanding Expenses ₹2.01 crore

2. The above does not include ₹26.88 lakh being accrued liability towards Employee Benefits. Due to this, Other Current Liabilities (Note No.5) is understated by ₹26.88 lakh and Deferred Government Grant Salary (specific grant) under (Note No. 2) Reserves and Surplus is overstated by the same extent.

Non-Current Assets

Intangible Assets (Note No. 8) Rubber Plantation ₹24.86 lakh

3. Vide SI No. 11 of Notes to Financial Statements, it has been stated that the total cost incurred for raising new plantations and capitalized as development cost under fixed assets will be amortized at the rate of five percent from fifth year of plantation. Accordingly, the Company should have amortized the capitalized cost of Rubber plantations of the year 1999-2000 from the year 2003-04 onwards. This was, however, not done. Due to this, Intangible Assets (Note No.8) is overstated by ₹ 11.57 lakh with corresponding overstatement of Reserves and Surplus by ₹11.57 lakh (including the overstatement of Profit for the year by ₹1.29 lakh).

C. Comments on Auditor's Report

Independent Auditor's Report

4. The Statutory Auditors have stated that the Cash Flow Statement was audited under first para of Independent Auditor's Report and also asserted the 'true and fair view in respect of the Cash Flow Statement in para 8 even though the Cash Flow Statement was never furnished by the Company. Though the non-furnishing of Cash Flow Statement was mentioned in the para 6 of the Independent Auditor's Report and in the annexures the assertions in the main report were factually incorrect and misleading

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



(P V HARI KRISHNA)
ACCOUNTANT GENERAL

Place: Mumbai

Date: 20 December 2022



कार्यालय महालेखाकर गोवा,
ऑडिट भवन, अल्टो परवरीम, गोवा, ४०३ ५२१
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E-Mail : agauGoa@cag.gov.in

दिनांक : 20 .12. 2022

To
The Managing Director,
Goa Forest Development Corporation Limited
1st Lift, 3rd Floor, Junta House, Panaji, Goa-403001.

Management Letter

Sir,

We have audited the Financial Statements of Goa Forest Development Corporation Limited Panaji for the year ended 31 March 2018 and have issued Comments of the Comptroller and Auditor General of India under Section 143(6)(b) of the Companies Act, 2013 vide this office's letter No. म.ले./गोवा/ES/GFDC/ACCOUNTS/2017-18/265 Dated: 20.12.2012

The following comments were not included considering the reply furnished by your office. This Management Letter is to request you to take necessary corrective action on the same, under intimation to this office

Comments on Financial Position Balance Sheet as at 31 2018 Equity and Liabilities

Reserves and Surplus

1. The Company received Grant-in-Aid of 23.5 crore for paying salaries and allowances of its employees, of which 23:01 crore was utilized for the purpose. The unutilized grant amount of 249 lakh incorrectly shown under Reserves and Surplus instead of depicting it as Liabilities. Due to this, the "Reserves and Surplus" is overstated and Current Liabilities' is understated by 49.44 lakh each.

Non-Current Assets Tangible Assets (Note 7)

Assets of Corporation located at Botanical Garden Machinery at Children's Play 78,05,476

2. As per SI No. 4 of the Notes to Financial Statements, the Company has been providing depreciation on Fixed Assets on Straight Line Method, adopting the useful life of assets as prescribed in Schedule II of the Companies Act, 2013. The Company, however, calculated depreciation on Machinery at Children's Play Area taking useful life of the asset as 10 years in lieu of 15 years as mentioned in the above Note for Machinery. This has resulted in overstatement of Depreciation by 1,67,563 with corresponding understatement of Fixed Asset (Note No.7) under Children's Play Area (Machinery).

Comments on Disclosure

3. The item of "Cost of Materials Consumed (Note No. 15)" under Expenses in the Statement of Profit and Loss Account was shown in Note No. 15 with a different nomenclature as "Plantation Related Expenses". which needs to be corrected.

Yours Faithfully,



(P. V. Hari Krishna)
Accountant General



Independent Auditor's Report

To
The Members of GOA FOREST DEVELOPMENT CORPORATION LIMITED
Report on the Financial Statements

We have audited the accompanying Standalone financial statements of **GOA FOREST DEVELOPMENT CORPORATION** ("the Company") which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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.

Auditor's 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 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 the disclosures in the financial statements. 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. 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 the 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

Bases for Qualified Opinion

1. Note 7 : Fixed Assets

During our surprise physical verification of Fixed Assets at the Branch, we noticed that the Management does not carry out the physical verification of Fixed Assets in proper format, we also noticed that individual Fixed Assets are not properly coded to identify them with Fixed Asset Register

2. Note 5 : Trade / Security Deposits received

| Particulars | Amount (Rs.) |
|---------------------------------------|---------------------|
| Security Deposits - Auction Bidders | 2435893 |
| Security Deposits - Botanical Garden | 203998 |
| Security Deposits - Suppliers | 65167 |
| Security Deposits - JCM | 165921 |
| Security Deposits - (M&R Office Bldg) | 20516 |
| Security Deposits - Rubber | 10000 |
| TOTAL | 2901495 |

We noticed that the above Security Deposits amounting to Rs.2901495 are outstanding in the books of Goa Forest Development Corporation for a long time. No Proper letters from the concerned parties certifying the above security deposits balances as on 31.03.2018 were produced for our verification at the time of audit. Copies of Panchanama reports from RFO giving details of these security deposits were not produced for our verification at the time of our audit inspite of many reminders to produce the same

3. Note 10: Trade Receivables : Rs. 3631250

We noticed that the above Trade Receivables amounting to Rs.3631250 are outstanding in the books of Goa Forest Development Corporation for a long time. No proper letters from

the concerned parties certifying the above trade receivables balances as on 31.3.2018 were produced for our verification at the time of audit. Copies of Court cases filed on the said customers for recovering the said dues were not produced for our verification at the time of our audit inspite of many reminders to produce the same

We noticed that Provision for doubtful debts as on 31.3.2018 amounted Rs.7218091, copy of Board Approval approving the said provision for doubtful debts was not provided to us

4. Note 5 Lease Rent payable : Rs. 4261800

No proper confirmation letter received from the original owner of land "Forest Department" confirming lease rent payable to them as on 31.3.2018

5. Provision of Provident Fund, ESI and Gratuity

Note 5: Current Liabilities

| | |
|-----------------------------------|-------------|
| PF Employers Contribution Payable | Rs. 3021464 |
| PF Admin Charges Payable | Rs. 670001 |
| PF Employees Contribution Payable | Rs. 3021464 |
| PF Interest & Damages Payable | Rs. 2053855 |

The above said provision has been made as assessed by EPFO for the period from Sept'15 to March'17 plus outstanding contribution for the year 2017-18. The said provision includes PF interest & damages amounting to Rs.2053855 which could have been avoided if proper action was taken by Corporation in time. However proper receipts confirming payment of said amount after 31st March 2018 were not produced to us.

ESI & Gratuity

Similarly no action has been taken by the Corporation to provide for ESI and Gratuity dues payable to employees inspite of our repeated reminders. No proper information was provided to us i.e. no of years of service of employees, basic salary of employees, no. of employees in the Corporation and so on which are required to determine applicability of ESI and Payment of Gratuity Act. Provision need to be made for ESI payable and gratuity payable after studying the applicability conditions in accordance with AS-15, instead of applying and adopting them from 2022-23 onwards as Resolved in the meeting to avoid interest and damages in future.

6. Cash Flow Statement

Cash Flow Statement which forms a part of annual accounts of Govt. Companies was not produced to us inspite of repeated reminders

7. TDS on professional fees

No TDS has been deducted at the time of making provision towards professional fees, statutory audit fees as on 31.3.2018

8. No Difference between grants recognized as revenue as compared to corresponding cost booked in Profit & Loss A/C. as per below tables

| No. | Particulars | Amount (Rs.) |
|-----|----------------------------------------------------------------------------------------------------------|-----------------|
| 1 | Grants received from GoG towards rejuvenation of cashew | 8038000 |
| 2 | Subsidy received from DCCB (Directorate of Cashew and Cocoa Development Board) | 0 |
| | GoG Grant amount debited in Reserves & Surplus (Note 2) A | 6557176 |
| | DCCB Subsidy amount credited in Statement of P&L (B) | 0 |
| | Total amount credited in Statement of P&L (A) + (B) | 6557176 |
| | Total amount debited in P&L account towards maintenance of cashew and maintenance of Nurseries (Note 15) | |
| | Cashew | 6254088 |
| | Nurseries | 303088 |
| | | 6557176 |
| 3 | Grants received from G0G (Note 2) | 12500000 |
| | Govt. Grants credited in P&L account (Note 14) | 10018040 |
| | Amount debited in Statement of P&L: | |
| | (i) Towards maintenance of Botanical Garden (Note14) (A) | 8970096 |
| | (ii) Depreciation of Grant in aid assets debited in Statement of P&L (Note 7) (B) | |
| | | 1047944 |
| | Total Amount debited | 10018040 |

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the aforesaid Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the order.
2. As required by section 143 (3) of the Act, we report that :
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion proper books of account 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

Cash Flow Statement was not produced to us inspite of repeated reminder, so we cannot comment on the same

- 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. Disclosure in terms of Section 164(2) of the Companies Act, 2013 is not required for Government Companies as per Notification No. GSR-463(E) dated June 5, 2015 issued by the MCA.
- r. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B
9. With respect to the other matters to be included in the Auditor's 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. As regards Company's pending litigations which would impact its financial position Refer Annexure C to Directions under section 143(5) of Companies Act
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- h. **Directions under section 143(5) of Companies Act**

Refer Annexure "C"

For and on behalf of
T. S. BORKAR & ASSOCIATES
Chartered Accountants
Firm's registration number: 116534W



C A TUKARAM S. BORKAR
Proprietor
Membership number: FCA 100933

Place: PANAJI, GOA
Date: 04.10.2022

“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading Report on Other Legal & Regulatory Requirement of our report of even date to the financial statements of the Company for the year ended March 31, 2018:

- 1) (a) The Company has not maintained proper records showing full particulars including quantitative details and situation of fixed assets
(b) We were not satisfied with physical verification of fixed assets by the Management at reasonable intervals. During our surprise physical verification of fixed assets at the Branch, we noticed that the Management does not carry out the physical verification of Fixed Assets in proper format, we also noticed that individual fixed assets are not properly coded to identify them with Fixed Asset Register
(c) During the period under audit, the Company has not disposed off substantial part of Fixed Assets during the year
- 2) (a) The Company has not maintained proper records showing full particulars including quantitative details of inventory of Finished Goods
(b) We were not satisfied with the procedures of physical verification of inventory followed by the Management. In our opinion, the procedure adopted is not reasonable and adequate in relation to the size of the Company and nature of its business
(c) In the absence of proper stock records during our surprise verification of inventory at the Branch, we are unable to ascertain whether there are any material discrepancies between stock records and physical inventories
- 3) The Company has not granted any loans, secured or unsecured to firms, companies, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of Clause 3(1)(a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us and based on our examination of the books of accounts, the company has not granted any loans, investments guarantee or security as per the provisions of section 185 and 186 of the Companies Act, 2013.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) However following security deposits are taken from auction bidders, suppliers and others amounting to Rs 2901495 which are outstanding in the books of Goa Forest Development Corporation for a long time. No proper letters from the concerned parties certifying the above security deposit balances as on 31.3.2018 were produced for our verification at the time of our audit Particulars

| | Amount (Rs.) |
|-------------------------------------|---------------------|
| Security Deposits-Auction Bidders | 2435893 |
| Security Deposits-Botanical Garden | 203998 |
| Security Deposits Suppliers | 65167 |
| Security Deposits-JCM | 165921 |
| Security Deposits (M&R Office Bidg) | 20516 |
| Deposits Rubber | 10000 |
| TOTAL | 2901495 |

- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company is not regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax. Cess and any other statutory dues with the appropriate authorities
- b) According to the information and explanation given to us and on the basis of our examination of the books of accounts and records, the particulars of dues of Provident Fund as on 31 march, 2018, which was still not deposited are as follows

| Sr. No. | Nature of Liability | Amount (Rs.) |
|----------------|-----------------------------------|---------------------|
| 1. | PF Employers Contribution Payable | Rs.3021464 |
| 2. | PF Admin Charges payable | Rs.670001 |
| 3. | PF Employees Contribution payable | Rs.3021464 |
| 4. | PF Interest & Damages payable | Rs.2053855 |

ESI & Gratuity

Similarly no action has been taken by the Corporation to provide for ESI and Gratuity dues payable to employees inspite of our repeated reminders. No proper information was provided to us le no of years of service of employees, basic salary of employees, no of employees in the Corporation and so on which are required to determine applicability of ESI and Payment of Gratuity Act. Provision need to be made for ESI payable and gratuity payable after studying the applicability conditions in accordance with AS-15, instead of applying and adopting them from 2022-23 onwards as Resolved in the meeting to avoid interest and damages in future.

- c) There has not been an occasion Incase of the Company during the year under audit to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise
- 8) The Company has not defaulted in repayment of loans and financial institution, banks, Government or dues to debenture holders
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the

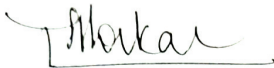
provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.

- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, total managerial remuneration paid during the year was as follows:

| Nture of Transaction | Name of Party | Amount (Rs.) |
|-----------------------------|-------------------------------------------|------------------------------|
| Salaries & Allowances | S. K. Agarwal 01/04/2017 to 11/05/2017 | 0 Additional charge as MD |
| | E. Venkat Reddy | 1573295 |

- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the company and hence not commented upon.

For and on behalf of
T. S. BORKAR & ASSOCIATES
Chartered Accountants
Firm's registration number: 116534W



CA TUKARAM S. BORKAR
Proprietor
Membership number: FCA 100933

Place: Panaji, Goa
Date: 04.10.2022

**Annexure B” to the Independent Auditor’s Report of even date
on the Standalone Financial Statements of
GOA FOREST DEVELOPMENT CORPORATION**

**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 Goa Auto Accessories Limited (“the Company”) as of March 31, 2018 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 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For and on behalf of
T. S. Borkar & Associates
Chartered Accountants
Firm's registration number: 116534W



CA TUKARAM S. BORKAR
Proprietor
Membership number: FCA 100933
Place: Panaji, Goa
Date: 04.10.2022

Annexure C to Directions under Section 143(5) of Companies Act, 2013

Legal / Arbitration cases

1 Number of pending legal / arbitration cases indication the age-wise analysis and reasons for their pendency: total no. of cases 208, the summary and the age wise analysis are given below:

| Year Record (South) | Total Cases | Unpaid | Paid | Balance |
|---------------------------------|-------------|----------------|----------------|----------------|
| Crop 98 | 44 | 1838930 | 735054 | 1025980 |
| Crop 99 | 10 | 621143 | 235996 | 385147 |
| Crop 2000 | 15 | 451660 | 250001 | 201659 |
| Crop 2001 | 15 | 578100 | 137534 | 440566 |
| Crop 2002 | 15 | 518529 | 3700 | 514829 |
| Crop 2003 | 3 | 88206 | 48160 | 40046 |
| Crop 2004 | 12 | 424868 | 224280 | 200588 |
| Crop 2005 | 1 | 148134 | 0 | 148134 |
| Crop 1997 (filled in year 2012) | 1 | 103442 | 103442 | 0 |
| TOTAL | 116 | 4773012 | 1738167 | 2956949 |

| Year Record (North) | Total Cases | Unpaid | Paid | Balance |
|---------------------|-------------|----------------|----------------|----------------|
| Crop 98 | 23 | 695048 | 239088 | 455960 |
| Crop 99 | 16 | 408495 | 81903 | 326592 |
| Crop 2000 | 12 | 179202 | 86812 | 92390 |
| Crop 2001 | 10 | 347504 | 129597 | 217907 |
| Crop 2002 | 15 | 460002 | 173084 | 286918 |
| Crop 2003 | 5 | 161800 | 32500 | 129300 |
| Crop 2004 | 8 | 248932 | 83149 | 165783 |
| Crop 2006 | 1 | 147236 | 50000 | 97236 |
| Crop 2008 (SHG) | 1 | 214797 | 30000 | 184797 |
| TOTAL | 91 | 2863016 | 906133 | 1956883 |
| GRAND TOTAL | 207 | 7636028 | 2644300 | 4913832 |

**Directions u/s. 143(5) of Companies Act, 2013 in the case
of GOA FOREST DEVELOPMENT CORPORATION LTD**

| Sr. No. | Directions | Remarks |
|---------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | Whether the Company has clear title / lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title / lease deeds are not available. | Title deeds , lease deeds for freehold and leasehold property as on 1.4.2016 were not produced to us for our verification. We could verify supporting documents for additions to Fixed Assets during 2016-18 |
| 2 | Please report whether there are any cases of waiver / write off of debts / loans / interest, etc., if yes, the reasons there for and the amount involved | Not Applicable |
| 3 | Whether proper records are maintained for inventories lying with third parties and assets received as gift from Govt. and other authorities | Not Applicable |
| 4 | Report on agewise analysis of pending legal / arbitration cases including the reasons of pendency and existence / effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local may be given) | As per Annexure "C" |

For T S. BORKAR & ASSOCIATES,
Chartered Accountants,



CA Tukaram S. Borkar,
Proprietor

Place: Panaji, Goa

UDIN: 22100933AYHSUQ2516

Date: 04/10/2022

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

CIN NO: U01133GA1997SGC002323

Balance Sheet as at 31 March, 2018

| | Particulars | Note No. | | As at 31 March, 2018 | As at 31 March, 2017 |
|----------|-----------------------------------------------------------------|----------|--------------|-------------------------|-------------------------|
| A | EQUITY AND LIABILITIES | | | | |
| 1 | Shareholders' funds | | | | |
| | (a) Share capital | 1 | 2,68,91,000 | | 2,68,91,000 |
| | (b) Reserves and surplus | 2 | 19,02,17,066 | | 16,35,85,909 |
| | (c) Money received against share warrants | | | 21,71,08,066 | 19,04,76,909 |
| 2 | Share application money pending allotment | | | - | - |
| 3 | Non-current liabilities | | | | |
| | (a) Deferred tax liabilities (net) | 3 | | - | - |
| 3 | Current liabilities | | | | |
| | (a) Trade payables | 4 | 1,50,725 | | 2,66,280 |
| | (b) Other current liabilities | 5 | 3,01,16,934 | | 3,72,05,589 |
| | (c) Short-term provisions | 6 | 4,46,266 | | 3,64,766 |
| | TOTAL | | | 3,07,13,925 | 3,78,36,635 |
| | | | | 24,78,21,990 | 22,83,13,544 |
| B | ASSETS | | | | |
| 1 | Non-current assets | | | | |
| | (a) Fixed assets | | | | |
| | (i) Tangible assets | 7 | 1,87,17,399 | | 1,85,77,251 |
| | (ii) Intangible assets | 8 | 9,38,28,533 | | 9,62,99,686 |
| (a) | Capital Work in Progress | | | | 15,05,137 |
| | | | | 11,25,45,932 | 11,63,82,074 |
| 2 | Current assets | | | | |
| | (a) Inventories | 9 | 25,94,753 | | 28,07,734 |
| | (b) Trade receivables | 10 | 36,31,250 | | 28,19,589 |
| | (c) Cash and cash equivalents | 11 | 12,83,32,484 | | 10,49,24,556 |
| | (d) Short-term loans and advances | 12 | 7,17,572 | | 13,79,591 |
| | TOTAL | | | 13,52,76,058 | 11,19,31,470 |
| | | | | 24,78,21,990 | 22,83,13,544 |
| | See accompanying notes forming part of the financial statements | 21 | | | |

In terms of our report attached

for T. S. BORKAR AND ASSOCIATES

Chartered Accountant



CA. T. S. BORKAR

Proprietor


Membership No. 100933

FRN: 11653W

Place : Panaji

Date : 04/10/2022

For and on behalf of the Board of Directors


Chairman / Director
DIN No. 00116608


Managing Director
DIN. No 08395694

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 1 Share capital

| Particulars | As at 31 March, 2018 | | As at 31 March, 2017 | |
|-------------------------------------------------|----------------------|--------------------|----------------------|--------------------|
| | Number of shares | ₹ | Number of shares | ₹ |
| (a) Authorised | | | | |
| Equity shares of Rs.500 each with voting rights | 1,00,000 | 5,00,00,000 | 1,00,000 | 5,00,00,000 |
| (b) Issued # | | | | |
| Equity shares of Rs.500 each with voting rights | 53,782 | 2,68,91,000 | 53,782 | 2,68,91,000 |
| (c) Subscribed and fully paid up # | | | | |
| Equity shares of Rs.500 each with voting rights | 53,782 | 2,68,91,000 | 53,782 | 2,68,91,000 |
| (d) Subscribed but not fully paid up | - | - | - | - |
| Total | 53,782 | 2,68,91,000 | 53,782 | 2,68,91,000 |

of the above 3782 fully paid equity shares were allotted for consideration other than cash

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 1 Share capital (contd.)

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

| Particulars | Opening Balance | Fresh issue | Bonus | ESOP | Conversion | Buy back | Other changes | Closing Balance |
|----------------------------------|-----------------|-------------|-------|------|------------|----------|---------------|-----------------|
| Equity shares with voting rights | | | | | | | | |
| Year ended 31 March, 2016 | | | | | | | | |
| - Number of shares | 53,782 | - | - | - | - | - | - | 53,782 |
| - Amount (Rs) | 2,68,91,000 | - | - | - | - | - | - | 2,68,91,000 |
| | | | | | | | | |
| Year ended 31 March, 2015 | | | | | | | | |
| - Number of shares | 53,782 | - | - | - | - | - | - | 53,782 |
| - Amount (Rs) | 2,68,91,000 | - | - | - | - | - | - | 2,68,91,000 |

(ii) Details of shares held by each shareholder holding more than 5% shares:

| Class of shares / Name of shareholder | As at 31 March, 2018 | | As at 31 March, 2017 | |
|---------------------------------------|-----------------------|-----------------------------------|-----------------------|-----------------------------------|
| | Number of shares held | % holding in that class of shares | Number of shares held | % holding in that class of shares |
| Equity shares with voting rights | | | | |
| Secretary, Forest, Government of Goa | 53742 | 99.93% | 53742 | 99.93% |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 2 Reserves and surplus

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|---------------------------------------------------------|----------------------|----------------------|
| | ₹ | ₹ |
| (a) Capital reserve | | |
| As per last Balance Sheet | 88,62,977 | 88,62,977 |
| Add: Additions during the year | - | - |
| Less: Utilised during the year | - | - |
| Closing balance | 88,62,977 | 88,62,977 |
| (b) Deferred Government reserve - Plantation Enrichment | | |
| As per last Balance Sheet | - | - |
| Add: Adjustment during the year | - | - |
| Add: Additions during the year | - | - |
| Less: Utilised during the year | - | - |
| Closing balance | - | - |
| (b) Deferred Government reserve - Cashew Rejuvenation | | |
| As per last Balance Sheet | 3,31,05,777 | 3,67,24,150 |
| Add: Adjustment during the year | - | - |
| Add: Additions during the year | 80,38,000 | 1,15,18,000 |
| Less: Utilised during the year | 65,57,176 | 1,51,36,373 |
| Closing balance | 3,45,86,601 | 3,31,05,777 |
| (d) Deferred Government reserve - Botanical Garden | | |
| As per last Balance Sheet | 9,25,66,448 | 8,41,67,347 |
| Add: Adjustment during the year | - | - |
| Add: Additions during the year | 1,25,00,000 | 2,25,00,000 |
| Less: Utilised during the year | 1,00,18,040 | 1,41,00,899 |
| Closing balance | 9,50,48,408 | 9,25,66,448 |
| (e) Deffered Government Grant-Salary | | |
| Received during the year | 3,50,00,000 | |
| Less: Utilized during the year | 3,00,55,672 | |
| | 49,44,328 | |
| (e) Surplus in Statement of Profit and Loss | | |
| As per last Balance Sheet | 2,90,50,707 | 3,67,86,231 |
| Add: Profit / (Loss) for the year | 1,77,24,044 | -77,35,524 |
| Closing balance | 4,67,74,751 | 2,90,50,707 |
| Total | 19,02,17,066 | 16,35,85,909 |

Note-3 Deferred Tax Liability

| | As at 31 March, 2018 | As at 31 March, 2017 |
|-------------------------------------------------------------------------------------------------------------------------|----------------------|----------------------|
| Major component of deferred tax assets / (Liability) is difference in tax and books written down value of fixed assets. | | |
| Statement showing admissible Depreciation as per Income Tax Act, 1961 for the financial year 2017-19 | | |
| Calculation of Deferred Tax: | | |
| W.D.V. as per Income Tax | | 82,67,000 |
| W.D.V. as per Companies Act | | 79,74,137 |
| Different in WDV | | <u>2,92,863</u> |
| Deferred Tax effect: | | |
| Tax @ 30% and Cess @ 3% | 90,495 | |
| Less: Opening Balance as on 01.04.2017 | | |
| Deferred tax liability for the year | 90,495 | |
| Closing bal as on 31.03.2017 | 90,495 | |
| Since net deferred tax effect is negative, it is not recognized as per prudence concept. | | |
| Closing bal as on 31.03.2018 | | |
| Note: Only the assets to which depreciation is claimed as taken in the above schedule. | | |

Note 4 Trade payables

| | | |
|-------------------------------------------|-----------------|-----------------|
| Trade payables: | | |
| Other than Acceptances (sundry Creditors) | 1,50,725 | 2,66,280 |
| Stale Cheques | | |
| Total | 1,50,725 | 2,66,280 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 5 Other current liabilities

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|------------------------------------------------|----------------------|----------------------|
| (i) Statutory remittances | | |
| VAT Payable | - | 88,936 |
| Provision for Income Tax | 28,06,885 | 28,06,885 |
| Tax deducted at source payable | - | - |
| | 28,06,885 | 28,95,821 |
| (ii) outstanding expenses | | |
| Accrued Salaries, wages and allowances | 25,10,147 | 45,18,175 |
| Salary Arrears Payable | - | - |
| MD's remuneration payable | 1,07,899 | - |
| Salary of Chairman/Vice chairman staff payable | 85,596 | 81,192 |
| Botanical garden expenses payable | | 96,554 |
| Assembly Complex Garden Expenses Payable | | 1,04,513 |
| Salary Arrears | 24,80,362 | 32,99,239 |
| Leave salary Payable | 61,95,966 | 81,34,912 |
| PF Employers Contribution Payable | 30,21,464 | 45,24,854 |
| PF Admin Charges Payable | 6,70,001 | 4,35,221 |
| PF Employees Contribution Payable | 30,21,464 | 45,24,865 |
| PF Interest & Damages Payable | 20,53,855 | 19,00,044 |
| | 2,01,46,754 | 2,76,19,569 |
| (iv) Trade/security deposits received | | |
| Security deposits - Auction bidders | 24,35,893 | 21,25,019 |
| Security deposits- Botanical Garden | 2,03,998 | 2,03,998 |
| Security deposits - Suppliers | 65,167 | 65,167 |
| Security deposits - (JCM) | 1,65,921 | 2,46,374 |
| Security deposits - (M & R Office Bldgs) | 20,516 | 20,516 |
| Security deposits (Rubber) | 10,000 | 10,000 |
| | 29,01,495 | 26,71,074 |

| | | |
|----------------------------------------------------------------------|--------------------|--------------------|
| (v) Excess money received against allotment of shares due for refund | - | - |
| (vi) Lease rent payable | 42,61,800 | 40,19,125 |
| (vii) Grant-in-aid to be spent subsequently | - | - |
| (viii) Bank guarantee /EMD encashed | - | - |
| Total | 3,01,16,934 | 3,72,05,589 |
| (vi) Lease rent payable | 40,19,125 | 37,76,450 |
| (vii) Grant-in-aid to be spent subsequently | - | - |
| (viii) Bank guarantee /EMD encashed | - | - |
| Total | 3,72,05,589 | 1,85,45,304 |

Note 6 Short-term provisions

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|--------------------------------------|----------------------|----------------------|
| (a) Provision for employee benefits: | | |
| Chairman Salary Payable | | |
| Professional Fees | 1,23,900 | 88,500 |
| Statutory Audit Fees | 2,36,000 | 1,77,000 |
| Internal Audit Fees | 78,266 | 78,266 |
| Taxation fees payable | - | - |
| Retainership Fees (CS) payable | 8,100 | 21,000 |
| Total | 4,46,266 | 3,64,766 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 7 Fixed assets

| Tangible assets | Gross block | | | Accumulated depreciation and impairment | | | Net block | | |
|-------------------------------------------------------------|-----------------------------|------------------|----------------------|-----------------------------------------|-----------------------------|--------------------------------------------------|--------------------------|------------------------------|------------------------------|
| | Balance as at 1 April, 2017 | Additions | Transfer / Disposals | Balance as at 31 March, 2018 | Balance as at 1 April, 2017 | Depreciation / amortisation expense for the year | Depreciation Adjustments | Balance as at 31 March, 2018 | Balance as at 31 March, 2018 |
| | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ | ₹ |
| (a) Land Freehold | 1,07,43,262 | - | - | 1,07,43,262 | - | - | - | 1,07,43,262 | 1,07,43,262 |
| (b) Buildings Owned | 15,28,736 | - | - | 15,28,736 | 4,82,410 | 25,556 | - | 10,20,770 | 10,46,326 |
| (c) Plant and Equipment Owned | 3,54,331 | - | - | 3,54,331 | 2,38,756 | 16,325 | - | 99,250 | 1,15,575 |
| (d) Furniture and Fixtures Owned | 8,09,169 | 14,160 | - | 8,23,329 | 7,35,399 | 16,525 | - | 71,405 | 73,770 |
| (e) Vehicles Owned | 45,43,425 | - | 1 | 45,43,424 | 31,70,647 | 3,80,928 | - | 9,91,849 | 13,72,778 |
| (f) Office equipment Owned | 8,50,902 | 7,500 | - | 8,58,402 | 27,87,906 | 3,82,741 | - | 13,72,778 | 17,55,519 |
| (g) Computers, peripherals Owned | 9,07,220 | - | - | 9,07,220 | 8,89,971 | 6,608 | - | 2,70,336 | 3,06,525 |
| (h) Motor cycles Owned | 1,81,734 | 1,22,388 | - | 1,81,734 | 8,83,363 | 6,608 | - | 3,06,525 | 3,47,106 |
| (i) cycles Owned | 8,980 | - | - | 8,980 | 8,679 | 157 | - | 10,641 | 17,249 |
| (j) Assets of Corporation located at botanical garden Owned | 80,17,975 | 16,61,168 | - | 96,79,143 | 64,404 | 4,946 | - | 17,249 | 23,857 |
| | 69,73,202 | 10,44,773 | - | 80,17,975 | 59,346 | 5,058 | - | 17,249 | 23,857 |
| (k) Structures FFMS | 2 | - | - | 2 | 8,522 | 157 | - | 144 | 301 |
| | 2 | - | - | 2 | 8,522 | 157 | - | 301 | 458 |
| Total | 2,79,53,236 | 16,87,508 | 1 | 2,96,40,743 | 93,75,985 | 15,47,359 | - | 1,87,17,399 | 1,85,77,251 |
| Previous year | 2,67,78,575 | 11,74,661 | - | 2,79,53,236 | 80,05,964 | 13,70,121 | - | 1,85,77,251 | 1,87,72,711 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements Note 8 Fixed assets

| Leased assets | Gross block | | | Accumulated depreciation and impairment | | | | Net block | |
|---------------------------------------------------------------|-----------------------------|---------------------------|------------------------------|-----------------------------------------|-----------------------------------------------------------|----------------------------|------------------------------|------------------------------|-----------------------------|
| | Balance as at 1 April, 2017 | Additions during the year | Balance as at 31 March, 2018 | Balance as at 1 April, 2017 | Depreciation / amortisation/ prior period expense for the | Adjustment during the year | Balance as at 31 March, 2018 | Balance as at 31 March, 2018 | Balance as at 31 March 2017 |
| (a) Cashew Plantation (New) | 11,75,64,003 | 16,30,181 | 11,91,94,184 | 2,40,57,732 | 41,01,334 | | 2,81,59,066 | 9,10,35,118 | 9,35,06,271 |
| | 11,27,62,124 | 48,01,879 | 11,75,64,003 | 2,10,11,221 | 30,46,511 | | 2,40,57,732 | 9,35,06,271 | 9,17,50,903 |
| (b) Rubber plantation | 24,85,805 | - | 24,85,805 | - | - | | - | 24,85,805 | 24,85,805 |
| | 24,85,805 | - | 24,85,805 | - | - | | - | 24,85,805 | 24,85,805 |
| (c) Cocum Plantation | 3,07,610 | - | 3,07,610 | - | - | | - | 3,07,610 | 3,07,610 |
| | 3,07,610 | - | 3,07,610 | - | - | | - | 3,07,610 | 3,07,610 |
| (c) Botanical Garden -Salaulim Given for Development from WRD | - | - | - | - | - | | - | - | - |
| | 9,46,23,546 | - | - | 9,46,23,546 | - | | 9,46,23,546 | - | - |
| Total | 12,03,57,418 | 16,30,181 | 12,19,87,599 | 2,40,57,732 | 41,01,334 | | 2,81,59,066 | 9,38,28,533 | 9,62,99,686 |
| Previous year | 21,01,79,085 | 48,01,879 | 12,03,57,418 | 11,56,34,767 | 30,46,511 | | 2,40,57,732 | 9,62,99,686 | 9,45,44,318 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

Note 9 Inventories

(At lower of cost and net realisable value)

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|------------------|-------------------------|-------------------------|
| | ₹ | ₹ |
| Finished goods | | |
| Smoked Rubber | 1857170.52 | 10,26,014 |
| Scrap Rubber | 24707.52 | 49,415 |
| Cashew Grafts | 0 | 1,22,605 |
| Cashew Seedlings | 712875 | 16,09,700 |
| Total | 25,94,753 | 28,07,734 |

Note 10 Trade receivables

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|---------------------------------------------------------------------------------------------------------|-------------------------|-------------------------|
| | ₹ | ₹ |
| Trade receivables outstanding for a period exceeding six months from the date they were due for payment | | |
| Unsecured, considered good | 66,05,842 | 59,59,961 |
| Doubtful | 42,43,499 | 40,68,735 |
| | 1,08,49,341 | 1,00,28,696 |
| Less: Provision for doubtful trade receivables | 72,18,091 | 72,09,107 |
| | 36,31,250 | 28,19,589 |
| Other Trade receivables | | |
| Unsecured, considered good | - | - |
| Less: Provision for doubtful trade receivables | - | - |
| | - | - |
| Total | 36,31,250 | 28,19,589 |

Note 11 Cash and cash equivalents

| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
|----------------------------------------------------------|-------------------------|-------------------------|
| | | |
| (a) Cash on hand | 11,000 | 13,700 |
| (b) Balances with scheduled banks | | |
| (i) In current accounts (Corporation Bank-Panaji Branch) | 5,25,443 | 1,95,33,880 |
| (ii) In Current Accounts (Bank of India-Panaji Branch) | 1,47,628 | 65,50,143 |
| (iii) In Current Accounts (Andhra Bank) | 76,508 | -5,55,216 |
| (iv) In Current Accounts (HDFC Bank) | 12,08,653 | 22,97,280 |
| (v) In Current Accounts (OBC Bank) | 1,02,94,769 | |
| (vi) In Deposit accounts (Refer Note below) | 11,60,68,482 | 7,70,84,769 |
| Total | 12,83,32,484 | 10,49,24,556 |

Notes: (i) Term Deposits with Banks includes accrued interest and is net of TDS

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Notes forming part of the financial statements

| Note 12 Short-term loans and advances | | |
|----------------------------------------------|-------------------------|-------------------------|
| Particulars | As at 31 March, 2018 | As at 31 March, 2017 |
| (a) Advance towards Vehicle Booking | | - |
| (b) Security deposits | | |
| Telephone Department | - | - |
| Electricity Department - Botanica Garden | - | - |
| Mobile Phone Deposit | - | - |
| Others | - | - |
| | - | - |
| (c) Loans and advances to employees | | |
| Festival Advance | | 29,175 |
| Advance to Forest Department | - | 71 |
| Advance to Managing Director | 2,55,484 | 3,95,329 |
| | | |
| | 2,55,484 | 4,24,575 |
| | | |
| (d) Prepaid expenses - Prepaid Insurance | 56,758 | 67,406 |
| | | |
| (e) Balances with government authorities | | |
| (i) Leave salary receivable | | 4,72,280 |
| (ii) Tax deducted at source | | |
| F.Y. 2015-16 | 82,888 | 82,888 |
| F.Y. 2014-15 | 1,45,816 | 1,45,816 |
| F. Y. 2013-14 | 1,15,045 | 1,15,045 |
| (iii) Income tax refund due : | | |
| A.Y 2005-06 | 18,785 | 18,785 |
| A.Y 2011-12 | 3,366 | 3,366 |
| A.Y 2013-14 | 39,430 | 39,430 |
| (iv) Prepaid Vat registration Charges | - | 10,000 |
| | 4,05,330 | 8,87,610 |
| | | |
| Total | 7,17,572 | 13,79,591 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

CIN NO U01133GA1997SGC002323

Statement of Profit and Loss for the year ended 31 March, 2018

| | Particulars | Note No. | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|----|-----------------------------------------------------------------------------------|----------|-----------------------------------|-----------------------------------|
| | | | ₹ | ₹ |
| 1 | Revenue from operations (gross) | 13 | 2,43,15,747 | 2,34,83,551 |
| 2 | Other income | 14 | 2,51,87,394 | 5,59,27,548 |
| 3 | Total revenue (1+2) | | 4,95,03,141 | 7,94,11,099 |
| 4 | Expenses | | | |
| | (a) Cost of materials consumed | 15 | 2,48,51,253 | 3,92,95,643 |
| | (b) Changes in inventories of finished goods, work-in-progress and stock-in-trade | 16 | 2,12,981 | 7,24,126 |
| | (c) Employee benefit expense | 17 | 24,92,065 | 3,82,38,314 |
| | (d) Finance costs | | - | - |
| | (e) Depreciation and amortization expenses | 7 | 15,47,359 | 13,70,121 |
| | (f) Other expenses | 18 | 26,75,439 | 44,44,211 |
| | Total expenses | | 3,17,79,096 | 8,40,72,415 |
| 5 | Profit / (Loss) before exceptional items and tax (3 - 4) | | 1,77,24,044 | (46,61,316) |
| 6 | Exceptional items- Prior Period Adjustment | 19 | - | -30,74,208 |
| 7 | Profit / (Loss) before tax (5 + 6) | | 1,77,24,044 | (77,35,524) |
| 8 | Tax expense: | | | |
| | (a) Current tax expense for current year | | - | - |
| | (b) Deferred tax | 3 | - | - |
| 9 | Profit / (Loss) for the year (7 + 8) | | 1,77,24,044 | (77,35,524) |
| 10 | Earnings per share (of 500/- each): | | | |
| | (i) Basic & Diluted | | 329.55 | -143.83 |
| | See accompanying notes forming part of the financial statements | 21 | | |

In terms of our report attached for T.S. BORKAR AND ASSOCIATES Chartered Accountant



CA. T. S. BORKAR
Proprietor
Membership No. 100933
FRN: 116534W

For and on behalf of the Board of Directors



Chairman / Director
DIN No. 00116608



Managing Director
DIN. No 08395694

Place : Panaji
Date : 4-10-2022

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

Notes forming part of the financial statements**Note 13 Revenue from operations**

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|--------------------------------------|--------------------------------------|--------------------------------------|
| | ₹ | ₹ |
| Sale of products | | |
| Rubber | 30,14,708 | 39,41,813 |
| Cashew Seeds- Raw cashew nuts | 27,880 | 21,142 |
| Cashew Seedlings / Grafts / Firewood | 5,50,380 | 5,71,020 |
| Cashew Grafts | 1,33,820 | - |
| | 37,26,788 | 45,33,975 |
| Sale of services : | | |
| Receipts from auction of cashew | | |
| Cashew crop-2017 | 3,66,662 | 1,89,49,576 |
| Cashew crop-2017 | 2,02,22,297 | - |
| | 2,05,88,959 | 1,89,49,576 |
| Total | 2,43,15,747 | 2,34,83,551 |

Note 14 Other income

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|-----------------------------------------------|--------------------------------------|--------------------------------------|
| | ₹ | ₹ |
| Grant in aid for salary | - | 2,00,00,000 |
| Subsidy Received for Enrichment of Plantation | - | 10,18,000 |
| Grant in Aid utilised for Cashew Rejuvenation | 65,57,176 | 1,41,18,373 |
| Grant in Aid utilised for Botanical Garden | 1,00,18,040 | 1,41,00,899 |
| Profit on Sale of vehicle | 1,39,999 | - |
| Sale of Tender forms for SHG | 11,600 | 18,600 |
| Entry Ticket Fee at Botanical Garden | 20,34,500 | 18,70,830 |
| Miscellaneous receipts at Botanical Garden | 72,675 | 1,00,366 |
| Legal Charges | 362 | - |
| Delay payment charges | 3,38,419 | 1,77,498 |
| Interest on FDRs - Corporation Bank | 51,19,667 | 44,33,627 |
| Interest on FDRs - Andhra Bank | - | 24,736 |
| Sale of Tender forms for Vehicles | 5,000 | |
| Sundry Balances Written Back | 2,79,631 | |
| Miscellaneous receipts | 6,10,325 | 64,619 |
| Total | 2,51,87,394 | 5,59,27,548 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

Notes forming part of the financial statements**Note 15 Plantation related expenses**

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|-----------------------------------------------|----------------------------------------------|----------------------------------------------|
| Plant Enrichment Expenses | 41,01,334 | 30,46,511 |
| Maintenance of rubber | 50,02,531 | 58,50,825 |
| Maintenance of cashew | 62,54,088 | 1,39,87,799 |
| Maintenance of Fondsorem/Ponda/Morlem Nursery | 3,03,088 | 1,30,574 |
| Maintenance of Botanical Garden | 89,70,096 | 1,32,36,730 |
| Maintenance of Assembly Garden Complex | 2,20,116 | 30,43,204 |
| Total | 2,48,51,253 | 3,92,95,643 |

Note 16 Changes in inventories of finished goods

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|---------------------------------------------------|----------------------------------------------|----------------------------------------------|
| Inventories at the end of the year : | | |
| Rubber | 18,57,171 | 10,26,014 |
| Scrap Rubber | 24,708 | 49,415 |
| Cashew Grafts | - | 1,22,605 |
| Cashew Seedlings | 7,12,875 | 16,09,700 |
| | 25,94,753 | 28,07,734 |
| Inventories at the beginning of the year : | | |
| Rubber | 10,26,014 | 12,56,800 |
| Scrap Rubber | 49,415 | 22,335 |
| Cashew Grafts | 1,22,605 | 6,12,150 |
| Cashew Seedlings | 16,09,700 | 16,40,575 |
| | 28,07,734 | 35,31,860 |
| Net (increase) / decrease | 2,12,981 | 7,24,126 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

Notes forming part of the financial statements

Note 17 Employee benefits expenses

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|---------------------------------------------------|----------------------------------------------|----------------------------------------------|
| Payments to & provisions for employees | | |
| Salaries, Wages & Allowances | - | 2,89,75,045 |
| TA to Staff | | 20,850 |
| Leave salary & pension contribution of Staff | - | 38,12,092 |
| PF Employer Contribution | - | 18,31,571 |
| PF Employee Contribution | - | |
| Bonus | - | 8,32,177 |
| Festival Advance S | - | - |
| Leave Encashment of Staff | - | - |
| Tuition Fees | - | 59,934 |
| | - | 3,55,31,669 |
| Managing Directors Remuneration | | |
| Remuneration to Managing Director | 15,73,295 | 17,33,424 |
| TA to Managing Director | - | - |
| | 15,73,295 | 17,33,424 |
| Chairman's / Vice Chairman's Expenses | | |
| Salary to chairman and vice chairman staff | 9,18,770 | 9,73,221 |
| TA to Chairman | - | - |
| | 9,18,770 | 9,73,221 |
| Total | 24,92,065 | 3,82,38,314 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

Notes forming part of the financial statements

Note 18 Other expenses

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|----------------------------------------------|--------------------------------------|--------------------------------------|
| Advertisement & publicity expenses | 31,061 | 66,581 |
| PF Administrative Expenses | 65,632 | 1,33,545 |
| Lease Rent | 2,42,675 | 2,42,675 |
| Training & Awareness | - | 5,980 |
| Vehicle running expenses | 5,01,587 | 6,97,033 |
| Provision for Doubtful Debts / Reversed | 8,984 | 12,43,897 |
| Repairs & Maintenance | - | - |
| Office Equipment | 66,413 | 1,26,793 |
| Buildings | - | - |
| Vehicles | 2,20,128 | 3,39,693 |
| sub-total | 2,86,541 | 4,66,486 |
| Insurance | 1,05,617 | 1,22,121 |
| Printing and stationery | 49,966 | 68,638 |
| Postage & Telephone | - | 1,700 |
| Auditors Remuneration: | - | - |
| Towards Statutory audit | 59,000 | 76,250 |
| Towards reimbursement of travelling expenses | - | - |
| sub-total | 59,000 | 76,250 |
| Internal Audit expenses | 35,400 | 35,400 |
| Professional Fees: | - | - |
| Other Professional fees paid | 46,400 | 35,400 |
| Secretarial Retainership fees | 27,000 | 36,000 |
| Office Expenses | 2,03,281 | 2,11,832 |
| Filing Fees | 48,430 | 35,700 |
| Refreshments | 30,773 | 34,314 |
| Directors' sitting fees | 19,600 | 34,000 |
| Board Meeting Expenses | 5,050 | 10,884 |
| Bank charges | 19,095 | 7,277 |
| Recovery Charges to DRO at 10% | 41,578 | - |
| VAT Registration Fees | 10,000 | 10,000 |
| GST Paid | 3,900 | - |
| Electricity Expenses | 53,748 | 43,837 |
| Telephone Expenses | 99,193 | 1,79,007 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

1st Lift, 3rd Floor, Junta House, 18th June Road, Panaji-Goa

Notes forming part of the financial statements

Note 18 Other expenses

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|--------------------------|--------------------------------------|--------------------------------------|
| Newspapers & Periodicals | 700 | 7,742 |
| Providend Fund Interest | 1,18,212 | 2,00,271 |
| Providend Fund Penalty | 35,599 | 4,37,641 |
| Leave Salary Written Off | 4,72,280 | |
| Interest on GST | 522 | |
| Miscellaneous Expenses | 53,615 | - |
| Total | 26,75,439 | 44,44,211 |

Note 19 Prior Period Adjustment

| Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|------------------------------------------------------------------|--------------------------------------|--------------------------------------|
| Providend Fund Interest for prior years recognized in FY 2016-17 | - | 30,74,208 |
| Total | - | 30,74,208 |

Note 20 Disclosures under Accounting Standards

| Note | Particulars | For the year ended 31 March, 2018 | For the year ended 31 March, 2017 |
|------|-----------------------------------------------------------------------------|--------------------------------------|--------------------------------------|
| 20.1 | Details of government grants | | |
| | Government grants received by the Company during the year towards | | |
| | - Subsidies | 5,38,000 | 10,18,000 |
| | - Duty drawback (recognised under Other operating revenues) | - | - |
| | - Other incentives (specify nature) (recognised under Reserves and Surplus) | | |
| | Maintenance of Botanical Garden | 1,25,00,000 | 2,25,00,000 |
| | Golden Jubilee Celebration for Botanical Garden | - | - |
| | Cashew Rejuvenation Scheme | 75,00,000 | 75,00,000 |
| | Enrichment of Cashew plantation. | - | 30,00,000 |
| | | | |
| | TOTAL | 2,05,38,000 | 3,40,18,000 |

GOA FOREST DEVELOPMENT CORPORATION LIMITED

NOTE 20:- SCHEDULE ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH, 2018 AND PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31ST March 2018.

PROFILE OF THE COMPANY:

The Corporation is wholly owned by the Government of Goa and is engaged in the auction of cashew crop, processing and marketing of smoked rubber, Scrap rubber, sale of cashew grafts, seedlings among others. The Government has transferred to the Corporation on leasehold basis 8971.037 ha. of Cashew plantations and 362.60 ha. of rubber plantations.

CASHEW PLANTATION :

The major activities of the Corporation include:

- 1) During the year, about 0.00 Ha. of area has been re-planted with of Cashew grafts and 104.00 Ha has been Pruning and maintenance of Old Cashew Plantation.
- 2) Maintenance of 10.00 Ha. of one year old cashew plantation of Cashew grafts and 45.00 Ha. of one year old Pruning and maintenance of Old Cashew Plantation.
- 3) Maintenance of Maintenance of 124.50 Ha. of two year old cashew plantation of Cashew grafts and 32.00 Ha. of two year old Cashew Plantation of Seedling.
- 4) Maintenance of nurseries at Kankeri, Dhavali (Ponda), Veluz (Valpoi) and Fonsorem (Canacona) for raising the new stock of grafts as well as seedlings for Departmental Utilization and for sale.

RUBBER PLANTATIONS : The maintenance and upkeep of existing Rubber Plantation by carrying out weeding & tapping, latex processing and selling of smoke rubber & scrap rubber was undertaken by the Corporation.

DEVELOPMENT OF BOTANICAL GARDEN CUM ECO-RECREATIONAL PARK, SALAULIM, SANGUEM-GOA:- The maintenance works of "Botanical Garden Cum Eco-Recreational Park" on the downstream side of Salaulim dam Site were carried out by the Corporation. The planting of new varieties of ornamental plants and development of lawns and paths was taken up during the year.

SCHEDULE M: Significant Accounting Policies.

1. **GENERAL:** The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year except where change in accounting policy has been specifically mentioned in the relevant section. The Financial Statement has been prepared under Historical Cost convention and in accordance with the generally accepted accounting principles and as per the provisions of Companies Act, 2013 (except interest on delayed payment). Revenue is recognized on conclusion of auction contracts where there are no significant uncertainties as regards collectability and measurability.
2. **INVENTORY:** The price adopted by the Corporation for smoked rubber sheets and

scrap rubber is at the average price prevailing at Kottayam Rubber Market. The rates for Rubber Sheets are calculated on monthly average price per kg prevailing at Kottayam Rubber Market for the preceding month minus Rs. 9.00 (Rupees Nine only) and for Scrap Rubber the rate calculated is 60.6% on monthly average price per kg prevailing at Kottayam Rubber Market minus Rs. 12.00 (Rupees Twelve only). The Closing stock of Cashew grafts and seedlings are valued at realizable price.

3. FIXED ASSETS

- a) Fixed assets are stated at historical cost and include expenses incurred on purchase. Expenditure incurred on account of additions, improvements and renewals is capitalized and repairs and maintenance expenditure is charged to the revenue.
- b) Fixed assets are however classified as Tangible assets and Leased Assets. The Leased assets constitute the Cashew & Rubber plantations given on lease to the Corporation at the time of formation from the Government of Goa. It consists of the "Botanical Garden Cum Eco-Recreational Park" on the downstream side of Salaulim dam Site given for development from the Water resources Department, Government of Goa. Since the 'Botanical Garden' is handed over to the Corporation only for development and maintenance, net book value of the corresponding leased asset has been fully amortized during the financial year 2014-15.
- c) Assets acquired by the corporation for maintenance of botanical garden were capitalized separately from the botanical garden. Until previous financial year, cost incurred by the corporation on children's play area Rs. 16,09,851/- was included in the botanical garden. In financial year 2014-15, children's play area is moved to fixed assets and amortized as per rates prescribed in the Companies Act, 2013.

4. DEPRECIATION ON FIXED ASSETS

Depreciation has been provided on straight line method by adopting the useful life as prescribed in the Schedule II of the Companies Act, 2013. Depreciation rate as per straight line method is worked out using the useful life as stated above. Asset categories, Useful Life and Depreciation Rate calculated are provided in the table below.

| SN | Asset Category | Useful Life (years) | Depreciation Rate p.a. (%) | Earlier Depreciation Rate p.a. (%) |
|----|----------------------|---------------------|----------------------------|------------------------------------|
| 1 | Building | 60 | 1.67 | 3.25% |
| 2 | Plant & Equipment | 15 | 6.67 | 13.25% |
| 3 | Furniture & Fixtures | 10 | 10.00 | 18.50% |
| 4 | Computer & Laptops | 5 | 20.00 | 16.21% |
| 5 | Office Equipment | 15 | 6.67 | 7.75% |
| 6 | Vehicles | 8 | 12.50 | 17.00% |
| 7 | Motor Cycles | 10 | 10.00 | 9.50% |

With effect from 01-Apr-14, there is shift from rate based guidance to useful life of assets as prescribed in Schedule II of the Companies Act, 2013. Therefore, the depreciation rate applied for Financial Year 2014-15 has been modified as compared to the depreciation rate applied in the previous year.

As per transitional provisions of Schedule II of the Companies Act, 2013 Corporation has calculated the depreciation for current year by dividing the closing WDV of the asset (Original cost of the asset – accumulated depreciation as on 31-Mar-14 – Residual Value) over the unexpired useful life of the asset.

5. **TAXATION** : In accordance with the Accounting Standard-22, Accounting for taxes on Income, issued by the Institute of Chartered Accounts of India, deferred tax resulting from timing differences between book and tax profits is accounted for at the rate of tax substantially enacted at the Balance Sheet date to the extent that the timing differences are expected to crystallize. Deferred tax assets arising on account of brought forward losses and unabsorbed depreciation are recognized only when there is a virtual certainty supported by convincing evidence that such assets will be realized.

Deferred tax assets arising on other temporary timing differences are recognized only if there is a reasonable certainty of realization.

Since no tax is payable for the financial year, no tax expenses have been provided for.

6. **GOVERNMENT GRANTS** : Government grants relating to revenue items are credited to the profit and loss account to match them with the related costs, which they are intended to compensate.

Grants relating to specific fixed assets are recognized in each financial year in proportion to amortization of the historical cost of the fixed asset acquired out of the grants.

Grants relating to Leased assets i.e Cashew Plantation received from Cashew & Cocoa Development Board are recognized in each financial year in proportion to amortization of the historical cost of the fixed asset acquired out of the grants.

From financial year 2014-15 onwards, grants utilized are recognized as revenue in proportion to costs incurred.

Grants towards cashew rejuvenation are recognized in proportion to costs incurred as detailed below: -

| Particulars | Amount Rs. |
|-------------------------------------------------------------------------------|------------------|
| Maintenance Expenses towards Cashew Plantation (reported in Note 15) | 62,54,088 |
| Maintenance of Nursery expenses for cashew rejuvenation (reported in Note 15) | 3,03,088 |
| Subsidy received for plantation enrichment (reported in Note 14) | NIL |
| Total | 65,57,176 |

Grants towards maintenance of botanical garden are recognized in proportion to costs incurred as detailed below: -

| Particulars | Amount Rs. |
|------------------------------------------------------------------------|--------------------|
| Expenses towards maintenance of botanical garden (reported in Note 15) | 89,700,96 |
| Depreciation on assets held at botanical garden (Note 7) | 10,47,944 |
| Total | 1,00,18,040 |

The Corporation is only an implementing agency of the project Botanical garden cum Eco recreational Park which belongs to Water Resources Department of Goa and therefore all grants received in respect to the botanical garden are recognized in proportion to cost incurred for development and maintenance of the botanical garden.

7. **DEBTORS:**The Corporation is been making a provision for Doubtful debtors for the year ending to the extent of debtors on or before 31/03/2014.
8. Contingent Liability for Court Cases relating to Cashew Division (Forest Department) Govt. of Goa, since taken over by the Corporation, is not ascertainable as matters are sub-judice and hence not provided for.
9. Tax audit in terms of provisions of Sec 44AB of the Income Tax Act, 1961 has not been conducted as turnover from taxable (non-agriculture income as defined u/s 10(1) of the Act) activities does not exceed taxable limits. The Corporation is consistently adopting the above stand in line with decision of ITAT Mumbai Bench 'A' in case of ACIT v. India Magnum Fund (2002)
10. The Government has transferred to the Corporation on leasehold basis 8971.037 ha of Cashew Plantations and 362.6 ha. of Rubber Plantations and buildings, lease agreement being 40 years. The Lease rent is initially fixed for a period of 10 years or till the loan obtained by the lessee from different banks and institutions for rehabilitation, development and efficient Management of Plantations is fully re-paid, whichever is earlier, at the rate of Rs. 25/- per ha. The above said lease has expired as on 31.05.2007. In the process of re-negotiation, the corporation has obtained order from the Office of the Chief Conservator of Forests towards enhancement of Lease rent from Rs. 25/- per hectare to Rs. 26/- per hectare. Provision in Books is made at Rs. 26/- per hectare on 8971.037 ha of cashew and 362.6 ha of rubber Plantation.
11. The total cost incurred for raising the new plantations and capitalized as development cost under fixed assets is amortized @ 5% from fifth year of plantation.
12. The Company has sent letters to creditors to intimate regarding their status of registration under MSMED Act. In the absence of any intimation received from vendors regarding the status of their registration under "Micro, Small & Medium Enterprises Development Act 2006", the company is unable to comply with the disclosures required to be made under the said Act.

13. Recovery of outstanding dues prior to incorporation is not ascertainable by the Corporation hence; the same will be accounted in the year of receipt.
14. No Provision for payment of Gratuity to the staff has been made as per Accounting Standard 15 (issued by the Institute of Chartered Accountants of India) as all of them are on deputation from Govt. and Leave salary & Pension Contribution as per rules is being paid to the Govt. of Goa.
15. Delayed Payment charges on dues from Sundry Debtors is accounted for, on realized basis.
16. There are no imports, earnings in foreign exchange and expenditure in foreign currency, during the year.
17. Capital Reserve includes certain Grant in Aid received in the earlier years.
18. Corporation has paid provident fund contribution as assessed by the EPFO authorities for periods from Sep-15 to Mar-17 in Financial Year 2017-18. Outstanding contribution for upto Mar-18 has already been provided for at the end of FY 2017-18 and paid in F.Y. 2018-19.
19. In year 2017-18 salary grant of Rs. 3,50,00,000/- was received and actual salary of Rs. 3,00,55,672/- was paid. Unutilized amount of Rs. 49,44,328/- has been shown under deferred grant – salary in reserves and surplus scheduled in accordance to AS-12.

For and on behalf of
Goa Forest Development Corpn.Ltd.



MANAGING DIRECTOR
DIN No. 0011660

Place:-Panaji -Goa.
Date:- 04/10/2022

As per our Report of
even date attached.

For T.S. Borkar & Associates
Chartered Accountants



CHAIRMAN
DIN. No 08395694



CA. T. S. Borkar
Proprietor
M.No.100933
F. No. 116534W

GOA FOREST DEVELOPMENT CORPORATION LIMITED

Profit or Gain from Business or Profession
 Net Profit / (Loss) as per profit & Loss Account 1,77,044

Less:

| | | | |
|----|-----------------------------------------------------|--------------------|------------------|
| 1) | Net Agricultural Income | | |
| | Agricultural Income exempt u/s 10 | 4,37,28,423 | |
| | Less: Agricultural Expenses incurred to earn exempt | 2,48,51,253 | |
| | | <u>1,88,77,170</u> | 1,88,77,170 |
| 2) | Profit on Sale of Vehicle - considered separately | | 1,39,99 |
| 3) | Interest on Bank Deposits - considered separately | | <u>51,19,667</u> |
| | | | (64,12,792) |

Add:

| | | | |
|--|----------------------------------------------------------------------------------------------|-----------|--------------------|
| | Depreciation debited to Profit & Loss Account considered separately | 15,47,359 | |
| | Employees contribution towards provident fund not paid until the due date disallowed u/s 43B | -- | 15,47,359 |
| | | | <u>(48,65,433)</u> |

Less:

| | | | |
|--|------------------------------------------------|----------|--------------------|
| | Depreciation allowable as per Income Tax rules | 9,06,026 | 9,06,026 |
| | Interest on Bank Deposits | | <u>(57,71,459)</u> |
| | | | 51,19,667 |

Less: Unabsorbed Depreciation brought forward (43,49,270)
 Business Loss brought forward 3,72,09,771
(4,15,59,042) restricted to

Gross Total Income / Total Income
 Rounded to

Adjusted Total Income u/s 115JB
 Net Profit / (Loss) as per profit & Loss Account 1,77,24,044

Less :

| | | | |
|----|------------------------------------------------------------|--------------------|--------------------|
| 1) | Agricultural Income exempt u/s 10 | 4,37,28,423 | |
| | Less: Agricultural Expenses incurred to earn exempt income | 2,48,41,253 | |
| | | <u>1,88,77,170</u> | 1,88,77,170 |
| | | | <u>(11,53,170)</u> |

Minimum Alternative Tax 18.5% --

Add: Education Cess @ 3% --

| | | | |
|--|------------------------|----|----|
| | Tax deducted at Source | -- | -- |
| | Refund due | | -- |

For Goa Forest Development Corporation

Managing Director

Name : GOA FOREST DEVELOPMENT CORPORATION
 Address : 3RD FLOOR, JUNTA HOUSE
 18TH JUNE ROAD, PANAJI GOA 403001
 PAN : AAACG9430B
 DOI : 11 April 1997
 Bank A/c : Corporation Bank, Panaji Branch C/A No.

**PREVIOUS YEAR 2016-2017
 ASSESSMENT YEAR 2017-2018**

| | | Amount |
|----------------------------------------------------------------------------------------------------|----------------------|------------------------------|
| Profit or Gain from Business or Profession | | |
| Net Profit/ (Loss) as per profit & Loss Account | 1,77,24,044 | |
| Less: | | |
| 1) Net Agricultural Income | | |
| Agricultural Income exempt u/s 10 | 4,37,28,423 | |
| Less: Agricultural Expenses incurred to earn exempt income | <u>2,48,51,253</u> | |
| | <u>1,88,77,170</u> | 1,88,77,170 |
| 2) Profit on Sale of Vehicle - considered separately | | 1,39,999 |
| 3) Interest on Bank Deposits - considered separately | | <u>51,19,667</u> |
| | | (64,12,792) |
| Add: | | |
| Depreciation debited to Profit & Loss Account considered separately | 15,47,359 | |
| Employees contribution towards provident fund not paid until the due date disallowed u/s 36(i)(va) | <u>-</u> | |
| Sums debited to Profit and loss Account but not paid before filing of return disallowed u/s 43B | <u>- 15,47,359</u> | |
| | | (48,65,433) |
| Less: | | |
| Depreciation allowable as per Income Tax rules | 9,06,026 | <u>9,06,026</u> (57,71,459) |
| Income from Other Sources | | |
| Interest on Bank Deposits | | 51,19,667 (6,51,792) |
| Less : Unabsorbed Depreciation brought forward | (43,49,270) | |
| Business Loss brought forward | <u>(3,72,09,771)</u> | |
| | <u>(4,15,59,042)</u> | restricted to |

Gross Total Income / Total Income -
Rounded to -

Adjusted Total Income u/s 115JB
Net Profit/ (Loss) as per profit & Loss Account 1,77,24,044

Less :

1) Net Agricultural Income

| | | |
|------------------------------------------------------------|--------------------|-------------|
| Agricultural Income exempt u/s 10 | 4,37,28,423 | |
| Less: Agricultural Expenses incurred to earn exempt income | <u>2,48,51,253</u> | |
| | <u>1,88,77,170</u> | 1,88,77,170 |
| | | (11,53,126) |

Minimum Alternate Tax @ 18.5% -

Add: Education Cess @ 3% -

-

Tax deducted at Source -

Refund due -

For GOA FOREST DEVELOPMENT CORPORATION



MANAGING DIRECTOR



**GOA FOREST
DEVELOPMENT CORPORATION LIMITED**

**1ST LIFT, 3RD FLOOR, JUNTA HOUSE,
PANAJI - GOA.**

**TWENTY ONE ANNUAL REPORT
YEAR 2017 - 2018**